

St. Lucie County, Florida
Comprehensive Annual Financial Report
Fiscal Year Ending September 30, 2004





Cover: This aerial photo is of the County owned Fairwinds Golf Course. In 2004, Golf Digest Magazine awarded the Fairwinds Golf Course with a 2nd place ranking at 4 ½ stars for being the “Best Place to Play in North America and The Caribbean.”

ST. LUCIE COUNTY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2004

Edwin M. Fry, Jr., CPA
Clerk of the Circuit Court

Prepared By:
Clerk of the Circuit Court Finance Department

Christann K. Hartley, CPA, CGFM
Finance Director

(THIS PAGE INTENTIONALLY LEFT BLANK)

**ST. LUCIE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2004**

TABLE OF CONTENTS

INTRODUCTORY SECTION

| | <u>Page(s)</u> |
|------------------------------|-----------------------|
| LETTER OF TRANSMITTAL | 1 |
| ELECTED OFFICIALS | 8 |
| ORGANIZATIONAL CHART | 9 |

FINANCIAL SECTION

| | |
|--|----|
| REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS | 10 |
| MANAGEMENT’S DISCUSSION AND ANALYSIS | 12 |
| BASIC FINANCIAL STATEMENTS: | |
| Government-wide Financial Statements: | |
| Statement of Net Assets | 23 |
| Statement of Activities | 24 |
| Fund Financial Statements: | |
| Balance Sheet – Governmental Funds | 26 |
| Reconciliation of Total Governmental Fund Balance to Net Assets of Governmental Activities | 28 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds | 29 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 31 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund | 33 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Transportation Trust Fund | 34 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Fine and Forfeiture Fund | 35 |

ST. LUCIE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2004

TABLE OF CONTENTS – CONTINUED

FINANCIAL SECTION – CONTINUED

| | <u>Page(s)</u> |
|---|-----------------------|
| BASIC FINANCIAL STATEMENTS – CONTINUED: | |
| Fund Financial Statements: | |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Port and Airport Fund | 36 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Mosquito Control Fund | 37 |
| Statement of Net Assets – Proprietary Funds | 38 |
| Statement of Revenues, Expenditures, and Changes in Fund Net Assets – Proprietary Funds | 40 |
| Statement of Cash Flows – Proprietary Funds | 42 |
| Statement of Fiduciary Net Assets – Agency Funds | 46 |
| Notes to Financial Statements | 47 |
| COMBINING AND INDIVIDUAL FUND STATEMENTS: | |
| Combining Balance Sheet – Nonmajor Governmental Funds | 90 |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds | 97 |
| Combining Statement of Net Assets – Nonmajor Enterprise Funds | 105 |
| Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets – Nonmajor Enterprise Funds | 106 |
| Combining Statement of Cash Flows – Nonmajor Enterprise Funds | 107 |
| Combining Statement of Changes in Assets and Liabilities – Agency Funds | 108 |
| Budgetary Comparison Schedules | 110 |

ST. LUCIE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2004

TABLE OF CONTENTS – CONTINUED

STATISTICAL SECTION

| | <u>Page(s)</u> | |
|----------|---|-----|
| TABLE 1 | General Governmental Expenditures by Function – Last Ten Fiscal Years | 138 |
| TABLE 2 | General Governmental Revenues by Source – Last Ten Fiscal Years | 139 |
| TABLE 3 | Property Tax Levies and Collections–Based Upon Tax Year – Last Ten Fiscal Years | 140 |
| TABLE 4 | Assessed and Actual Value of Taxable Property – Last Ten Fiscal Years | 141 |
| TABLE 5 | Property Tax Rates – Direct and Overlapping Governments – Last Ten Fiscal Years | 142 |
| TABLE 6 | Principal Taxpayers | 143 |
| TABLE 7 | Special Assessment Billings and Collections – Last Ten Fiscal Years | 144 |
| TABLE 8 | Computation of Legal Debt Margin | 145 |
| TABLE 9 | Ratio of Net General Bonded Debt to Taxable Value and Net Bonded Debt Per Capita – Last Ten Fiscal Years | 146 |
| TABLE 10 | Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures – Last Ten Fiscal Years | 147 |
| TABLE 11 | Computation of Direct and Overlapping Debt | 148 |
| TABLE 12 | Revenue Bond Coverage – Bailing and Recycling Facility – Last Ten Fiscal Years | 149 |
| TABLE 13 | Revenue Bond Coverage – North Hutchinson Island Water and Sewer System – Last Ten Years | 150 |
| TABLE 14 | Revenue Bond Coverage – Holiday Pines Water and Sewer System – Last Five Years | 151 |
| TABLE 15 | Demographic Statistics – Last Ten Fiscal Years | 152 |
| TABLE 16 | Property Value, Construction Statistics and Bank Deposits – Last Ten Fiscal Years | 153 |

ST. LUCIE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2004

TABLE OF CONTENTS – CONTINUED

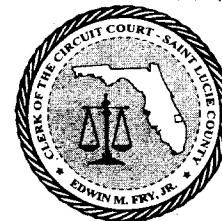
COMPLIANCE SECTION

| | <u>Page(s)</u> |
|---|-----------------------|
| FEDERAL AND STATE GRANTS: | |
| Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> | 154 |
| Report of Independent Certified Public Accountants on Compliance with Requirements Applicable to Major Federal Programs and State Projects and Internal Control Over Compliance | 156 |
| Schedule of Expenditures of Federal Awards and State Projects | 158 |
| Notes to Schedule of Expenditures of Federal Awards and State Projects | 165 |
| Schedule of Findings and Questioned Costs – Federal Awards and State Projects | 166 |



The New St. Lucie County Administration Building Addition on Virginia Avenue in Fort Pierce.

EDWIN M. FRY, JR., CPA
Clerk of Circuit Court



SAINT LUCIE COUNTY • P. O. DRAWER 700 • FORT PIERCE, FLORIDA 34954

March 18, 2005

To the Honorable Board of
County Commissioners and to
The Citizens of St. Lucie County
St. Lucie County, Florida

The Comprehensive Annual Financial Report of St. Lucie County for the fiscal year ended September 30, 2004, is respectfully submitted. State law requires that a complete set of financial statements be published within one year of fiscal year end and presented in conformance with Generally Accepted Accounting Principles ("GAAP") as applicable to governmental entities and audited in accordance with generally auditing standards by licensed independent certified public accountants. This report is being issued in fulfillment of these statutory requirements.

This report was prepared by the Finance Department of the Office of Clerk of the Circuit Court as part of the Clerk's legally prescribed duties as the Finance Director of St. Lucie County. We believe the financial and statistical information presented is accurate in all material respects, and is set forth in a manner designed to fairly present the financial position and results of operations of St. Lucie County (the "County") as measured by the financial activity of its various funds. The report contains all of the disclosures necessary to enable the reader to gain the maximum understanding of the County's financial affairs.

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

In compliance with the laws of the State of Florida and the County's general purpose, Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants, have audited the financial statements. The firm is an independent firm of licensed certified public accountants. In addition to meeting the requirements set forth in State statutes, the audit was also designed to meet the requirements of the Federal Single Audit Act amendments of 1996 and the related U.S. Office of Management and Budget's Circular A-133.

Orange Blossom Business Center
4118 Okeechobee Road
Fort Pierce, Florida 34947
(772) 462-6900



Probate Department
415 South 2nd Street
Fort Pierce, Florida 34950
(772) 462-6920

County Courthouse
218 South 2nd Street
Fort Pierce, Florida 34950
(772) 462-6900



Finance Department
2300 Virginia Avenue Annex
Fort Pierce, Florida 34982
(772) 462-1476

St. Lucie West Annex
250 N.W. Country Club Drive
Port St. Lucie, Florida 34986
(772) 871-5375



Juvenile Department
435 North 7th Street
Fort Pierce, Florida 34950
(772) 462-6800

Generally accepted auditing standards and the standards set forth in the General Accounting Office's *Government Auditing Standards* were used by the auditors in conducting the engagement.

The audit was performed to provide reasonable assurance that the financial statements are free of material misstatement for the fiscal year ended September 30, 2004. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended September 30, 2004 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

This is the third year the county has prepared the financial statement to meet the requirements of Governmental Accounting Standards Board Statement No. 34; Basic Financial Statements and Management Discussion and Analysis for State and Local Governments (GASB 34).

The Comprehensive Annual Financial Report contains three major sections: Introductory, Financial (including Supplementary Information) and Statistical.

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

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

COUNTY SERVICES AND REPORTING ENTITY

The name "St. Lucie" was introduced by the Spanish in 1565 after the Roman Catholic Saint Lucia. The current St. Lucie County was known as East Florida in 1810. In 1821 the area was renamed St. Johns County. St. Johns was split into several counties in 1840 and this area became Mosquito County. Ten years later, the Mosquito County area was slashed into two new counties and our area became St. Lucie for the first time. Thirty more years passed and in 1880 the borders were again changed and we became Brevard County. On July 1, 1905 St. Lucie County, Florida was established with Fort Pierce as the county seat. Portions were stripped away over the years, from 1917 through 1925, and became part of the current day neighboring counties.

St. Lucie County is located on the eastern edge of the south-central coast of Florida in the heart of the Treasure Coast region. It is bound on the north by Indian River County, the west by Okeechobee County, the south by Martin County and the east by the beautiful Atlantic Ocean. The City of Fort Pierce (the County Seat) is located approximately 60 miles north of West Palm Beach and 100 miles southeast of Orlando.

St. Lucie County is a political subdivision of the State of Florida, pursuant to the provisions of Section 11.45, Florida Statutes. The Board of County Commissioners (The “Board”), is a five-member board elected at large from the five districts within St. Lucie County, Florida (the “County”). The Board operates as a non-charter government pursuant to Article VIII, Section (1)(f), of the Constitution of the State of Florida.

In addition to the Board of County Commissioners (“Board”), there are five elected constitutional officers performing specifically designated governmental functions: Clerk of the Circuit Court (“Clerk”), Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. The St. Lucie County Board of County Commissioners exercises a varying degree of budgetary control, but not administrative control, over the activities of the constitutional officers. During fiscal year 2003-04, the Sheriff and Supervisor of Elections each operated their respective offices as budget officers with funding provided by the Board. In return, each budget officer is responsible for the collection of revenues within their jurisdictional area and for the subsequent remittance of such collections to the Board.

The Tax Collector and Property Appraiser operate as fee offices while the Clerk of the Circuit Court operates a portion of his office as a budget officer, with the remainder being operated as a fee officer. Fee officers are authorized to retain revenues generated within their offices for the purpose of defraying the costs of operation. The Clerk of the Circuit Court serves as ex-officio Clerk to the Board of County Commissioners. The duties of the Clerk of the Circuit Court, as set forth in the Florida Constitution, include those of County auditor, accountant and custodian of County funds.

The primary government includes the Board of County Commissioners, Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. The Board of County Commissioners serves as ex-officio governing board and maintains accounting records for the St. Lucie County Mosquito Control District and the Erosion Control District. These dependent districts are blended in with the financial activity of the County in the special revenue fund types.

The County’s financial statements also include the funds of the St. Lucie County Financing Authority, the Central Foreign-Trade Zone, and the County’s share of operating expenses for the Office of the Medical Examiner, 19th Judicial District.

Pursuant to Section 200.065 of the Florida Statutes, budgets are prepared and adopted for the Board after public hearings for the governmental funds. The Constitutional Officers submit, at various times, to the Board and to certain divisions within the Department of Revenue, State of Florida, a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them, as set forth in Chapter 129 of the Florida Statutes. The Department of Revenue, State of Florida, has the final authority on the operating budgets for the Tax Collector and Property Appraiser included in the General Fund.

The County utilizes the same bases of accounting for budgets as it does for revenues and expenditures in its various funds. The legal level of budgetary control is at the fund level. All budgeted appropriations lapse at year end. Formal budgets are adopted for the general, special revenue, debt service, and capital projects funds. As a result, deficits in the budget columns of the accompanying financial statements may occur.

FINANCIAL CONDITION OF THE COUNTY

The information presented in the financial statements is best understood when considered from the broader perspective of the environment within which the County operates. Financial condition reflects the County's existing and future resources and claims on those resources. Information useful in assessing financial condition include a review of the major initiatives along with the prospects for the future, a summary of the economic conditions, current and planned County capital projects and acquisitions, cash management practices, and risk management policies.

Major Initiatives

While the County had many accomplishments during the fiscal year 2003-04, the most significant events were experienced in September, 2004. On September 3, 2004 Hurricane Frances directly impacted St. Lucie County with devastating wind, rain and flooding. Exactly three weeks later, Hurricane Jeanne followed the same path, directly hitting the County as it was beginning the Frances restoration and clean up. County staff concentrated all its efforts on emergency response, creating one of the most challenging years ever. The County's priority of major initiatives had to be adaptive as the needs of the residents and the public welfare was addressed. The County's sound financial practices and funded emergency reserves will enable the County to resume focus on their major initiatives, and continue their mission.

Economic Condition and Outlook

St. Lucie County's population in 2004 was 226,816 which is largely concentrated in the eastern portion of the County within 5-10 miles of the Atlantic Coast. This is an 18% increase over 2000 and a considerable 32.5% increase from 1995. Most of the growth over the past ten years occurred in the city of Port St. Lucie (161%) followed by the unincorporated area (10.9%). The City of Port St. Lucie is one of the fastest growing cities in the United States.

The county's property values came in 25% over last year, and the county is still growing at a rapid rate. According to the U.S. Census Bureau, Port St. Lucie is the sixth-fastest growing city in the country. Also, according to MSN Money/CNBC "The Nations Hottest Housing Markets", the Fort Pierce-Port St. Lucie housing market is ranked third in the nation. St. Lucie County ended the fiscal year with a budget that is in good financial condition.

Unemployment

Services, tourism, agriculture, construction and light manufacturing are the principal industries within the County. While St. Lucie County is poised to take advantage of its location, climate and abundant workforce, the growth in employment opportunities has not kept pace with the growth in population. This has resulted in the County having an unemployment rate of 8.2% in 2004, which while improving, is still higher than the state average of 5.5%. To counter this, the County initiated an aggressive campaign to attract targeted businesses.

Bond Ratings

The county's bond rating serves as additional evidence of its financial strength. Moody's and Standard and Poor (S&P) evaluated St. Lucie County's underlying creditworthiness in June 2003. Moody's rated the County at A2 and S&P gave the County a rating of A. Both ratings indicated that the County is in the "Upper Medium Grade" of investment quality.

Capital Project Funds

St. Lucie County's Capital Improvement Plan is a planning, budgetary, and financial tool identifying the County's infrastructure or capital asset needs over a five-year time period. Projects are listed only if future revenues are expected to be available to support the projected expenditures, thereby maintaining a balanced plan in terms of revenues and expenditures. The Capital Improvement Plan is updated annually and approved by the Board of County Commissioners to reflect the projects approved for completion within the five-year period. Capital projects are funded by a variety of revenue sources, including ad valorem revenues, franchise fees, grant funding, impact fees, special assessments, gas taxes and debt financing.

The "Investment for the Future" Program was developed by the St. Lucie County Strategic Management Team in 1997 and was initiated in fiscal year 1998. This program was adopted by the Board to establish funding for infrastructure, stormwater management, fleet replacement and other capital improvements. The sources of revenues are Franchise Fees, Local Option Gas Tax, the Stormwater Municipal Service Taxing Unit, and Tourist Development Tax.

Major capital projects in the Public Works department include the expansion of Lennard Road, the construction of Indian River Lagoon bike paths, the acquisition of Environmentally Sensitive Lands and South 25th Street Phase I project. Other countywide capital projects include the construction of new jail pods, a new Clerk of Court building, Airport runway design and an Equestrian Center at the new Fairgrounds.

Risk Management

Risk Management is the process of managing the County’s activities in order to minimize the potential adverse effects of certain types of losses. The main elements of the risk management program are risk control (loss reduction) and risk financing (restoration of the economic damages of losses incurred). This department is responsible for the establishment and implementation of a safety plan, which incorporates loss prevention and reduction standards. The department establishes standard insurance and indemnification provisions for contracts, leases, and other special use agreements entered into by the participating governments.

The County, except the Sheriff, participates in a public entity risk pool for the purpose of obtaining various insurance coverage other than health and life insurance. Other members of the pool consist of two municipalities and an adjacent county. The pool was created by an interlocal agreement under the provisions of Section 163.01, Florida Statutes.

| <u>Type of Risk</u> | <u>Amount of Risk Retained by County</u> | <u>Limit of Excess Insurance Coverage</u> |
|-----------------------|--|---|
| Workers Compensation | All | Statutory |
| General Liability (1) | \$ 1,000 | \$100/\$200,000 |
| Automobile Liability | \$ 1,000 | \$100/\$200,000 |
| Property Actual Loss | \$ 1,000 | Actual Loss |

(1) Does not include coverage obtained by the St. Lucie County Sheriff

The limits stated above are on a per occurrence basis.

Pension Plan

St. Lucie County provides pension benefits for all employees through a statewide plan managed by the Florida Department of Management Services, Division of Retirement. St. Lucie County has no obligation in connection with employee benefits offered through this plan beyond its monthly payments to the Division of Retirement.

Cash Management Policies and Practices

Cash management is exercised independently by each constitutional officer. The Clerk of the Circuit Court invests and disburses funds on behalf of the Board of County Commissioners as required by law and applicable management directives. Operating funds temporarily idle during

the year were invested in the State Board of Administration, Local Government Surplus Funds Trust Fund (SBA), the Florida Local Government Investment Trust (FLGIT), Certificates of Deposit and other short term investments as allowed by the Board's investment policy and Florida Statutes. During fiscal year 2003-2004, all Federal Agencies, Discount Notes and Treasury Investments purchased were held in St. Lucie County's name in a trust account established by the County's custodial bank, Wachovia Bank, N.A. Funds deposited in local banks were secured by a pledge of approved collateral securities by the participating institutions with the State of Florida Treasurer's office.

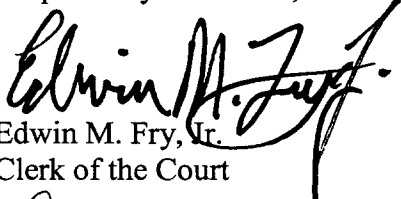
AWARDS

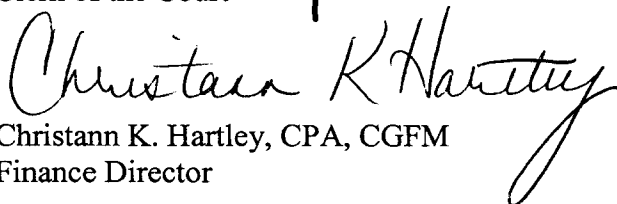
St. Lucie County has received the GFOA's award for Distinguished Budget Presentation for its annual appropriated budget for fiscal year 2003-04. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization. The award is valid for a period of one year only. St. Lucie County has received the Distinguished Budget Presentation Award for the last six consecutive years.

Acknowledgments

A Comprehensive Annual Financial Report of this nature could not have been prepared without the efficient and dedicated service of all staff members involved. We would like to express our appreciation to the staff of the Finance Department for their efforts in producing this report, and to the accounting firm of Berger, Toombs, Elam, Gaines & Frank, Certified Public Accountants for their contributions to the design, preparation and publication of this document. Finally, our thanks for the interest and support of the Board of County Commissioners in planning and conducting the fiscal operations of St. Lucie County.

Respectfully submitted,


Edwin M. Fry, Jr.
Clerk of the Court


Christann K. Hartley, CPA, CGFM
Finance Director

**ST. LUCIE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2004**

ELECTED OFFICIALS

BOARD OF COUNTY COMMISSIONERS

Paula A. Lewis
County Commission Chairperson
District #3

John D. Bruhn
County Commission Vice Chairperson
District #1

Doug Coward
County Commissioner
District #2

Frannie Hutchinson
County Commissioner
District #4

Cliff Barnes
County Commissioner
District #5

ELECTED CONSTITUTIONAL OFFICERS

Joanne Holman
Clerk of the Circuit Court

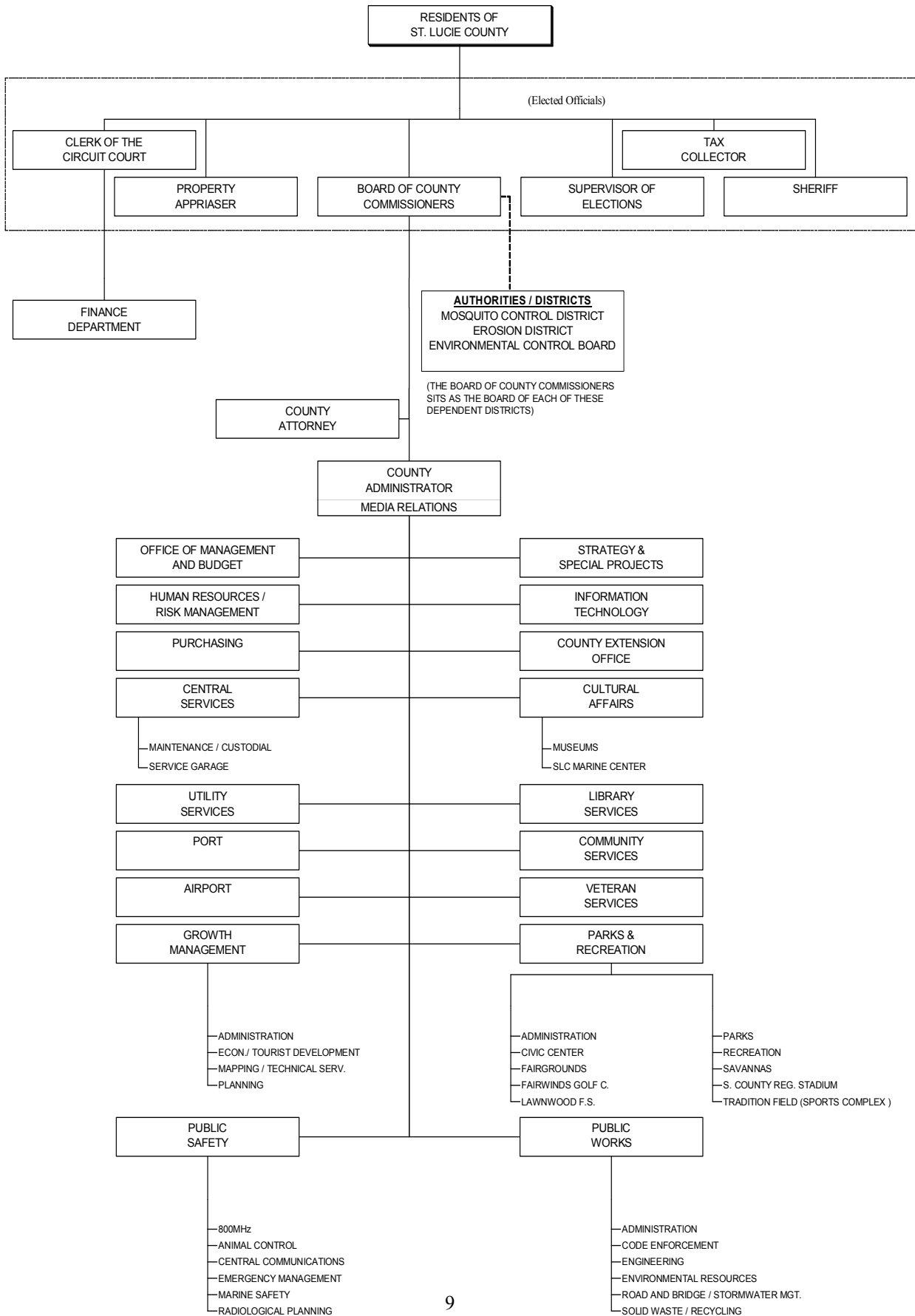
Gertrude Walker
Supervisor of Elections

Jeff Furst
Property Appraiser

Bob Davis
Tax Collector

Ken Mascara
Sheriff

ST. LUCIE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2004



(THIS PAGE INTENTIONALLY LEFT BLANK)



This aerial photo is of the finished \$55 million Wal-Mart Distribution Center located between the Interstate-95, Glades Cut-Off Road, and the Florida Turnpike. The distribution center has brought approximately 1,200 new jobs to St. Lucie County.



Berger, Toombs, Elam,
Gaines & Frank

Certified Public Accountants PL

SunTrust Bank Building
Suite 300
111 Orange Avenue
Fort Pierce, Florida 34950

772/461-6120 // 461-1155
FAX: 772/468-9278

Report of Independent Certified Public Accountants

The Honorable Board of County Commissioners
St. Lucie County, Florida

We have audited the accompanying basic financial statements of St. Lucie County, Florida (the County) as of and for the year ended September 30, 2004, as listed in the table of contents. These basic financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

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

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the County as of September 30, 2004, and the results of its operations and the cash flows of its proprietary funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated March 18, 2005 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Fort Pierce / Stuart

Member AICPA

10
Member AICPA Division For CPA Firms
Private Companies Practice Section

Member FICPA

The Honorable Board of
County Commissioners
St. Lucie County, Florida

The introductory and statistical sections, as listed, in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the financial statements and, accordingly, we express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying information identified in the table of contents as the Schedule of Expenditures of Federal Awards and State Projects (as required by OMB Circular A-133 and Rules of the Auditor General, State of Florida, Chapter 10.550) is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Our audit was conducted for the purpose of forming an opinion on the County's basic financial statements. The combining and individual fund statements described in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Berger, Toombs, Elam,
Gaines & Frank*

Berger, Toombs, Elam, Gaines & Frank
Certified Public Accountants PL
Fort Pierce, Florida

March 18, 2005

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

The County's management discussion and analysis presents an objective and easily readable analysis of the County's financial activities for the fiscal year ended September 30, 2004. 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

This discussion and analysis is intended to serve as an introduction to the County's basic 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. This report also contains other supplementary information in addition to the basic financial statements. In addition, reconciliation is provided linking the *fund financial statements* to the *government-wide financial statements*.

Government-wide financial statements

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

The *statement of net assets* presents information on all assets and liabilities of the County, with the difference between assets and liabilities reported as net assets. Net assets are reported in three categories; 1) invested in capital assets, net of related debt, 2) restricted and 3) unrestricted.

The *statement of activities* presents information on all revenues and expenses of the County, as well as the change in net assets. Expenses are reported by major function and program revenues relating to those functions are reported, providing the net cost of all functions provided by the County. To assist in understanding the County's operations, expenses have been reported as governmental activities or business type activities. Governmental activities financed by the County include services for general government, public safety, transportation, physical environment, economic environment, human services, and recreation. Business type activities financed by user charges include landfill services, water and sewer services, a public golf course, and a major league sports complex.

The *government-wide financial statements* provide a broad picture of the County's financial position. These statements are comparable to private sector companies and give a good understanding of the County's financial health. All assets of the County, including land, buildings, roads, bridges, and traffic signals are reported in the *statement of net assets*. All liabilities, including outstanding principal payments on debt and future employee benefits

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

obligated but not yet paid by the County, are also included. The *statement of activities* includes depreciation on all long-lived assets of the County. Inter-fund administrative fees between the different functions of the County have been eliminated in order to avoid "doubling up" the revenues and expenses.

Fund Financial statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. 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. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

The *fund financial statements* provide financial information for the individual major funds and the total non-major funds of the County. Governmental fund financial statements provide information on the current assets and liabilities of the funds, changes in current financial resources (revenues and expenditures), and current available resources. The proprietary funds financial statements provide information on all assets and liabilities of the funds, changes in the economic resources (revenues and expenses), and total economic resources. The agency fund statement provides information concerning assets held in trust by the County on behalf of others.

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 special revenue funds. For proprietary funds, which includes internal service funds in addition to business type activities, a *statement of net assets*; a *statement of revenues, expenses, and changes in fund net assets*; and a *statement of cash flows* are presented. A *statement of fiduciary net assets* is presented for the County's agency fund. *Fund financial statements* provide more detailed information about the County's activities.

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. Long-term liabilities, such as general obligation bonds, are not included in the fund financial statements.

Notes to the Financial Statements

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*.

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

Financial Highlights

- Net assets may serve as a useful indicator of a government's financial position. In the case of the County, total assets exceeded liabilities at the close of fiscal year 2004 by \$344.7 million (net assets). Of this amount, \$39.1 million (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- At September 30, 2004, the County's governmental funds reported combined ending fund balances of \$97.5 million, a decrease of \$15.5 million in comparison with the prior year.
- At September 30, 2004, unreserved fund balance for the General Fund was \$16.5 million or 16.0% of total general fund expenditures and transfers out.
- At the end of fiscal year 2004, the County's net assets improved by \$13.1 million. The County is able to report positive balances in all three categories of net assets, the government as a whole, as well as for its governmental and business-type activities.

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

Net Assets
(in millions)

| | Governmental Activities | | Business-type Activities | | Total | | Total Percent Change |
|--|--------------------------------|-------------|---------------------------------|-------------|--------------|-------------|-----------------------------|
| | 2004 | 2003 | 2004 | 2003 | 2004 | 2003 | |
| Current assets | \$ 125.4 | \$ 124.0 | \$ 18.0 | \$ 16.1 | \$ 143.4 | \$ 140.1 | 2.4% |
| Restricted assets | 0.1 | 0.1 | 10.8 | 7.8 | 10.9 | 7.9 | 38.0% |
| Capital assets | 298.8 | 266.5 | 74.1 | 66.9 | 372.9 | 333.4 | 11.8% |
| Other non-current assets | 3.9 | 5.5 | (2.1) | (1.8) | 1.8 | 3.7 | -51.6% |
| Total assets | 428.2 | 396.1 | 100.8 | 89.0 | 529.0 | 485.1 | 9.0% |
| Current liabilities | 41.6 | 19.3 | 5.3 | 2.8 | 46.9 | 22.1 | 112.2% |
| Non-current liabilities | 103.2 | 105.0 | 34.2 | 26.5 | 137.4 | 131.5 | 4.5% |
| Total liabilities | 144.8 | 124.3 | 39.5 | 29.3 | 184.3 | 153.6 | 20.0% |
| Net assets invested in capital assets, net of debt | 181.6 | 160.8 | 52.0 | 51.6 | 233.6 | 212.4 | 10.0% |
| Net assets - restricted | 67.9 | 100.7 | 4.0 | 1.6 | 71.9 | 102.3 | -29.7% |
| Net assets - unrestricted | 33.9 | 10.3 | 5.3 | 6.5 | 39.2 | 16.8 | 133.3% |
| Total net assets | \$ 283.4 | \$ 271.8 | \$ 61.3 | \$ 59.7 | \$ 344.7 | \$ 331.5 | 4.0% |

The County's net assets increased by \$13.2 million. Governmental activities were responsible for \$11.5 million of that increase. The growth in net assets from governmental activities represented 88% of the County's total growth in net assets.

Net assets invested in capital assets increased by \$21.2 million. This is mainly due to the County's need to provide infrastructure to support the rapid growth in the community. Restricted net assets decreased \$30.4 million and unrestricted net assets increased by \$22.3 million. The restricted net assets decreased because of capital projects activity and budgeted operating losses in certain special revenue and debt service funds.

The chart on the next page describes the changes in net assets during fiscal year 2004 and fiscal year 2003. Key elements of the increase in net assets during fiscal year 2004 are described following the chart.

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

Changes in Net Assets
(in millions)

| | Governmental Activities | | Business-type Activities | | Total | | Total Percent Change |
|--|----------------------------|----------|-----------------------------|---------|----------|----------|----------------------------|
| | 2004 | 2003 | 2004 | 2003 | 2004 | 2003 | |
| Program revenues | | | | | | | |
| Charges for services | \$ 25.1 | \$ 28.5 | \$ 19.8 | \$ 17.0 | \$ 44.9 | \$ 45.5 | -1.3% |
| Operating grants and contributions | 19.2 | 18.9 | - | - | 19.2 | 18.9 | 1.6% |
| Capital grants and contributions | 13.0 | 20.7 | - | - | 13.0 | 20.7 | -37.2% |
| General revenues | | | | | | | |
| Property taxes | 97.8 | 80.4 | - | - | 97.8 | 80.4 | 21.6% |
| Other taxes | 4.1 | 7.2 | - | - | 4.1 | 7.2 | -43.1% |
| Other | 10.9 | 25.2 | 1.0 | 2.6 | 11.9 | 27.8 | -57.2% |
| Total Revenues | 170.1 | 180.9 | 20.8 | 19.6 | 190.9 | 200.5 | -4.8% |
| Expenses | | | | | | | |
| General government | 43.6 | 43.0 | - | - | 43.6 | 43.0 | 1.4% |
| Public safety | 47.5 | 44.5 | - | - | 47.5 | 44.5 | 6.7% |
| Physical environment | 4.9 | 5.0 | - | - | 4.9 | 5.0 | -2.0% |
| Transportation | 19.9 | 13.5 | - | - | 19.9 | 13.5 | 47.4% |
| Economic environment | 2.2 | 2.3 | - | - | 2.2 | 2.3 | -4.3% |
| Human services | 7.3 | 6.3 | - | - | 7.3 | 6.3 | 15.9% |
| Court-related | 13.7 | 13.5 | - | - | 13.7 | 13.5 | 1.5% |
| Culture and recreation | 13.4 | 11.0 | - | - | 13.4 | 11.0 | 21.8% |
| Debt service | 5.2 | 3.0 | - | - | 5.2 | 3.0 | 73.3% |
| Solid Waste | - | - | 8.5 | 7.6 | 8.5 | 7.6 | 11.8% |
| Water and sewer | - | - | 5.3 | 5.0 | 5.3 | 5.0 | 6.0% |
| Sports complex | - | - | 2.2 | 1.6 | 2.2 | 1.6 | 37.5% |
| Golf course | - | - | 2.0 | 1.8 | 2.0 | 1.8 | 11.1% |
| Building and zoning | - | - | 2.0 | 1.6 | 2.0 | 1.6 | 25.0% |
| Total expenses | 157.7 | 142.1 | 20.0 | 17.6 | 177.7 | 159.7 | 11.3% |
| Increase (decrease) in net assets before transfers, other | 12.4 | 38.8 | 0.8 | 2.0 | 13.2 | 40.8 | -67.6% |
| Transfers | (0.8) | 0.6 | 0.8 | (0.6) | - | - | N/A |
| Unearned revenue-other governments | - | (0.6) | - | - | - | (0.6) | N/A |
| Loss on sale of capital assets | - | (0.6) | - | - | - | (0.6) | N/A |
| Change in net assets | \$ 11.6 | \$ 38.2 | \$ 1.6 | \$ 1.4 | \$ 13.2 | \$ 39.6 | -66.7% |
| Net assets, beginning of the year | 271.8 | 233.6 | 59.7 | 58.3 | 331.5 | 291.9 | 13.6% |
| Net assets - end of the year | \$ 283.4 | \$ 271.8 | \$ 61.3 | \$ 59.7 | \$ 344.7 | \$ 331.5 | 4.0% |

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

Governmental Activities

Governmental activities were responsible for an \$11.6 million increase in the County's net assets.

- Capital grants and contributions decreased \$7 million mainly due to retirement of debt related to the Mets Stadium in the prior year.
- Property tax revenues increased \$17.4 million due to increases in property values. In fiscal year 2004, the County levied the same millage rates for its countywide operating districts as it did in fiscal year 2003. However, the countywide property values increased 8.9% in fiscal year 2004.
- Transportation expenses increased \$6.4 million primarily due to increases in expenses for Engineering and Road & Bridge for personnel and operating expenses.
- Interest on long-term debt expenses increased \$2.2 million. This was the result of the refunding of the County's outstanding Sales Tax Refunding Revenue Bonds, late in fiscal year 2003 and normal decreases of regularly scheduled principal payments.

Business-type Activities

Business-type activities were responsible for a \$1.6 million increase in the County's net assets.

- Charges for services for business-type activities increased \$2.8 million due to increased revenues from solid waste and water/sewer.
- Solid Waste expenses increased \$.9 million primarily due to the increase in post closure costs.

Financial Analysis of the County's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds

The focus of 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 the County's financing requirements. In particular, *fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. During fiscal year 2004, the fund balance for the County's total governmental funds decreased by \$15.5 million.

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

The County's *General Fund* is the main operating fund of the County. This fund is used to account for all financial resources that are not restricted by State or Federal laws, County ordinances or other externally imposed requirements. As of September 30, 2004, total assets were \$26.7 million and total liabilities were \$8.5 million. The fund balance for the general fund increased by \$1.0 million.

The *Transportation Trust Fund* is used to account for the cost of operating, maintaining, and improving the County's roads and bridges. The fund balance for this fund decreased by \$4.5 million during fiscal year 2004. This decrease was mainly due to expenditures for debris removal as a result of Hurricane Frances and Hurricane Jeanne. The County anticipates reimbursement for the majority of these expenses from the Federal Emergency Management Agency, the Department of Community Affairs, and the Federal Highway Administration.

The *Fine and Forfeiture Fund* is used to account for the operations of the court system and the Sheriff's office. The fund balance for this fund increased by \$0.9 million during fiscal year 2004.

The *Port and Airport Fund* is used to account for the operations of the international airport and the deepwater port. The fund balance for this fund decreased by \$1.0 million during fiscal year 2004. This fund received a \$1.0 million advance from the General Fund to be used as matching funds for a grant. This advance reflects as a liability reducing the fund balance.

The *Mosquito Control Fund* is used to account for the operations of the dependent district created in 1953 to control the mosquito population in the urban areas of the County. The fund balance in this fund decreased by \$0.1 million.

The *Sales Tax Revenue Bond I & S Fund* is used to account for the County's portion of the local government half-cent sales tax, which is pledged for the repayment of the County's Sales Tax Refunding Revenue Bonds, Series 1994. These bonds were refunded in July of 2003 with a new debt issuance. After the debt service obligations are met, excess revenue from this fund is transferred to the General Fund. The fund balance in this fund increased by \$1.1 million in order to fund the increased debt service payments.

The *County Building Fund* is used to account for capital building projects as approved by the Board of County Commissioners. The fund balance in this fund decreased by \$7.1 million. In fiscal year 2003, the County received \$26.8 million in debt proceeds in this fund to be used for various capital projects. Funding for projects not completed as of September 30, 2003 rolled forward to be continued in fiscal year 2004 and thereafter. The decrease in fund balance in this fund is due to the timing difference between the receipt of the debt proceeds and the completion of the capital projects.

The *County Capital Fund* is used to account for capital projects as approved by the Board of County Commissioners. The fund balance in this fund decreased by \$4.0 million. The timing of capital projects caused this decrease.

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

Proprietary funds

The County's proprietary funds operate like businesses, where the rates established by the County are intended to generate sufficient funds to pay the costs of current operations and provide funding for long-term asset acquisition.

The *Bailing & Recycling Facility Fund* is used to account for all operations of the County's landfill. As required by the State Department of Environmental Protection, the County has set aside \$6.8 million for the long-term care of the landfill. At September 30, 2004, the unrestricted net assets of this fund were -\$0.7 million, which represented a decline in unrestricted net assets of \$1.7 million. At the same time, the net assets invested in capital assets, net of debt increased by \$3.6 million.

The *North Hutchinson Island Utilities Fund* is used to account for water and sewer services to certain residents that live on this barrier island. The County purchased the system in 1992. At September 30, 2004, the unrestricted net assets of this fund were \$3.5 million, which represented a growth in unrestricted net assets of \$0.5 million.

The *South Hutchinson Island Utilities Fund* is used to account for sewer services to residents living on this barrier island in the southern part of the County. At September 30, 2004, the unrestricted net assets of this fund were \$1.2 million, which represented a decline in unrestricted net assets of \$0.3 million.

The *Sports Complex Fund* is used to account for the operations of a baseball complex primarily used as a spring training and minor league team facility by the New York Mets. At September 30, 2004, the unrestricted net assets of this fund were -\$1.5 million, which represented a decline in unrestricted net assets of \$0.9 million as a result of depreciation.

The *North County Utilities Fund* is used to account for water and sewer services to residents located in the northern part of the County. The County purchased the system in 1999. At September 30, 2004, the unrestricted net assets of this fund were \$2.0 million, which represented a growth in unrestricted net assets of \$0.9 million. This increase was mainly due to a \$0.6 million increase in charges for service.

Budgetary Highlights for the General Fund

Variance Between Original Budget and Final Amended Budget

After the original budget is approved, it may be revised for a variety of reasons such as unforeseen circumstances, corrections of errors, new bond or loan proceeds, new grant awards, and other revenues. During fiscal year 2004, the budget for the general fund was amended from its original budget of \$121.9 million to its final amended budget of \$123.1 million.

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

The original budget for revenue and transfers in was \$100.8 million. Throughout the year, this was amended to a final budget of \$105.5 million. Overall, this represented a \$4.7 increase in the budgeted revenue for the general fund.

The budget for expenditures and transfers out was originally adopted at \$108.3 million. The final amended budget was \$116.2 million, which was a \$7.9 million increase. The Public safety budget increased by \$3.9 million mainly due to increases in the Sheriff's budget to cover the costs associated with jail overcrowding and overtime expenses related to Hurricane Frances and Hurricane Jeanne. The court-related budget increased by \$2.3 million primarily due to changes in requirements resulting from article V, revision 7 to the State Constitution. Budgets were adjusted as needed between all other programs.

The final amended budget for the General Fund's beginning fund balance decreased by \$3.6 million over the original budget. During fiscal year 2004, the County amended the budget to reflect the actual beginning fund balance.

Variance Between Final Amended Budget and Actual

The actual revenue came in under the final amended budget by \$2.5 million due to a \$2.2 million variance in intergovernmental revenue. Timing of grant revenues caused this variance. Many of the grants the County receives are paid on a reimbursement basis. Because not all of the grant projects had been completed by year-end, the associated revenue was not received during the fiscal year. It is anticipated that these grant revenues will be received in future periods.

The actual expenditures came in under the final amended budget by \$11.6 million. General government expenditures came in \$4.0 million below the final amended budget. This was caused by information technology reimbursements, excess fees from the constitutional officers, as well as normal variances in operating budgets. Transportation expenditures came in \$2.7 million less than the final amended budget primarily due to timing of grant-funded projects. Human services expenditures were \$1.4 million less than the final amended budget primarily because Medicaid nursing home and hospital expenses, a State mandated service, came in \$0.7 million under budget. The County spent \$0.7 million less than budgeted for Capital outlay expenditures due to the timing of projects and the timing of capital equipment purchases. Funding for many of these items has been carried over and budgeted in the fiscal year 2005 budget.

Operating transfers out came in under the final amended budget by \$1.4 million, while operating transfers in came in over the final amended budget by \$0.7 million. The actual excess of revenues and other sources over (under) expenditures and other uses came in at \$1.0 million, which was \$11.2 million higher than the final amended budget.

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

Capital Assets Activity

At the end of 2004, the County had \$373.9 million invested in a broad range of capital assets, including land, equipment, buildings, improvements, and construction in progress. The following schedule provides a summary of the County's capital assets activity.

Capital Assets (net of depreciation, in millions)

| | Governmental Activities | | Business-type Activities | | Total | | Total Percent |
|----------------------------|----------------------------|----------|-----------------------------|---------|----------|----------|------------------|
| | 2004 | 2003 | 2004 | 2003 | 2004 | 2003 | Change |
| Land | \$ 103.8 | \$ 91.2 | \$ 13.6 | \$ 13.6 | \$ 117.4 | \$ 104.8 | 12.0% |
| Buildings and improvements | 157.2 | 137.2 | 48.7 | 47.4 | 205.9 | 184.6 | 11.5% |
| Equipment | 18.4 | 20.0 | 6.4 | 3.7 | 24.8 | 23.7 | 4.6% |
| Construction in progress | 19.4 | 18.1 | 6.4 | 2.2 | 25.8 | 20.3 | 27.0% |
| Total | \$ 298.8 | \$ 266.5 | \$ 75.1 | \$ 66.9 | \$ 373.9 | \$ 333.4 | 12.2% |

Overall, the County increased its investment in capital assets by \$40.5 million. Each category of capital assets increased in fiscal year 2004. The largest increase was in buildings and improvements, with an increase of \$21.2 million. Land increased by \$12.6 million. Construction in progress increased by \$5.5 million. The increase in the investment in capital assets reflects the County's rapid population growth, and the County's need to provide infrastructure for such growth. See Note 5, *Capital Assets*, in the *Notes to the Financial Statements* for more information.

Debt Management

The County issued the following new debt during the fiscal year ended September 30, 2004. Additional information on the County's long-term liabilities can be found under Note 10, *Long-Term Liabilities*, in the *Notes to the Financial Statements*.

Governmental Activities Debt

On January 12, 2004, the County entered into an additional capital lease in the amount of \$626,539.48 for the purchase of Computer Equipment from Howard Computers and Information Technology Equipment.

On August 30, 2004, the County obtained a Parks Referendum Revenue Note Line of Credit extension not to exceed \$10,750,000.

St. Lucie County, Florida
Management's Discussion And Analysis
For the Year Ended September 30, 2004

On September 30, 2004, the County issued Tourist Development Tax Revenue Bond, Series 2004 providing for the borrowing of not to exceed \$650,000 on a revolving basis for additions, extensions and improvements to the Sports Complex (also known as Tradition Field) and related facilities.

On January 15, 2004, the County issued a note to fund the construction of an Equestrian Center near the Fairgrounds in the amount of \$350,000.

On May 5, 2004, Public Improvement Revenue Note, series 2004 was issued for the purpose of providing interim financing for the cost of acquiring land for a new Research and Education Center within the County not to exceed \$10 million.

Enterprise Fund Debt

On June 11, 2004, North County Utilities Improvement Revenue Note, Series 2004 was issued for the purpose of providing interim financing for the expansion of the water and sewer system in the Northern portion of the County in an amount not to exceed \$7.7 million.

Requests for Information

This financial report is designed to present users with a general overview of the County's finances and to demonstrate the County's accountability. If you have any questions concerning the information provided in this report or need additional financial information, contact the County's Finance Department, 2300 Virginia Avenue, Fort Pierce, Florida 34982 or call 772-462-1476.

(THIS PAGE INTENTIONALLY LEFT BLANK)

St. Lucie County, Florida
Statement of Net Assets
September 30, 2004

| | Governmental Activities | Business-type Activities | Total |
|---|------------------------------------|-------------------------------------|-----------------------|
| Assets | | | |
| Current assets: | | | |
| Cash and investments | \$ 105,869,172 | 17,507,980 | \$ 123,377,152 |
| Accounts receivable | 2,570,591 | 1,815,223 | 4,385,814 |
| Notes receivable | 2,168,993 | - | 2,168,993 |
| Assessments receivable | 1,562,536 | - | 1,562,536 |
| Internal balances | 1,398,047 | (1,398,047) | - |
| Due from other governments | 11,624,490 | 4,853 | 11,629,343 |
| Inventories | 190,904 | 92,050 | 282,954 |
| Total current assets | <u>125,384,733</u> | <u>18,022,059</u> | <u>143,406,792</u> |
| Non-current assets: | | | |
| Restricted assets: | | | |
| Cash and investments—landfill closure | 136,955 | 6,791,384 | 6,928,339 |
| Cash and investments—customer deposits | - | 201,668 | 201,668 |
| Cash and investments—debt service | - | 551,065 | 551,065 |
| Cash and investments—renewal and replacement | - | 594,532 | 594,532 |
| Cash and investments—project funds | - | 2,614,749 | 2,614,749 |
| Bond issuance costs, net | 1,225,864 | 567,666 | 1,793,530 |
| Net advances | 2,664,648 | (2,664,648) | - |
| Capital assets, not being depreciated: | | | |
| Land | 103,813,361 | 13,614,985 | 117,428,346 |
| Construction in progress | 19,369,291 | 5,457,299 | 24,826,590 |
| Capital assets, being depreciated: | | | |
| Buildings and improvements | 204,667,915 | 76,680,906 | 281,348,821 |
| Machinery and equipment | 49,408,927 | 11,805,439 | 61,214,366 |
| Accumulated depreciation | (78,422,463) | (33,475,124) | (111,897,587) |
| Total non-current assets | <u>302,864,498</u> | <u>82,739,921</u> | <u>385,604,419</u> |
| Total assets | <u>\$ 428,249,231</u> | <u>\$ 100,761,980</u> | <u>\$ 529,011,211</u> |
| Liabilities | | | |
| Current liabilities: | | | |
| Accounts payable | \$ 15,567,488 | 3,675,651 | \$ 19,243,139 |
| Claims payable | 862,889 | - | 862,889 |
| Accrued liabilities | 3,158,793 | 218,868 | 3,377,661 |
| Deposits payable | 136,955 | 201,668 | 338,623 |
| Due to other governments | 713,559 | - | 713,559 |
| Capital lease obligations | 644,404 | - | 644,404 |
| Notes and bonds payable, net | 13,849,865 | 1,105,000 | 14,954,865 |
| Accrued compensated absences | 3,540,591 | 158,547 | 3,699,138 |
| Deferred revenue | 3,113,123 | 5,754 | 3,118,877 |
| Total current liabilities | <u>41,587,667</u> | <u>5,365,488</u> | <u>46,953,155</u> |
| Non-current liabilities: | | | |
| Capital lease obligations | 552,937 | - | 552,937 |
| Liabilities payable from restricted assets | - | 6,542,019 | 6,542,019 |
| Notes and bonds payable, net | 98,623,324 | 20,943,615 | 119,566,939 |
| Accrued compensated absences | 4,078,524 | 237,353 | 4,315,877 |
| Landfill closure liability | - | 6,352,752 | 6,352,752 |
| Total non-current liabilities | <u>103,254,785</u> | <u>34,075,739</u> | <u>137,330,524</u> |
| Total liabilities | <u>144,842,452</u> | <u>39,441,227</u> | <u>184,283,679</u> |
| Net assets | | | |
| Invested in capital assets, net of related debt | 181,640,914 | 52,034,890 | 233,675,804 |
| Restricted for: | | | |
| Special revenue | 23,372,918 | - | 23,372,918 |
| Debt service | 1,736,450 | 551,065 | 2,287,515 |
| Renewal and replacement | - | 594,532 | 594,532 |
| Capital projects | 42,813,685 | 2,614,749 | 45,428,434 |
| Other purposes | - | 249,365 | 249,365 |
| Unrestricted | 33,842,812 | 5,276,152 | 39,118,964 |
| Total net assets | <u>\$ 283,406,779</u> | <u>\$ 61,320,753</u> | <u>\$ 344,727,532</u> |

See accompanying notes.

St. Lucie County, Florida
Statement of Activities
For the Year Ended September 30, 2004

| <u>Functions/Programs</u> | <u>Expenses</u> | <u>Charges for Services</u> | <u>Program Revenues Operating Grants and Contributions</u> |
|--------------------------------|-----------------------------|---------------------------------|--|
| Primary Government: | | | |
| Governmental activities: | | | |
| General government | \$ (43,517,761) | 10,165,253 | 15,744,858 |
| Public safety | (47,553,688) | 4,826,746 | 1,305,914 |
| Physical environment | (4,861,871) | | - |
| Transportation | (19,904,350) | 433,900 | - |
| Economic environment | (2,217,580) | 95,832 | - |
| Human services | (7,343,930) | | 1,248,230 |
| Court-related | (13,719,515) | 9,432,430 | 702,136 |
| Culture and recreation | (13,451,998) | 180,571 | 236,573 |
| Interest on long-term debt | (5,197,351) | | - |
| Total governmental activities | <u>(157,768,044)</u> | <u>25,134,732</u> | <u>19,237,711</u> |
| Business-type activities: | | | |
| Solid waste | (8,538,666) | 10,113,294 | |
| Water and sewer | (5,259,934) | 5,582,598 | |
| Sports complex | (2,167,258) | 48,948 | |
| Golf course | (2,012,108) | 1,339,291 | |
| Building and zoning | (2,015,443) | 2,661,423 | |
| Total business-type activities | <u>(19,993,409)</u> | <u>19,745,554</u> | <u>-</u> |
| Total primary government | <u>\$ (177,761,453)</u> | <u>\$ 44,880,286</u> | <u>\$ 19,237,711</u> |

General revenues:

Taxes:

 Property taxes, levied for general purposes

 Property taxes, levied for debt service

 Sales taxes

Interest earnings

Miscellaneous

Gain on sale of capital assets

Governmental capital asset transfers

Transfers

 Total general revenues and transfers

Change in net assets

Net assets-beginning

Net assets-ending

See accompanying notes.

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

| Capital Grants and Contributions | Governmental Activities | Business-type Activities | Total |
|---|------------------------------------|-------------------------------------|-----------------------|
| 133,574 | \$ (17,474,076) | \$ — | \$ (17,474,076) |
| — | (41,421,028) | — | (41,421,028) |
| 1,728,785 | (3,133,086) | — | (3,133,086) |
| 11,047,070 | (8,423,380) | — | (8,423,380) |
| — | (2,121,748) | — | (2,121,748) |
| — | (6,095,700) | — | (6,095,700) |
| — | (3,584,949) | — | (3,584,949) |
| 54,564 | (12,980,290) | — | (12,980,290) |
| — | (5,197,351) | — | (5,197,351) |
| <u>12,963,993</u> | <u>(100,431,608)</u> | <u>—</u> | <u>(100,431,608)</u> |
| — | — | 1,574,628 | 1,574,628 |
| — | — | 322,664 | 322,664 |
| — | — | (2,118,310) | (2,118,310) |
| — | — | (672,817) | (672,817) |
| — | — | 645,980 | 645,980 |
| <u>—</u> | <u>—</u> | <u>(247,855)</u> | <u>(247,855)</u> |
| <u>\$ 12,963,993</u> | <u>(100,431,608)</u> | <u>(247,855)</u> | <u>(100,679,463)</u> |
| | 97,794,863 | — | 97,794,863 |
| | 2,434,259 | — | 2,434,259 |
| | 1,697,640 | — | 1,697,640 |
| | 1,701,650 | 342,105 | 2,043,755 |
| | 9,146,547 | 547,992 | 9,694,539 |
| | — | 14,886 | 14,886 |
| | 191,578 | — | 191,578 |
| | (754,426) | 754,426 | — |
| | <u>112,020,533</u> | <u>1,850,987</u> | <u>113,679,942</u> |
| | 11,588,925 | 1,603,132 | 13,192,057 |
| | 271,817,854 | 59,717,621 | 331,535,475 |
| | <u>\$ 283,406,779</u> | <u>\$ 61,320,753</u> | <u>\$ 344,727,532</u> |

St. Lucie County, Florida
Balance Sheet
Governmental Funds
September 30, 2004

| | General | Transportation Trust | Fine and Forfeiture | Port and Airport |
|--------------------------------------|----------------|---------------------------------|------------------------------------|---------------------------------|
| Assets | | | | |
| Cash and investments | \$ 19,200,150 | \$ 10,888,537 | \$ 3,047,751 | \$ 4,791,882 |
| Accounts receivable | 83,148 | 1,096 | 82,357 | 22,589 |
| Notes receivable | 116,853 | - | - | - |
| Assessments receivable | 5,117 | - | - | - |
| Due from other funds | 2,395,852 | 398 | 1,592,102 | 154 |
| Due from other governments | 3,292,729 | 2,827,406 | 608,828 | 377,173 |
| Inventories | - | 127,712 | - | - |
| Advances to other funds | 1,645,685 | 13,801 | - | 2,204,123 |
| Total assets | \$ 26,739,534 | \$ 13,858,950 | \$ 5,331,038 | \$ 7,395,921 |
| Liabilities and fund balances | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 3,925,696 | \$ 5,731,005 | \$ 767,869 | \$ 538,664 |
| Accrued liabilities | 1,819,569 | 215,018 | 212,042 | 16,721 |
| Deposits payable | 81,730 | - | - | 50,225 |
| Due to other funds | 1,786,841 | 23,945 | 18,199 | 1,913 |
| Due to other governments | 624,610 | - | 88,945 | - |
| Advances from other funds | - | - | - | 992,910 |
| Deferred revenue | 292,018 | 2,048,552 | 323,560 | 29,613 |
| Total liabilities | 8,530,464 | 8,018,520 | 1,410,615 | 1,630,046 |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Advances to other funds | 1,645,685 | 13,801 | - | 2,204,123 |
| Inventory of supplies | - | 127,712 | - | - |
| Noncurrent notes receivable | 61,845 | - | - | - |
| Debt service | - | - | - | - |
| Capital projects | - | - | - | - |
| Unreserved, reported in: | | | | |
| Designated for emergency purposes | 6,942,783 | - | - | - |
| Designated for Bear Point Mitigation | 467,801 | - | - | - |
| Undesignated general fund | 9,090,956 | - | - | - |
| Undesignated special revenue funds | - | 5,698,917 | 3,920,423 | 3,561,752 |
| Total fund balances | 18,209,070 | 5,840,430 | 3,920,423 | 5,765,875 |
| Total liabilities and fund balances | \$ 26,739,534 | \$ 13,858,950 | \$ 5,331,038 | \$ 7,395,921 |

See accompanying notes.

| Mosquito Control | Sales Tax Revenue Bond I&S | County Building | County Capital | Other Governmental Funds | Total Governmental Funds |
|-------------------------|---------------------------------------|------------------------|-----------------------|---------------------------------|---------------------------------|
| \$ 671,294 | \$ 2,312,638 | \$ 21,360,496 | \$ 12,689,599 | \$ 29,175,444 | \$ 104,137,791 |
| - | - | - | 520,665 | 95,121 | 804,976 |
| - | - | - | - | 2,052,140 | 2,168,993 |
| - | - | - | - | 1,557,419 | 1,562,536 |
| 24,553 | - | - | - | 141,419 | 4,154,478 |
| 426,095 | 628,356 | - | 2,160 | 1,789,392 | 9,952,139 |
| 63,192 | - | - | - | - | 190,904 |
| - | - | - | 2,649 | 83,071 | 3,949,329 |
| <u>\$ 1,185,134</u> | <u>\$ 2,940,994</u> | <u>\$ 21,360,496</u> | <u>\$ 13,215,073</u> | <u>\$ 34,894,006</u> | <u>\$ 126,921,146</u> |
| | | | | | |
| \$ 410,727 | \$ - | \$ 1,134,085 | \$ 1,744,441 | \$ 924,646 | \$ 15,177,133 |
| 42,912 | 123,751 | - | - | 152,699 | 2,582,712 |
| - | - | - | - | 5,000 | 136,955 |
| 9,057 | - | - | - | 915,841 | 2,755,796 |
| - | - | - | - | 4 | 713,559 |
| - | - | - | - | 291,772 | 1,284,682 |
| 325,738 | - | - | 28,562 | 3,679,578 | 6,727,621 |
| <u>788,434</u> | <u>123,751</u> | <u>1,134,085</u> | <u>1,773,003</u> | <u>5,969,540</u> | <u>29,378,458</u> |
| | | | | | |
| - | - | - | 2,649 | 83,071 | 3,949,329 |
| 63,192 | - | - | - | - | 190,904 |
| - | - | - | - | - | 61,845 |
| - | 2,817,243 | - | - | 2,340,327 | 5,157,570 |
| - | - | 20,226,411 | 11,439,421 | 7,547,962 | 39,213,794 |
| - | - | - | - | - | 6,942,783 |
| - | - | - | - | - | 467,801 |
| - | - | - | - | - | 9,090,956 |
| 333,508 | - | - | - | 18,953,106 | 32,467,706 |
| <u>396,700</u> | <u>2,817,243</u> | <u>20,226,411</u> | <u>11,442,070</u> | <u>28,924,466</u> | <u>97,542,688</u> |
| <u>\$ 1,185,134</u> | <u>\$ 2,940,994</u> | <u>\$ 21,360,496</u> | <u>\$ 13,215,073</u> | <u>\$ 34,894,006</u> | <u>\$ 126,921,146</u> |

Board of County Commissioners
St. Lucie County, Florida
Reconciliation of Total Governmental Fund Balance
to Net Assets of Governmental Activities
September 30, 2004

| | |
|--|------------------------------|
| Total governmental fund balances | \$ 97,542,688 |
| Amounts reported for governmental activities in the Statement of Net Assets are different because: | |
| Capital assets not being depreciated (land \$103,813,361 and construction in progress \$19,369,291) in governmental activities are not financial resources and therefore, are not reported in the funds. | 123,182,652 |
| Capital assets being depreciated (building \$94,431,408, improvements \$110,236,507, equipment \$49,398,332, and accumulated depreciation \$78,417,481) in governmental activities are not financial resources and therefore, are not reported in the funds. | 175,648,766 |
| Long-term liabilities, including bonds payable (\$81,955,000), revenue notes payable (\$31,041,620), capital lease payable (\$1,197,341), special assessment bonds payable (\$627,105), and accrued compensated absences (\$7,617,325) are not due and payable in the current period and therefore, are not reported in the funds. | (122,438,391) |
| Accrued interest expense for general long-term debt is not a financial use and therefore, are not reported in the funds statement. | (570,279) |
| Sales tax revenue refunding 1994 bonds were refunded during the year. The bond proceeds included a deferred amount of refunding in the amount of \$1,556,245. This amount is reflected in the Statement of Net Assets, net of amortization of \$23,288, as a decrease to the long-term notes and bonds payable amount. | 1,532,957 |
| The Sales tax revenue refunding 2003 bond proceeds also included a premium on the refunding bonds in the amount of \$387,298 and is reported less amortization expense of \$4,877; the net is reflected as an increase to long-term notes and bonds payable. | (382,421) |
| Note issuance costs are financial uses in the funds statement; for full accrual, however, these expenses are reported as non-current assets in the governmental activities column of the Statement of Net Assets. | 1,225,864 |
| Special assessment receivables are not financial resources in the current period and therefore, are reported as deferred revenues in the funds. | 1,562,536 |
| Notes receivable from outside agencies for debt previously incurred by the County are not financial resources in the current period and therefore, are reported as deferred revenue in the funds. | 2,052,140 |
| Grant and gas tax revenues are not recognized in the funds statement because the resources are not available; however, these amounts are reported as receivables in the governmental activities column of the Statement of Net Assets. | 3,335,135 |
| Internal service funds are used by management to charge the costs of insurance activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets. | 715,132 |
| Net assets of governmental activities | \$ <u><u>283,406,779</u></u> |

(THIS PAGE INTENTIONALLY LEFT BLANK)

St. Lucie County, Florida
Statement of Revenues, Expenditures
and Changes in Fund Balances
Governmental Funds
For the year ended September 30, 2004

| | General | Transportation Trust | Fine and Forfeiture | Port and Airport |
|--|----------------------|-------------------------|---------------------------|------------------------|
| Revenues: | | | | |
| Taxes | \$ 42,522,160 | \$ 6,657,463 | \$ 36,604,257 | \$ 134 |
| Licenses and permits | 69,462 | 41,780 | - | - |
| Intergovernmental | 6,512,474 | 3,796,082 | 178,986 | 683,657 |
| Charges for services | 12,670,085 | 178,847 | 1,559,776 | 521,110 |
| Fines and forfeitures | 304,209 | - | 2,124,076 | - |
| Special assessments | - | 1,890,594 | - | 22,551 |
| Interest | 255,288 | 130,741 | 166,183 | 160,507 |
| Miscellaneous | 4,969,934 | 473,363 | 408,861 | 171,326 |
| Total revenues | <u>67,303,612</u> | <u>13,168,870</u> | <u>41,042,139</u> | <u>1,559,285</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 26,872,914 | 801,834 | 1,315,024 | - |
| Public safety | 40,682,853 | - | 4,964,247 | - |
| Physical environment | 1,924,119 | - | - | - |
| Transportation | 674,084 | 12,227,989 | - | 3,046,390 |
| Economic environment | 1,098,565 | - | 470,623 | - |
| Human services | 4,069,840 | - | - | - |
| Court-related | 8,877,366 | - | 3,386,460 | - |
| Culture and recreation | 10,865,729 | 150,000 | - | - |
| Capital outlay | 2,865,857 | 4,681,903 | 111,583 | 603,387 |
| Debt service: | | | | |
| Principal retirement | 786,110 | - | 265,344 | 13,291 |
| Interest | 84,114 | - | 91,659 | 42,067 |
| Other | 7,500 | - | - | - |
| Total expenditures | <u>98,809,051</u> | <u>17,861,726</u> | <u>10,604,940</u> | <u>3,705,135</u> |
| Excess of revenues over (under) expenditures | (31,505,439) | (4,692,856) | 30,437,199 | (2,145,850) |
| Other financing sources (uses): | | | | |
| Operating transfers in | 36,425,028 | - | 2,982,849 | 1,191,630 |
| Operating transfers out | (4,414,561) | - | (32,600,032) | (48,608) |
| Proceeds from sale of capital assets | 22,545 | 205,674 | - | 8,750 |
| Proceeds of long-term debt | 506,507 | 13,760 | 54,396 | - |
| Total other financing sources (uses) | <u>32,539,519</u> | <u>219,434</u> | <u>(29,562,787)</u> | <u>1,151,772</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | 1,034,080 | (4,473,422) | 874,412 | (994,078) |
| Fund balances—beginning of year | 17,174,990 | 10,294,493 | 3,046,011 | 6,759,953 |
| Change in reserve for inventory of supplies | - | 19,359 | - | - |
| Fund balances—end of year | <u>\$ 18,209,070</u> | <u>\$ 5,840,430</u> | <u>\$ 3,920,423</u> | <u>\$ 5,765,875</u> |

See accompanying notes.

| | Mosquito Control | Sales Tax Revenue Bond I&S | County Building | County Capital | Other Governmental Funds | Total Governmental Funds |
|----|-------------------------|---------------------------------------|------------------------|-----------------------|---------------------------------|---------------------------------|
| \$ | 2,807,625 | \$ - | \$ - | \$ 3,289,859 | \$ 15,671,488 | \$ 107,552,986 |
| | - | - | - | - | 295,554 | 406,796 |
| | 299,511 | 7,683,515 | - | 133,574 | 5,581,932 | 24,869,731 |
| | - | - | - | - | 2,608,869 | 17,538,687 |
| | - | - | - | - | 1,427,945 | 3,856,230 |
| | - | - | - | - | 3,358,715 | 5,271,860 |
| | 19,992 | 60,078 | 310,796 | 162,413 | 400,534 | 1,666,532 |
| | 17,138 | - | - | 1,006,636 | 1,883,703 | 8,930,961 |
| | <u>3,144,266</u> | <u>7,743,593</u> | <u>310,796</u> | <u>4,592,482</u> | <u>31,228,740</u> | <u>170,093,783</u> |
| | 157,206 | 9,971 | 17,373 | 1,568,380 | 5,040,288 | 35,782,990 |
| | - | - | - | - | 1,236,460 | 46,883,560 |
| | - | - | - | - | 2,871,253 | 4,795,372 |
| | - | - | 9,270 | 38,247 | 1,827,021 | 17,823,001 |
| | - | - | - | - | 671,951 | 2,241,139 |
| | 2,633,919 | - | - | - | - | 6,703,759 |
| | - | - | - | - | 1,331,579 | 13,595,405 |
| | - | - | - | 50,765 | 1,146,417 | 12,212,911 |
| | 364,359 | - | 6,602,618 | 18,222,240 | 14,450,417 | 47,902,364 |
| | - | 800,000 | - | - | 3,516,866 | 5,381,611 |
| | - | 3,372,218 | - | - | 1,508,991 | 5,099,049 |
| | - | 1,034 | - | - | 89,768 | 98,302 |
| | <u>3,155,484</u> | <u>4,183,223</u> | <u>6,629,261</u> | <u>19,879,632</u> | <u>33,691,011</u> | <u>198,519,463</u> |
| | (11,218) | 3,560,370 | (6,318,465) | (15,287,150) | (2,462,271) | (28,425,680) |
| | 24,553 | 1,206,096 | - | 2,494,106 | 4,914,313 | 49,238,575 |
| | (140,810) | (3,685,673) | (825,994) | (177,458) | (8,099,865) | (49,993,001) |
| | 9,371 | - | - | 46,000 | - | 292,340 |
| | 8,600 | - | - | 8,952,319 | 3,842,714 | 13,378,296 |
| | <u>(98,286)</u> | <u>(2,479,577)</u> | <u>(825,994)</u> | <u>11,314,967</u> | <u>657,162</u> | <u>12,916,210</u> |
| | (109,504) | 1,080,793 | (7,144,459) | (3,972,183) | (1,805,109) | (15,509,470) |
| | 544,998 | 1,736,450 | 27,370,870 | 15,414,253 | 30,729,575 | 113,071,593 |
| | (38,794) | - | - | - | - | (19,435) |
| \$ | <u>396,700</u> | <u>2,817,243</u> | <u>20,226,411</u> | <u>11,442,070</u> | <u>28,924,466</u> | <u>97,542,688</u> |

St. Lucie County, Florida
 Reconciliation of the Statement of Revenues,
 Expenditures and Changes in Fund Balances of
 Governmental Funds to the Statement of Activities
 For the Year Ended September 30, 2004

Net change in fund balances--total governmental funds \$ (15,509,470)

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. This is the amount by which capital outlay (\$47,902,364) exceeded depreciation (\$9,823,109) in the current period. 38,079,255

Governmental funds report sale of general capital assets as financial resources, the deletion of general capital assets are not reflected in the fund statement. This is the net amount between the prior and current year accruals. (5,629,634)

Repayment of bond principal (\$2,604,895), revenue notes principal (\$2,115,886), and capital lease principal (\$572,850) are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 5,293,631

Long-term obligation was forgiven by a State Agency and is reported as payment of debt in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances. -

Long-term obligation was settled and is reported as payment of debt in the Statement of Revenues, Expenditures and Changes in Fund Balance -

Compensated absences reported in the Statement of Activities, do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds. (812,955)

In the Statement of Activities, interest is accrued on outstanding bonds; whereas in governmental funds, interest expenditures are reported when due. This is the net amount between the prior year and current year accruals. 70,492

Various debt and capital lease proceeds are an other financing source in the governmental funds, but debt and capital lease proceeds increase long-term liabilities in the Statement of Net Assets. (12,689,736)

Amortization expense of the bond premium of \$392,175. Amortization expense does not require the use of current resources and therefore are not reported in governmental funds. 4877

St. Lucie County, Florida
 Reconciliation of the Statement of Revenues,
 Expenditures and Changes in Fund Balances of
 Governmental Funds to the Statement of Activities
 For the Year Ended September 30, 2004

| | |
|--|-----------|
| Included in the notes payable is the amount of deferred interest to be amortized over the life of the old debt, for a prior year bond refunding. | (23,288) |
| Note issuance costs are reported as expenditures when paid. In governmental funds, amortization expense does not require the use of current resources and therefore are not reported in governmental funds. | (40,940) |
| Changes in inventory are reflected as reduction in fund balance; however on the Statement of Activities, it is recorded as an expense. | (19,435) |
| Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. This is the net amount between the prior year and current year accruals. | 1,778,726 |
| Special assessments reported in the Statement of Activities are not reported as current financial resources and therefore, are not reported as revenue in the governmental funds. This is the net amount between the prior year and current year accruals. | (407,146) |
| Internal service funds are used by management to charge the costs of insurance services to individual funds. | 1,414,315 |

\$ 11,508,692

See accompanying notes.

St. Lucie County, Florida
Statement of Revenues, Expenditures and
Changes in Fund Balances—Budget and Actual
Governmental Funds
For the year ended September 30, 2004

| | General | | | Variance with Final Budget Positive (Negative) |
|--|----------------------|---------------------|----------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Taxes | \$ 41,335,041 | \$ 41,335,041 | \$ 42,522,160 | \$ 1,187,119 |
| Licenses and permits | 51,000 | 51,000 | 69,462 | 18,462 |
| Intergovernmental | 8,890,304 | 8,741,754 | 6,512,474 | (2,229,280) |
| Charges for services | 11,999,403 | 14,281,470 | 12,670,085 | (1,611,385) |
| Fines and forfeitures | — | 328,795 | 304,209 | (24,586) |
| Special assessments | 49,000 | — | — | — |
| Interest | 847,500 | 847,500 | 255,288 | (592,212) |
| Miscellaneous | 4,107,914 | 4,215,076 | 4,969,934 | 754,858 |
| Total revenues | <u>67,280,162</u> | <u>69,800,636</u> | <u>67,303,612</u> | <u>(2,497,024)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 19,001,425 | 18,932,704 | 26,872,914 | (7,940,210) |
| Public safety | 38,000,805 | 41,951,980 | 40,682,853 | 1,269,127 |
| Physical environment | 2,070,629 | 2,130,227 | 1,924,119 | 206,108 |
| Transportation | 3,231,101 | 3,333,087 | 674,084 | 2,659,003 |
| Economic environment | 1,289,400 | 1,344,779 | 1,098,565 | 246,214 |
| Human services | 5,562,183 | 5,462,752 | 4,069,840 | 1,392,912 |
| Court-related | 7,169,819 | 9,474,948 | 8,877,366 | 597,582 |
| Culture and recreation | 11,057,406 | 11,224,001 | 10,865,729 | 358,272 |
| Capital outlay | 2,935,560 | 3,518,041 | 2,865,857 | 652,184 |
| Debt service: | | | | |
| Principal retirement | 975,363 | 1,013,177 | 786,110 | 227,067 |
| Interest | 119,839 | 128,727 | 84,114 | 44,613 |
| Other | — | 14,000 | 7,500 | 6,500 |
| Total expenditures | <u>91,413,530</u> | <u>98,528,423</u> | <u>98,809,051</u> | <u>(280,628)</u> |
| Excess of revenues over (under) expenditures: | (24,133,368) | (28,727,787) | (31,505,439) | (2,777,652) |
| Other financing sources (uses): | | | | |
| Operating transfers in | 33,541,898 | 35,719,677 | 36,425,028 | 705,351 |
| Operating transfers out | (1,892,373) | (17,663,787) | (4,414,561) | 13,249,226 |
| Proceeds from sale of capital assets | 4,000 | 4,000 | 22,545 | 18,545 |
| Proceeds of long term debt | 279,000 | 458,038 | 506,507 | 48,469 |
| Proceeds of refunding bonds | — | — | — | — |
| Payment to refunded bonds escrow agent | — | — | — | — |
| Expiration of repayment period | — | — | — | — |
| Total other financing sources (uses) | <u>31,932,525</u> | <u>18,517,928</u> | <u>32,539,519</u> | <u>14,021,591</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | 7,799,157 | (10,209,859) | 1,034,080 | 11,243,939 |
| Fund balances—beginning of year | 20,766,277 | 17,145,675 | 17,174,990 | 29,315 |
| Change in reserve for inventory of supplies | — | — | — | — |
| Fund balances—end of year | <u>\$ 28,565,434</u> | <u>\$ 6,935,816</u> | <u>\$ 18,209,070</u> | <u>\$ 11,273,254</u> |

See accompanying notes.

(continued)

St. Lucie County, Florida
Statement of Revenues, Expenditures and
Changes in Fund Balances—Budget and Actual
Governmental Funds (continued)
For the year ended September 30, 2004

| | Transportation Trust | | | Variance with Final Budget Positive (Negative) |
|--|-----------------------------|-------------------------|---------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Taxes | \$ 6,326,807 | \$ 6,326,807 | \$ 6,657,463 | \$ 330,656 |
| Licenses and permits | 15,000 | 15,000 | 41,780 | 26,780 |
| Intergovernmental | 18,046,459 | 18,635,654 | 3,796,082 | (14,839,572) |
| Charges for services | — | 165,947 | 178,847 | 12,900 |
| Fines and forfeitures | — | — | — | — |
| Special assessments | 1,582,000 | 1,582,000 | 1,890,594 | 308,594 |
| Interest | 270,000 | 270,000 | 130,741 | (139,259) |
| Miscellaneous | 60,526 | 141,122 | 473,363 | 332,241 |
| Total revenues | <u>26,300,792</u> | <u>27,136,530</u> | <u>13,168,870</u> | <u>(13,967,660)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 2,083,035 | 801,973 | 801,834 | 139 |
| Public safety | — | — | — | — |
| Physical environment | — | — | — | — |
| Transportation | 8,734,695 | 10,500,047 | 12,227,989 | (1,727,942) |
| Economic environment | — | — | — | — |
| Human services | — | — | — | — |
| Court-related | — | — | — | — |
| Culture and recreation | — | 150,000 | 150,000 | — |
| Capital outlay | 31,639,613 | 35,365,230 | 4,681,903 | 30,683,327 |
| Debt service: | | | | |
| Principal retirement | — | — | — | — |
| Interest | — | — | — | — |
| Other | — | — | — | — |
| Total expenditures | <u>42,457,343</u> | <u>46,817,250</u> | <u>17,861,726</u> | <u>28,955,524</u> |
| Excess of revenues over (under) expenditures: | (16,156,551) | (19,680,720) | (4,692,856) | 14,987,864 |
| Other financing sources (uses): | | | | |
| Operating transfers in | — | — | — | — |
| Operating transfers out | (40,938) | (40,938) | — | 40,938 |
| Proceeds from sale of capital assets | 45,000 | 196,866 | 205,674 | 8,808 |
| Proceeds from debt issuance | — | 13,760 | 13,760 | — |
| Proceeds of refunding bonds | — | — | — | — |
| Payment to refunded bonds escrow agent | — | — | — | — |
| Expiration of repayment period | — | — | — | — |
| Total other financing sources (uses) | <u>4,062</u> | <u>169,688</u> | <u>219,434</u> | <u>49,746</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (16,152,489) | (19,511,032) | (4,473,422) | 15,037,610 |
| Fund balances—beginning of year | 22,623,279 | 22,781,528 | 10,294,493 | (12,487,035) |
| Change in reserve for inventory of supplies | — | — | 19,359 | 19,359 |
| Fund balances—end of year | <u>\$ 6,470,790</u> | <u>\$ 3,270,496</u> | <u>\$ 5,840,430</u> | <u>\$ 2,569,934</u> |

See accompanying notes.

(continued)

St. Lucie County, Florida
Statement of Revenues, Expenditures and
Changes in Fund Balances—Budget and Actual
Governmental Funds (continued)
For the year ended September 30, 2004

| | Fine and Forfeiture | | | Variance with Final Budget Positive (Negative) |
|--|----------------------------|-------------------------|---------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Taxes | \$ 35,547,818 | \$ 35,547,818 | \$ 36,604,257 | \$ 1,056,439 |
| Licenses and permits | — | — | — | — |
| Intergovernmental | 63,476 | 307,191 | 178,986 | (128,205) |
| Charges for services | 1,215,689 | 1,215,689 | 1,559,776 | 344,087 |
| Fines and forfeitures | 1,860,054 | 2,086,270 | 2,124,076 | 37,806 |
| Special assessments | — | — | — | — |
| Interest | 180,573 | 180,058 | 166,183 | (13,875) |
| Miscellaneous | 445,409 | 445,409 | 408,861 | (36,548) |
| Total revenues | <u>39,313,019</u> | <u>39,782,435</u> | <u>41,042,139</u> | <u>1,259,704</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 2,466,778 | 2,576,544 | 1,315,024 | 1,261,520 |
| Public safety | 4,947,823 | 5,007,303 | 4,964,247 | 43,056 |
| Physical environment | — | — | — | — |
| Transportation | — | — | — | — |
| Economic environment | 472,058 | 472,058 | 470,623 | 1,435 |
| Human services | — | — | — | — |
| Court-related | 4,902,354 | 3,920,580 | 3,386,460 | 534,120 |
| Culture and recreation | — | — | — | — |
| Capital outlay | 7,300 | 174,249 | 111,583 | 62,666 |
| Debt service: | | | | |
| Principal retirement | 274,197 | 274,197 | 265,344 | 8,853 |
| Interest | 93,105 | 93,105 | 91,659 | 1,446 |
| Other | — | — | — | — |
| Total expenditures | <u>13,163,615</u> | <u>12,518,036</u> | <u>10,604,940</u> | <u>1,913,096</u> |
| Excess of revenues over (under) expenditures: | 26,149,404 | 27,264,399 | 30,437,199 | 3,172,800 |
| Other financing sources (uses): | | | | |
| Operating transfers in | 2,896,501 | 2,841,395 | 2,982,849 | 141,454 |
| Operating transfers out | (31,985,752) | (32,496,778) | (32,600,032) | (103,254) |
| Proceeds from sale of capital assets | — | — | — | — |
| Proceeds from debt issuance | — | 54,396 | 54,396 | — |
| Proceeds of refunding bonds | — | — | — | — |
| Payment to refunded bonds escrow agent | — | — | — | — |
| Expiration of repayment period | — | — | — | — |
| Total other financing sources (uses): | <u>(29,089,251)</u> | <u>(29,600,987)</u> | <u>(29,562,787)</u> | <u>38,200</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (2,939,847) | (2,336,588) | 874,412 | 3,211,000 |
| Fund balances—beginning of year | 2,939,847 | 3,043,943 | 3,046,011 | 2,068 |
| Change in reserve for inventory of supplies | — | — | — | — |
| Fund balances—end of year | <u>\$ —</u> | <u>\$ 707,355</u> | <u>\$ 3,920,423</u> | <u>\$ 3,213,068</u> |

See accompanying notes.

(continued)

St. Lucie County, Florida
Statement of Revenues, Expenditures and
Changes in Fund Balances—Budget and Actual
Governmental Funds (continued)
For the year ended September 30, 2004

| | Port and Airport | | | Variance with Final Budget Positive (Negative) |
|---|----------------------------|-------------------------|---------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Taxes | \$ — | \$ — | \$ 134 | \$ 134 |
| Licenses and permits | — | — | — | — |
| Intergovernmental | 6,367,197 | 13,108,894 | 683,657 | (12,425,237) |
| Charges for services | — | — | 521,110 | 521,110 |
| Fines and forfeitures | — | — | — | — |
| Special assessments | 28,628 | 28,628 | 22,551 | (6,077) |
| Interest | 19,163 | 19,163 | 160,507 | 141,344 |
| Miscellaneous | 20,000 | 20,000 | 171,326 | 151,326 |
| Total revenues | <u>6,434,988</u> | <u>13,176,685</u> | <u>1,559,285</u> | <u>(11,617,400)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 1,364 | 1,367 | — | 1,367 |
| Public safety | — | — | — | — |
| Physical environment | — | — | — | — |
| Transportation | 1,190,693 | 4,246,535 | 3,046,390 | 1,200,145 |
| Economic environment | — | — | — | — |
| Human services | — | — | — | — |
| Court-related | — | — | — | — |
| Culture and recreation | — | — | — | — |
| Capital outlay | 8,981,104 | 13,130,730 | 603,387 | 12,527,343 |
| Debt service: | | | | |
| Principal retirement | 13,292 | 13,292 | 13,291 | 1 |
| Interest | 42,068 | 42,068 | 42,067 | 1 |
| Other | — | — | — | — |
| Total expenditures | <u>10,228,521</u> | <u>17,433,992</u> | <u>3,705,135</u> | <u>13,728,857</u> |
| Excess of revenues over (under) expenditures: | (3,793,533) | (4,257,307) | (2,145,850) | 2,111,457 |
| Other financing sources (uses): | | | | |
| Operating transfers in | 1,384,489 | 1,191,476 | 1,191,630 | 154 |
| Operating transfers out | (1,088,528) | (80,128) | (48,608) | 31,520 |
| Proceeds from sale of capital assets | — | — | 8,750 | (8,750) |
| Proceeds from debt issuance | — | — | — | — |
| Proceeds of refunding bonds | — | — | — | — |
| Payment to refunded bonds escrow agent | — | — | — | — |
| Expiration of repayment period | — | — | — | — |
| Total other financing sources (uses): | <u>295,961</u> | <u>1,111,348</u> | <u>1,151,772</u> | <u>40,424</u> |
| Excess of revenues and other sources over (under) expenditures and other uses: | (3,497,572) | (3,145,959) | (994,078) | 2,151,881 |
| Fund balances—beginning of year | 3,497,572 | 4,469,507 | 6,759,953 | 2,290,446 |
| Change in reserve for inventory of supplies: | — | — | — | — |
| Fund balances—end of year | <u>\$ —</u> | <u>\$ 1,323,548</u> | <u>\$ 5,765,875</u> | <u>\$ 4,442,327</u> |

See accompanying notes.

(continued)

St. Lucie County, Florida
Statement of Revenues, Expenditures and
Changes in Fund Balances—Budget and Actual
Governmental Funds (continued)
For the year ended September 30, 2004

| | Mosquito Control | | | Variance with Final Budget Positive (Negative) |
|--|----------------------------|-------------------------|-------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Taxes | \$ 2,755,496 | \$ 2,755,496 | \$ 2,807,625 | \$ 52,129 |
| Licenses and permits | — | — | — | — |
| Intergovernmental | 186,186 | 498,602 | 299,511 | (199,091) |
| Charges for services | — | — | — | — |
| Fines and forfeitures | — | — | — | — |
| Special assessments | — | — | — | — |
| Interest | 30,000 | 30,000 | 19,992 | (10,008) |
| Miscellaneous | — | 16,950 | 17,138 | 188 |
| Total revenues | <u>2,971,682</u> | <u>3,301,048</u> | <u>3,144,266</u> | <u>(156,782)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 294,163 | 298,163 | 157,206 | 140,957 |
| Public safety | — | — | — | — |
| Physical environment | — | — | — | — |
| Transportation | — | — | — | — |
| Economic environment | 11,016 | — | — | — |
| Human services | 1,939,489 | 2,877,224 | 2,633,919 | 243,305 |
| Court-related | — | — | — | — |
| Culture and recreation | — | — | — | — |
| Capital outlay | 532,618 | 653,499 | 364,359 | 289,140 |
| Debt service: | | | | |
| Principal retirement | — | — | — | — |
| Interest | — | — | — | — |
| Other | — | — | — | — |
| Total expenditures | <u>2,777,286</u> | <u>3,828,886</u> | <u>3,155,484</u> | <u>673,402</u> |
| Excess of revenues over (under) expenditures: | 194,396 | (527,838) | (11,218) | 516,620 |
| Other financing sources (uses): | | | | |
| Operating transfers in | — | — | 24,553 | 24,553 |
| Operating transfers out | (492,640) | — | (140,810) | (140,810) |
| Proceeds from sale of capital assets | 6,000 | 15,371 | 9,371 | (6,000) |
| Proceeds from debt issuance | — | 8,600 | 8,600 | — |
| Proceeds of refunding bonds | — | — | — | — |
| Payment to refunded bonds escrow agent | — | — | — | — |
| Expiration of repayment period | — | — | — | — |
| Total other financing sources (uses) | <u>(486,640)</u> | <u>23,971</u> | <u>(98,286)</u> | <u>(122,257)</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (292,244) | (503,867) | (109,504) | 394,363 |
| Fund balances—beginning of year | 292,244 | 505,621 | 544,998 | 39,377 |
| Change in reserve for inventory of supplies | — | — | (38,794) | (38,794) |
| Fund balances—end of year | <u>\$ —</u> | <u>\$ 1,754</u> | <u>\$ 396,700</u> | <u>\$ 394,946</u> |

See accompanying notes.

(THIS PAGE INTENTIONALLY LEFT BLANK)

St. Lucie County, Florida
Statement of Net Assets
Proprietary Funds
September 30, 2004

| | Business-type Activities | | | |
|---|---|---|---|---------------------------|
| | Bailing & Recycling Facility | North Hutchinson Utilities | South Hutchinson Utilities | Sports Complex |
| Assets | | | | |
| Current assets: | | | | |
| Cash and investments | \$ 5,667,064 | \$ 3,237,337 | \$ 1,301,633 | \$ - |
| Accounts receivable | 1,084,394 | 231,113 | 4,820 | 345,731 |
| Due from other governments | - | - | - | - |
| Inventories | 25,325 | - | - | - |
| Total current assets | <u>6,776,783</u> | <u>3,468,450</u> | <u>1,306,453</u> | <u>345,731</u> |
| Non-current assets: | | | | |
| Restricted assets: | | | | |
| Cash and investments—landfill closure | 6,791,384 | - | - | - |
| Cash and investments—customer deposits | 99,400 | 48,928 | 1,800 | 1,500 |
| Cash and investments—debt service | - | 551,065 | - | - |
| Cash and investments—renewal and replacement | - | 136,916 | 404,142 | - |
| Cash and investments—project funds | - | - | - | - |
| Bond issuance costs, net | 74,681 | 261,432 | - | - |
| Land | 4,905,601 | 59,145 | 1,729,310 | 5,601,360 |
| Buildings and improvements | 27,003,110 | 7,277,305 | 19,638,536 | 12,778,154 |
| Machinery and equipment | 9,073,579 | 113,006 | 278,085 | 689,089 |
| Accumulated depreciation | (13,980,019) | (2,089,313) | (5,490,053) | (8,064,968) |
| Construction in progress | 325,860 | 8,015 | 111,006 | 15,215 |
| Total non-current assets | <u>34,293,596</u> | <u>6,366,499</u> | <u>16,672,826</u> | <u>11,020,350</u> |
| Total assets | <u>\$ 41,070,379</u> | <u>\$ 9,834,949</u> | <u>\$ 17,979,279</u> | <u>\$ 11,366,081</u> |
| Liabilities | | | | |
| Current liabilities: | | | | |
| Accounts payable | \$ 956,725 | \$ 229,745 | \$ 130,454 | \$ 27,123 |
| Claims payable | - | - | - | - |
| Accrued liabilities | 74,954 | 6,353 | 2,503 | 19,334 |
| Deposits payable | 99,400 | 48,928 | 1,800 | 1,500 |
| Due to other funds | 3,012 | - | - | 1,303,117 |
| Bonds payable, net | 790,000 | 315,000 | - | - |
| Accrued compensated absences | 61,074 | 3,142 | 1,377 | 14,188 |
| Deferred revenue | - | - | - | - |
| Total current liabilities | <u>1,985,165</u> | <u>603,168</u> | <u>136,134</u> | <u>1,365,262</u> |
| Non-current liabilities: | | | | |
| Advances from other funds | - | - | - | 460,525 |
| Liabilities payable from restricted assets | 6,542,019 | - | - | - |
| Bonds payable, net | 2,313,764 | 5,765,494 | - | - |
| Accrued compensated absences | 70,474 | 5,036 | 7,807 | 31,401 |
| Landfill closure liability | 6,352,752 | - | - | - |
| Total non-current liabilities | <u>15,279,009</u> | <u>5,770,530</u> | <u>7,807</u> | <u>491,926</u> |
| Total liabilities | <u>17,264,174</u> | <u>6,373,698</u> | <u>143,941</u> | <u>1,857,188</u> |
| Net assets | | | | |
| Invested in capital assets, net of related debt | 24,224,367 | (712,336) | 16,266,884 | 11,018,850 |
| Restricted for: | | | | |
| Landfill closure | 249,365 | - | - | - |
| Debt service | - | 551,065 | - | - |
| Renewal and replacement | - | 136,916 | 404,142 | - |
| Capital projects | - | - | - | - |
| Unrestricted | (667,527) | 3,485,606 | 1,164,312 | (1,509,957) |
| Total net assets | <u>\$ 23,806,205</u> | <u>\$ 3,461,251</u> | <u>\$ 17,835,338</u> | <u>\$ 9,508,893</u> |

| Business-type Activities | | | Governmental Activities |
|---------------------------------|----------------------------------|-----------------------|--------------------------------|
| North County Utilities | Nonmajor Enterprise Funds | Total | Internal Service Funds |
| \$ 3,994,396 | \$ 3,307,550 | \$ 17,507,980 | \$ 1,868,336 |
| 122,963 | 26,202 | 1,815,223 | 10,686 |
| - | 4,853 | 4,853 | 92,146 |
| - | 66,725 | 92,050 | |
| <u>4,117,359</u> | <u>3,405,330</u> | <u>19,420,106</u> | <u>1,971,168</u> |
| - | - | 6,791,384 | - |
| 39,050 | 10,990 | 201,668 | - |
| - | - | 551,065 | - |
| 53,474 | - | 594,532 | - |
| 2,614,749 | - | 2,614,749 | - |
| 231,553 | - | 567,666 | - |
| 13,519 | 1,306,050 | 13,614,985 | - |
| 5,401,949 | 4,581,852 | 76,680,906 | - |
| 35,972 | 1,615,708 | 11,805,439 | 10,595 |
| (948,176) | (2,902,595) | (33,475,124) | (4,982) |
| 4,915,758 | 81,445 | 5,457,299 | - |
| <u>12,357,848</u> | <u>4,693,450</u> | <u>85,404,569</u> | <u>5,613</u> |
| \$ <u>16,475,207</u> | \$ <u>8,098,780</u> | \$ <u>104,824,675</u> | \$ <u>1,976,781</u> |
| \$ 2,269,863 | \$ 61,741 | \$ 3,675,651 | \$ 390,355 |
| - | - | - | 862,889 |
| 8,201 | 107,523 | 218,868 | 5,802 |
| 39,050 | 10,990 | 201,668 | - |
| 1,720 | 90,198 | 1,398,047 | 635 |
| - | - | 1,105,000 | - |
| 4,770 | 73,996 | 158,547 | 725 |
| - | 5,754 | 5,754 | 178 |
| <u>2,323,604</u> | <u>350,202</u> | <u>6,763,535</u> | <u>1,260,584</u> |
| - | 2,204,123 | 2,664,648 | - |
| - | - | 6,542,019 | - |
| 12,864,357 | - | 20,943,615 | - |
| 27,703 | 94,932 | 237,353 | 1,065 |
| - | - | 6,352,752 | - |
| <u>12,892,060</u> | <u>2,299,055</u> | <u>36,740,387</u> | <u>1,065</u> |
| <u>15,215,664</u> | <u>2,649,257</u> | <u>43,503,922</u> | <u>1,261,649</u> |
| (3,445,335) | 4,682,460 | 52,034,890 | 5,613 |
| - | - | 249,365 | - |
| - | - | 551,065 | - |
| 53,474 | - | 594,532 | - |
| 2,614,749 | - | 2,614,749 | - |
| 2,036,655 | 767,063 | 5,276,152 | 709,519 |
| \$ <u>1,259,543</u> | \$ <u>5,449,523</u> | \$ <u>61,320,753</u> | \$ <u>715,132</u> |

St. Lucie County, Florida
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the year ended September 30, 2004

| | Business-type Activities | | |
|--|---|---|---|
| | Bailing & Recycling Facility | North Hutchinson Utilities | South Hutchinson Utilities |
| Operating revenues: | | | |
| Charges for services | \$ 10,113,294 | \$ 2,524,527 | \$ 866,842 |
| Miscellaneous revenue | 283,211 | 42,365 | - |
| Total operating revenue | <u>10,396,505</u> | <u>2,566,892</u> | <u>866,842</u> |
| Operating expenses: | | | |
| Personal services | 1,851,094 | 130,196 | 49,252 |
| Contractual services | 2,979,308 | 450,253 | 744,766 |
| Claims expense | - | - | - |
| Supplies | 377,223 | 654,663 | 7,447 |
| Maintenance | 408,575 | 120,249 | 223,130 |
| Rentals and leases | 14,826 | 5,196 | 44,322 |
| Communication | 57,537 | 15,734 | 6,233 |
| Transportation | 8,587 | 2,766 | - |
| Economic environment | 95,750 | 82 | - |
| Miscellaneous expense | 1,000 | - | - |
| Depreciation | 1,587,418 | 258,883 | 792,187 |
| Amortization | 34,147 | 20,628 | - |
| Landfill closure costs | 799,429 | - | - |
| Total operating expenses | <u>8,214,894</u> | <u>1,658,650</u> | <u>1,867,337</u> |
| Operating income (loss) | 2,181,611 | 908,242 | (1,000,495) |
| Nonoperating revenues (expenses): | | | |
| Interest revenue | 169,596 | 50,323 | 22,543 |
| Gain (loss) on disposal of capital assets | (51,951) | - | - |
| Interest expense | (323,081) | (376,090) | - |
| Paying agent fees | (691) | (1,725) | - |
| Total nonoperating revenues (expenses) | <u>(206,127)</u> | <u>(327,492)</u> | <u>22,543</u> |
| Income (loss) before contributed capital and operating transfers | <u>1,975,484</u> | <u>580,750</u> | <u>(977,952)</u> |
| Contributed Capital | | | |
| Governmental capital asset transfers | - | - | - |
| Operating transfers: | | | |
| Operating transfers in | 7,000 | - | - |
| Operating transfers out | (213,923) | (11,000) | (11,000) |
| Total operating transfers | <u>(206,923)</u> | <u>(11,000)</u> | <u>(11,000)</u> |
| Change in net assets | 1,768,561 | 569,750 | (988,952) |
| Net assets-beginning of year-restated | 22,037,644 | 2,891,501 | 18,824,290 |
| Net assets-end of year | <u>\$ 23,806,205</u> | <u>\$ 3,461,251</u> | <u>\$ 17,835,338</u> |

See accompanying notes.

| Business-type Activities | | | | Governmental Activities |
|--------------------------|------------------------|---------------------------|----------------------|-------------------------|
| Sports Complex | North County Utilities | Nonmajor Enterprise Funds | Total | Internal Service Funds |
| \$ 48,948 | \$ 1,996,179 | \$ 4,195,764 | \$ 19,745,554 | \$ 12,575,106 |
| 1,771 | 18,688 | 149,652 | 495,687 | 215,586 |
| <u>50,719</u> | <u>2,014,867</u> | <u>4,345,416</u> | <u>20,241,241</u> | <u>12,790,692</u> |
| 488,964 | 180,747 | 2,604,287 | 5,304,540 | 1,074,601 |
| 548,147 | 464,240 | 457,536 | 5,644,250 | 902,525 |
| - | - | - | - | 9,346,970 |
| 70,367 | 2,706 | 237,622 | 1,350,028 | 11,990 |
| 633,729 | 38,111 | 93,394 | 1,517,188 | - |
| 3,818 | - | 201,623 | 269,785 | - |
| 52,145 | 11,732 | 34,130 | 177,511 | 10,222 |
| 26 | 327 | 5,376 | 17,082 | - |
| - | - | 13,289 | 109,121 | - |
| - | - | - | 1,000 | - |
| 360,696 | 198,387 | 426,931 | 3,624,502 | 1,741 |
| - | 12,443 | - | 67,218 | - |
| - | - | - | 799,429 | - |
| <u>2,157,892</u> | <u>908,693</u> | <u>4,074,188</u> | <u>18,881,654</u> | <u>11,348,049</u> |
| (2,107,173) | 1,106,174 | 271,228 | 1,359,587 | 1,442,643 |
| - | 56,613 | 43,030 | 342,105 | 23,977 |
| (15,693) | (82) | 82,612 | 14,886 | - |
| (9,366) | (298,010) | (102,792) | (1,109,339) | - |
| - | - | - | (2,416) | - |
| <u>(25,059)</u> | <u>(241,479)</u> | <u>22,850</u> | <u>(754,764)</u> | <u>23,977</u> |
| <u>(2,132,232)</u> | <u>864,695</u> | <u>294,078</u> | <u>604,823</u> | <u>1,466,620</u> |
| - | 102,070 | 89,508 | 191,578 | - |
| 935,195 | - | 48,154 | 990,349 | - |
| - | - | - | (235,923) | - |
| <u>935,195</u> | <u>-</u> | <u>48,154</u> | <u>754,426</u> | <u>-</u> |
| (1,197,037) | 966,765 | 431,740 | 1,550,827 | 1,466,620 |
| 10,705,930 | 292,778 | 5,017,783 | 59,769,926 | (751,488) |
| <u>\$ 9,508,893</u> | <u>\$ 1,259,543</u> | <u>\$ 5,449,523</u> | <u>\$ 61,320,753</u> | <u>\$ 715,132</u> |

St. Lucie County, Florida
Statement of Cash Flows
Proprietary Funds
For the year ended September 30, 2004

| | Business-type Activities | | | |
|---|---|---|---|---------------------------|
| | Bailing & Recycling Facility | North Hutchinson Utilities | South Hutchinson Utilities | Sports Complex |
| Cash flows from operating activities | | | | |
| Cash received from customers | \$ 9,749,317 | \$ 2,562,718 | \$ 1,136,308 | \$ 72,662 |
| Cash paid to suppliers | (4,190,021) | (1,328,133) | (969,680) | (444,149) |
| Cash paid to employees | (1,832,410) | (127,499) | (46,514) | (482,889) |
| Cash received (paid) for internal services used | - | - | - | - |
| Other receipts (payments) | 283,211 | 42,365 | - | 1,771 |
| Net cash provided by (used for) operating activities | <u>4,010,097</u> | <u>1,149,451</u> | <u>120,114</u> | <u>(852,605)</u> |
| Cash flows from noncapital financing activities | | | | |
| Operating transfers in | 7,000 | - | - | 935,195 |
| Operating transfers out | (213,923) | (11,000) | (11,000) | - |
| Advances from other funds | - | - | - | (6,475) |
| Net cash provided by (used for) noncapital financing activities | <u>(206,923)</u> | <u>(11,000)</u> | <u>(11,000)</u> | <u>928,720</u> |
| Cash flows from capital and related financing activities | | | | |
| Proceeds from sale of assets | 3,649 | - | - | - |
| Proceeds from grants | - | - | - | - |
| Bond issuance costs paid on refunding bond issue | - | - | - | - |
| Bond premium paid and deferred refunding interest | - | - | - | - |
| Principal paid on capital debt | (549,288) | (162,482) | - | - |
| Interest paid on capital debt | (284,818) | (360,647) | - | (9,366) |
| Arbitrage paid on refunding bond issue | - | - | - | - |
| Purchases of capital assets | (4,676,897) | (226,581) | (129,961) | (66,249) |
| Payments for long-term care | - | - | - | - |
| Bond paying agent fees and issuance costs | (691) | (1,725) | - | - |
| Net cash used for capital and related financing activities | <u>(5,508,045)</u> | <u>(751,435)</u> | <u>(129,961)</u> | <u>(75,615)</u> |
| Cash flows from investing activities | | | | |
| Interest on investments | 169,596 | 50,323 | 22,543 | - |
| Net cash provided by investing activities | <u>169,596</u> | <u>50,323</u> | <u>22,543</u> | <u>-</u> |
| Net increase (decrease) in cash and investments | (1,535,275) | 403,653 | 1,696 | 500 |
| Cash and investments at beginning of year | 14,093,123 | 3,570,593 | 1,705,879 | 1,000 |
| Cash and investments at end of year | <u>\$ 12,557,848</u> | <u>\$ 3,974,246</u> | <u>\$ 1,707,575</u> | <u>\$ 1,500</u> |
| Cash and investments classified as: | | | | |
| Current assets | \$ 5,667,064 | \$ 3,374,253 | \$ 1,301,633 | \$ - |
| Restricted assets | 6,890,784 | 599,993 | 405,942 | 1,500 |
| Total cash and investments at end of year | <u>\$ 12,557,848</u> | <u>\$ 3,974,246</u> | <u>\$ 1,707,575</u> | <u>\$ 1,500</u> |

| Business-type Activities | | | Governmental Activities |
|---------------------------------------|--|----------------------|---------------------------------------|
| North County Utilities | Nonmajor Enterprise Funds | Total | Internal Service Funds |
| \$ 1,975,845 | \$ 4,189,768 | \$ 19,686,618 | \$ 12,788,241 |
| 1,685,574 | (1,156,431) | (6,402,840) | (10,078,518) |
| (152,946) | (2,531,260) | (5,173,518) | (1,080,950) |
| - | - | - | - |
| 18,688 | 149,652 | 495,687 | 215,586 |
| <u>3,527,161</u> | <u>651,729</u> | <u>8,605,947</u> | <u>1,844,359</u> |
| - | 48,154 | 990,349 | - |
| - | 200,240 | (35,683) | - |
| - | - | (6,475) | - |
| <u>-</u> | <u>248,394</u> | <u>948,191</u> | <u>-</u> |
| - | 2,400 | 6,049 | - |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| (106,008) | - | (817,778) | - |
| (288,560) | (102,792) | (1,046,183) | - |
| - | - | - | - |
| (5,050,575) | (517,238) | (10,667,501) | - |
| - | - | - | - |
| (22,500) | - | (24,916) | - |
| <u>(5,467,643)</u> | <u>(617,630)</u> | <u>(12,550,329)</u> | <u>-</u> |
| 56,613 | 43,030 | 342,105 | 23,977 |
| <u>56,613</u> | <u>43,030</u> | <u>342,105</u> | <u>23,977</u> |
| 5,738,631 | 325,523 | 4,934,728 | 1,868,336 |
| 963,038 | 2,993,017 | 23,326,650 | - |
| <u>\$ 6,701,669</u> | <u>\$ 3,318,540</u> | <u>\$ 28,261,378</u> | <u>\$ 1,868,336</u> |
| \$ 3,994,396 | \$ 3,307,550 | \$ 17,644,896 | \$ 1,868,336 |
| 2,707,273 | 10,990 | 10,616,482 | - |
| <u>\$ 6,701,669</u> | <u>\$ 3,318,540</u> | <u>\$ 28,261,378</u> | <u>\$ 1,868,336</u> |

St. Lucie County, Florida
Statement of Cash Flows
Proprietary Funds
For the year ended September 30, 2004

| | Business-type Activities | | | |
|--|---|---|---|---------------------------|
| | Bailing & Recycling Facility | North Hutchinson Utilities | South Hutchinson Utilities | Sports Complex |
| Reconciliation of net operating income (loss) to net cash provided (used) by operating activities | | | | |
| Operating income (loss) | \$ 2,181,611 | \$ 908,242 | \$ (1,000,495) | \$ (2,107,173) |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: | | | | |
| Depreciation | 1,587,418 | 258,883 | 792,187 | 360,696 |
| Amortization of bond issuance costs and bond discount | - | - | - | - |
| Landfill closure expense | 799,429 | - | - | - |
| Changes in assets and liabilities: | | | | |
| Accounts receivable | (395,477) | 31,443 | 268,416 | 23,214 |
| Due from other funds | - | - | - | - |
| Due from other county units | - | - | - | - |
| Inventories | (11,103) | - | - | - |
| Accounts payable | 95,937 | 47,949 | 61,974 | (6,666) |
| Claims payable | - | 0 | - | 5,757 |
| Accrued liabilities | 27,835 | 3,117 | 756 | 870,749 |
| Due to other funds | (297,902) | (106,511) | (5,756) | 318 |
| Accrued compensated absences | (9,151) | (420) | 1,982 | 500 |
| Deposits payable | 31,500 | 6,748 | 1,050 | - |
| Deferred revenue | - | - | - | (852,605) |
| Net cash provided (used) by operating activities | <u>\$ 4,010,097</u> | <u>\$ 1,149,451</u> | <u>\$ 120,114</u> | <u>\$ (852,605)</u> |
| Noncash capital activities: | | | | |
| Capital assets transferred from governmental funds | - | - | - | - |

See accompanying notes.

| Business-type Activities | | | Governmental Activities |
|---------------------------------------|--|---------------------|---------------------------------------|
| North County Utilities | Nonmajor Enterprise Funds | Total | Internal Service Funds |
| \$ 1,106,174 | \$ 271,228 | \$ 2,802,231 | \$ 1,442,644 |
| 198,387 | 426,931 | 3,626,243 | 1,741 |
| - | - | - | - |
| - | - | 799,429 | - |
| (35,759) | (9,102) | (119,904) | (2,639) |
| - | - | - | - |
| - | (4,853) | (4,853) | - |
| - | (6,221) | (17,324) | - |
| 2,253,061 | 30,525 | 2,873,135 | 390,355 |
| 4,615 | - | 873,261 | 862,889 |
| (37,928) | 46,424 | 916,755 | 5,802 |
| 23,186 | (137,765) | (524,430) | - |
| 15,425 | 31,456 | 40,427 | 635 |
| - | 990 | 40,288 | - |
| - | 2,116 | (850,489) | - |
| <u>\$ 3,527,161</u> | <u>\$ 651,729</u> | <u>\$ 8,605,947</u> | <u>\$ 2,701,427</u> |
| 102,070 | - | 102,070 | - |

St. Lucie County, Florida
Statement of Fiduciary Net Assets
Agency Funds
September 30, 2004

| Assets | |
|----------------------------|----------------------|
| Cash and investments | \$ 49,194,785 |
| Accounts receivable | 6,500 |
| Assessments receivable | 12,771,258 |
| Due from other governments | 516,540 |
| Total assets | <u>\$ 62,489,083</u> |
| | |
| Liabilities | |
| Accounts payable | \$ 1,368,659 |
| Deposits payable | 123,731 |
| Due to other governments | 6,613,477 |
| Agency funds on hand | 54,383,216 |
| Total liabilities | <u>\$ 62,489,083</u> |

See accompanying notes.

St. Lucie County, Florida
Notes to Financial Statements
Year Ended September 30, 2004

| <u>Note</u> | | <u>Page</u> |
|-------------|---|-------------|
| 1. | Summary of Significant Accounting Policies | |
| | Reporting Entity | 48 |
| | Measurement Focus and Bases of Accounting | 50 |
| | Basis of Presentation | 53 |
| | Assets, Liabilities, and Net Assets or Equity | 55 |
| | Cash and Investments | 55 |
| | Receivables and Payables | 55 |
| | Inventories | 55 |
| | Restricted Assets | 55 |
| | Capital Assets | 56 |
| | Capitalization of Interest | 56 |
| | Unamortized Bond Issuance Costs | 56 |
| | Unamortized Bond Discounts | 56 |
| | Deferred Revenues | 56 |
| | Accrued Compensated Absences | 57 |
| | Obligation for Bond Arbitrage | 57 |
| | Rebate | 57 |
| | Landfill Closure Costs | 57 |
| | Budgets | 57 |
| 2. | Reconciliation of Government-wide and Fund Financial Statements | 58 |
| 3. | Cash and Investments | |
| | Deposits | 64 |
| | Investments | 64 |
| 4. | Property Tax Revenues | 66 |
| 5. | Capital Assets | 66 |
| 6. | Restricted Cash and Investments | 68 |
| 7. | Interfund Balances | 69 |
| 8. | Interfund Transfers | 70 |
| 9. | Receivable, Payable, and Advance Balances | 71 |
| 10. | Long-term Liabilities | |
| | Schedule of Changes in Long-Term Debt | 75 |
| | Schedule of Outstanding Debt | 76 |
| | Debt Service Requirements | 77 |
| | Bond Covenants | 78 |
| | Summary of Defeased Debt Outstanding | 80 |
| | Special Assessment Debt | 80 |
| 11. | Segment Information | 81 |
| 12. | Landfill Closure Costs | 82 |
| 13. | Defined Benefit Pension Plans | 83 |
| 14. | Operating Leases | 84 |
| 15. | Conduit Debt | 85 |
| 16. | Fund Equity | 85 |
| 17. | Fund Equity Deficit | 87 |
| 18. | Risk Management | 87 |
| 19. | Commitments and Contingencies | 88 |
| 20. | Subsequent Events | 89 |

St. Lucie County, Florida
Notes to Financial Statements
Year Ended September 30, 2004

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. Pronouncements of the Financial Accounting Standards Board (FASB) issued after November 30, 1989 are not applied in the preparation of the financial statements of the proprietary fund types in accordance with GASB Statement 20. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards that which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

In June 1999, the GASB unanimously approved Statement 34-Basic Financial Statements and Management’s Discussion and Analysis – for State and Local Governments. This Statement provides for the most significant change in financial reporting in over twenty years. As part of this statement, there is a new reporting requirement regarding the local government’s infrastructure (roads, bridges, traffic signal, etc.). This requirement permits an optional four-year delay for implementation of the infrastructure related portion to the fiscal year ending 2006. The County has chosen to delay the implementation of infrastructure reporting in accordance with GASB Statement 34 requirements.

A. Reporting Entity

St. Lucie County, Florida, (the “County”), is a non-charter government pursuant to Article VIII, Section 1(f) of the Constitution of the State of Florida. The St. Lucie County financial statements contained herein include and combine the operations of the Board of County Commissioners (the “Board”) and the Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector (the “Constitutional Officers”).

The Board funds a portion or, in certain instances, all of the operating budgets of the County’s Constitutional Officers. The payments by the Board to fund the operations of the Constitutional Officers are recorded as operating transfers out on the financial statements of the Board and as operating transfers in on the financial statements of the Constitutional Officers. Constitutional Officer’s excess fees to the Board are recorded as operating transfers out on the financial statements of the Constitutional Officers and as operating transfers in on the financial statements of the Board.

The Clerk of the Circuit Court serves as ex-officio Clerk of the County in accordance with Article VIII, Section (1)(d), of the Constitution of the State of Florida, and Section 125.17, Florida Statutes.

The reporting entity’s financial statements should allow users to distinguish between the primary government and its component units. However, some component units, because of the closeness of their relationships with the County, should be blended as though they are part of the County. Otherwise, most component units should be discretely presented. As required by generally accepted accounting principles, the financial reporting entity consists of (1) the primary

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- Continued

A. Reporting Entity – Continued

government (the County), (2) organizations for which the County is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The County is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County. Additionally, the County is required to consider other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Accounting principals generally accepted in the United States require that the financial statements allow the user to clearly distinguish between the primary government and its components. A component unit is a legally separate organization for which the County is financially accountable. Because of the closeness of their relationships with the primary government, the following component units are blended as though they are part of the primary government.

Blended Component Units

The Board also serves as ex-officio governing board and maintains accounting records for two dependent districts, as follows:

1. St. Lucie County Mosquito Control District
(Created by Chapter 29502, Laws of Florida, Acts of 1953)
2. Erosion Control District
(Created by Chapter 67-2001, Laws of Florida)

The financial activity of these dependent districts is blended in with the financial activity of the County in the special revenue fund types.

Other Entities

Pursuant to Section 159.601, Florida Statutes, the County authorized the creation of the St. Lucie County Housing Finance Authority (the "Authority") by local ordinance No. 80-3 in July 1980. The Authority participates in bond issues with larger housing authorities. These debts are not liabilities of St. Lucie County and are not reflected on the accompanying financial statements. The funds of the Authority are included as a special revenue fund in the County's financial statements.

The Central Florida Foreign-Trade Zone, Inc. (the "Trade Zone") is a nonprofit organization created to establish a foreign trade zone. The funds of the Trade Zone are included in the General Fund in the Board.

St. Lucie, Indian River, Martin, and Okeechobee counties jointly fund the Office of the Medical Examiner, 19th Judicial District. The Governor of the State of Florida appoints the Medical Examiner. The County's only financial responsibility for the Medical Examiner is to fund its

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- Continued

A. Reporting Entity – Continued

Other Entities – Continued

required percentage of the operating costs of that office in the General Fund in the County. The other counties participate in funding the Medical Examiner’s office in the same manner. Indian River Community College maintains the accounting records for the Medical Examiner’s office.

B. Measurement Focus and Bases of Accounting

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

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

1. Government-wide Financial Statements

Government-wide financial statements report all non-fiduciary information about the reporting government as a whole. These statements include separate columns for the governmental and business-type activities of the primary government (including its blended component units). For the most part, the effect of interfund activity has been removed from these statements.

Governmental activities, which normally are supported by property taxes, special assessments, rents and interest, are reported separately from business-type activities. Program revenues include charges for services, special assessments, and payments made by parties outside of the reporting government’s citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and agency fund financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement 33-Accounting and Financial Reporting for Nonexchange Transactions.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as other financing sources. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability in the government-wide financial statements, rather than as expenditures.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

B. Measurement Focus and Bases of Accounting - Continued

1. Government-wide Financial Statements - Continued

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. The County chooses to eliminate the general and administrative charges between governmental activities to avoid a “doubling up” effect. Interfund services provided and used are not eliminated from the government-wide financial statements.

2. Fund Financial Statements

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

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

Governmental Funds

When both restricted and unrestricted resources are combined in a fund, expenditures are considered to be paid first from restricted resources, as appropriate, and then from unrestricted resources. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collected within the current period or soon thereafter to pay liabilities of the current period.

For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. Franchise fees, licenses, sales taxes, gas taxes, operating and capital grants, and interest associated with the current fiscal period are all considered to be accrual items and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when the County receives the cash.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

B. Measurement Focus and Bases of Accounting - Continued

2. Fund Financial Statements – Continued

Governmental Funds – Continued

The non-current portion of long-term receivables (special assessments) due to governmental funds are reported on their balance sheets because of their spending measurement focus. The non-current portions of other long-term receivables are offset by fund balance reserve accounts.

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

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

Proprietary Funds

The County’s enterprise funds and Internal Service Fund are proprietary funds. In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods or services are delivered. In the fund financial statements, proprietary funds are presented using the economic resources measurement focus. This means that all assets and all liabilities (whether current or non-current) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net assets.

The County applies all GASB pronouncements as well as all FASB Statements and Interpretations, APB Opinions and Accounting Research Bulletins, issued on or before November 30, 1989, which do not conflict with, or contradict GASB pronouncements.

Proprietary fund operating revenues, such as charges for services, and operating expenses, such as salaries, supplies, and contracted services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies, taxes, and investment earnings, and non-operating expenses, such as interest expense, loss on sale of assets, and arbitrage expense, result from non-exchange transactions or ancillary activities. Amounts paid to acquire capital assets are capitalized as assets in the fund financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as a liability in the fund financial statements, rather than as an “other financing source”.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

C. Basis of Presentation

Amounts paid to reduce long-term indebtedness are reported as a reduction of the related liability, rather than as an expense.

GASB Statement 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of either fund category and the governmental and proprietary combined) for the determination of major funds. The County has elected to use the GASB 34 minimum criteria for major funds determination. In addition, the County chose to disclose three funds; Transportation Trust, Port and Airport, and Mosquito Control as major funds. These three funds are displayed for specific community focus or outstanding debt.

The nonmajor funds are combined in a column in the fund financial statements and detailed in the combining section.

1. Governmental Major Funds:

General Fund – The General Fund is the general operating fund of the County. It is used to account for all financial activity not accounted for in another fund.

Transportation Trust Fund - The Transportation Trust Fund accounts for the operations of the road and bridge and engineering departments. Financing is provided primarily by gas taxes.

Fine and Forfeiture Fund – The Fine and Forfeiture Fund accounts for law enforcement related projects funded by the proceeds from confiscated property, forfeitures, fines, and ad valorem taxes.

Port and Airport Fund – The Port and Airport Fund accounts for the operations of the port and airport, which are funded by the proceeds from the operations of these facilities and ad valorem taxes.

Mosquito Control Fund – The Mosquito Control Fund accounts for the operations of the Mosquito Control District which is primarily funded by ad valorem taxes.

Sales Tax Revenue Bond I&S Fund – The Sales Tax Revenue Bond I&S Fund accounts for the debt service requirements to retire the Revenue Bonds which were used to refund the County's outstanding sales tax Revenue Bonds and finance acquisition and construction of certain capital improvements within the County. This bond series is secured by a pledge of half-cent sales tax revenue.

County Building Fund – The County Building Fund accounts for the construction of county buildings, which are funded by sales tax revenue bonds.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

C. Basis of Presentation – Continued

1. Governmental Major Funds – Continued:

County Capital Fund – The County Capital Fund accounts for the construction of various county projects, which are funded by ad valorem taxes and grants.

2. Proprietary Major Funds:

Bailing & Recycling Facility Fund – The Bailing & Recycling Facility Fund provides funding to operate the County’s landfills, a recycling division, and the hazardous waste division. In addition, estimated costs of closure and long-term care of the landfill operations are accounted for in this fund.

North Hutchinson Utilities Fund – The North Hutchinson Utilities Fund accounts for the operation of a water and sewer utility for certain residents on North Hutchinson Island.

South Hutchinson Utilities Fund – The South Hutchinson Utilities Fund accounts for the operation of a wastewater treatment plant for certain residents on South Hutchinson Island.

Sports Complex Fund – The Sports Complex Fund provides funding to operate the County’s sports complex, spring training home of the New York Mets.

North County Utilities Fund – The North County Utilities Fund (formally known as Holiday Pines Utilities Fund) accounts for the operation of a water and sewer facility for certain residents in the northern section of the county.

3. Other Fund Types:

Internal Service Fund – The Internal Service Fund accounts for the payment of county-wide insurance. Funding is provided by user charges to the various departments of the Board and Constitutional Officers (except the Sheriff).

Agency Funds – The Agency Funds are used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals; such as Constitutional Officer investments, impact fees, public law library funds, certain sales tax revenues, various Municipal Service Benefit Units (MSBU), cash bonds, traffic fines, motor vehicle fees, ad valorem taxes, delinquent taxes, and process serving within the County.

4. Non-current Governmental Assets/Liabilities

GASB Statement 34 requires non-current governmental assets, such as land and buildings, and non-current governmental liabilities, such as general obligation bonds and capital leases, be reported in the governmental activities column in the government-wide Statement of Net Assets.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

D. Assets, Liabilities, and Net Assets or Equity

1. Cash and Investments

The County maintains cash and investment pools. Earnings from the pooled investments are allocated to the respective funds based on applicable cash participation by each fund. The investment pool is managed such that all participating funds have the ability to deposit and withdraw cash as if they were demand deposit accounts. Therefore, all balances representing participants' equity in the investment pool are classified as cash and cash equivalents for financial statement purposes. For the statement of cash flows, we consider cash and cash equivalents to include money market funds, the Local Government Surplus Funds Trust Fund (Florida State Board of Administration), and the Florida Local Government Investment Trust Fund.

In accordance with Section 125.31 and 218.415, Florida Statutes, and the County's investment policy, the County is authorized to invest in negotiable direct obligations of, or obligations the principal and interest of which are unconditionally guaranteed by, the United States Government, the State Investment Pool, nonnegotiable interest-bearing time certificates of deposit, money market accounts, and repurchase agreements. These investments are reported at fair value or amortized cost, based on the maturity date of the investments at the time of purchase. They are categorized as deposits, repurchase agreements, U.S. Government money market funds and securities, or state pool funds.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". Long-term lending/borrowing arrangements between funds are classified as advances. Any residual balances outstanding between the governmental activities and business-type activities are reported as "internal balances".

3. Inventories

Inventories of supplies in the special revenue funds are recognized as expenditures at the time of purchase. Inventories on hand at September 30 are recorded at cost on a first in-first out or weighted average basis. In addition, a corresponding entry is made for reservation of fund balance. Inventories in the proprietary fund types are recorded at cost using the weighted average method and recognized as expenses as they are consumed.

4. Restricted Assets

Certain net assets of the County are classified as restricted assets on the Statement of Net Assets because their use is limited either by law through constitutional provisions or enabling legislation; or by restrictions imposed externally by creditors, grantors, contributors, or laws or regulations of other governments. In a fund with both restricted and unrestricted assets, qualified expenses are first applied from restricted net assets and then from unrestricted net assets.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

D. Assets, Liabilities, and Net Assets or Equity – Continued

5. Capital Assets

Capital assets, which include land, buildings, improvements, and equipment, are reported in the applicable governmental or business-type activities column. General infrastructure assets acquired prior to October 1, 1982, are not reported in the basic financial statements. These infrastructure assets will be added by September 30, 2006.

The County defines capital assets as assets with an initial, individual cost of \$750 or more and an estimated useful life in excess of one year. The valuation basis for all assets is historical cost.

Donated capital assets are recorded at estimated fair market value at the date of the donation. The costs of normal maintenance and repairs that do not add to the value of the asset, or materially extend its useful life, are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of assets constructed.

Depreciation of capital assets is computed and recorded by utilizing the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows: buildings, 7-39 years; improvements, 5-50 years; and equipment, 2-10 years.

6. Capitalization of Interest

Interest costs related to bond issues are capitalized during the construction period. These costs are netted against applicable interest earnings on construction fund investments. During the current period, the County did not have any capitalized interest.

7. Unamortized Bond Issuance Costs

Bond issuance costs and legal fees associated with the issuance of revenue bonds are amortized over the life of the bonds using the imputed-interest method of accounting.

8. Unamortized Bond Discounts

Bond discounts associated with the issuance of revenue bonds are amortized according to the imputed-interest method. For financial reporting, unamortized bond discounts are netted against the applicable long-term debt.

9. Deferred Revenues

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

D. Assets, Liabilities, and Net Assets or Equity – Continued

10. Accrued Compensated Absences

The County accrues unused portions of vacation pay in the period the fund liability is incurred. As permitted by Governmental Accounting Standards Board Statement No. 16, the vesting method is used to accrue sick leave liability. The liability is based on the sick leave accumulated at year-end by those employees who are currently eligible to receive termination payments as well as other employees who are expected to become eligible to receive such payments.

Even though the County has appropriated, accumulated, and earmarked expendable available fund resources for these amounts, the portion not normally expected to be liquidated with expendable available financial resources is not reported as a fund liability (in accordance with Interpretation No. 6 of the Governmental Accounting Standards Board – Recognition and Measurement of Certain Liabilities and Expenditures) in the governmental fund financial statements.

11. Obligation for Bond Arbitrage Rebate

Pursuant to Section 148(f) of the U.S. Internal Revenue Code, the County must rebate to the United States Government the excess of interest earned from the investment of certain debt proceeds and pledged revenues over the yield rate of the applicable debt. This approach treats the rebate as an expense when it is actually payable to the federal government. In fiscal year 2004, the County has no outstanding arbitrage liability.

12. Landfill Closure Costs

Under the terms of current state and federal regulations, the Bailing & Recycling Facility 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 30 years after closure. The Bailing & Recycling Facility 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. Required obligations for closure and post-closure costs are recognized in the Bailing & Recycling Facility Fund.

E. Budgets

Pursuant to Section 200.065 of the Florida Statutes, budgets are prepared and adopted for the Board after public hearings for the governmental funds. The Constitutional Officers submit, at various times, to the Board and to certain divisions within the Department of Revenue, State of Florida, a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them, as set forth in Chapter 129 of the Florida Statutes. The Department of Revenue, State of Florida, has the final authority on the operating budgets for the Tax Collector and Property Appraiser included in the General Fund.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

E. Budgets – Continued

The County utilizes the same bases of accounting for budgets as it does for revenues and expenditures in its various funds. The legal level of budgetary control is at the fund level. All budgeted appropriations lapse at year end. Formal budgets are adopted for the general, special revenue, debt service, and capital projects funds. As a result, deficits in the budget columns of the accompanying financial statements may occur.

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

“Total fund balances” as reported on the County’s Governmental Funds Balance Sheet (\$97,542,688) differs from the “net assets” of governmental activities (\$283,406,779) that are reported in the Statement of Net Assets. This difference primarily results from the long-term economic focus of the Statement of Net Assets versus the current financial resources focus of the Governmental Funds Balance Sheet. The effect of the differences is illustrated below.

Capital related items

When capital assets (land, buildings and improvements, and machinery and equipment that are to be used in governmental activities) are purchased or constructed, the cost of those assets is reported as expenditures in governmental funds. However, the Statement of Net Assets includes those capital assets among the assets of the County as a whole.

| | |
|--------------------------|----------------------|
| Cost of capital assets | \$377,248,899 |
| Accumulated depreciation | <u>(78,417,481)</u> |
| Total | <u>\$298,831,418</u> |

Long-term debt transactions

Long-term liabilities applicable to the County’s governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities (both current and long-term) are reported in the Statement of Net Assets. Balances at September 30, 2004 were:

| | |
|--------------------------|------------------------|
| Bonds payable | \$ (81,955,000) |
| Revenue notes | (31,041,620) |
| Special assessment bonds | (627,105) |
| Capital leases | (1,197,341) |
| Compensated absences | <u>(7,617,325)</u> |
| Total | <u>\$(122,438,391)</u> |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS – Continued

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

Accrued interest

Accrued liabilities in the Statement of Net Assets differs from the amount reported in governmental funds due to accrued interest on bonds, revenue notes, special assessment bonds, and capital leases.

| | | | |
|--------------------------|--|----|--------------|
| Bonds payable | | \$ | (363,390) |
| Revenue notes | | | (179,120) |
| Special assessment bonds | | | (16,587) |
| Capital leases | | | (11,182) |
| Total | | | \$ (570,279) |

Deferred amount on refunding

The Sales Tax Refunding Revenue Bonds, Series 2003 included a deferred amount, which is reflected net of amortization expense in the notes and bonds payable in the Statement of Net Assets.

| | | | |
|------------------------------|--|----|--------------|
| Deferred amount on refunding | | \$ | 1,579,533 |
| Amortization expense | | | (46,576) |
| Total | | | \$ 1,532,957 |

Bond premium

The Sales Tax Refunding Revenue Bonds, Series 2003, proceeds included a premium. The premium is reflected net of amortization expense in the notes and bonds payable in the Statement of Net Assets.

| | | | |
|----------------------|--|----|--------------|
| Bond premium | | \$ | (392,175) |
| Amortization expense | | | 9,754 |
| Total | | | \$ (382,421) |

Note issuance costs

Note issuance costs in the Statement of Net Assets differs from the amount reported in governmental funds because note issuance costs are capitalized and amortized over the term of the notes, whereas these costs are reported as expenditures in the Governmental Funds Balance Sheet.

| | | | |
|--------------------------------|--|----|--------------|
| Notes issuance costs – 9/30/02 | | \$ | 79,510 |
| Notes issuance costs – 9/30/03 | | | 1,228,234 |
| Subtotal | | | 1,307,744 |
| Amortization expense | | | (81,880) |
| Net note issuance costs | | | \$ 1,225,864 |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS – Continued

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

Deferred revenues

Deferred revenues in the Statement of Net Assets differ from the amount reported in governmental funds due to special assessments and note receivables. Governmental fund financial statements report unearned revenues or revenues which are measurable but not available, as deferred revenues. However, deferred revenues in governmental funds are subject to full accrual on the government-wide financial statements.

| | |
|--------------------------------------|---------------------|
| Deferred special assessment revenues | \$ 1,562,536 |
| Deferred notes receivable revenue | <u>2,052,140</u> |
| Total | <u>\$ 3,614,676</u> |

Accrued grant revenues

Some grant revenues are not recognized in the current period because the resources are not available; therefore, these revenues are not reported in the governmental funds financial statements.

| | |
|------------------------|---------------------|
| Accrued grant revenues | <u>\$ 3,335,135</u> |
|------------------------|---------------------|

Internal service fund

Management uses the Internal Service Fund to charge the costs of insurance activities to individual funds. The assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Net Assets because they serve governmental activities of the County.

| | |
|-------------------------------------|-------------------|
| Total Internal Service Fund deficit | <u>\$ 715,132</u> |
|-------------------------------------|-------------------|

Elimination of interfund receivables/payables

Interfund receivables and payables in the amount of \$2,756,431 between governmental funds have been eliminated for the Statement of Net Assets.

B. Explanation of Differences Between Governmental Fund Operating Statements and the Statement of Activities

The “net change in fund balances” for government funds (\$15,509,470) differs from the “change in net assets” for governmental activities (\$11,588,925) reported in the Statement of Activities. The differences arise primarily from the long-term economic focus of the Statement of Activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS – Continued

B. Explanation of Differences Between Governmental Fund Operating Statements and the Statement of Activities - Continued

Capital related items

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

| | |
|----------------------|----------------------|
| Capital outlay | \$ 47,902,364 |
| Depreciation expense | <u>(9,823,109)</u> |
| Difference | <u>\$ 38,079,255</u> |

In the Statement of Activities, only the gain and loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the adjusted basis of the capital assets sold.

| | |
|----------------------|-----------------------|
| Sale of fixed assets | <u>\$ (5,738,884)</u> |
|----------------------|-----------------------|

Long-term debt transactions

Repayments of principal on bonds, notes, and capital leases are reported as an expenditure in the governmental funds and, thus, have the effect of reducing fund balance because current financial resources have been used. Principal payments reduce the liabilities in the Statement of Net Assets, but do not result in an expense in the Statement of Activities.

| | |
|-----------------------------------|---------------------|
| Bonds principal payments | \$ 2,600,000 |
| Revenue notes principal payments | 2,115,886 |
| Capital leases principal payments | 572,850 |
| Special assessment bonds payments | <u>4,895</u> |
| Total principal payments | <u>\$ 5,293,631</u> |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS – Continued

B. Explanation of Differences Between Governmental Fund Operating Statements and the Statement of Activities – Continued

Long-term debt transactions - Continued

Some expenses reported in the Statement of Activities do not require the use of current financial resources, and therefore, are not reported as expenditures in governmental funds. The amounts listed below are the net of the prior and current fiscal years and are included in the Statement of Activities.

| | |
|---|---------------------|
| Net change in compensated absences | <u>\$ (812,955)</u> |
| Interest adjustment: | |
| Net accrued bonds interest | \$ 140,123 |
| Net accrued notes interest | (81,509) |
| Net accrued capital leases interest | 8,477 |
| Net accrued special assessment interest | <u>3,401</u> |
| Net interest adjustment | <u>\$ 70,492</u> |

In the Statement of Activities, debt and capital lease proceeds increase long-term liabilities. However, in the governmental funds, debt and capital lease proceeds are treated as other financing sources since they provide current financial resources to governmental funds.

| | |
|------------------------|------------------------|
| Debt proceeds | \$ (11,873,713) |
| Capital lease proceeds | <u>(626,540)</u> |
| Net adjustment | <u>\$ (12,500,253)</u> |

The amortization expense related to the deferred amount on the refunding of the 1994 series bonds was \$23,288.

| | |
|----------------------|--------------------|
| Amortization expense | <u>\$ (23,288)</u> |
|----------------------|--------------------|

Bond Premium

The bond premium paid at the time bonds are purchased is added to bonds payable and amortized over the repayment period. The amortization of the bond premium is included in the statement of activities as a reduction of interest expense.

\$ 4,877

Bond issuance costs

In the Statement of Activities, the bond issuance costs are amortized over the terms of the bond agreement.

| | |
|----------------------|--------------------|
| Amortization expense | <u>\$ (40,940)</u> |
|----------------------|--------------------|

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS – Continued

B. Explanation of Differences Between Governmental Fund Operating Statements and the Statement of Activities – Continued

Change in inventory

Changes in inventory are reflected as a reduction in the Governmental Funds Balance Sheet. However, in the Statement of Activities, it is recorded as an expense.

| | |
|---------------------|--------------------|
| Change in inventory | \$ <u>(19,435)</u> |
|---------------------|--------------------|

Accrued grant revenues

Some grant revenues are not recognized in the current period because the resources are not available; therefore, these revenues are not reported in the fund financial statements. The additional revenues accrued at year end over the prior year amount are reflected as revenue in the Statement of Activities.

| | |
|----------------------------|---------------------|
| Net accrued grant revenues | \$ <u>1,778,726</u> |
|----------------------------|---------------------|

Special assessment revenues

Revenues collected on special assessments are reported in the governmental funds when they become measurable and available. However, the assessment revenues are recognized when earned in the Statement of Activities.

| | |
|-----------------------------|---------------------|
| Special assessment revenues | \$ <u>(407,146)</u> |
|-----------------------------|---------------------|

Internal service fund operating loss

The assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Net Assets because they primarily serve governmental activities of the County. The operating loss is allocated between governmental activities and business-type activities based on usage of the services. In the current fiscal year, the Internal Service Fund sustained a total net operating income.

| | |
|---|---------------------|
| Internal Service Fund operating income attributable to governmental activities | \$ <u>1,414,315</u> |
|---|---------------------|

Reclassification and Eliminations

Transfers in and transfers out in the amount of \$49,238,575 between governmental activities are eliminated in the government-wide financial statements.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 3 – CASH AND INVESTMENTS

The County maintains cash and investment pools that are available for use by all funds except those whose cash and investments must be segregated due to bond covenants or other legal restrictions.

A. Deposits

All deposits are held in qualified public depositories and are included on the accompanying balance sheet as cash and investments. The carrying amount of these deposits at September 30, 2004 was \$32,201,975 and the bank balance was \$36,417,008. The deposits are insured by federal depository insurance or collateralized under the provision of Chapter 280, Florida Statutes.

B. Investments

Florida Statutes, the County's Investment Policy, and various bond covenants authorize investments in the following:

- Certificates of deposit
- Money market accounts
- Savings accounts
- Repurchase agreements
- Local Government Surplus Funds Trust Fund administered by the Florida State Board of Administration
- Florida Local Government Investment Trust Fund
- Obligations of the U.S. Government
- Obligations of government agencies unconditionally guaranteed by the U.S. Government
- Obligations of the Federal Farm Credit Banks
- Obligations of the Federal Home Loan Mortgage Corporation, including Federal Home Loan Mortgage Corporation participation certificates
- Obligations of the Federal Home Loan Bank
- Obligations of the Government National Mortgage Association
- Obligations of the Federal National Mortgage
- Securities of any management type investment company or investment trust registered under the Investment Company Act of 1940, 15 U.S.C. ss.80a-1 et seq., provided the portfolio is limited to U.S. Government obligations and to repurchase agreements fully collateralized by U.S. Government obligations.

The County invested in only these types of instruments during the fiscal year.

In accordance with generally accepted accounting principles, the County's investments are categorized in the following schedule to give an indication of the level of custodial credit risk assumed at end of year. Category 2 included investments that are uninsured or unregistered, or for which the securities are held by a trust department or agent in the County's name. Investments in the Local Government Surplus Funds Trust Fund, the Florida Local Government Investment Trust Fund, money market accounts, and guaranteed investment contracts are not categorized since the investments are not evidenced by securities that exist in physical or book entry form.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 3 – CASH AND INVESTMENTS - Continued

B. Investments - Continued

The Local Government Surplus Funds Trust Fund Investment Pool (the “Pool”) is a “2a-7” like pool, and therefore, the County’s account balance is used for fair value reporting. All units of local government in Florida are eligible, but not required, to participate in the Pool. In addition to a variety of fixed coupon investments, the Pool also purchases floating rate and adjustable rate securities. These floating rate and adjustable rate securities are used to hedge against interest rate risk and provide diversification to the portfolio. The floating rate and adjustable rate securities all float relative to prevailing short-term interest rates such as LIBOR, Prime, or Fed Funds rates. On September 30, 2004, the Pool held floating rate securities, either directly or as invested securities lending collateral, at an approximate value of \$8.96 billion.

The Pool also participates in securities lending programs. As of September 30, 2004, the collateral held by the Pool, \$4.10 billion in cash and \$2.60 billion in U.S. Government securities, exceeded the fair value of the securities underlying the agreements. As of September 30, 2004, the Pool had 809 local government participants with total investments of approximately \$19.21 billion. The portfolio’s average maturity was 74 days.

The Florida Local Government Investment Trust Fund (the “Trust”) is a professionally managed fund available only to public entities in Florida. The investment policy of the Trust restricts investments to direct obligations of, or securities fully guaranteed by the United States; obligations of certain federal agencies, including collateralized mortgage obligations; repurchase agreements; corporate bonds; and commercial paper. As of September 30, 2004, the Trust had investments, at fair value, of approximately \$488 million. Of the total investments in the Trust, 59% was invested in Treasuries money markets, 12% was invested in asset-backed securities, and 29% was invested in adjustable rate mortgages, agencies, and corporate bonds.

Except for the Pool and the Trust, investments are reported at fair value based on the average price obtained from an independent source. Fair value of the Pool and the Trust are based on the fair value per share of the underlying portfolio.

All of the County’s U.S. Treasury Securities and the U.S. Government Agencies are held in trust by the County’s custodial bank, in the County’s name.

Schedule of Investments at September 30, 2004:

| | <u>Category 2</u> | <u>Fair Value</u> |
|--|-------------------|----------------------|
| Money Market Fund | | \$ 5,409,538 |
| Local Government Surplus Funds Trust Fund | | 106,385,587 |
| Florida Local Government Investment Trust Fund | | 38,484,325 |
| Federal Home Loan Mortgage Note | 5,000,000 | <u>5,000,000</u> |
| Total Investments | | <u>\$155,279,450</u> |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 4 – PROPERTY TAX REVENUES

Taxable values for all property are established as of January 1, which is the date of lien, for the fiscal year starting October 1. Property tax revenues recognized for the 2003-2004 fiscal year were levied in October 2003. All taxes are due and payable on November 1 or as soon as the assessment roll is certified and delivered to the Tax Collector. Discounts are allowed for early payment at the rate of 4% in November, 3% in December, 2% in January, and 1% in February. Taxes paid in March are without discount.

All unpaid taxes become delinquent as of April 1. Virtually all unpaid taxes are collected via the sale of tax certificates on, or prior to, June 1; therefore, there were no material taxes receivable at fiscal year end.

NOTE 5 – CAPITAL ASSETS

Capital Asset activity for the year ended September 30, 2004 was as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|---|-------------------------------------|-------------------------|-------------------------|----------------------------------|
| <u>Governmental Activities:</u> | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 91,173,640 | \$15,194,644 | \$ (2,554,923) | \$103,813,361 |
| Construction in Progress | <u>18,070,457</u> | <u>43,053,657</u> | <u>(41,754,823)</u> | <u>19,369,291</u> |
| Total capital assets, not depreciated | <u>109,244,097</u> | <u>58,248,301</u> | <u>(44,309,746)</u> | <u>123,182,652</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 81,030,678 | 14,258,065 | (857,335) | 94,431,408 |
| Improvements | 99,028,010 | 14,033,410 | (2,824,913) | 110,236,507 |
| Equipment | <u>51,085,567</u> | <u>5,268,587</u> | <u>(6,945,227)</u> | <u>49,408,927</u> |
| Total capital assets, being depreciated | <u>231,144,255</u> | <u>33,560,062</u> | <u>(10,627,475)</u> | <u>254,076,842</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (23,607,780) | (2,299,503) | - | (25,907,283) |
| Improvements | (19,198,989) | (2,344,659) | - | (21,543,648) |
| Equipment | <u>(31,083,182)</u> | <u>(5,180,688)</u> | <u>5,292,338</u> | <u>(30,971,532)</u> |
| Total accumulated depreciation | <u>(73,889,951)</u> | <u>(9,824,850)</u> | <u>5,292,338</u> | <u>(78,422,463)</u> |
| Total capital assets depreciated, net | <u>157,254,304</u> | <u>23,735,212</u> | <u>(5,335,137)</u> | <u>175,654,379</u> |
| Governmental Activities capital assets, net | <u>\$266,498,401</u> | <u>\$ 81,983,513</u> | <u>\$(49,644,883)</u> | <u>\$ 298,837,031</u> |

Depreciation was charged to the following functions:

| | |
|--|---------------------|
| <u>Governmental Activities:</u> | |
| General Government | \$ 2,452,314 |
| Public Safety | 2,469,743 |
| Physical Environment | 117,414 |
| Transportation | 2,345,112 |
| Economic Environment | 207 |
| Human Services | 674,796 |
| Culture/Recreation | 1,339,692 |
| Court Related | <u>423,831</u> |
| Total governmental activities depreciation expense | <u>\$ 9,823,109</u> |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 5 – CAPITAL ASSETS - Continued

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|-------------------------------------|-------------------------|-------------------------|----------------------------------|
| <u>Business-type Activities:</u> | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$13,614,985 | \$ - | \$ - | \$13,614,985 |
| Construction in Progress | <u>2,211,928</u> | <u>7,883,087</u> | <u>(4,637,716)</u> | <u>5,457,299</u> |
| Total capital assets not depreciated | <u>15,826,913</u> | <u>7,883,087</u> | <u>(4,637,716)</u> | <u>19,072,284</u> |
| Capital Assets being depreciated: | | | | |
| Buildings | 41,248,564 | 2,318,264 | - | 43,566,828 |
| Improvements | 31,645,068 | 1,469,054 | - | 33,114,122 |
| Equipment | <u>8,969,627</u> | <u>3,826,435</u> | <u>(990,623)</u> | <u>11,805,439</u> |
| Total capital assets being depreciated | <u>81,863,259</u> | <u>7,613,753</u> | <u>(990,623)</u> | <u>88,486,389</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (9,218,550) | (1,382,360) | - | (10,600,910) |
| Improvements | (16,235,603) | (1,221,627) | - | (17,457,230) |
| Equipment | <u>(5,315,126)</u> | <u>(993,448)</u> | <u>891,590</u> | <u>(5,416,984)</u> |
| Total accumulated depreciation | <u>(30,769,279)</u> | <u>(3,597,435)</u> | <u>891,590</u> | <u>(33,475,124)</u> |
| Total capital assets depreciated, net | <u>51,093,980</u> | <u>4,016,318</u> | <u>(99,033)</u> | <u>55,011,265</u> |
| Business-type Activities capital assets, net | <u>\$ 66,920,893</u> | <u>\$11,899,405</u> | <u>\$(4,736,749)</u> | <u>\$ 74,083,549</u> |

Depreciation was charged to the following functions:

| | |
|---|---------------------|
| <u>Business-type Activities:</u> | |
| Bailing & Recycling Facility | \$ 1,587,418 |
| Water and Sewer | 1,286,405 |
| Golf Course | 275,197 |
| Sports Complex | 360,696 |
| Building & Zoning | <u>114,786</u> |
| Total business-type activities depreciation expense | <u>\$ 3,624,502</u> |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 6 – RESTRICTED CASH AND INVESTMENTS

Various bond covenants, resolutions and state regulations require that the County restrict cash and investments within the proprietary funds. Restricted cash and investments are as follows:

| | Bailing & Recycling Facility | Golf Course | H.E.W. Utilities | North Hutchinson Utilities | South Hutchinson Utilities | Sports Complex | North County Utilities | Airport Utilities | Building and Zoning | Total |
|------------------------|---|------------------------|-----------------------------|---|---|---------------------------|---------------------------------------|------------------------------|------------------------------------|---------------------|
| Landfill closing costs | \$ 5,052,068 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 5,052,068 |
| Landfill post-closure | 1,739,316 | - | - | - | - | - | - | - | - | 1,739,316 |
| Customer deposits | 99,400 | 1,500 | 3,900 | 48,928 | 1,800 | 1,500 | 39,050 | 590 | 5,000 | 201,668 |
| Debt service | - | - | - | 687,981 | 404,142 | - | 53,474 | - | - | 1,145,597 |
| Project costs | - | - | - | - | - | - | 2,614,749 | - | - | 2,614,749 |
| Total | \$ 6,890,784 | \$ 1,500 | \$ 3,900 | \$ 736,909 | \$ 405,942 | \$ 1,500 | \$ 2,707,273 | \$ 590 | \$ 5,000 | \$10,753,398 |

Liabilities payable from the County's proprietary funds restricted assets are as follows:

| | Bailing & Recycling Facility | Golf Course | H.E.W. Utilities | North Hutchinson Utilities | South Hutchinson Utilities | Sports Complex | North County Utilities | Airport Utilities | Building and Zoning | Total |
|-----------------------|---|------------------------|-----------------------------|---|---|---------------------------|---------------------------------------|------------------------------|------------------------------------|---------------------|
| Landfill closing | \$ 5,052,068 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 5,052,068 |
| Landfill post-closure | 1,489,951 | - | - | - | - | - | - | - | - | 1,489,951 |
| Customer deposits | 99,400 | 1,500 | 3,900 | 48,928 | 1,800 | 1,500 | 39,050 | 590 | 5,000 | 201,668 |
| Total | \$ 6,641,419 | \$ 1,500 | \$ 3,900 | \$ 48,928 | \$ 1,800 | \$ 1,500 | \$ 39,050 | \$ 590 | \$ 5,000 | \$ 6,743,687 |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 7 – INTERFUND BALANCES

Interfund balances at September 30, 2004, consisted of the following:

| | <u>Interfund Receivables</u> | <u>Interfund Payables</u> |
|------------------------------------|----------------------------------|-------------------------------|
| Governmental Funds: | | |
| General Fund | \$ 2,395,852 | \$ 1,786,841 |
| Transportation Trust | 398 | 23,945 |
| Fine and Forfeiture | 1,592,102 | 18,199 |
| Port and Airport | 154 | 1,913 |
| Mosquito Control | 24,553 | 9,057 |
| Other Government Funds | 141,419 | 915,841 |
| Total Governmental Funds | <u>\$ 4,154,478</u> | <u>\$ 2,755,796</u> |
| Proprietary Funds: | | |
| Bailing & Recycling Facility | \$ - | \$ 3,012 |
| North Hutchinson Utilities | - | - |
| South Hutchinson Utilities | - | - |
| Sports Complex | - | 1,303,117 |
| North County Utilities | - | 1,720 |
| Subtotal major enterprise funds | <u>-</u> | <u>1,307,849</u> |
| Golf Course | - | 5,715 |
| H.E.W. Utilities | - | - |
| Building code | - | 84,483 |
| Subtotal nonmajor enterprise funds | <u>-</u> | <u>90,198</u> |
| Total enterprise funds | <u>-</u> | <u>1,398,047</u> |
| Internal Service Fund | <u>\$ -</u> | <u>\$ 635</u> |
| Total proprietary funds | <u>\$ -</u> | <u>\$ 1,398,682</u> |
| Total Interfund Balances | <u>\$ 4,154,478</u> | <u>\$ 4,154,478</u> |

Amounts due to the General Fund include general and administrative charges and various reimbursements. All balances are expected to be paid within 60 days of year end.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 8 - INTERFUND TRANSFERS

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

Governmental Funds:

Transfers to the General Fund from:

| | |
|--|-------------------|
| Bailing & Recycling Facility-personnel allocation | \$ 27,923 |
| North Hutchinson Island Utilities-personnel allocation | 11,000 |
| South Hutchinson Island Utilities-personnel allocation | 11,000 |
| Tourist Development – project contribution | 38,000 |
| Fine and Forfeiture- operating contribution | 31,796,211 |
| Mosquito Control-operating contribution | 98,521 |
| County Building- operating contribution | 335,994 |
| Sales Tax Revenue Bond I&S-surplus funds | 3,685,673 |
| Total nonmajor funds-operating contribution | <u>420,706</u> |
| Total General Fund transfers | <u>36,425,028</u> |

Transfers to Fine and Forfeiture Fund from:

| | |
|--|------------------|
| General Fund-contribution and return of operating contribution | 780,844 |
| Bailing & Recycling-operations contributions | 186,000 |
| Nonmajor funds-operating contribution | <u>2,016,005</u> |
| Total Fine and Forfeiture transfers | <u>2,982,849</u> |

Transfers to Port and Airport Fund from:

| | |
|--------------------------------------|------------------|
| General Fund-operations contribution | <u>1,191,630</u> |
|--------------------------------------|------------------|

Transfers to Mosquito Control Fund from:

| | |
|---|---------------|
| General Fund-return of operating contribution | <u>24,553</u> |
|---|---------------|

Transfers to Sales Tax Revenue Bond I&S

| | |
|---|------------------|
| Nonmajor Funds -operating contributions | <u>1,206,096</u> |
|---|------------------|

Transfers to County Capital Fund from:

| | |
|---------------------------------------|------------------|
| General Fund-project contribution | 2,004,106 |
| County Building-project contributions | <u>490,000</u> |
| Total County Capital transfers | <u>2,494,106</u> |

Transfers to nonmajor funds:

| | |
|---|------------------|
| General Fund-lease revenue and operating contribution | 382,154 |
| Fine and Forfeiture-operations contribution | 803,821 |
| County Capital-project contribution | 177,458 |
| Nonmajor funds-operating contributions | <u>3,550,880</u> |
| Total nonmajor funds transfers | <u>4,619,849</u> |

Total Governmental Funds **\$ 49,238,575**

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 8 - INTERFUND TRANSFERS – Continued

Proprietary Funds:

Transfers to Bailing & Recycling Facility Fund from:

| | |
|--|-------|
| General Fund-lease revenues | 7,000 |
| Total Bailing & Recycling Facility transfers | 7,000 |

Transfer to Airport Utilities Fund from:

| | |
|--|--------|
| Port and Airport Fund-project contribution | 48,154 |
|--|--------|

Transfer to Sports Complex Fund from:

| | |
|---|---------|
| General Fund-project contribution | 24,274 |
| Tourist Development-operations contribution | 910,921 |
| Total Sports Complex transfers | 935,195 |

| | |
|--------------------------------|-------------------|
| Total Proprietary Funds | \$ 990,349 |
|--------------------------------|-------------------|

NOTE 9 – RECEIVABLE, PAYABLE, AND ADVANCE BALANCES

A. Accounts Receivable

Accounts receivable at September 30, 2004, were as follows:

| | Customer | Grants Unbilled | Franchise | Miscellaneous | Total Accounts Receivable |
|---|-----------------|----------------------------|------------------|----------------------|--|
| <u>Governmental Activities:</u> | | | | | |
| General Fund | \$ 42,860 | \$ - | \$ - | \$ 40,288 | \$ 83,148 |
| Transportation Trust Fund | 1,096 | 20,674 | - | - | 21,770 |
| Fine and Forfeiture Fund | 82,357 | 292,375 | - | - | 374,732 |
| Port and Airport Fund | 22,589 | - | - | - | 22,589 |
| County Capital Fund | - | 872,155 | 520,665 | - | 1,392,820 |
| County Building Fund | - | 20,612 | - | - | 20,612 |
| Other Governmental Funds | 105,807 | 549,113 | - | - | 654,920 |
| Total Governmental Activities | \$ 254,709 | \$1,754,929 | \$ 520,665 | \$ 40,288 | \$ 2,570,591 |
| <u>Business-type Activities:</u> | | | | | |
| Bailing & Recycling Facility Fund | \$ 1,084,394 | \$ - | \$ - | \$ - | \$ 1,084,394 |
| North Hutchinson Utilities Fund | 231,113 | - | - | - | 231,113 |
| South Hutchinson Utilities Fund | 4,820 | - | - | - | 4,820 |
| Sports Complex Fund | 345,731 | - | - | - | 345,731 |
| North County Utilities Fund | 122,963 | - | - | - | 122,963 |
| Other Enterprise Funds | 26,202 | - | - | - | 26,202 |
| Total Business-type Activities | \$ 1,815,223 | \$ - | \$ - | \$ - | \$ 1,815,223 |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 9 – RECEIVABLE, PAYABLE, AND ADVANCE BALANCES – Continued

B. Notes Receivable

Notes receivable at September 30, 2004 were as follows:

Governmental Funds:

| | |
|---|--------------|
| General Fund - Howard computer capital lease program | 116,853 |
| Communication System I&S Fund - 800MHz public safety communication system | 2,052,140 |
| Total governmental funds | \$ 2,168,993 |

The General Fund has a reservation of fund balance in the amount of \$61,845 for the long-term portion of the notes receivable. The Communication System I&S Fund reflects deferred revenue in the amount of \$2,052,140 for the total notes receivable balance.

C. Special Assessments Receivable

Special assessments receivable at September 30, 2004 were as follows:

| | |
|--|--------------|
| General Fund special lighting district | \$ 5,117 |
| Becker Road I&S Fund | 1,435,075 |
| River Branch I&S Fund | 122,344 |
| Total | \$ 1,562,536 |

Becker Road and the River Branch I&S Funds assessments are also reflected as deferred revenue.

D. Payables

Payables at September 30, 2004, were as follows:

| | Accounts Payable | | | Accrued Liabilities | | |
|--|------------------|--------------|------------------------------|--|---------------------|---------------------------------|
| | Vendors | Retainage | Total Accounts Payable | Accrued Salaries And Benefits | Interest Payable | Total Accrued Liabilities |
| <u>Governmental Activities:</u> | | | | | | |
| General Fund | \$ 3,858,497 | \$ 67,199 | \$ 3,925,696 | \$ 1,819,569 | \$ 11,182 | \$ 1,830,751 |
| Transportation Trust Fund | 5,440,883 | 290,122 | 5,724,005 | 215,018 | - | 215,018 |
| Fine and Forfeiture Fund | 767,869 | - | 767,869 | 212,0424 | - | 212,042 |
| Port and Airport Fund | 367,682 | 170,982 | 538,664 | 16,721 | - | 16,721 |
| Mosquito Control Fund | 410,727 | - | 410,727 | 42,912 | - | 42,912 |
| Sales Tax Revenue Fund | - | - | - | - | 451,327 | 451,327 |
| County Building Fund | 584,433 | 549,652 | 1,134,085 | - | - | - |
| County Capital Fund | 852,215 | 892,226 | 1,744,441 | - | 5,205 | 5,205 |
| Internal Service Fund | 390,355 | - | 390,355 | 5,802 | - | 5,802 |
| Other governmental funds | 921,573 | 3,073 | 924,646 | 152,699 | 226,316 | 379,015 |
| Total governmental activities | \$13,594,234 | \$ 1,973,254 | \$15,567,488 | \$ 2,464,763 | \$ 694,030 | \$ 3,158,793 |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 9– RECEIVABLE, PAYABLE, AND ADVANCE BALANCES – Continued

D. Payables – Continued

Payables at September 30, 2004, were as follows:

| | Accounts Payable | | | Accrued Liabilities | | |
|---|-------------------------|------------------|-------------------------------|--------------------------------------|-------------------------|----------------------------------|
| | Vendors | Retainage | Total Accounts Payable | Accrued Salaries And Benefits | Interest Payable | Total Accrued Liabilities |
| <u>Business-type Activities:</u> | | | | | | |
| Bailing & Recycling Facility Fund | \$ 602,603 | \$ 354,123 | \$ 956,726 | \$ 74,954 | \$ - | \$ 74,954 |
| North Hutchinson Utilities Fund | 170,886 | 58,858 | 229,744 | 6,353 | - | 6,353 |
| South Hutchinson Utilities Fund | 120,008 | 10,446 | 130,454 | 2,503 | - | 2,503 |
| Sports Complex Fund | 27,123 | - | 27,123 | 19,334 | - | 19,334 |
| North County Utilities Fund | 1,995,818 | 274,045 | 2,269,863 | 8,201 | - | 8,201 |
| Other enterprise funds | 61,741 | - | 61,741 | 107,523 | - | 107,523 |
| Total business-type activities | \$ 2,978,179 | \$ 697,472 | \$ 3,675,651 | \$ 218,868 | \$ - | \$ 218,868 |

E. Deposits Payable

Deposits payable at September 30, 2004, were as follows:

| | Rental Deposits | Vendor Deposits | Customer Deposits | Total Deposits |
|--|------------------------|------------------------|--------------------------|-----------------------|
| <u>Governmental Activities:</u> | | | | |
| General Fund | \$ 13,726 | \$ 68,004 | \$ - | \$ 81,730 |
| Port and Airport Fund | - | 50,225 | - | 50,225 |
| Nonmajor Governmental Funds | - | - | 5,000 | 5,000 |
| Total governmental activities | \$ 13,726 | \$ 118,229 | \$ 5,000 | \$ 136,955 |

The above amounts are reflected as restricted cash in the Statement of Net Assets.

| | Rental Deposits | Vendor Deposits | Customer Deposits | Total Deposits |
|---|------------------------|------------------------|--------------------------|-----------------------|
| <u>Business-type Activities:</u> | | | | |
| Bailing & Recycling Facility Fund | \$ - | \$ 99,400 | \$ - | \$ 99,400 |
| North Hutchinson Utilities Fund | - | - | 48,928 | 48,928 |
| South Hutchinson Utilities Fund | - | - | 1,800 | 1,800 |
| Sports Complex Fund | - | 1,500 | - | 1,500 |
| North County Utilities Fund | - | - | 39,050 | 39,050 |
| Other enterprise funds | 1,500 | 5,000 | 4,490 | 10,990 |
| Total business-type activities | \$ 1,500 | \$ 105,900 | \$ 94,268 | \$ 201,668 |

The above amounts are reflected as restricted cash in the Statement of Net Assets.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 9– RECEIVABLE, PAYABLE, AND ADVANCE BALANCES – Continued

E. Deposits Payable – Continued

Deposits payable at September 30, 2004, were as follows:

| | <u>Rental Deposits</u> | <u>Vendor Deposits</u> | <u>Customer Deposits</u> | <u>Total Deposits</u> |
|-----------------------------|----------------------------|----------------------------|------------------------------|---------------------------|
| <u>Agency Funds:</u> | | | | |
| Law Library | \$ - | \$ - | \$ 2,065 | \$ 2,065 |
| Developer's Deposits | - | - | 21,666 | 21,666 |
| Total agency funds | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 123,731</u> | <u>\$ 123,731</u> |

F. Claims Payable

Claims payable in the amount of \$862,889 represents the claims incurred but not yet reported at year end in the Internal Service Fund.

G. Advances

Advances at September 30, 2004, were as follows:

| | <u>Advances Due To Governmental Funds</u> | <u>Advances Due From Proprietary Funds</u> |
|--|---|--|
| <u>Governmental Activities:</u> | | |
| Advances from General Fund to: | | |
| Sports Complex Fund | \$ 460,425 | (460,425) |
| Advance from Port and Airport Fund to: | | |
| Golf Course Fund | <u>2,204,123</u> | <u>(2,204,123)</u> |
| Total net funds | <u>\$ 2,664,548</u> | <u>\$ (2,664,548)</u> |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 10 – LONG-TERM LIABILITIES

A. Schedules of Changes in Long-Term Debt

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

| | Beginning Balance 10/1/2003 | Additions | Payments | Ending Balance 9/30/2004 | Amounts Due within One Year |
|---|--|----------------------|---------------------|---|--|
| <u>Governmental Activities:</u> | | | | | |
| Bonds and notes payable: | | | | | |
| General obligation debt | \$ 2,870,000 | \$ - | \$ 145,000 | \$ 2,725,000 | \$ 150,000 |
| Revenue bonds | 81,685,000 | - | 2,455,000 | 79,230,000 | 3,125,000 |
| Revenue notes | 21,283,793 | 11,873,713 | 2,115,886 | 31,041,620 | 10,568,943 |
| Special assessment bonds | 632,000 | - | 4,895 | 627,105 | 5,922 |
| Total bonds and notes payable | <u>106,470,793</u> | <u>11,873,713</u> | <u>4,720,781</u> | <u>113,623,725</u> | <u>13,849,865</u> |
| Other liabilities: | | | | | |
| Capital leases | 1,143,651 | 626,540 | 572,850 | 1,197,341 | 644,404 |
| Compensated absences | <u>6,807,093</u> | <u>4,225,628</u> | <u>3,413,606</u> | <u>7,619,115</u> | <u>3,540,591</u> |
| Total governmental activities | <u>\$ 114,421,537</u> | <u>\$ 16,725,881</u> | <u>\$ 8,707,237</u> | <u>\$ 122,440,181</u> | <u>\$ 4,184,995</u> |
| <u>Business-type Activities:</u> | | | | | |
| Bonds and notes payable: | | | | | |
| Solid waste refunding debt | \$ 4,330,000 | \$ 7,622,500 | \$ 770,000 | \$ 3,560,000 | \$ 790,000 |
| Water and sewer debt | <u>12,175,000</u> | <u>-</u> | <u>305,000</u> | <u>19,492,500</u> | <u>315,000</u> |
| Total bonds and notes payable | 16,505,000 | 7,622,500 | 1,075,000 | 23,052,500 | 1,105,000 |
| Other liabilities: | | | | | |
| Capital leases | 80,802 | - | 80,802 | - | - |
| Compensated absences | <u>348,528</u> | <u>61,147</u> | <u>13,775</u> | <u>395,900</u> | <u>158,547</u> |
| Total business-type activities | <u>\$ 16,934,330</u> | <u>\$ 7,683,647</u> | <u>\$ 1,169,577</u> | <u>\$ 23,448,400</u> | <u>\$ 158,547</u> |

The County has general obligation, revenue and special assessment bonds outstanding at year end. Payments on the general obligation and revenue bonds are made by the debt service funds. South County Regional Stadium, tourist development tax revenue notes, and both special assessment bonds are paid from debt service funds; parks referendum line of credit, port deepening, MSBU interim line of credit, jail security, and fairgrounds notes are paid from special revenue funds; public safety 911, energy efficiency revenue notes and four capital leases are paid from the general fund.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 10 – LONG-TERM LIABILITIES – Continued

B. Schedule of Outstanding Debt

The following is a schedule of bonds and notes outstanding at September 30, 2003:

| | <u>Purpose of Issue</u> | <u>Amount Issued</u> | <u>Amount Outstanding</u> | <u>Interest Rates</u> |
|---|---|----------------------|---------------------------|-----------------------|
| Governmental Funds: | | | | |
| <u>General Obligation Bonds:</u> | | | | |
| Port and Airport Authority, Series 1997 | Port of Fort Pierce property purchase | \$ 3,500,000 | <u>\$ 2,725,000</u> | 5.0%-5.375% |
| <u>Revenue Bonds:</u> | | | | |
| Limited Ad Valorem Tax Bonds, Series 1999 | Acquisition of environmentally significant lands | 15,300,000 | 9,110,000 | 4.00%-4.25% |
| Public Improvement Revenue Refunding Bonds, Series 2000 | 800 MHz radio system | 8,770,000 | 6,690,000 | 4.60%-5.50% |
| Sales Tax Revenue Refunding Bonds, Series 2003 | County projects | 64,230,000 | <u>63,430,000</u> | 2.00%-4.625% |
| Total Revenue Bonds | | | <u>79,230,000</u> | |
| <u>Revenue Notes:</u> | | | | |
| Army Corps of Engineers, Series 1997 | Port deepening | 797,960 | 673,515 | variable |
| Public Improvement Revenue Note, Series 2000A | Construction of south county regional stadium | 410,000 | 269,315 | 6.56% |
| Florida Power and Light, Series 2001 | South county regional stadium lighting system | 134,966 | 125,186 | 8.82% |
| Special Assessment Improvement Note, Series 2001 | Interim financing of construction costs for various MSBU projects | 3,500,000 | 881,394 | variable |
| Public Improvement Revenue Note, Series 2001 | Energy efficiency | 3,010,595 | 2,598,828 | 4.13% |
| Public Improvement Revenue Note, Series 2002 | Rock road jail security upgrade | 2,190,000 | 1,805,111 | 3.46% |
| Public Improvement Revenue Bond, Series 2002B | Fairgrounds | 1,510,000 | 1,347,681 | 3.80% |
| Public Improvement Revenue Bond, Series 2004A | Equestrian Center | 350,000 | 340,850 | 3.90% |
| Improvement Revenue Note, Series 2003 | Parks referendum MSTU \$7,500,000 line of credit | 5,277,421 | 5,277,421 | variable |
| Improvement Revenue Note, Series 2004 | Education and research center \$10,000,000 line of credit | 8,602,319 | 8,602,319 | variable |
| Improvement Revenue Note, Series 2004B | Parks referendum MSTU \$10,750,000 line of credit | 50,000 | 50,000 | variable |
| Tourist Development Tax Revenue Bond, Series 2003 | Mets stadium improvements | 6,055,000 | 5,866,000 | 4.605% |
| Tourist Development Tax Revenue Bond, Series 2003C | Mets stadium improvements | 2,627,500 | 2,554,000 | 5.62% |
| Tourist Development Tax Revenue Bond Series 2004 | Mets stadium improvements | 650,000 | <u>650,000</u> | 4.62% |
| Total Revenue Notes | | | <u>31,041,620</u> | |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 10 – LONG-TERM LIABILITIES – Continued

B. Schedule of Outstanding Debt – Continued

| | <u>Purpose of Issue</u> | <u>Amount Issued</u> | <u>Amount Outstanding</u> | <u>Interest Rates</u> |
|--|-------------------------------------|----------------------|-----------------------------|-----------------------|
| <u>Special Assessment Bonds:</u> | | | | |
| Series 1996 | Becker road improvements | 1,860,000 | 505,000 | 5.70%-6.50% |
| Series 2002B | River branch estates MSBU | 127,000 | <u>122,105</u> | 5.60%-6.50% |
| Total Special Assessment Bonds | | | <u>627,105</u> | |
| <u>Capital Leases:</u> | | | | |
| Series 2001 | Mailing machine | 17,328 | 4,894 | 6.74% |
| Series 2001 | Howard computers lease #1 | 665,066 | 170,792 | 3.88% |
| Series 2002 | Howard computers lease #2 | 314,866 | 80,505 | 3.26% |
| Series 2003 | Howard computers lease #3 | 630,915 | 317,615 | 2.39% |
| Series 2003 | 10 Ford crown Victoria vehicles | 243,040 | 157,913 | 4.15% |
| Series 2004 | Howard computers lease #4 | 626,540 | <u>465,622</u> | |
| Total Capital Leases | | | <u>1,197,341</u> | |
| Total Outstanding Debt – Governmental Funds | | | <u>\$114,821,066</u> | |
| Proprietary Funds: | | | | |
| <u>Revenue Bonds:</u> | | | | |
| Solid Waste System Revenue Refunding Bonds, Series 2002 | Refunding 1993 bonds | \$ 12,945,000 | \$ 3,560,000 | 2.00%-3.125% |
| North Hutchinson Island Water and Sewer Revenue Refunding Bonds, Series 1997 | Refunding 1992 bonds | 5,560,000 | 4,900,000 | 3.65%-5.70% |
| North Hutchinson Island Water and Sewer Revenue Bonds, Series 2002 | Plant expansion | 1,710,000 | 1,630,000 | 3.00%-5.00% |
| Holiday Pines Water and Wastewater System Revenue Bonds, Series 1999 | Acquiring plant and plant expansion | 5,840,000 | 5,340,000 | 3.40%-5.50% |
| North County Utilities, Improvement Revenue Note, Series 2004 | Water and sewer expansion | 7,622,500 | <u>7,622,500</u> | 4.38% |
| Total Revenue Bonds | | | <u>\$ 23,052,500</u> | |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 10 – LONG-TERM LIABILITIES – Continued

C. Debt Service Requirements

The following schedule shows debt service requirements to maturity for the County’s obligations:

Governmental Activities:

| Fiscal Year | General Obligation Bonds | | Revenue Bonds | | Revenue Notes | | Special Assessments | | Capital Leases | | Total | |
|------------------------|-------------------------------------|--------------------|----------------------|---------------------|----------------------|--------------------|----------------------------|------------------|-----------------------|-----------------|----------------------|---------------------|
| | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest |
| 2005 | \$ 150,000 | \$ 143,252 | \$ 3,125,000 | \$ 3,477,695 | \$10,358,943 | \$ 937,293 | \$ 5,922 | \$ 39,809 | \$ 644,404 | \$36,922 | \$ 14,494,269 | \$ 4,634,971 |
| 2006 | 160,000 | 135,753 | 3,235,000 | 3,375,595 | 1,150,123 | 775,790 | 6,261 | 39,471 | 400,644 | 15,073 | 4,952,028 | 4,341,682 |
| 2007 | 165,000 | 127,752 | 3,330,000 | 3,269,675 | 1,201,745 | 724,477 | 6,619 | 39,112 | 152,293 | 3,973 | 4,855,657 | 4,164,989 |
| 2008 | 175,000 | 119,503 | 3,435,000 | 3,154,215 | 6,582,423 | 670,797 | 6,997 | 38,734 | - | - | 10,199,420 | 3,983,248 |
| 2009 | 185,000 | 110,578 | 3,565,000 | 3,026,734 | 1,312,024 | 531,274 | 41,469 | 187,188 | - | - | 5,103,493 | 3,855,774 |
| 2010-2014 | 1,080,000 | 396,138 | 12,765,000 | 13,286,238 | 5,948,020 | 1,789,088 | 559,837 | 117,107 | - | - | 20,352,857 | 15,588,571 |
| 2015-2019 | 810,000 | 88,688 | 11,125,000 | 10,827,161 | 3,915,040 | 548,442 | - | - | - | - | 15,850,041 | 11,464,291 |
| 2020-2024 | - | - | 11,840,000 | 7,718,606 | 215,671 | 83,956 | - | - | - | - | 12,005,671 | 8,002,562 |
| 2025-2029 | - | - | 13,560,000 | 4,966,681 | 147,630 | 18,443 | - | - | - | - | 13,707,630 | 4,985,124 |
| 2030-2034 | - | - | 13,250,000 | 1,566,719 | - | - | - | - | - | - | 13,250,000 | 1,566,719 |
| Total | \$2,725,000 | \$1,121,663 | \$79,230,000 | \$54,869,319 | \$31,041,620 | \$6,079,560 | \$627,105 | \$461,421 | \$1,197,341 | \$55,968 | \$114,821,066 | \$62,587,931 |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 10 – LONG-TERM LIABILITIES – Continued

C. Debt Service Requirements – Continued

The following schedule shows debt service requirements to maturity for the County’s obligations:

| Business-type Activities: | | | | | | |
|----------------------------------|--------------------------------------|-------------------|--|---------------------|---------------------|---------------------|
| Fiscal Year | Solid Waste Revenue Bonds | | Water and Sewer Revenue Bonds | | Total | |
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2005 | \$ 790,000 | \$ 91,785 | \$ 315,000 | \$ 951,462 | \$ 1,105,000 | \$ 1,043,247 |
| 2006 | 805,000 | 75,985 | 330,000 | 937,582 | 1,135,000 | 1,013,567 |
| 2007 | 815,000 | 58,275 | 345,000 | 922,589 | 1,160,000 | 980,864 |
| 2008 | 845,000 | 33,825 | 360,000 | 906,474 | 1,205,000 | 940,299 |
| 2009 | 305,000 | 9,531 | 8,002,500 | 889,041 | 8,307,500 | 898,572 |
| 2010-2014 | - | - | 2,795,000 | 2,469,219 | 2,195,000 | 2,469,219 |
| 2015-2019 | - | - | 2,850,000 | 1,822,056 | 2,850,000 | 1,822,056 |
| 2020-2024 | - | - | 2,790,000 | 1,003,125 | 2,790,000 | 1,003,125 |
| 2025-2029 | - | - | 2,100,000 | 396,444 | 2,100,000 | 396,444 |
| 2030-2034 | - | - | 205,000 | 15,500 | 205,000 | 15,500 |
| Total | \$3,560,000 | \$ 269,401 | \$19,492,500 | \$10,313,492 | \$23,052,500 | \$10,582,893 |

D. Bond Covenants

The Solid Waste System Revenue Refunding Bonds, Series 2002, require the landfill to deposit monthly into the sinking fund; one-sixth of the interest becoming due on the next interest date, one-twelfth of the principal becoming due on the next principal maturity date, and one-twelfth of the maturity amount of compounding interest becoming due on the next principal maturity date, plus one-twelfth of the amortization for any term bonds becoming due in the current year.

The County has covenanted on the above bonds to establish and maintain rates that will provide for 115 percent of the debt service requirement and 100 percent of the operating expenses and the reserve account credit facility costs, if any, during the year.

The North Hutchinson Island Water and Sewer System Revenue Refunding Bonds, Series 1997, and the North Hutchinson Island Water and Sewer System Revenue Bonds, Series 2002, require that money in the revenue fund be applied on a monthly basis; first to pay operating expenses, and next to deposit into the sinking fund one-sixth of the interest and one-twelfth of the principal accruing on the next payment dates. The reserve account must be maintained at its reserve account requirement. Money must next be deposited into the renewal and replacement fund equal to one-twelfth of the renewal and replacement requirement until a balance of \$500,000 is attained. Unrestored withdrawals must be paid into the renewal and replacement fund.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 10 – LONG-TERM LIABILITIES – Continued

D. Bond Covenants - Continued

The Holiday Pines Water and Wastewater System Revenue Bonds, Series 1999, require that money in the revenue fund be applied on a monthly basis; first to pay operating expenses and next to deposit into the sinking fund one-sixth of the interest and one-twelfth of the principal accruing on the next payment dates. The reserve account must be maintained at its reserve account requirement. Money must next be deposited into the renewal and replacement fund equal to one-twelfth of the renewal and replacement requirement until a balance of \$300,000 is attained. Unrestored withdrawals must be paid into the renewal and replacement fund.

E. Summary of Defeased Debt Outstanding

In prior years, the County has defeased certain debt, the proceeds of which were placed in an irrevocable trust to provide for all future debt service payments on the defeased bonds. As such, the trust assets and related liability are not included in the accompanying financial statements.

Following is a schedule of defeased debt at September 30, 2004:

| <u>Bond Issue</u> | <u>Beginning Balance 10/01/2003</u> | <u>Additions</u> | <u>Retirement</u> | <u>Ending Balance 9/30/2004</u> |
|----------------------------------|--|-------------------------|--------------------------|--|
| Utility Series 1990 | \$14,345,000 | \$ - | \$ (860,700) | \$13,484,300 |
| Utility Series 1993 | 48,555,000 | - | (2,055,000) | 46,520,000 |
| Sales Tax Refunding, Series 1994 | <u>37,015,000</u> | - | <u>(4,172,218)</u> | <u>32,842,782</u> |
| Total defeased debt | <u>\$99,915,000</u> | <u>\$ -</u> | <u>\$ (7,067,918)</u> | <u>\$92,847,082</u> |

F. Special Assessment Debt

The County is acting as the agent for the property owners in several municipal service taxing/benefit units located within the County. The County is not liable for repayment of the debt and is only collecting the assessments and forwarding the collections to the paying agent. As such, the debt related to these bond issues is not reflected on the accompanying financial statements.

The amount of the debt outstanding at September 30, 2004 is as follows:

| | |
|---|---------------------|
| South Hutchinson Island | \$ 475,000 |
| Driftwood Manor | 43,500 |
| King Orange | 45,000 |
| South Hutchinson Island Wastewater System | 11,155,000 |
| Combined Special Assessment Debt | 95,448 |
| King Orange 2 | 98,000 |
| Skylark 2 | 74,000 |
| Revels Lane 1 | 124,000 |
| Ideal Holding | 76,189 |
| Westglen | 40,633 |
| Rouse Road | 106,557 |
| Treasure Cove | <u>258,000</u> |
| Total | <u>\$12,591,327</u> |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 11 – SEGMENT INFORMATION

The County maintained nine enterprise funds, which provide sanitary landfill services; a golf course; water and sewer districts (H.E.W. Utilities, North Hutchinson Utilities, South Hutchinson Utilities, North County Utilities, and Airport Utilities); a professional baseball complex; and building and zoning services. Segment information of nonmajor enterprise funds for the year ended September 30, 2004 was as follows:

| | Golf Course | H.E.W. Utilities | Airport Utilities | Building Code |
|---------------------------------|------------------------|-----------------------------|------------------------------|--------------------------|
| Operating revenues | \$ 1,488,840 | \$ 85,572 | \$ 109,551 | \$ 2,661,453 |
| Depreciation and amortization | 275,197 | 6,156 | 30,792 | 114,786 |
| Operating income/(loss) | (420,476) | 20,353 | 25,341 | 646,010 |
| Operating transfers in | - | - | 48,154 | - |
| Capital assets transferred, net | 230,647 | 123,414 | 1,329,968 | 332,707 |
| Changes in net assets | (435,921) | 21,387 | 163,479 | 682,7985 |
| Net working capital | 230,647 | 54,018 | 81,158 | 2,689,305 |
| Total assets | 3,231,182 | 195,765 | 1,4,23,334 | 3,248,499 |
| Total net assets | 885,415 | 177,708 | 1,411,089 | 2,975,311 |
| Cash flows from: | | | | |
| Operating activities | (225,036) | 28,267 | 58,933 | 789,565 |
| Noncapital financing activities | 252,792 | (52,552) | 48,154 | - |
| Capital activities | (405,253) | - | (35,145) | (177,232) |
| Investing activities | 7,135 | 1,034 | 476 | 34,385 |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 12 – LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require the County to incur various estimated costs of closing landfill sites and providing for the long-term care and maintenance of the landfill sites for up to 30 years after closure. The total current cost of landfill closure and postclosure care is an estimate subject to changes resulting from inflation, deflation, technology or changes in applicable laws or regulations.

The amounts amortized are placed in interest bearing accounts in accordance with state regulations. The County utilized the landfill capacity used method to determine the amortization expense and accumulated amortization of these estimated costs. As of the balance sheet date, the estimated capacity used is 82.11 percent for the existing Class I Phase II landfill and 27.76 percent for the existing construction debris (C&D) landfill. All capacity has been used for the Class I Phase I site and the Airport site.

The County is required by state and federal laws and regulations to fund the liabilities associated with the estimated costs of closure and long-term care and maintenance of its landfill sites. The liabilities included in the balance sheet for these estimated costs at September 30, 2003 are as follows:

| | Liability From Restricted Assets | Other Current Liabilities | Total |
|--|---|--|--------------|
| Existing landfill sites: | | | |
| Class I Phase II closure costs | \$4,316,916 | \$ (61,327) | \$ 4,255,589 |
| C&D closure costs | 733,909 | (91,734) | 642,175 |
| C&D Processing Facility closure costs | 1,243 | - | 1,243 |
| Class I Phase II long-term maintenance | 1,104,189 | 2,009,305 | 3,113,494 |
| C&D long-term maintenance | 154,867 | 390,523 | 545,390 |
| Class I Phase III A closure costs | 230,895 | - | 230,895 |
| Total existing landfill sites | 6,542,019 | 2,246,767 | 8,788,786 |
| Previous landfill sites: | | | |
| Class I Phase I long-term maintenance | - | 1,369,225 | 1,369,221 |
| Airport site long-term maintenance | - | 2,736,760 | 2,736,760 |
| Total previous landfill sites | - | 4,105,985 | 4,105,985 |
| Total liabilities | \$6,542,019 | \$6,352,752 | \$12,894,771 |

The County has restricted cash in an amount equal to the liability from restricted assets above. The federal and state regulations also require the County to provide for the estimated long-term care and maintenance costs for the next year at the Class I Phase I site and the Airport site. The County has reserved \$249,365 of retained earnings to comply with this regulation. Cash has been restricted for these amounts also.

The remaining estimated costs at the existing landfills, which total \$5,281,720, will be recognized in future years as the remaining estimated capacity is filled. The amounts are based on the cost estimates for closure and postclosure care as of the balance sheet date.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 12 – LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS – Continued

The County currently expects to close the existing Class I Phase II landfill in 2007, and the existing C&D site in the year 2030. and the new Class I Phase III A in the year 2013. The County has established liabilities for the estimated postclosure care and maintenance on the previous landfill sites. The estimated costs for the postclosure care and maintenance of these sites are reflected as landfill closure liabilities in the accompanying balance sheet.

NOTE 13 – DEFINED BENEFIT PENSION PLANS

All St. Lucie County qualified employees participate in the Florida Retirement System (the “System”), a cost-sharing multiple-employer defined benefit public employee retirement system (PERS) administered by the State of Florida Department of Administration.

Benefits are determined by Category and length of service as follows:

| Membership Category | Benefit | Vesting | July 1, 2003 Employer Contribution Rate |
|--|--|--|--|
| Regular | 1.6% times years of service times average compensation (5 highest years) if age 62 or 30 years of service at any age. | After 6 years of creditable service. | 7.39% |
| Special Risk | 3% times years of service times average compensation (5 highest years) if age 62 or 25 years of service at any age. | After 6 years of creditable service. | 16.01% |
| Senior Management | 2.0% times years of service times average compensation (5 highest years) if age 62 or 30 years of service at any age. | After 6 years of creditable service. | 9.37% |
| Elected State Officer (include County officials) | 3% times years of service times average compensation (5 highest years) with 6 years of ESOC service and age 62 or 6 years any service and age 62 or 30 years any service regardless of age. | After 6 years of creditable service. | 15.23% |
| Deferred Retirement Option Program (DROP) from FRS | Accumulated FRS benefits earn 6.5% Effective annual rate of interest compounded monthly for a period up to 60 months after becoming vested having reached normal retirement date and remaining employed. | Subject to normal System vesting provisions for membership category. | 9.11% |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 13 – DEFINED BENEFIT PENSION PLANS – Continued

No employee contributions are required. The System also provides disability and survivors' benefits. Benefits are established by State Statute.

The contribution requirement for the years ended September 30, 2004, 2003, and 2002 was \$6,631,529, \$5,174,411, and \$5,175,545, respectively, which is equal to the required contribution for each year.

Participating employer contributions are based upon actuarially determined state-wide rates established by the State of Florida, that are expressed as percentages of annual covered payroll, adequate to accumulate sufficient assets to pay benefits when due.

The Florida Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the Division of Retirement, 1317 Winewood Boulevard, Building 8, Tallahassee, Florida 32399-6570 or by calling 850-488-5541.

NOTE 14 – OPERATING LEASES

The County has entered into various operating leases both as lessor and lessee. Lease revenues totaled \$1,053,376 and lease expenditures totaled \$649,280 for the current fiscal year.

The following is a schedule by year of the future minimum lease receipts and payments of the various non-cancelable operating leases in which the County is involved:

| Year ended September 30 | <u>Receipts</u> | <u>Payments</u> |
|--------------------------------|------------------------|------------------------|
| 2005 | \$ 937,304 | \$ 616,173 |
| 2006 | 415,062 | 587,127 |
| 2007 | 414,467 | 518,975 |
| 2008 | 411,466 | 430,621 |
| 2009 | 411,466 | 125,508 |
| 2010 – 2014 | 1,990,123 | 465,346 |
| 2015 – 2019 | 1,914,241 | 9,000 |
| 2020 – 2024 | 1,314,208 | 9,000 |
| 2025 – 2029 | 1,164,206 | 9,000 |
| 2030 – 2034 | 1,132,555 | 9,000 |
| 2035 – 2039 | 1,108,351 | 8,400 |
| 2040 – 2044 | 376,809 | 7,500 |
| 2045 – 2049 | - | 6 900 |
| 2050 – 2054 | - | 1,500 |
| Total | <u>\$11,590,258</u> | <u>\$ 2,804,050</u> |

Most leases provide for future increases based upon the consumer price index. Those increases are not reflected in the computation of future lease receipts. The property being leased

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 14 – OPERATING LEASES – Continued

included in the Statement of Net Assets has a carrying value of \$3,728,403. For fiscal year 2004, total depreciation expense for depreciable property being leased is \$133,423.

NOTE 15 – CONDUIT DEBT

From time to time, the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The County has also participated with other counties in the issuance of Housing Authority Bonds to provide down payment and other financial assistance to low and moderate income individuals and families. The bonds are secured by the property financed and are payable solely from payments received on the underlying debt. Upon repayment of the bonds, ownership of the required facilities transfers to the private-sector entity, or individuals, served by the bond issuance.

Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of September 30, 2004 there were 7 series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for these series as of September 30, 2004, was \$347,078,143.

The St. Lucie County Housing Finance Authority has participated with other authorities on nine Housing Finance Authority bonds. The County's participation in these nine issues totaled \$56,057,928.

NOTE 16 – FUND EQUITY

A. Restricted Net Assets

The County has established certain restrictions within the net assets section of the proprietary funds. Restricted net assets at September 30, 2004, consist of the following:

| | Bailing & Recycling Facility | North Hutchinson Utilities | South Hutchinson Utilities | North County Utilities | Total Restricted Net Assets |
|-----------------------------|------------------------------------|----------------------------------|----------------------------------|------------------------------|-----------------------------------|
| Restricted for: | | | | | |
| Debt service | \$ - | \$ 551,065 | \$ - | \$ - | \$ 551,065 |
| Renewal and replacement | - | 136,916 | 404,142 | 53,474 | 594,532 |
| Capital projects | - | - | - | 2,614,744 | 2,614,749 |
| Landfill postclosure | 249,365 | - | - | - | 249,365 |
| Total restricted net assets | \$ 249,365 | \$ 687,981 | \$ 404,142 | \$ 2,668,223 | \$ 4,009,711 |

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 16 – FUND EQUITY – Continued

B. Reserved Fund Balances

The County has established certain restrictions within the net assets section of the governmental funds. Reserved fund balances at September 30, 2003, consist of the following:

| | Advances To Other Funds | Inventory | Noncurrent Notes Receivable | Debt Service | Capital Projects | Total Fund Balance Reservation |
|------------------------------------|-------------------------------|-------------------|-----------------------------------|---------------------|----------------------|---|
| Reserved for: | | | | | | |
| General Fund | \$1,645,685 | \$ - | \$ 61,845 | \$ - | \$ - | \$ 1,707,530 |
| Transportation Trust | 13,801 | 127,712 | - | - | - | 141,513 |
| Port and Airport | 2,204,123 | - | - | - | - | 2,204,123 |
| Mosquito Control | - | 63,192 | - | - | - | 63,192 |
| Sales Tax Revenue Bond I&S | - | - | - | 2,817,243 | - | 2,817,243 |
| County Building | - | - | - | - | 20,226,411 | 20,226,411 |
| County Capital | 2,649 | - | - | - | 11,439,421 | 11,442,070 |
| Communication System I & S | - | - | - | 364,188 | - | 364,188 |
| Beach Bond I & S | - | - | - | 1,870 | - | 1,870 |
| Impact Fee I & S | - | - | - | 248 | - | 248 |
| Becker Road I & S | - | - | - | 359,147 | - | 359,147 |
| Port Development I & S | - | - | - | 252,270 | - | 252,270 |
| Tourist Development 4th Cent I & S | - | - | - | 715,683 | - | 715,683 |
| Environmental Land I & S | - | - | - | 619,381 | - | 619,381 |
| River Branch I&S | - | - | - | 27,540 | - | 27,540 |
| Beach Bond | - | - | - | - | 256,342 | 256,342 |
| Impact Fee | - | - | - | - | 14,500 | 14,500 |
| Port Development | - | - | - | - | 218,319 | 218,319 |
| Sports Complex Improvements | - | - | - | - | 190,156 | 190,156 |
| Environmental Land Capital | - | - | - | - | 6,109,822 | 6,109,822 |
| MSBU Internal Financed Projects | 83,071 | - | - | - | 451,446 | 534,517 |
| MSBU External Financed Projects | - | - | - | - | 307,376 | 307,376 |
| Total reserved fund balances | <u>\$3,949,329</u> | <u>\$ 190,904</u> | <u>\$ 61,845</u> | <u>\$ 5,157,570</u> | <u>\$ 39,213,794</u> | <u>\$48,573,442</u> |

The General Fund has a designation for emergency purposes in the amount of \$6,942,783, and a designation for Bear Point Mitigation in the amount of \$467,801.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 17 – FUND EQUITY DEFICIT

The following funds have a deficit fund balance or net assets balance at September 30, 2004:

| <u>Fund Name</u> | <u>Deficit</u> |
|--|----------------|
| Country Capital I & S Fund | \$ (5,053) |
| South County Regional Capital Project Fund | (60,141) |

NOTE 18 – RISK MANAGEMENT

General Liability, Property and Worker’s Compensation

The County is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors or omissions, injuries to employees, and natural disasters. The County and other Constitutional Officers (other than the Sheriff), comprising the primary government, participate in a public entity risk pool for the purpose of obtaining various insurance coverage other than health and life insurance. Other members of the pool consist of two municipalities and a county. The pool was created by an interlocal agreement under the provisions of Section 163.01, Florida Statutes. The governing Board of Directors of the pool, which is composed of representatives of each of the members, has the authority to contract for claims servicing and risk management and loss prevention services. The County pays its share of contributions into the pool based on the value of covered property, prior claims experience, and allocated expenses. Required contributions are considered expenditures when the liability is incurred. Members of the pool are responsible for deficiencies arising from specific claims if claims are in excess of reinsurance limits. The County has no other costs, other than deductible amounts, in connection with the risk pool.

The County is self insured for group health and life insurance covering employees and their eligible dependents. As required by Section 112.081, Florida Statutes, retirees and their eligible dependents are provided the same health care coverage as is offered to active employees, however, the retirees are responsible for payment of the premiums. Medical claims are paid from premiums contributed by employees, retirees and by the County. Premiums and contributions are determined by projected claims based on historical and actuarial experience. The self insurance plan assumes all risk for claims up to \$125,000 per individual, per year, and has purchased a reinsurance policy to cover claims in excess of this amount. There was one claim in excess of this limit for the 2004 fiscal year.

The claims liability of \$3,692,190, reported at September 30, 2004, is based on the requirements of generally accepted governmental accounting standards, which require 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. Estimates for claims incurred but not reported are actuarially determined and recorded.

The Sheriff joined with other Sheriffs in the state to form the Florida Sheriff Self Insurance Fund, a public entity risk pool, under the provisions of state statutes. The Sheriff pays its share

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 18 – RISK MANAGEMENT – Continued

General Liability, Property and Worker’s Compensation – Continued

of contributions into the pool based on the value of the property covered, prior claims experience and allocation of experience. These contributions are considered expenditures when the liability is incurred. The Sheriff has no other costs other than deductible amounts in connection with the risk pool.

The Sheriff also participates in a group health insurance risk pool and a workman’s compensation risk pool together with other Sheriffs in the state. These plans are administered by the Florida Sheriff’s Association Multiple Employer Trust and the Florida Sheriff’s Association respectively. An expenditure is recognized for contributions made by the Sheriff into the pools based on historical claims information.

The Sheriff also continues to carry commercial insurance for the risk of loss on watercraft and aviation equipment.

Changes in the fund’s claims liability amount during the current and prior fiscal year are as follows:

| Fiscal Year | Beginning Balance | Changes in Estimates and Claims | Claim Payments | Ending Balance |
|------------------------|------------------------------|--|---------------------------|---------------------------|
| 2002-2003 | \$ 987,630 | \$8,477,532 | \$ 8,580,054 | \$885,108 |
| 2003-2004 | 885,108 | 7,204,425 | 8,952,422 | 862,889 |

NOTE 19 – COMMITMENTS AND CONTINGENCIES

A. Litigation

Various suits and claims arising in the ordinary course of County operations are pending. The County is party to litigation under which it is the opinion of the County Attorney that the potential amount of the County’s liability in these matters will not be material to the financial statements. Accordingly, no provision has been made in the financial statements for these contingencies.

B. Construction Contracts

At September 30, 2004, the County has various contracts for engineering and construction projects in process totaling \$68,579,601, for which goods and services have not been received.

St. Lucie County, Florida
Notes to Financial Statements (continued)
Year Ended September 30, 2004

NOTE 19 – COMMITMENTS AND CONTINGENCIES – Continued

C. Grants

Amounts received, or receivable, from grantor agencies are subject to audit and adjustment by grantor agencies. If any expenditures are disallowed as a result of these audits the claims for reimbursement to the grantor agency would become a liability of the County. In the opinion of management, any such adjustment would not be significant.

NOTE 20 – SUBSEQUENT EVENTS

Subsequent to September 30, 2004, the County issued the following debt:

On October 20, 2004, the County made one draw in the amount of \$950,000 from the Bank of America Line of Credit. This loan is for the Indian River Estates MSBU.

On October 20, 2004, the County issued a \$20,000,000, Revenue Anticipation Note. This is for the Disaster Relief Project. The county only intends to draw on this Line of Credit as needed. To date one draw in the amount of \$50,000 has been made.

On November 10, 2004, the County issued \$8,030,000, Public Improvement Refunding Revenue Bonds, Series 2004A, 800 MHZ Emergency Radio System. This issue refunded the \$8,770,000 2000A Series.

On December 16, 2004, the County made one draw in the amount of \$90,000 from the Bank of America Line of Credit. This loan is for the Harmony Heights MSBU.

On March 8, 2005, the County made one draw in the amount of \$118,000 from the Bank of America Line of Credit. This loan is for the Sunland Gardens Phase 2 MSBU.

In September 2004, Hurricanes Frances and Jeanne swept through our community. Costs associated with the repair of hurricane damage have been separated and will be submitted to our insurance carriers, FEMA and the State Department of Community Affairs for reimbursement. As of September 30, 2004 the total costs incurred relative to these hurricanes and the associated reimbursements from the sources listed above have not been determined.

(THIS PAGE INTENTIONALLY LEFT BLANK)

NONMAJOR GOVERNMENTAL FUNDS

(THIS PAGE INTENTIONALLY LEFT BLANK)

St. Lucie County, Florida
Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2004

| | Special Revenue | | | |
|--------------------------------------|-------------------------------------|------------------|-----------------------|--|
| | Grants and Donations | Library | Drug Abuse | Special Assessment District |
| Assets | | | | |
| Cash and investments | \$ 399,242 | \$ 11,519 | \$ 14,885 | \$ 10,601,699 |
| Accounts receivable | - | - | - | 20 |
| Notes receivable | - | - | - | - |
| Assessments receivable | - | - | - | - |
| Due from other funds | - | - | - | - |
| Due from other county units | 18,504 | - | - | 83,703 |
| Due from other governments | - | - | - | 26,262 |
| Advances to other funds | - | - | - | - |
| Total assets | <u>\$ 417,746</u> | <u>\$ 11,519</u> | <u>\$ 14,885</u> | <u>\$ 10,711,684</u> |
| Liabilities and fund balances | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ - | \$ 9,502 | \$ 140 | \$ 324,680 |
| Accrued liabilities | - | 2,017 | - | 93,064 |
| Deposits payable | - | - | - | 5,000 |
| Due to other funds | - | - | - | 37,184 |
| Due to other governments | - | - | - | 4 |
| Advances from other funds | - | - | - | - |
| Deferred revenue | - | - | - | 8,906 |
| Total liabilities | <u>-</u> | <u>11,519</u> | <u>140</u> | <u>468,838</u> |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Advances to other funds | - | - | - | - |
| Debt service | - | - | - | - |
| Capital projects | - | - | - | - |
| Unreserved (deficit) | 417,746 | - | 14,745 | 10,242,846 |
| Total fund balances | <u>417,746</u> | <u>-</u> | <u>14,745</u> | <u>10,242,846</u> |
| Total liabilities and fund balances | <u>\$ 417,746</u> | <u>\$ 11,519</u> | <u>\$ 14,885</u> | <u>\$ 10,711,684</u> |

Special Revenue

| Plan Maintenance RAD | Tourism Development 1st, 2nd, 3rd, & 5th Cent | Court Facility | SLC Housing Finance Authority | Environmental Land Acquisitions | Court Administrator |
|-------------------------------------|--|---------------------------|--|--|--------------------------------|
| \$ 54,514 | \$ 364,538 | \$ 1,407,024 | \$ 49,151 | \$ 67,307 | \$ 1,283,990 |
| 83,649 | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 216,714 | 63,271 | - | - | - |
| - | - | - | - | - | 155,799 |
| - | - | - | - | - | - |
| <u>\$ 138,163</u> | <u>\$ 581,252</u> | <u>\$ 1,470,295</u> | <u>\$ 49,151</u> | <u>\$ 67,307</u> | <u>\$ 1,439,789</u> |
| | | | | | |
| \$ 7,580 | \$ 15,816 | \$ - | \$ - | \$ - | \$ 13,984 |
| 7,777 | 4,660 | - | - | - | 9,905 |
| - | - | - | - | - | - |
| 1,270 | 3,769 | - | - | - | 10,039 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| (3,417) | - | - | - | - | 6,894 |
| <u>13,210</u> | <u>24,245</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>40,822</u> |
| | | | | | |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 124,953 | 557,007 | 1,470,295 | 49,151 | 67,307 | 1,398,967 |
| <u>124,953</u> | <u>557,007</u> | <u>1,470,295</u> | <u>49,151</u> | <u>67,307</u> | <u>1,398,967</u> |
| <u>\$ 138,163</u> | <u>\$ 581,252</u> | <u>\$ 1,470,295</u> | <u>\$ 49,151</u> | <u>\$ 67,307</u> | <u>\$ 1,439,789</u> |

(continued)

St. Lucie County, Florida
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
September 30, 2004

| | Special Revenue | | | |
|--------------------------------------|----------------------------|--|---|---|
| | Erosion Control | Housing Assistance SHIP | Boating Improvement Projects | Bluefield Ranch Improvements |
| Assets | | | | |
| Cash and investments | \$ 1,213,688 | \$ 1,113,858 | \$ 228,939 | \$ 105,428 |
| Accounts receivable | - | - | - | - |
| Notes receivable | - | - | - | - |
| Assessments receivable | - | - | - | - |
| Due from other funds | 9,913 | - | - | - |
| Due from other county units | 9,136 | - | 91,160 | - |
| Due from other governments | 43,441 | 218,433 | - | - |
| Advances to other funds | - | - | - | - |
| Total assets | <u>\$ 1,276,178</u> | <u>\$ 1,332,291</u> | <u>\$ 320,099</u> | <u>\$ 105,428</u> |
| Liabilities and fund balances | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 103,816 | \$ 122 | \$ - | \$ - |
| Accrued liabilities | 10,500 | 11,926 | - | - |
| Deposits payable | - | - | - | - |
| Due to other funds | 10,164 | - | - | - |
| Due to other governments | - | - | - | - |
| Advances from other funds | - | - | - | - |
| Deferred revenue | 43,311 | - | - | - |
| Total liabilities | <u>167,791</u> | <u>12,048</u> | <u>-</u> | <u>-</u> |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Advances to other funds | - | - | - | - |
| Debt service | - | - | - | - |
| Capital projects | - | - | - | - |
| Unreserved (deficit) | 1,108,387 | 1,320,243 | 320,099 | 105,428 |
| Total fund balances | <u>1,108,387</u> | <u>1,320,243</u> | <u>320,099</u> | <u>105,428</u> |
| Total liabilities and fund balances | <u>\$ 1,276,178</u> | <u>\$ 1,332,291</u> | <u>\$ 320,099</u> | <u>\$ 105,428</u> |

(continued)

| Special Revenue | | | Debt Service | | | | |
|------------------|----------------------|----------------------|-----------------------|-------------------------|----------------------------|------------------|-------------------|
| Law Enforcement | Art in Public Places | Economic Development | Clerk Special Revenue | Sheriff Special Revenue | Communication System I & S | Beach Bond I & S | Impact Fees I & S |
| \$ 8,989 | \$ 163,927 | \$ 177,708 | \$ 1,107,803 | \$ 454,581 | \$ 301,257 | \$ - | \$ 248 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | 2,052,140 | - | - |
| - | - | - | - | - | - | - | - |
| 49,326 | - | 980 | - | - | 62,931 | 1,870 | - |
| - | - | - | - | 810,864 | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>58,315</u> | <u>163,927</u> | <u>178,688</u> | <u>1,107,803</u> | <u>1,265,445</u> | <u>\$ 2,416,328</u> | <u>\$ 1,870</u> | <u>\$ 248</u> |
| \$ - | \$ - | \$ - | \$ 76,874 | \$ - | \$ - | \$ - | \$ - |
| - | - | - | 12,850 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | 863,328 | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | 2,052,140 | - | - |
| - | - | - | 89,724 | 863,328 | <u>2,052,140</u> | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | 364,188 | 1,870 | 248 |
| - | - | - | - | - | - | - | - |
| 58,315 | 163,927 | 178,688 | 1,018,079 | 402,117 | - | - | - |
| <u>58,315</u> | <u>163,927</u> | <u>178,688</u> | <u>1,018,079</u> | <u>402,117</u> | <u>364,188</u> | <u>1,870</u> | <u>248</u> |
| <u>\$ 58,315</u> | <u>\$ 163,927</u> | <u>\$ 178,688</u> | <u>\$ 1,107,803</u> | <u>\$ 1,265,445</u> | <u>\$ 2,416,328</u> | <u>\$ 1,870</u> | <u>\$ 248</u> |

(continued)

St. Lucie County, Florida
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
September 30, 2004

| | Debt Service | | | |
|--------------------------------------|---|--------------------------------------|---|--|
| | County Capital I & S | Becker Road I & S | Port Development I & S | Tourist Development Taxes I & S |
| Assets | | | | |
| Cash and investments | \$ - | \$ 357,873 | \$ 249,979 | \$ 667,506 |
| Accounts receivable | - | - | - | - |
| Notes receivable | - | - | - | - |
| Assessments receivable | - | 1,435,075 | - | - |
| Due from other funds | - | - | - | - |
| Due from other county units | - | 1,275 | 2,291 | 54,178 |
| Due from other governments | - | - | - | - |
| Advances to other funds | - | - | - | - |
| Total assets | <u>\$ -</u> | <u>\$ 1,794,223</u> | <u>\$ 252,270</u> | <u>\$ 721,684</u> |
| Liabilities and fund balances | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 2,404 | \$ - | \$ - | \$ 6,001 |
| Accrued liabilities | - | - | - | - |
| Deposits payable | - | - | - | - |
| Due to other funds | - | - | - | - |
| Due to other governments | - | - | - | - |
| Advances from other funds | 2,649 | - | - | - |
| Deferred revenue | - | 1,435,076 | - | - |
| Total liabilities | <u>5,053</u> | <u>1,435,076</u> | <u>-</u> | <u>6,001</u> |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Advances to other funds | - | - | - | - |
| Debt service | - | 359,147 | 252,270 | 715,683 |
| Capital projects | - | - | - | - |
| Unreserved (deficit) | (5,053) | - | - | - |
| Total fund balances | <u>(5,053)</u> | <u>359,147</u> | <u>252,270</u> | <u>715,683</u> |
| Total liabilities and fund balances | <u>\$ -</u> | <u>\$ 1,794,223</u> | <u>\$ 252,270</u> | <u>\$ 721,684</u> |

| Debt Service | | Capital Projects | | | |
|--------------------------|--------------------|-------------------------------|-------------------|-------------------|-------------------|
| Environmental Land I & S | River Branch I & S | South County Regional Stadium | Beach Bond | Impact Fee | Port Development |
| \$ 600,860 | \$ 27,442 | \$ 7,109 | \$ 256,341 | \$ 161,796 | \$ 218,320 |
| - | - | - | - | - | - |
| - | 122,344 | - | - | - | - |
| - | - | - | - | - | - |
| 18,521 | 98 | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>\$ 619,381</u> | <u>\$ 149,884</u> | <u>\$ 7,109</u> | <u>\$ 256,341</u> | <u>\$ 161,796</u> | <u>\$ 218,320</u> |
| \$ - | \$ - | \$ - | \$ - | \$ 132,972 | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | 67,250 | - | - | - |
| - | 122,344 | - | - | 14,324 | - |
| <u>-</u> | <u>122,344</u> | <u>67,250</u> | <u>-</u> | <u>147,296</u> | <u>-</u> |
| - | - | - | - | - | - |
| 619,381 | 27,540 | - | - | - | - |
| - | - | - | 256,341 | 14,500 | 218,320 |
| - | - | (60,141) | - | - | - |
| <u>619,381</u> | <u>27,540</u> | <u>(60,141)</u> | <u>256,341</u> | <u>14,500</u> | <u>218,320</u> |
| <u>\$ 619,381</u> | <u>\$ 149,884</u> | <u>\$ 7,109</u> | <u>\$ 256,341</u> | <u>\$ 161,796</u> | <u>\$ 218,320</u> |

(continued)

St. Lucie County, Florida
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
September 30, 2004

| | Capital Projects | | | | Total Nonmajor Governmental Funds |
|--|--|---|--|--|--|
| | Sports Complex Improvements | Environmental Land Capital | MSBU Internal Financed Projects | MSBU External Financed Projects | |
| Assets | | | | | |
| Cash and investments | \$ 530,860 | \$ 6,098,871 | \$ 534,433 | \$ 333,759 | \$ 29,175,444 |
| Accounts receivable | - | 11,452 | - | - | 95,121 |
| Notes receivable | - | - | - | - | 2,052,140 |
| Assessments receivable | - | - | - | - | 1,557,419 |
| Due from other funds | - | - | - | - | 9,913 |
| Due from other county units | - | - | 84 | 1,970 | 676,012 |
| Due from other governments | - | - | - | - | 1,254,799 |
| Advances to other funds | - | - | 83,071 | - | 83,071 |
| Total assets | \$ 530,860 | \$ 6,110,323 | \$ 617,588 | \$ 335,729 | \$ 34,903,919 |
| Liabilities and fund balances | | | | | |
| Liabilities: | | | | | |
| Accounts payable | \$ 215,703 | \$ 500 | \$ - | \$ 14,552 | \$ 924,646 |
| Accrued liabilities | - | - | - | - | 152,699 |
| Deposits payable | - | - | - | - | 5,000 |
| Due to other funds | - | - | - | - | 925,754 |
| Due to other governments | - | - | - | - | 4 |
| Advances from other funds | 125,000 | - | 83,072 | 13,801 | 291,772 |
| Deferred revenue | - | - | - | - | 3,679,578 |
| Total liabilities | 340,703 | 500 | 83,072 | 28,353 | 5,979,453 |
| Fund balances: | | | | | |
| Reserved for: | | | | | |
| Advances to other funds | - | - | 83,071 | - | 83,071 |
| Debt service | - | - | - | - | 2,340,327 |
| Capital projects | 190,157 | 6,109,823 | 451,445 | 307,376 | 7,547,962 |
| Unreserved (deficit) | - | - | - | - | 18,953,106 |
| Total fund balances | 190,157 | 6,109,823 | 534,516 | 307,376 | 28,924,466 |
| Total liabilities and fund balances | \$ 530,860 | \$ 6,110,323 | \$ 617,588 | \$ 335,729 | \$ 34,903,919 |

(continued)

(THIS PAGE INTENTIONALLY LEFT BLANK)

St. Lucie County, Florida
Combining Statement of Revenues,
Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the year ended September 30, 2004

| | <u>Special Revenue</u> | | | |
|--|-------------------------------------|-----------------|---------------------------------------|-----------------------|
| | <u>Grants and Donations</u> | <u>Library</u> | <u>Additional Court Costs</u> | <u>Drug Abuse</u> |
| Revenues: | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - | - |
| Intergovernmental | 136,901 | 212,598 | - | - |
| Charges for services | - | - | 288,280 | - |
| Fines and forfeitures | 82,693 | - | - | 13,966 |
| Special assessments | - | - | - | - |
| Interest | 2,575 | 24 | 36 | 250 |
| Miscellaneous | <u>254,166</u> | <u>74,283</u> | <u>-</u> | <u>-</u> |
| Total revenues | 476,335 | 286,905 | 288,316 | 14,216 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 2,606 | - | - | 1,240 |
| Public safety | 181,770 | - | - | - |
| Physical environment | - | - | - | - |
| Transportation | - | - | - | - |
| Economic environment | - | - | - | - |
| Court-related | - | - | 288,316 | 9,953 |
| Culture and recreation | 548 | 217,623 | - | - |
| Capital outlay | 2,400 | - | - | - |
| Debt service: | | | | |
| Principal retirement | - | - | - | - |
| Interest | - | - | - | - |
| Other | - | - | - | - |
| Total expenditures | <u>187,324</u> | <u>217,623</u> | <u>288,316</u> | <u>11,193</u> |
| Excess of revenues over (under) expenditures | 289,011 | 69,282 | - | 3,023 |
| Other financing sources (uses): | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | - | - | (5,000) |
| Proceeds of long-term debt | - | - | - | - |
| Total other financing sources (uses) | <u>\$ -</u> | <u>-</u> | <u>-</u> | <u>(5,000)</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | 289,011 | 69,282 | - | (1,977) |
| Fund balance (deficit)—beginning of year | <u>128,735</u> | <u>(69,282)</u> | <u>-</u> | <u>16,722</u> |
| Fund balance (deficit)—end of year | <u>\$ 417,746</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 14,745</u> |

Special Revenue

| Special Assessment District | Plan Maintenance RAD | Tourism Development 1st, 2nd, 3rd, & 5th Cent | Court Facility | SLC Housing Finance Authority | Environmental Land Acquisitions |
|------------------------------------|-----------------------------|--|-----------------------|--------------------------------------|--|
| \$ 10,393,657 | \$ - | \$ 1,947,407 | \$ - | \$ - | \$ - |
| 16,151 | - | - | - | - | - |
| 1,290,595 | - | - | - | - | - |
| 197,112 | - | - | 349,085 | - | - |
| 129,381 | - | - | - | - | - |
| 11,444 | - | - | - | - | - |
| 145,897 | 1,285 | 7,367 | 16,287 | 578 | 832 |
| <u>332,122</u> | <u>347,957</u> | <u>20</u> | <u>-</u> | <u>11,000</u> | <u>-</u> |
| 12,516,359 | 349,242 | 1,954,794 | 365,372 | 11,578 | 832 |
| 1,962,118 | - | - | - | 6,641 | 299 |
| 786,721 | 226,632 | - | - | - | - |
| 976,206 | - | - | - | - | - |
| 1,032,500 | - | - | - | - | - |
| - | - | 425,422 | - | - | - |
| 382,535 | - | - | 1,144 | - | - |
| 913,738 | - | - | - | - | - |
| 1,399,843 | - | 5,194 | 27,082 | - | - |
| - | - | - | - | - | - |
| 73,204 | - | - | - | - | - |
| 17,000 | - | - | - | - | - |
| <u>7,543,865</u> | <u>226,632</u> | <u>430,616</u> | <u>28,226</u> | <u>6,641</u> | <u>299</u> |
| 4,972,494 | 122,610 | 1,524,178 | 337,146 | 4,937 | 533 |
| 883,389 | - | 25,217 | - | - | - |
| (2,137,676) | - | (1,465,367) | - | - | - |
| 1,428,188 | - | 5,194 | - | - | - |
| <u>173,901</u> | <u>-</u> | <u>(1,434,956)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| 5,146,395 | 122,610 | 89,222 | 337,146 | 4,937 | 533 |
| 5,096,451 | 2,343 | 467,785 | 1,133,149 | 44,214 | 66,774 |
| <u>\$ 10,242,846</u> | <u>\$ 124,953</u> | <u>\$ 557,007</u> | <u>\$ 1,470,295</u> | <u>\$ 49,151</u> | <u>\$ 67,307</u> |

(continued)

St. Lucie County, Florida
Combining Statement of Revenues,
Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds (continued)
For the year ended September 30, 2004

| | Special Revenue | | | |
|--|--------------------------------|----------------------------|--|--|
| | Court Administrator | Erosion Control | Housing Assistance SHIP | Boating Improvement Project |
| Revenues: | | | | |
| Taxes | \$ - | \$ 1,042,519 | \$ - | \$ - |
| Licenses and permits | 3,000 | - | - | 180,571 |
| Intergovernmental | 252,136 | 1,045,128 | 948,719 | - |
| Charges for services | 230,568 | - | - | - |
| Fines and forfeitures | 164,487 | - | - | - |
| Special assessments | - | - | - | - |
| Interest | 16,558 | 17,333 | 11,651 | 2,786 |
| Miscellaneous | - | - | 32,220 | - |
| Total revenues | <u>666,749</u> | <u>2,104,980</u> | <u>992,590</u> | <u>183,357</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 134,280 | 37,040 | - | - |
| Public safety | - | - | - | - |
| Physical environment | - | 1,883,017 | - | - |
| Transportation | - | - | - | - |
| Economic environment | - | - | 246,529 | - |
| Court-related | 410,379 | - | - | - |
| Culture and recreation | - | - | - | - |
| Capital outlay | 10,772 | 568,474 | - | - |
| Debt service: | | | | |
| Principal retirement | - | 106,332 | - | - |
| Interest | - | 2,568 | - | - |
| Other | - | - | - | - |
| Total expenditures | <u>555,431</u> | <u>2,597,431</u> | <u>246,529</u> | <u>-</u> |
| Excess of revenues over (under) expenditures | 111,318 | (492,451) | 746,061 | 183,357 |
| Other financing sources (uses): | | | | |
| Operating transfers in | 138,456 | 107,779 | - | - |
| Operating transfers out | - | (36,741) | - | - |
| Proceeds of long-term debt | - | - | - | - |
| Total other financing sources (uses) | <u>138,456</u> | <u>71,038</u> | <u>-</u> | <u>-</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | 249,774 | (421,413) | 746,061 | 183,357 |
| Fund balance (deficit)—beginning of year | 1,149,193 | 1,529,800 | 574,182 | 136,742 |
| Fund balance (deficit)—end of year | <u>\$ 1,398,967</u> | <u>\$ 1,108,387</u> | <u>\$ 1,320,243</u> | <u>\$ 320,099</u> |

| Special Revenue | | | | | | Debt Service | |
|------------------------------------|--------------------|----------------------------|-------------------------|-------------------------------|-----------------------------|--|----------------------------------|
| Bluefield Ranch Improvements | Law Enforcement | Art in Public Places | Economic Development | Sheriff Special Revenue | Clerk Special Revenue | South County Regional Stadium I & S | Communication System I & S |
| \$ - | \$ - | \$ - | \$ 3,413 | \$ - | \$ - | \$ - | \$ - |
| - | - | - | 95,832 | - | - | - | - |
| - | - | 23,975 | - | 990,027 | - | 54,564 | - |
| - | 407,108 | - | - | 838,685 | 705,139 | - | - |
| - | - | - | - | 86,292 | - | - | 544,018 |
| - | - | - | - | - | - | - | - |
| 1,298 | 2,500 | 2,083 | 2,633 | - | - | - | 3,966 |
| - | - | - | - | 3,058 | 11,468 | - | 429,628 |
| <u>1,298</u> | <u>409,608</u> | <u>26,058</u> | <u>101,878</u> | <u>1,918,062</u> | <u>716,607</u> | <u>54,564</u> | <u>977,612</u> |
| - | - | - | 100,000 | - | 22,850 | 58 | 3,861 |
| - | - | - | - | 2,743,308 | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | 239,252 | - | - |
| - | - | 9,781 | - | - | - | - | - |
| - | - | 44,885 | - | 795,806 | 254,775 | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | 35,725 | 535,000 |
| - | - | - | - | - | - | 18,806 | 364,631 |
| - | - | - | - | - | - | - | - |
| - | - | <u>54,666</u> | <u>100,000</u> | <u>3,539,114</u> | <u>516,877</u> | <u>54,589</u> | <u>903,492</u> |
| 1,298 | 409,608 | (28,608) | 1,878 | (1,621,052) | 199,730 | (25) | 74,120 |
| - | - | - | 980 | 1,456,477 | - | - | 155,617 |
| - | (444,705) | - | (1,528) | - | (62,103) | - | (200,000) |
| - | - | - | - | - | - | - | - |
| - | <u>(444,705)</u> | <u>-</u> | <u>(548)</u> | <u>1,456,477</u> | <u>(62,103)</u> | <u>-</u> | <u>(44,383)</u> |
| 1,298 | (35,097) | (28,608) | 1,330 | (164,575) | 137,627 | (25) | 29,737 |
| 104,130 | 93,412 | 192,535 | 177,358 | 566,692 | 880,452 | 25 | 334,451 |
| <u>\$ 105,428</u> | <u>\$ 58,315</u> | <u>\$ 163,927</u> | <u>\$ 178,688</u> | <u>\$ 402,117</u> | <u>\$ 1,018,079</u> | <u>\$ -</u> | <u>\$ 364,188</u> |

(continued)

St. Lucie County, Florida
Combining Statement of Revenues,
Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds (continued)
For the year ended September 30, 2004

| | Debt Service | | | |
|--|-------------------------------------|--------------------------------------|---|--------------------------------------|
| | Beach Bond I & S | Impact Fees I & S | County Capital I & S | Becker Road I & S |
| Revenues: | | | | |
| Taxes | \$ 454 | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - | - |
| Intergovernmental | - | - | - | - |
| Charges for services | - | - | - | - |
| Fines and forfeitures | - | - | - | - |
| Special assessments | - | - | - | 187,185 |
| Interest | 559 | - | - | 3,723 |
| Miscellaneous | - | - | - | 2,122 |
| Total revenues | <u>1,013</u> | <u>-</u> | <u>-</u> | <u>193,030</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 445 | - | - | - |
| Public safety | - | - | - | - |
| Physical environment | - | - | - | - |
| Transportation | - | - | - | 3,744 |
| Economic environment | - | - | - | - |
| Court-related | - | - | - | - |
| Culture and recreation | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service: | | | | |
| Principal retirement | - | 193,028 | 91,386 | - |
| Interest | - | 68,888 | 72,700 | 32,825 |
| Other | - | - | 18,425 | 4,863 |
| Total expenditures | <u>445</u> | <u>261,916</u> | <u>182,511</u> | <u>41,432</u> |
| Excess of revenues over (under) expenditures | 568 | (261,916) | (182,511) | 151,598 |
| Other financing sources (uses): | | | | |
| Operating transfers in | 1,870 | 262,164 | 177,458 | 1,274 |
| Operating transfers out | (60,672) | - | - | (3,744) |
| Proceeds of long-term debt | - | - | - | - |
| Total other financing sources (uses) | <u>(58,802)</u> | <u>262,164</u> | <u>177,458</u> | <u>(2,470)</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (58,234) | 248 | (5,053) | 149,128 |
| Fund balance (deficit)—beginning of year | 60,104 | - | - | 210,019 |
| Fund balance (deficit)—end of year | <u>\$ 1,870</u> | <u>\$ 248</u> | <u>\$ (5,053)</u> | <u>\$ 359,147</u> |

| Port Development I & S | Debt Service | | | | Capital Projects |
|------------------------------|------------------------------|--|--------------------------------|--------------------------|--|
| | Capital Projects I & S | Tourist Development Taxes I & S | Environmental Land I & S | River Branch I & S | South County Regional Stadium |
| \$ 251,455 | - | \$ 486,852 | \$ 1,445,731 | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | 14,358 | - |
| 3,468 | - | 3,658 | 19,686 | 244 | 123 |
| - | - | <u>100,000</u> | - | - | <u>12,800</u> |
| <u>254,923</u> | - | <u>590,510</u> | <u>1,465,417</u> | <u>14,602</u> | <u>12,923</u> |
| 2,059 | - | 2,285 | 6,384 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 145,000 | 1,023,000 | 262,500 | 1,120,000 | 4,895 | - |
| 146,878 | 34,958 | 270,799 | 415,610 | 7,124 | - |
| 1,000 | 41,480 | 6,000 | 1,000 | - | - |
| <u>294,937</u> | <u>1,099,438</u> | <u>541,584</u> | <u>1,542,994</u> | <u>12,019</u> | <u>-</u> |
| (40,014) | (1,099,438) | 48,926 | (77,577) | 2,583 | 12,923 |
| 2,291 | 1,099,438 | 462,558 | 18,522 | 188 | - |
| (9,549) | - | (14,606) | (61,976) | (289) | - |
| - | - | - | - | - | - |
| <u>(7,258)</u> | <u>1,099,438</u> | <u>447,952</u> | <u>(43,454)</u> | <u>(101)</u> | <u>-</u> |
| (47,272) | - | 496,878 | (121,031) | 2,482 | 12,923 |
| 299,542 | - | 218,805 | 740,412 | 25,058 | (73,064) |
| <u>\$ 252,270</u> | <u>\$ -</u> | <u>\$ 715,683</u> | <u>\$ 619,381</u> | <u>\$ 27,540</u> | <u>\$ (60,141)</u> |

(continued)

St. Lucie County, Florida
Combining Statement of Revenues,
Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds (continued)
For the year ended September 30, 2004

| | Capital Projects | | | |
|--|-------------------------|-----------------------|-----------------------------|--|
| | Beach Bond | Impact Fee | Port Development | Sports Complex Improvements |
| Revenues: | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - | - |
| Intergovernmental | - | 3,722 | - | - |
| Charges for services | - | - | - | - |
| Fines and forfeitures | - | - | - | - |
| Special assessments | - | 3,145,728 | - | - |
| Interest | 3,176 | - | 2,689 | 28,698 |
| Miscellaneous | - | - | - | - |
| Total revenues | <u>3,176</u> | <u>3,149,450</u> | <u>2,689</u> | <u>28,698</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 591 | - | - | 5,612 |
| Public safety | - | 41,337 | - | - |
| Physical environment | - | - | - | - |
| Transportation | - | - | - | - |
| Economic environment | - | - | - | - |
| Court-related | - | - | - | - |
| Culture and recreation | - | 1,602 | - | 3,125 |
| Capital outlay | 3,000 | 731,388 | - | 8,254,229 |
| Debt service: | | | | |
| Principal retirement | - | - | - | - |
| Interest | - | - | - | - |
| Other | - | - | - | - |
| Total expenditures | <u>3,591</u> | <u>774,327</u> | <u>-</u> | <u>8,262,966</u> |
| Excess of revenues over (under) expenditures | (415) | 2,375,123 | 2,689 | (8,234,268) |
| Other financing sources (uses): | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | (2,375,123) | - | - |
| Proceeds of long-term debt | - | - | - | 650,000 |
| Total other financing sources (uses) | <u>-</u> | <u>(2,375,123)</u> | <u>-</u> | <u>650,000</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (415) | - | 2,689 | (7,584,268) |
| Fund balance (deficit)—beginning of year | <u>256,756</u> | <u>14,500</u> | <u>215,631</u> | <u>7,774,425</u> |
| Fund balance (deficit)—end of year | <u>\$ 256,341</u> | <u>\$ 14,500</u> | <u>\$ 218,320</u> | <u>\$ 190,157</u> |

| Capital Projects | | | |
|---|--|--|--|
| Environmental Land Capital | MSBU Internal Financed Projects | MSBU External Financed Projects | Total Nonmajor Governmental Funds |
| \$ - | \$ 100,000 | \$ - | \$ 15,671,488 |
| - | - | - | 295,554 |
| 623,567 | - | - | 5,581,932 |
| - | - | - | 2,608,869 |
| - | - | - | 1,427,945 |
| - | - | - | 3,358,715 |
| 80,970 | 11,844 | 5,757 | 400,534 |
| 248,319 | - | 24,590 | 1,883,753 |
| <u>952,856</u> | <u>111,844</u> | <u>30,347</u> | <u>31,228,790</u> |
| 8,611 | - | - | 2,296,980 |
| - | - | - | 3,979,768 |
| 12,030 | - | - | 2,871,253 |
| - | - | 790,777 | 1,827,021 |
| - | - | - | 671,951 |
| - | - | - | 1,331,579 |
| - | - | - | 1,146,417 |
| 2,306,770 | - | 45,799 | 14,450,417 |
| - | - | - | 3,516,866 |
| - | - | - | 1,508,991 |
| - | - | - | 89,768 |
| <u>2,327,411</u> | <u>-</u> | <u>836,576</u> | <u>33,691,011</u> |
| (1,374,555) | 111,844 | (806,229) | (2,462,221) |
| - | 84 | 120,551 | 4,914,313 |
| - | (3,015) | (1,217,771) | (8,099,865) |
| - | 12,347 | 1,746,985 | 3,842,714 |
| <u>-</u> | <u>9,416</u> | <u>649,765</u> | <u>657,162</u> |
| (1,374,555) | 121,260 | (156,464) | (1,805,059) |
| 7,484,378 | 413,256 | 463,840 | 30,729,525 |
| <u>\$ 6,109,823</u> | <u>\$ 534,516</u> | <u>\$ 307,376</u> | <u>\$ 28,924,466</u> |

(THIS PAGE INTENTIONALLY LEFT BLANK)

NONMAJOR ENTERPRISE FUNDS

St. Lucie County, Florida
Combining Statement of Net Assets
Nonmajor Enterprise Funds
September 30, 2004

| | <u>Golf Course</u> | <u>H.E.W. Utilities</u> | <u>Airport Utilities</u> | <u>Building Code</u> | <u>Total</u> |
|---|------------------------|-----------------------------|------------------------------|--------------------------|---------------------|
| Assets | | | | | |
| Current assets: | | | | | |
| Cash and investments | \$ 266,586 | \$ 57,948 | \$ 77,077 | \$ 2,905,939 | \$ 3,307,550 |
| Accounts receivable | - | 10,503 | 15,699 | - | 26,202 |
| Due from other county units | - | - | - | 4,853 | 4,853 |
| Inventories | 66,725 | - | - | - | 66,725 |
| Total current assets | <u>333,311</u> | <u>68,451</u> | <u>92,776</u> | <u>2,910,792</u> | <u>3,405,330</u> |
| Non-current assets: | | | | | |
| Restricted assets: | | | | | |
| Cash and investments—customer deposits | 1,500 | 3,900 | 590 | 5,000 | 10,990 |
| Bond issuance costs, net | - | - | - | - | - |
| Land | 1,268,050 | 38,000 | - | - | 1,306,050 |
| Buildings and improvements | 3,027,592 | 123,126 | 1,431,134 | - | 4,581,852 |
| Machinery and equipment | 922,847 | 4,202 | - | 688,659 | 1,615,708 |
| Accumulated depreciation | (2,340,768) | (69,869) | (136,006) | (355,952) | (2,902,595) |
| Construction in progress | 18,650 | 27,955 | 34,840 | - | 81,445 |
| Total non-current assets | <u>2,897,871</u> | <u>127,314</u> | <u>1,330,558</u> | <u>337,707</u> | <u>4,693,450</u> |
| Total assets | <u>\$ 3,231,182</u> | <u>\$ 195,765</u> | <u>\$ 1,423,334</u> | <u>\$ 3,248,499</u> | <u>\$ 8,098,780</u> |
| Liabilities | | | | | |
| Current liabilities: | | | | | |
| Accounts payable | \$ 36,651 | \$ 9,270 | \$ 9,492 | \$ 6,328 | \$ 61,741 |
| Accrued liabilities | 28,965 | 1,072 | 1,519 | 75,967 | 107,523 |
| Deposits payable | 1,500 | 3,900 | 590 | 5,000 | 10,990 |
| Due to other funds | 5,715 | - | - | 84,483 | 90,198 |
| Accrued compensated absences | 24,079 | 191 | 17 | 49,709 | 73,996 |
| Deferred revenue | 5,754 | - | - | - | 5,754 |
| Total current liabilities | <u>102,664</u> | <u>14,433</u> | <u>11,618</u> | <u>221,487</u> | <u>350,202</u> |
| Non-current liabilities: | | | | | |
| Advances from other funds | 2,204,123 | - | - | - | 2,204,123 |
| Accrued compensated absences | 38,980 | 3,624 | 627 | 51,701 | 94,932 |
| Total non-current liabilities | <u>2,243,103</u> | <u>3,624</u> | <u>627</u> | <u>51,701</u> | <u>2,299,055</u> |
| Total liabilities | <u>2,345,767</u> | <u>18,057</u> | <u>12,245</u> | <u>273,188</u> | <u>2,649,257</u> |
| Net assets | | | | | |
| Invested in capital assets, net of related debt | 2,896,371 | 123,414 | 1,329,968 | 332,707 | 4,682,460 |
| Unrestricted | (2,010,956) | 54,294 | 81,121 | 2,642,604 | 767,063 |
| Total net assets | <u>\$ 885,415</u> | <u>\$ 177,708</u> | <u>\$ 1,411,089</u> | <u>\$ 2,975,311</u> | <u>\$ 5,449,523</u> |

St. Lucie County, Florida
Combining Statement of Revenues, Expenses
and Changes in Fund Net Assets
Nonmajor Enterprise Funds
For the year ended September 30, 2004

| | <u>Golf Course</u> | <u>H.E.W. Utilities</u> | <u>Airport Utilities</u> | <u>Building Code</u> | <u>Total</u> |
|--|------------------------|-----------------------------|------------------------------|--------------------------|---------------------|
| Operating revenues: | | | | | |
| Charges for services | \$ 1,339,291 | \$ 85,499 | \$ 109,551 | \$ 2,661,423 | \$ 4,195,764 |
| Miscellaneous revenue | 149,549 | 73 | - | 30 | 149,652 |
| Total operating revenue | <u>1,488,840</u> | <u>85,572</u> | <u>109,551</u> | <u>2,661,453</u> | <u>4,345,416</u> |
| Operating expenses: | | | | | |
| Personal services | 897,954 | 10,745 | 5,679 | 1,689,909 | 2,604,287 |
| Contractual services | 272,738 | 48,280 | 37,382 | 99,136 | 457,536 |
| Supplies | 172,697 | - | 10,226 | 54,699 | 237,622 |
| Maintenance | 65,249 | - | - | 28,145 | 93,394 |
| Rentals and leases | 199,365 | - | - | 2,258 | 201,623 |
| Communication | 11,609 | 38 | 131 | 22,352 | 34,130 |
| Transportation | 1,218 | - | - | 4,158 | 5,376 |
| Economic environment | 13,289 | - | - | - | 13,289 |
| Depreciation | 275,197 | 6,156 | 30,792 | 114,786 | 426,931 |
| Total operating expenses | <u>1,909,316</u> | <u>65,219</u> | <u>84,210</u> | <u>2,015,443</u> | <u>4,074,188</u> |
| Operating income (loss) | (420,476) | 20,353 | 25,341 | 646,010 | 271,228 |
| Nonoperating revenues (expenses): | | | | | |
| Interest revenue | 7,135 | 1,034 | 476 | 34,385 | 43,030 |
| Gain on disposal of capital assets | 80,212 | - | - | 2,400 | 82,612 |
| Interest expense | (102,792) | - | - | - | (102,792) |
| Total nonoperating revenues (expenses) | <u>(15,445)</u> | <u>1,034</u> | <u>476</u> | <u>36,785</u> | <u>22,850</u> |
| Income (loss) before contributed capital and operating transfers | (435,921) | 21,387 | 25,817 | 682,795 | 294,078 |
| Contributed Capital | | | | | |
| Governmental capital assets transfer | - | - | 89,508 | - | 89,508 |
| Operating transfers: | | | | | |
| Operating transfers in | - | - | 48,154 | - | 48,154 |
| Proceeds of long-term debt | - | - | - | - | - |
| Total operating transfers | <u>-</u> | <u>-</u> | <u>48,154</u> | <u>-</u> | <u>48,154</u> |
| Change in net assets | (435,921) | 21,387 | 163,479 | 682,795 | 431,740 |
| Net assets-beginning of year | 1,321,336 | 156,321 | 1,247,610 | 2,292,516 | 5,017,783 |
| Net assets-end of year | <u>\$ 885,415</u> | <u>\$ 177,708</u> | <u>\$ 1,411,089</u> | <u>\$ 2,975,311</u> | <u>\$ 5,449,523</u> |

St. Lucie County, Florida
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the year ended September 30, 2004

| | Golf Course | H.E.W. Utilities | Airport Utilities | Building Code | Total |
|--|---------------------|---------------------|----------------------|---------------------|---------------------|
| Cash flows from operating activities | | | | | |
| Cash received from customers | \$ 1,342,311 | \$ 83,724 | \$ 102,310 | \$ 2,661,423 | \$ 4,189,768 |
| Cash paid to suppliers | (833,868) | (48,796) | (38,247) | (235,520) | (1,156,431) |
| Cash paid to employees | (883,028) | (6,734) | (5,130) | (1,636,368) | (2,531,260) |
| Cash received for internal services used | - | - | - | - | - |
| Other receipts (payments) | 149,549 | 73 | - | 30 | 149,652 |
| Net cash provided by (used for) operating activities | <u>(225,036)</u> | <u>28,267</u> | <u>58,933</u> | <u>789,565</u> | <u>651,729</u> |
| Cash flows from noncapital financing activities | | | | | |
| Operating transfers out | - | - | 48,154 | - | 48,154 |
| Advances from other funds | 252,792 | (52,552) | - | - | 200,240 |
| Net cash provided by (used for) noncapital financing activities | <u>252,792</u> | <u>(52,552)</u> | <u>48,154</u> | <u>-</u> | <u>248,394</u> |
| Cash flows from capital and related financing activities | | | | | |
| Purchases of capital assets | (302,461) | - | (35,145) | (179,632) | (517,238) |
| Proceeds from sale of asset | - | - | - | 2,400 | 2,400 |
| Interest paid on capital debt | (102,792) | - | - | - | (102,792) |
| Net cash used for capital and related financing activities | <u>(405,253)</u> | <u>-</u> | <u>(35,145)</u> | <u>(177,232)</u> | <u>(617,630)</u> |
| Cash flows from investing activities | | | | | |
| Interest on investments | 7,135 | 1,034 | 476 | 34,385 | 43,030 |
| Net cash provided by investing activities | <u>7,135</u> | <u>1,034</u> | <u>476</u> | <u>34,385</u> | <u>43,030</u> |
| Net increase (decrease) in cash and investments | (370,362) | (23,251) | 72,418 | 646,718 | 325,523 |
| Cash and cash equivalents at beginning of year | 638,448 | 85,099 | 5,249 | 2,264,221 | 2,993,017 |
| Cash and investments at end of year | <u>\$ 268,086</u> | <u>\$ 61,848</u> | <u>\$ 77,667</u> | <u>\$ 2,910,939</u> | <u>\$ 3,318,540</u> |
| Cash and investments classified as: | | | | | |
| Current assets | \$ 266,586 | \$ 57,948 | \$ 77,077 | \$ 2,905,939 | \$ 3,307,550 |
| Restricted assets | 1,500 | 3,900 | 590 | 5,000 | 10,990 |
| Total cash and investments at end of year | <u>\$ 268,086</u> | <u>\$ 61,848</u> | <u>\$ 77,667</u> | <u>\$ 2,910,939</u> | <u>\$ 3,318,540</u> |
| Reconciliation of net operating income (loss) to net cash provided by (used for) operating activities | | | | | |
| Operating income (loss) | \$ (420,476) | \$ 20,353 | \$ 25,341 | \$ 646,010 | \$ 271,228 |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities: | | | | | |
| Depreciation | 275,197 | 6,156 | 30,792 | 114,786 | 426,931 |
| Changes in assets and liabilities: | | | | | |
| Accounts receivable | 904 | (2,175) | (7,831) | - | (9,102) |
| Inventories | (6,221) | - | - | - | (6,221) |
| Accounts payable | 12,826 | 3,622 | 9,492 | 4,585 | 30,525 |
| Accrued liabilities | 4,609 | 869 | 1,174 | 39,772 | 46,424 |
| Due to other funds | (104,308) | (4,100) | - | (29,357) | (137,765) |
| Due from county units | - | - | - | (4,853) | (4,853) |
| Accrued compensated absences | 10,317 | 3,142 | (625) | 18,622 | 31,456 |
| Deposits payable | - | 400 | 590 | - | 990 |
| Deferred revenue | 2,116 | - | - | - | 2,116 |
| Net cash provided by (used for) operating activities | <u>\$ (225,036)</u> | <u>\$ 28,267</u> | <u>\$ 58,933</u> | <u>\$ 789,565</u> | <u>\$ 651,729</u> |
| Noncash capital activities: | | | | | |
| Capital assets transferred from governmental funds | | | \$ 89,508 | | \$ 89,508 |

(THIS PAGE INTENTIONALLY LEFT BLANK)

AGENCY FUNDS

(THIS PAGE INTENTIONALLY LEFT BLANK)

St. Lucie County, Florida
Combining Statement of Changes of Assets and Liabilities
Agency Funds
For the year ended September 30, 2004

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Deletions</u> | <u>Ending Balance</u> |
|---|------------------------------|--------------------|--------------------|---------------------------|
| <u>Board of County Commissioners</u> | | | | |
| Assets | | | | |
| Cash and investments | 28,171,739 | 28,911,196 | 19,840,729 | 37,242,206 |
| Accounts receivable | - | 6,500 | - | 6,500 |
| Assessments receivable | 89,595 | 12,708,571 | 26,908 | 12,771,258 |
| Due from other governments | 633,958 | 486,527 | 642,102 | 478,383 |
| Total assets | <u>28,895,292</u> | <u>42,112,794</u> | <u>20,509,739</u> | <u>50,498,347</u> |
| Liabilities | | | | |
| Accounts payable | 1,129,396 | 885,214 | 645,951 | 1,368,659 |
| Deposits payable | 95,198 | 29,389 | 856 | 123,731 |
| Due to other governments | 23,615,901 | 507,824 | 23,758,502 | 365,223 |
| Agency funds on hand | 4,054,797 | 49,091,001 | 4,505,064 | 48,640,734 |
| Total liabilities | <u>28,895,292</u> | <u>50,513,428</u> | <u>28,910,373</u> | <u>50,498,347</u> |
| <u>Clerk of the Circuit</u> | | | | |
| Assets | | | | |
| Cash and investments | 5,521,102 | 97,958,725 | 95,489,222 | 7,990,605 |
| Accounts receivable | 55 | 55 | 110 | - |
| Due from other funds | - | 3,695 | 3,695 | - |
| Due from other governments | 32,750 | - | 32,750 | - |
| Total assets | <u>5,553,907</u> | <u>97,962,475</u> | <u>95,525,777</u> | <u>7,990,605</u> |
| Liabilities | | | | |
| Accounts payable | - | 23,109,808 | 23,109,808 | - |
| Due to other funds | - | 6,706,842 | 6,706,842 | - |
| Due to other governments | 2,443,735 | 74,175,407 | 76,007,717 | 4,276,045 |
| Agency funds on hand | 3,110,172 | - | 604,388 | 3,714,560 |
| Total liabilities | <u>5,553,907</u> | <u>103,992,057</u> | <u>106,428,755</u> | <u>7,990,605</u> |
| <u>Sheriff</u> | | | | |
| Assets | | | | |
| Cash and investments | 455,012 | 1,351,373 | 1,106,117 | 700,268 |
| Due from other governments | 39,200 | 2,320 | 3,363 | 38,157 |
| Total assets | <u>494,212</u> | <u>1,353,693</u> | <u>1,109,480</u> | <u>738,425</u> |
| Liabilities | | | | |
| Agency funds on hand | 494,212 | 1,189,977 | 1,434,190 | 738,425 |
| Total liabilities | <u>494,212</u> | <u>1,189,977</u> | <u>1,434,190</u> | <u>738,425</u> |

(continued)

St. Lucie County, Florida
Combining Statement of Changes of Assets and Liabilities
Agency Funds
For the year ended September 30, 2004

| | Beginning Balance | Additions | Deletions | Ending Balance |
|----------------------------------|------------------------------|-----------------------|-----------------------|---------------------------|
| <u>Tax Collector</u> | | | | |
| Assets | | | | |
| Cash and investments | 3,417,293 | 849,608,738 | 849,764,325 | 3,261,706 |
| Accounts receivable | - | - | - | - |
| Due from other funds | - | - | - | - |
| Due from other governments | - | - | - | - |
| Total assets | 3,417,293 | 849,608,738 | 849,764,325 | 3,261,706 |
| Liabilities | | | | |
| Due to other governments | 1,761,039 | 385,135,329 | 385,346,499 | 1,972,209 |
| Agency funds on hand | 1,656,254 | 1,820,675 | 1,453,918 | 1,289,497 |
| Total liabilities | 3,417,293 | 386,956,004 | 386,800,417 | 3,261,706 |
| <u>Total Agency Funds</u> | | | | |
| Assets | | | | |
| Cash and investments | \$ 36,551,752 | \$ 977,830,032 | \$ 965,186,999 | \$ 49,194,785 |
| Accounts receivable | 55 | 6,555 | 110 | 6,500 |
| Assessment receivable | 89,595 | 12,708,571 | 26,908 | 12,771,258 |
| Due from other county units | - | 464,045 | - | 464,045 |
| Due from other governments | 664,448 | 488,847 | 1,100,800 | 52,495 |
| Total assets | \$ 37,305,850 | \$ 991,498,050 | \$ 966,314,817 | \$ 62,489,083 |
| Liabilities | | | | |
| Accounts payable | \$ 1,080,881 | \$ 23,995,022 | \$ 24,282,800 | \$ 1,368,659 |
| Accrued liabilities | 48,915 | 48,915 | - | - |
| Deposits payable | 95,198 | 29,389 | 57,922 | 123,731 |
| Due to other county units | - | - | 210,615 | 210,615 |
| Due to other governments | 4,204,849 | 459,818,560 | 462,016,573 | 6,402,862 |
| Advances from other funds | - | - | - | - |
| Agency funds on hand | 31,876,007 | 52,101,653 | 74,608,862 | 54,383,216 |
| Total Liabilities | \$ 37,305,850 | \$ 535,993,539 | \$ 561,176,772 | \$ 62,489,083 |

(THIS PAGE INTENTIONALLY LEFT BLANK)

BUDGETARY COMPARISON SCHEDULES

(Provides budgetary comparisons for additional governmental funds for which a budget has been legally adopted)

(THIS PAGE INTENTIONALLY LEFT BLANK)

St. Lucie County, Florida
 Budgetary Comparison Schedules
 For the year ended September 30, 2004

| | Grants and Donations | | |
|--|-----------------------------|-------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - |
| Intergovernmental | 137,085 | 136,901 | (184) |
| Charges for services | - | - | - |
| Fines and forfeitures | 55,000 | 82,693 | 27,693 |
| Special assessments | - | - | - |
| Interest | 3,465 | 2,575 | (890) |
| Miscellaneous | 254,346 | 254,166 | (180) |
| Total revenues | <u>449,896</u> | <u>476,335</u> | <u>26,439</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 2,606 | 2,606 | - |
| Public safety | 202,366 | 181,770 | 20,596 |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | - | - | - |
| Court-related | 252,500 | - | 252,500 |
| Culture and recreation | 4,001 | 548 | 3,453 |
| Capital outlay | 2,400 | 2,400 | - |
| Debt service: | | | |
| Principal retirement | - | - | - |
| Interest | - | - | - |
| Other | - | - | - |
| Total expenditures | <u>463,873</u> | <u>187,324</u> | <u>276,549</u> |
| Excess of revenues over (under) expenditures | (13,977) | 289,011 | 302,988 |
| Other financing sources (uses): | | | |
| Operating transfers in | - | - | - |
| Operating transfers out | - | - | - |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | - | - | - |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (13,977) | 289,011 | 302,988 |
| Fund balance (deficit)—beginning of year | 128,734 | 128,735 | 1 |
| Fund balance (deficit)—end of year | <u>\$ 114,757</u> | <u>\$ 417,746</u> | <u>\$ 302,989</u> |

| Library | | | Additional Court Costs | | |
|-----------------|----------------|------------------------------|------------------------|----------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 250,000 | 212,598 | (37,402) | - | - | - |
| - | - | - | 281,000 | 288,280 | 7,280 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 5,000 | 24 | (4,976) | 120 | 36 | (84) |
| 2,600 | - | (2,600) | - | - | - |
| <u>257,600</u> | <u>212,622</u> | <u>(44,978)</u> | <u>281,120</u> | <u>288,316</u> | <u>7,196</u> |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 281,120 | 288,316 | (7,196) |
| 260,207 | 217,623 | 42,584 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>260,207</u> | <u>217,623</u> | <u>42,584</u> | <u>281,120</u> | <u>288,316</u> | <u>(7,196)</u> |
| (2,607) | (5,001) | (2,394) | - | - | - |
| - | 74,283 | 74,283 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>-</u> | <u>74,283</u> | <u>74,283</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| (2,607) | 69,282 | 71,889 | - | - | - |
| 5,002 | (69,282) | (74,284) | - | - | - |
| <u>\$ 2,395</u> | <u>\$ -</u> | <u>\$ (2,395)</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | Drug Abuse | | |
|--|-------------------------|------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - |
| Intergovernmental | - | - | - |
| Charges for services | - | - | - |
| Fines and forfeitures | 9,495 | 13,966 | 4,471 |
| Special assessments | - | - | - |
| Interest | 100 | 250 | 150 |
| Miscellaneous | - | - | - |
| Total revenues | <u>9,595</u> | <u>14,216</u> | <u>4,621</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 1,240 | 1,240 | - |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | - | - | - |
| Court-related | 20,078 | 9,953 | 10,125 |
| Culture and recreation | - | - | - |
| Capital outlay | - | - | - |
| Debt service: | | | |
| Principal retirement | - | - | - |
| Interest | - | - | - |
| Other | - | - | - |
| Total expenditures | <u>21,318</u> | <u>11,193</u> | <u>10,125</u> |
| Excess of revenues over (under) expenditures | (11,723) | 3,023 | 14,746 |
| Other financing sources (uses): | | | |
| Operating transfers in | - | - | - |
| Operating transfers out | (5,000) | (5,000) | - |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | - | - | - |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>(5,000)</u> | <u>(5,000)</u> | <u>-</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (16,723) | (1,977) | 14,746 |
| Fund balance (deficit)—beginning of year | 16,723 | 16,722 | (1) |
| Fund balance (deficit)—end of year | <u>\$ -</u> | <u>\$ 14,745</u> | <u>\$ 14,745</u> |

| Special Assessment District | | | Plan Maintenance RAD | | |
|-----------------------------|----------------------|------------------------------|----------------------|-------------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ 10,278,517 | \$ 10,393,657 | \$ 115,140 | \$ - | \$ - | \$ - |
| 10,000 | 16,151 | 6,151 | - | - | - |
| 4,832,285 | 1,290,595 | (3,541,690) | - | - | - |
| 133,168 | 197,112 | 63,944 | - | - | - |
| 77,400 | 129,381 | 51,981 | - | - | - |
| 8,730 | 11,444 | 2,714 | - | - | - |
| 151,267 | 145,897 | (5,370) | 550 | 1,285 | 735 |
| 82,500 | 332,122 | 249,622 | 242,650 | 347,957 | 105,307 |
| <u>15,573,867</u> | <u>12,516,359</u> | <u>(3,057,508)</u> | <u>243,200</u> | <u>349,242</u> | <u>106,042</u> |
| 3,051,425 | 1,962,118 | 1,089,307 | - | - | - |
| 895,779 | 786,721 | 109,058 | 255,226 | 226,632 | 28,594 |
| 1,029,320 | 976,206 | 53,114 | - | - | - |
| 1,275,221 | 1,032,500 | 242,721 | - | - | - |
| - | - | - | - | - | - |
| 401,817 | 382,535 | 19,282 | - | - | - |
| 1,236,750 | 913,738 | 323,012 | - | - | - |
| 15,769,714 | 1,399,843 | 14,369,871 | - | - | - |
| - | - | - | - | - | - |
| 80,196 | 73,204 | 6,992 | - | - | - |
| 17,000 | 17,000 | - | - | - | - |
| <u>23,757,222</u> | <u>7,543,865</u> | <u>16,213,357</u> | <u>255,226</u> | <u>226,632</u> | <u>28,594</u> |
| (8,183,355) | 4,972,494 | 13,155,849 | (12,026) | 122,610 | 134,636 |
| 800,000 | 883,389 | 83,389 | - | - | - |
| (1,842,583) | (2,137,676) | (295,093) | - | - | - |
| - | - | - | - | - | - |
| 6,100,659 | 1,428,188 | (4,672,471) | - | - | - |
| - | - | - | - | - | - |
| <u>5,058,076</u> | <u>173,901</u> | <u>(4,884,175)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| (3,125,279) | 5,146,395 | 8,271,674 | (12,026) | 122,610 | 134,636 |
| 5,176,846 | 5,096,451 | (80,395) | 20,584 | 2,343 | (18,241) |
| <u>\$ 2,051,567</u> | <u>\$ 10,242,846</u> | <u>\$ 8,191,279</u> | <u>\$ 8,558</u> | <u>\$ 124,953</u> | <u>\$ 116,395</u> |

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | Tourism Development Taxes | | |
|--|----------------------------------|--------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ 1,794,478 | \$ 1,947,407 | \$ 152,929 |
| Licenses and permits | - | - | - |
| Intergovernmental | - | - | - |
| Charges for services | - | - | - |
| Fines and forfeitures | - | - | - |
| Special assessments | - | - | - |
| Interest | 17,050 | 7,367 | (9,683) |
| Miscellaneous | - | 20 | 20 |
| Total revenues | <u>1,811,528</u> | <u>1,954,794</u> | <u>143,266</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 55,765 | - | 55,765 |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | 487,175 | 425,422 | 61,753 |
| Court-related | - | - | - |
| Culture and recreation | - | - | - |
| Capital outlay | 5,195 | 5,194 | 1 |
| Debt service: | | | |
| Principal retirement | - | - | - |
| Interest | - | - | - |
| Other | - | - | - |
| Total expenditures | <u>548,135</u> | <u>430,616</u> | <u>117,519</u> |
| Excess of revenues over (under) expenditures | 1,263,393 | 1,524,178 | 260,785 |
| Other financing sources (uses): | | | |
| Operating transfers in | 7,000 | 25,217 | 18,217 |
| Operating transfers out | (1,523,103) | (1,465,367) | 57,736 |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | 5,195 | 5,194 | 1 |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>(1,510,908)</u> | <u>(1,434,956)</u> | <u>75,954</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (247,515) | 89,222 | 336,739 |
| Fund balance (deficit)—beginning of year | 231,217 | 467,785 | 236,568 |
| Fund balance (deficit)—end of year | <u>\$ (16,298)</u> | <u>\$ 557,007</u> | <u>\$ 573,307</u> |

| Court Facility | | | SLC Housing Finance Authority | | |
|-------------------|---------------------|------------------------------|-------------------------------|------------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 141,956 | 349,085 | 207,129 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 14,700 | 16,287 | 1,587 | 1,500 | 578 | (922) |
| - | - | - | 9,425 | 11,000 | 1,575 |
| <u>156,656</u> | <u>365,372</u> | <u>208,716</u> | <u>10,925</u> | <u>11,578</u> | <u>653</u> |
| - | - | - | 16,126 | 6,641 | 9,485 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 1,145 | 1,144 | 1 | - | - | - |
| - | - | - | - | - | - |
| 1,154,619 | 27,082 | 1,127,537 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>1,155,764</u> | <u>28,226</u> | <u>1,127,538</u> | <u>16,126</u> | <u>6,641</u> | <u>9,485</u> |
| (999,108) | 337,146 | 1,336,254 | (5,201) | 4,937 | 10,138 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| (999,108) | 337,146 | 1,336,254 | (5,201) | 4,937 | 10,138 |
| 1,133,149 | 1,133,149 | - | 44,214 | 44,214 | - |
| <u>\$ 134,041</u> | <u>\$ 1,470,295</u> | <u>\$ 1,336,254</u> | <u>\$ 39,013</u> | <u>\$ 49,151</u> | <u>\$ 10,138</u> |

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | Environmental Land Acquisitions | | |
|--|--|------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - |
| Intergovernmental | - | - | - |
| Charges for services | - | - | - |
| Fines and forfeitures | - | - | - |
| Special assessments | - | - | - |
| Interest | 1,520 | 832 | (688) |
| Miscellaneous | - | - | - |
| Total revenues | <u>1,520</u> | <u>832</u> | <u>(688)</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 299 | 299 | - |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | - | - | - |
| Court-related | - | - | - |
| Culture and recreation | - | - | - |
| Capital outlay | 67,995 | - | 67,995 |
| Debt service: | | | |
| Principal retirement | - | - | - |
| Interest | - | - | - |
| Other | - | - | - |
| Total expenditures | <u>68,294</u> | <u>299</u> | <u>67,995</u> |
| Excess of revenues over (under) expenditures | (66,774) | 533 | 67,307 |
| Other financing sources (uses): | | | |
| Operating transfers in | - | - | - |
| Operating transfers out | - | - | - |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | - | - | - |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (66,774) | 533 | 67,307 |
| Fund balance (deficit)—beginning of year | 66,774 | 66,774 | - |
| Fund balance (deficit)—end of year | <u>\$ -</u> | <u>\$ 67,307</u> | <u>\$ 67,307</u> |

| Court Administrator | | | Erosion Control | | |
|---------------------|---------------------|------------------------------|-------------------|---------------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ 1,022,812 | \$ 1,042,519 | \$ 19,707 |
| 18,888 | 3,000 | (15,888) | - | - | - |
| 342,464 | 252,136 | (90,328) | 1,760,682 | 1,045,128 | (715,554) |
| 198,900 | 230,568 | 31,668 | - | - | - |
| 171,016 | 164,487 | (6,529) | - | - | - |
| - | - | - | - | - | - |
| 37,000 | 16,558 | (20,442) | 20,400 | 17,333 | (3,067) |
| 15,000 | - | (15,000) | - | - | - |
| <u>783,268</u> | <u>666,749</u> | <u>(116,519)</u> | <u>2,803,894</u> | <u>2,104,980</u> | <u>(698,914)</u> |
| 135,149 | 134,280 | 869 | 73,783 | 37,040 | 36,743 |
| - | - | - | - | - | - |
| - | - | - | 2,166,718 | 1,883,017 | 283,701 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 615,937 | 410,379 | 205,558 | - | - | - |
| - | - | - | - | - | - |
| - | 10,772 | (10,772) | 1,191,319 | 568,474 | 622,845 |
| - | - | - | - | - | - |
| - | - | - | 106,333 | 106,332 | 1 |
| - | - | - | 2,568 | 2,568 | - |
| - | - | - | - | - | - |
| <u>751,086</u> | <u>555,431</u> | <u>195,655</u> | <u>3,540,721</u> | <u>2,597,431</u> | <u>943,290</u> |
| 32,182 | 111,318 | 79,136 | (736,827) | (492,451) | 244,376 |
| 221,218 | 138,456 | (82,762) | 98,644 | 107,779 | 9,135 |
| (82,762) | - | 82,762 | - | (36,741) | (36,741) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>138,456</u> | <u>138,456</u> | <u>-</u> | <u>98,644</u> | <u>71,038</u> | <u>(27,606)</u> |
| 170,638 | 249,774 | 79,136 | (638,183) | (421,413) | 216,770 |
| 1,251,908 | 1,149,193 | (102,715) | 1,633,544 | 1,529,800 | (103,744) |
| <u>\$ 1,422,546</u> | <u>\$ 1,398,967</u> | <u>\$ (23,579)</u> | <u>\$ 995,361</u> | <u>\$ 1,108,387</u> | <u>\$ 113,026</u> |

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| Housing Assistance SHIP | | | |
|--|-------------------------|---------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - |
| Intergovernmental | 750,000 | 948,719 | 198,719 |
| Charges for services | - | - | - |
| Fines and forfeitures | - | - | - |
| Special assessments | - | - | - |
| Interest | 500 | 11,651 | 11,151 |
| Miscellaneous | - | 32,220 | 32,220 |
| Total revenues | <u>750,500</u> | <u>992,590</u> | <u>242,090</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | - | - | - |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | 1,395,333 | 246,529 | 1,148,804 |
| Court-related | - | - | - |
| Culture and recreation | - | - | - |
| Capital outlay | - | - | - |
| Debt service: | | | |
| Principal retirement | - | - | - |
| Interest | - | - | - |
| Other | - | - | - |
| Total expenditures | <u>1,395,333</u> | <u>246,529</u> | <u>1,148,804</u> |
| Excess of revenues over (under) expenditures | (644,833) | 746,061 | 1,390,894 |
| Other financing sources (uses): | | | |
| Operating transfers in | - | - | - |
| Operating transfers out | - | - | - |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | - | - | - |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (644,833) | 746,061 | 1,390,894 |
| Fund balance (deficit)—beginning of year | 656,855 | 574,182 | (82,673) |
| Fund balance (deficit)—end of year | <u>\$ 12,022</u> | <u>\$ 1,320,243</u> | <u>\$ 1,308,221</u> |

| Boating Improvement Projects | | | Bluefield Ranch Improvements | | |
|------------------------------|-------------------|------------------------------|------------------------------|-------------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 94,800 | 180,571 | 85,771 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 4,000 | 2,786 | (1,214) | 3,000 | 1,298 | (1,702) |
| - | - | - | - | - | - |
| <u>98,800</u> | <u>183,357</u> | <u>84,557</u> | <u>3,000</u> | <u>1,298</u> | <u>(1,702)</u> |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 146,042 | - | 146,042 | 7,655 | - | 7,655 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>146,042</u> | <u>-</u> | <u>146,042</u> | <u>7,655</u> | <u>-</u> | <u>7,655</u> |
| (47,242) | 183,357 | 230,599 | (4,655) | 1,298 | 5,953 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>(47,242)</u> | <u>183,357</u> | <u>230,599</u> | <u>(4,655)</u> | <u>1,298</u> | <u>5,953</u> |
| 136,742 | 136,742 | - | 104,130 | 104,130 | - |
| <u>\$ 89,500</u> | <u>\$ 320,099</u> | <u>\$ 230,599</u> | <u>\$ 99,475</u> | <u>\$ 105,428</u> | <u>\$ 5,953</u> |

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | Law Enforcement | | |
|--|-------------------------|------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - |
| Intergovernmental | - | - | - |
| Charges for services | - | - | - |
| Fines and forfeitures | 123,300 | 407,108 | 283,808 |
| Special assessments | - | - | - |
| Interest | 4,000 | 2,500 | (1,500) |
| Miscellaneous | - | - | - |
| Total revenues | <u>127,300</u> | <u>409,608</u> | <u>282,308</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | - | - | - |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | - | - | - |
| Court-related | - | - | - |
| Culture and recreation | - | - | - |
| Capital outlay | - | - | - |
| Debt service: | | | |
| Principal retirement | - | - | - |
| Interest | - | - | - |
| Other | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess of revenues over (under) expenditures | 127,300 | 409,608 | 282,308 |
| Other financing sources (uses): | | | |
| Operating transfers in | - | - | - |
| Operating transfers out | (220,712) | (444,705) | (223,993) |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | - | - | - |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>(220,712)</u> | <u>(444,705)</u> | <u>(223,993)</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (93,412) | (35,097) | 58,315 |
| Fund balance (deficit)—beginning of year | 93,413 | 93,412 | (1) |
| Fund balance (deficit)—end of year | <u>\$ 1</u> | <u>\$ 58,315</u> | <u>\$ 58,314</u> |

| Art in Public Places | | | Economic Development | | |
|----------------------|-------------------|------------------------------|----------------------|-------------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ 3,413 | \$ 3,413 |
| - | - | - | 132,750 | 95,832 | (36,918) |
| - | 23,975 | 23,975 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 2,000 | 2,083 | 83 | 5,000 | 2,633 | (2,367) |
| - | - | - | - | - | - |
| <u>2,000</u> | <u>26,058</u> | <u>24,058</u> | <u>137,750</u> | <u>101,878</u> | <u>(35,872)</u> |
| - | - | - | 215,108 | 100,000 | 115,108 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 20,211 | 9,781 | 10,430 | - | - | - |
| 630,491 | 44,885 | 585,606 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>650,702</u> | <u>54,666</u> | <u>596,036</u> | <u>215,108</u> | <u>100,000</u> | <u>115,108</u> |
| (648,702) | (28,608) | 620,094 | (77,358) | 1,878 | 79,236 |
| 462,442 | - | (462,442) | - | 980 | 980 |
| - | - | - | (100,000) | (1,528) | 98,472 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>462,442</u> | <u>-</u> | <u>(462,442)</u> | <u>(100,000)</u> | <u>(548)</u> | <u>99,452</u> |
| (186,260) | (28,608) | 157,652 | (177,358) | 1,330 | 178,688 |
| 192,535 | 192,535 | - | 177,358 | 177,358 | - |
| <u>\$ 6,275</u> | <u>\$ 163,927</u> | <u>\$ 157,652</u> | <u>\$ -</u> | <u>\$ 178,688</u> | <u>\$ 178,688</u> |

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| South County Regional Stadium I&S | | | |
|--|-------------------------|---------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - |
| Intergovernmental | 55,042 | 54,564 | (478) |
| Charges for services | - | - | - |
| Fines and forfeitures | - | - | - |
| Special assessments | - | - | - |
| Interest | - | - | - |
| Miscellaneous | - | - | - |
| Total revenues | 55,042 | 54,564 | (478) |
| Expenditures: | | | |
| Current: | | | |
| General government | 477 | 58 | 419 |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | - | - | - |
| Court-related | - | - | - |
| Culture and recreation | - | - | - |
| Capital outlay | - | - | - |
| Debt service: | | | |
| Principal retirement | 35,725 | 35,725 | - |
| Interest | 18,840 | 18,806 | 34 |
| Other | - | - | - |
| Total expenditures | 55,042 | 54,589 | 453 |
| Excess of revenues over (under) expenditures | - | (25) | (25) |
| Other financing sources (uses): | | | |
| Operating transfers in | - | - | - |
| Operating transfers out | - | - | - |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | - | - | - |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | - | - | - |
| Excess of revenues and other sources over (under) expenditures and other uses | - | (25) | (25) |
| Fund balance (deficit)—beginning of year | 25 | 25 | - |
| Fund balance (deficit)—end of year | \$ 25 | \$ - | \$ (25) |

| Communication System I&S | | | Beach Bond I&S | | |
|--------------------------|-------------------|------------------------------|-----------------|-----------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ 5,578 | \$ 454 | \$ (5,124) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 426,460 | 544,018 | 117,558 | - | - | - |
| - | - | - | - | - | - |
| 5,536 | 3,966 | (1,570) | - | 559 | 559 |
| 429,636 | 429,628 | (8) | - | - | - |
| <u>861,632</u> | <u>977,612</u> | <u>115,980</u> | <u>5,578</u> | <u>1,013</u> | <u>(4,565)</u> |
| 3,861 | 3,861 | - | 19,723 | 445 | 19,278 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 535,000 | 535,000 | - | - | - | - |
| 364,632 | 364,631 | 1 | - | - | - |
| 5,000 | - | 5,000 | - | - | - |
| <u>908,493</u> | <u>903,492</u> | <u>5,001</u> | <u>19,723</u> | <u>445</u> | <u>19,278</u> |
| (46,861) | 74,120 | 120,981 | (14,145) | 568 | 14,713 |
| 155,617 | 155,617 | - | - | 1,870 | 1,870 |
| (200,000) | (200,000) | - | (45,959) | (60,672) | (14,713) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>(44,383)</u> | <u>(44,383)</u> | <u>-</u> | <u>(45,959)</u> | <u>(58,802)</u> | <u>(12,843)</u> |
| (91,244) | 29,737 | 120,981 | (60,104) | (58,234) | 1,870 |
| 334,451 | 334,451 | - | 60,104 | 60,104 | - |
| <u>\$ 243,207</u> | <u>\$ 364,188</u> | <u>\$ 120,981</u> | <u>\$ -</u> | <u>\$ 1,870</u> | <u>\$ 1,870</u> |

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | Impact Fees I&S | | |
|--|----------------------------|----------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - |
| Intergovernmental | - | - | - |
| Charges for services | - | - | - |
| Fines and forfeitures | - | - | - |
| Special assessments | - | - | - |
| Interest | - | - | - |
| Miscellaneous | - | - | - |
| Total revenues | <u>-</u> | <u>-</u> | <u>-</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | - | - | - |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | - | - | - |
| Court-related | - | - | - |
| Culture and recreation | - | - | - |
| Capital outlay | - | - | - |
| Debt service: | | | |
| Principal retirement | 193,028 | 193,028 | - |
| Interest | 69,136 | 68,888 | 248 |
| Other | - | - | - |
| Total expenditures | <u>262,164</u> | <u>261,916</u> | <u>248</u> |
| Excess of revenues over (under) expenditures | (262,164) | (261,916) | 248 |
| Other financing sources (uses): | | | |
| Operating transfers in | 262,164 | 262,164 | - |
| Operating transfers out | - | - | - |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | - | - | - |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>262,164</u> | <u>262,164</u> | <u>-</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | - | 248 | 248 |
| Fund balance (deficit)—beginning of year | - | - | - |
| Fund balance (deficit)—end of year | <u>\$ -</u> | <u>\$ 248</u> | <u>\$ 248</u> |

| County Capital I&S | | | Becker Road I&S | | |
|--------------------|------------|------------------------------|-----------------|------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 189,750 | 187,185 | (2,565) |
| - | - | - | 5,000 | 3,723 | (1,277) |
| - | - | - | - | 2,122 | 2,122 |
| - | - | - | 194,750 | 193,030 | (1,720) |
| - | - | - | - | - | - |
| - | - | - | 1,664 | - | 1,664 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 3,702 | 3,744 | (42) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 91,388 | 91,386 | 2 | - | - | - |
| 72,701 | 72,700 | 1 | 32,825 | 32,825 | - |
| 13,369 | 18,425 | (5,056) | 19,450 | 4,863 | 14,587 |
| 177,458 | 182,511 | (5,053) | 57,641 | 41,432 | 16,209 |
| (177,458) | (182,511) | (5,053) | 137,109 | 151,598 | 14,489 |
| 177,458 | 177,458 | - | - | 1,274 | 1,274 |
| - | - | - | - | (3,744) | (3,744) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 177,458 | 177,458 | - | - | (2,470) | (2,470) |
| - | (5,053) | (5,053) | 137,109 | 149,128 | 12,019 |
| - | - | - | 210,019 | 210,019 | - |
| \$ - | \$ (5,053) | \$ (5,053) | \$ 347,128 | \$ 359,147 | \$ 12,019 |

(continued)

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | Port Development I&S | | |
|--|---------------------------------|-------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ 246,382 | \$ 251,455 | \$ 5,073 |
| Licenses and permits | - | - | - |
| Intergovernmental | - | - | - |
| Charges for services | - | - | - |
| Fines and forfeitures | - | - | - |
| Special assessments | - | - | - |
| Interest | 5,890 | 3,468 | (2,422) |
| Miscellaneous | - | - | - |
| Total revenues | <u>252,272</u> | <u>254,923</u> | <u>2,651</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 11,652 | 2,059 | 9,593 |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | - | - | - |
| Court-related | - | - | - |
| Culture and recreation | - | - | - |
| Capital outlay | - | - | - |
| Debt service: | | | |
| Principal retirement | 145,000 | 145,000 | - |
| Interest | 150,503 | 146,878 | 3,625 |
| Other | 1,000 | 1,000 | - |
| Total expenditures | <u>308,155</u> | <u>294,937</u> | <u>13,218</u> |
| Excess of revenues over (under) expenditures | (55,883) | (40,014) | 15,869 |
| Other financing sources (uses): | | | |
| Operating transfers in | - | 2,291 | 2,291 |
| Operating transfers out | - | (9,549) | (9,549) |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | - | - | - |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>(7,258)</u> | <u>(7,258)</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (55,883) | (47,272) | 8,611 |
| Fund balance (deficit)—beginning of year | 299,542 | 299,542 | - |
| Fund balance (deficit)—end of year | <u>\$ 243,659</u> | <u>\$ 252,270</u> | <u>\$ 8,611</u> |

| Capital Project I&S | | | Tourist Development 4th Cent I&S | | |
|---------------------|-------------|------------------------------|----------------------------------|------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ 453,532 | \$ 486,852 | \$ 33,320 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 10,000 | 3,658 | (6,342) |
| - | - | - | 100,000 | 100,000 | - |
| - | - | - | 563,532 | 590,510 | 26,978 |
| - | - | - | - | - | - |
| - | - | - | 18,619 | 2,285 | 16,334 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 1,023,000 | 1,023,000 | - | 264,000 | 262,500 | 1,500 |
| 34,958 | 34,958 | - | 272,478 | 270,799 | 1,679 |
| 41,480 | 41,480 | - | 9,500 | 6,000 | 3,500 |
| 1,099,438 | 1,099,438 | - | 564,597 | 541,584 | 23,013 |
| (1,099,438) | (1,099,438) | - | (1,065) | 48,926 | 49,991 |
| 1,124,042 | 1,099,438 | (24,604) | 459,149 | 462,558 | 3,409 |
| - | - | - | - | (14,606) | (14,606) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 1,124,042 | 1,099,438 | (24,604) | 459,149 | 447,952 | (11,197) |
| 24,604 | - | (24,604) | 458,084 | 496,878 | 38,794 |
| - | - | - | 218,806 | 218,805 | (1) |
| \$ 24,604 | \$ - | \$ (24,604) | \$ 676,890 | \$ 715,683 | \$ 38,793 |

(continued)

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | Environmental Land I&S | | |
|--|-----------------------------------|-------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ 1,421,234 | \$ 1,445,731 | \$ 24,497 |
| Licenses and permits | - | - | - |
| Intergovernmental | - | - | - |
| Charges for services | - | - | - |
| Fines and forfeitures | - | - | - |
| Special assessments | - | - | - |
| Interest | 20,000 | 19,686 | (314) |
| Miscellaneous | - | - | - |
| Total revenues | <u>1,441,234</u> | <u>1,465,417</u> | <u>24,183</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 68,360 | 6,384 | 61,976 |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | - | - | - |
| Economic environment | - | - | - |
| Court-related | - | - | - |
| Culture and recreation | - | - | - |
| Capital outlay | - | - | - |
| Debt service: | | | |
| Principal retirement | 1,120,000 | 1,120,000 | - |
| Interest | 415,610 | 415,610 | - |
| Other | 5,700 | 1,000 | 4,700 |
| Total expenditures | <u>1,609,670</u> | <u>1,542,994</u> | <u>66,676</u> |
| Excess of revenues over (under) expenditures | (168,436) | (77,577) | 90,859 |
| Other financing sources (uses): | | | |
| Operating transfers in | - | 18,522 | 18,522 |
| Operating transfers out | - | (61,976) | (61,976) |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | - | - | - |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>(43,454)</u> | <u>(43,454)</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (168,436) | (121,031) | 47,405 |
| Fund balance (deficit)—beginning of year | 740,413 | 740,412 | (1) |
| Fund balance (deficit)—end of year | <u>\$ 571,977</u> | <u>\$ 619,381</u> | <u>\$ 47,404</u> |

| River Branch I&S | | | South County Regional Stadium | | |
|------------------|------------------|------------------------------|-------------------------------|--------------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 14,613 | 14,358 | (255) | - | - | - |
| 517 | 244 | (273) | - | 123 | 123 |
| - | - | - | 14,250 | 12,800 | (1,450) |
| <u>15,130</u> | <u>14,602</u> | <u>(528)</u> | <u>14,250</u> | <u>12,923</u> | <u>(1,327)</u> |
| 200 | - | 200 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 289 | - | 289 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 186 | - | 186 |
| 4,895 | 4,895 | - | - | - | - |
| 7,125 | 7,124 | 1 | - | - | - |
| - | - | - | - | - | - |
| <u>12,509</u> | <u>12,019</u> | <u>490</u> | <u>186</u> | <u>-</u> | <u>186</u> |
| 2,621 | 2,583 | (38) | 14,064 | 12,923 | (1,141) |
| 90 | 188 | 98 | - | - | - |
| - | (289) | (289) | (23,250) | - | 23,250 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>90</u> | <u>(101)</u> | <u>(191)</u> | <u>(23,250)</u> | <u>-</u> | <u>23,250</u> |
| 2,711 | 2,482 | (229) | (9,186) | 12,923 | 22,109 |
| 25,059 | 25,058 | (1) | 9,186 | (73,064) | (82,250) |
| <u>\$ 27,770</u> | <u>\$ 27,540</u> | <u>\$ (230)</u> | <u>\$ -</u> | <u>\$ (60,141)</u> | <u>\$ (60,141)</u> |

(continued)

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | Beach Bond | | |
|--|-------------------------|-------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ — | \$ — | \$ — |
| Licenses and permits | — | — | — |
| Intergovernmental | — | — | — |
| Charges for services | — | — | — |
| Fines and forfeitures | — | — | — |
| Special assessments | — | — | — |
| Interest | 4,750 | 3,176 | (1,574) |
| Miscellaneous | — | — | — |
| Total revenues | <u>4,750</u> | <u>3,176</u> | <u>(1,574)</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 591 | 591 | — |
| Public safety | — | — | — |
| Physical environment | — | — | — |
| Transportation | — | — | — |
| Economic environment | — | — | — |
| Court-related | — | — | — |
| Culture and recreation | — | — | — |
| Capital outlay | 252,917 | 3,000 | 249,917 |
| Debt service: | | | |
| Principal retirement | — | — | — |
| Interest | — | — | — |
| Other | — | — | — |
| Total expenditures | <u>253,508</u> | <u>3,591</u> | <u>249,917</u> |
| Excess of revenues over (under) expenditures | (248,758) | (415) | 248,343 |
| Other financing sources (uses): | | | |
| Operating transfers in | — | — | — |
| Operating transfers out | — | — | — |
| Proceeds from sale of capital assets | — | — | — |
| Proceeds of long-term debt | — | — | — |
| Expiration of repayment period | — | — | — |
| Total other financing sources (uses) | <u>—</u> | <u>—</u> | <u>—</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (248,758) | (415) | 248,343 |
| Fund balance (deficit)—beginning of year | 256,757 | 256,756 | (1) |
| Fund balance (deficit)—end of year | <u>\$ 7,999</u> | <u>\$ 256,341</u> | <u>\$ 248,342</u> |

| Impact Fee | | | Port Development | | |
|---------------------|--------------------|------------------------------|------------------|-------------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 383,925 | 3,722 | (380,203) | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 5,090,908 | 3,145,728 | (1,945,180) | - | - | - |
| - | - | - | 4,750 | 2,689 | (2,061) |
| - | - | - | - | - | - |
| <u>5,474,833</u> | <u>3,149,450</u> | <u>(2,325,383)</u> | <u>4,750</u> | <u>2,689</u> | <u>(2,061)</u> |
| 1,350 | - | 1,350 | - | - | - |
| 65,060 | 41,337 | 23,723 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 72,182 | 1,602 | 70,580 | - | - | - |
| 11,340,368 | 731,388 | 10,608,980 | 220,380 | - | 220,380 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>11,478,960</u> | <u>774,327</u> | <u>10,704,633</u> | <u>220,380</u> | <u>-</u> | <u>220,380</u> |
| (6,004,127) | 2,375,123 | 8,379,250 | (215,630) | 2,689 | 218,319 |
| - | - | - | - | - | - |
| (2,375,146) | (2,375,123) | 23 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>(2,375,146)</u> | <u>(2,375,123)</u> | <u>23</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| (8,379,273) | - | 8,379,273 | (215,630) | 2,689 | 218,319 |
| 9,764,840 | 14,500 | (9,750,340) | 215,631 | 215,631 | - |
| <u>\$ 1,385,567</u> | <u>\$ 14,500</u> | <u>\$ (1,371,067)</u> | <u>\$ 1</u> | <u>\$ 218,320</u> | <u>\$ 218,319</u> |

(continued)

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | Sports Complex Improvements | | |
|--|------------------------------------|-------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ — | \$ — | \$ — |
| Licenses and permits | — | — | — |
| Intergovernmental | — | — | — |
| Charges for services | — | — | — |
| Fines and forfeitures | — | — | — |
| Special assessments | — | — | — |
| Interest | 4,750 | 28,698 | 23,948 |
| Miscellaneous | — | — | — |
| Total revenues | <u>4,750</u> | <u>28,698</u> | <u>23,948</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 5,612 | 5,612 | — |
| Public safety | — | — | — |
| Physical environment | — | — | — |
| Transportation | — | — | — |
| Economic environment | — | — | — |
| Court-related | — | — | — |
| Culture and recreation | 29,785 | 3,125 | 26,660 |
| Capital outlay | 8,393,778 | 8,254,229 | 139,549 |
| Debt service: | | | |
| Principal retirement | — | — | — |
| Interest | — | — | — |
| Other | — | — | — |
| Total expenditures | <u>8,429,175</u> | <u>8,262,966</u> | <u>166,209</u> |
| Excess of revenues over (under) expenditures | (8,424,425) | (8,234,268) | 190,157 |
| Other financing sources (uses): | | | |
| Operating transfers in | — | — | — |
| Operating transfers out | — | — | — |
| Proceeds from sale of capital assets | — | — | — |
| Proceeds of long-term debt | 650,000 | 650,000 | — |
| Expiration of repayment period | — | — | — |
| Total other financing sources (uses) | <u>650,000</u> | <u>650,000</u> | <u>—</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (7,774,425) | (7,584,268) | 190,157 |
| Fund balance (deficit)—beginning of year | <u>7,910,474</u> | <u>7,774,425</u> | <u>(136,049)</u> |
| Fund balance (deficit)—end of year | <u>\$ 136,049</u> | <u>\$ 190,157</u> | <u>\$ 54,108</u> |

| Environmental Land Capital | | | MSBU Internal Financed Projects | | |
|----------------------------|---------------------|------------------------------|---------------------------------|-------------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ 94,600 | \$ 100,000 | \$ 5,400 |
| - | - | - | - | - | - |
| - | 623,567 | 623,567 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 250,000 | 80,970 | (169,030) | 8,350 | 11,844 | 3,494 |
| 3,000 | 248,319 | 245,319 | 34,897 | - | (34,897) |
| <u>253,000</u> | <u>952,856</u> | <u>699,856</u> | <u>137,847</u> | <u>111,844</u> | <u>(26,003)</u> |
| 8,611 | 8,611 | - | 323 | (45,854) | 46,177 |
| - | - | - | - | - | - |
| 90,211 | 12,030 | 78,181 | - | - | - |
| - | - | - | 249 | 247 | 2 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 7,185,452 | 2,306,770 | 4,878,682 | 210,034 | - | 210,034 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>7,284,274</u> | <u>2,327,411</u> | <u>4,956,863</u> | <u>210,606</u> | <u>(45,607)</u> | <u>256,213</u> |
| (7,031,274) | (1,374,555) | 5,656,719 | (72,759) | 157,451 | 230,210 |
| 7,484,128 | - | (7,484,128) | 371,622 | 247 | (371,375) |
| (7,929,237) | - | 7,929,237 | (680,952) | (2,768) | 678,184 |
| - | - | - | - | - | - |
| - | - | - | 17,608 | 12,347 | (5,261) |
| - | - | - | - | - | - |
| <u>(445,109)</u> | <u>-</u> | <u>445,109</u> | <u>(291,722)</u> | <u>9,826</u> | <u>301,548</u> |
| (7,476,383) | (1,374,555) | 6,101,828 | (364,481) | 167,277 | 531,758 |
| 7,484,378 | 7,484,378 | - | 364,481 | 413,256 | 48,775 |
| <u>\$ 7,995</u> | <u>\$ 6,109,823</u> | <u>\$ 6,101,828</u> | <u>\$ -</u> | <u>\$ 580,533</u> | <u>\$ 580,533</u> |

(continued)

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | MSBU External Financed Projects | | |
|--|--|-------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - |
| Intergovernmental | 788,000 | - | (788,000) |
| Charges for services | - | - | - |
| Fines and forfeitures | - | - | - |
| Special assessments | - | - | - |
| Interest | - | 5,757 | 5,757 |
| Miscellaneous | - | 24,590 | 24,590 |
| Total revenues | <u>788,000</u> | <u>30,347</u> | <u>(757,653)</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | - | - | - |
| Public safety | - | - | - |
| Physical environment | - | - | - |
| Transportation | 938,760 | 790,777 | 147,983 |
| Economic environment | - | - | - |
| Court-related | - | - | - |
| Culture and recreation | - | - | - |
| Capital outlay | 1,240,090 | 45,799 | 1,194,291 |
| Debt service: | | | |
| Principal retirement | 6,441 | - | 6,441 |
| Interest | 5,000 | - | 5,000 |
| Other | 23,300 | - | 23,300 |
| Total expenditures | <u>2,213,591</u> | <u>836,576</u> | <u>1,377,015</u> |
| Excess of revenues over (under) expenditures | (1,425,591) | (806,229) | 619,362 |
| Other financing sources (uses): | | | |
| Operating transfers in | 131,801 | 120,551 | (11,250) |
| Operating transfers out | (1,292,678) | (1,217,771) | 74,907 |
| Proceeds from sale of capital assets | - | - | - |
| Proceeds of long-term debt | 2,472,680 | 1,746,985 | (725,695) |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>1,311,803</u> | <u>649,765</u> | <u>(662,038)</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (113,788) | (156,464) | (42,676) |
| Fund balance (deficit)—beginning of year | 464,409 | 463,840 | (569) |
| Fund balance (deficit)—end of year | <u>\$ 350,621</u> | <u>\$ 307,376</u> | <u>\$ (43,245)</u> |

| Sales Tax Revenue Bond I&S | | | County Building | | |
|----------------------------|---------------------|------------------------------|-------------------|----------------------|------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 5,979,475 | 7,683,515 | 1,704,040 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 110,500 | 60,078 | (50,422) | 14,250 | 310,796 | 296,546 |
| - | - | - | - | - | - |
| <u>6,089,975</u> | <u>7,743,593</u> | <u>1,653,618</u> | <u>14,250</u> | <u>310,796</u> | <u>296,546</u> |
| 9,971 | 9,971 | - | 71,476 | 17,373 | 54,103 |
| - | - | - | - | - | - |
| - | - | - | 9,270 | 9,270 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 26,018,648 | 6,602,618 | 19,416,030 |
| - | - | - | - | - | - |
| 800,000 | 800,000 | - | - | - | - |
| 3,372,218 | 3,372,218 | - | - | - | - |
| 5,000 | 1,034 | 3,966 | - | - | - |
| <u>4,187,189</u> | <u>4,183,223</u> | <u>3,966</u> | <u>26,099,394</u> | <u>6,629,261</u> | <u>19,470,133</u> |
| 1,902,786 | 3,560,370 | 1,657,584 | (26,085,144) | (6,318,465) | 19,766,679 |
| 1,206,096 | 1,206,096 | - | - | - | - |
| (3,685,673) | (3,685,673) | - | (685,446) | (825,994) | (140,548) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>(2,479,577)</u> | <u>(2,479,577)</u> | <u>-</u> | <u>(685,446)</u> | <u>(825,994)</u> | <u>(140,548)</u> |
| (576,791) | 1,080,793 | 1,657,584 | (26,770,590) | (7,144,459) | 19,626,131 |
| 1,736,451 | 1,736,450 | (1) | 27,370,870 | 27,370,870 | - |
| <u>\$ 1,159,660</u> | <u>\$ 2,817,243</u> | <u>\$ 1,657,583</u> | <u>\$ 600,280</u> | <u>\$ 20,226,411</u> | <u>\$ 19,626,131</u> |

(continued)

St. Lucie County, Florida
 Budgetary Comparison Schedules (continued)
 For the year ended September 30, 2004

| | County Capital | | |
|--|-------------------------|----------------------|---|
| | Final Budget | Actual | Variance Positive (Negative) |
| Revenues: | | | |
| Taxes | \$ 2,660,598 | \$ 3,289,859 | \$ 629,261 |
| Licenses and permits | - | - | - |
| Intergovernmental | 253,272 | 133,574 | (119,698) |
| Charges for services | - | - | - |
| Fines and forfeitures | - | - | - |
| Special assessments | - | - | - |
| Interest | 140,000 | 162,413 | 22,413 |
| Miscellaneous | 1,510,203 | 1,006,636 | (503,567) |
| Total revenues | <u>4,564,073</u> | <u>4,592,482</u> | <u>28,409</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 3,024,910 | 1,568,380 | 1,456,530 |
| Public safety | - | - | - |
| Physical environment | 46 | - | 46 |
| Transportation | 38,880 | 38,247 | 633 |
| Economic environment | - | - | - |
| Court-related | - | - | - |
| Culture and recreation | 257,257 | 50,765 | 206,492 |
| Capital outlay | 25,732,995 | 18,222,240 | 7,510,755 |
| Debt service: | | | |
| Principal retirement | - | - | - |
| Interest | - | - | - |
| Other | - | - | - |
| Total expenditures | <u>29,054,088</u> | <u>19,879,632</u> | <u>9,174,456</u> |
| Excess of revenues over (under) expenditures | (24,490,015) | (15,287,150) | 9,202,865 |
| Other financing sources (uses): | | | |
| Operating transfers in | 2,494,106 | 2,494,106 | - |
| Operating transfers out | (342,109) | (177,458) | 164,651 |
| Proceeds from sale of capital assets | - | 46,000 | 46,000 |
| Proceeds of long-term debt | 10,350,000 | 8,952,319 | (1,397,681) |
| Expiration of repayment period | - | - | - |
| Total other financing sources (uses) | <u>12,501,997</u> | <u>11,314,967</u> | <u>(1,187,030)</u> |
| Excess of revenues and other sources over (under) expenditures and other uses | (11,988,018) | (3,972,183) | 8,015,835 |
| Fund balance (deficit)—beginning of year | 15,477,036 | 15,414,253 | (62,783) |
| Fund balance (deficit)—end of year | <u>\$ 3,489,018</u> | <u>\$ 11,442,070</u> | <u>\$ 7,953,052</u> |

| Clerk of Circuit Court Special Revenue Fund | | | Sheriff Special Revenue Fund | | |
|--|---------------------|------------------------------------|---------------------------------|-------------------|------------------------------------|
| Final Budget | Actual | Variance Positive (Negative) | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | 2,771,192 | 1,660,392 | (1,110,800) |
| 654,071 | 705,139 | 51,068 | - | 838,685 | 838,685 |
| - | - | - | - | 86,292 | 86,292 |
| - | - | - | - | - | - |
| 14,050 | 11,468 | (2,582) | - | - | - |
| - | - | - | 129,699 | 3,058 | (126,641) |
| <u>668,121</u> | <u>716,607</u> | <u>48,486</u> | <u>2,900,891</u> | <u>2,588,427</u> | <u>(312,464)</u> |
| 28,762 | 22,850 | 5,912 | - | - | - |
| - | - | - | 2,900,891 | 2,743,308 | 157,583 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 289,002 | 239,252 | 49,750 | - | - | - |
| - | - | - | - | - | - |
| 973,771 | 254,775 | 718,996 | - | 795,806 | (795,806) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>1,291,535</u> | <u>516,877</u> | <u>774,658</u> | <u>2,900,891</u> | <u>3,539,114</u> | <u>(638,223)</u> |
| (623,414) | 199,730 | 823,144 | - | (950,687) | (950,687) |
| - | - | - | - | 786,112 | 786,112 |
| (62,103) | (62,103) | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>(62,103)</u> | <u>(62,103)</u> | <u>-</u> | <u>-</u> | <u>786,112</u> | <u>786,112</u> |
| (685,517) | 137,627 | 823,144 | - | (164,575) | (164,575) |
| 880,452 | 880,452 | - | - | 566,692 | 566,692 |
| <u>\$ 194,935</u> | <u>\$ 1,018,079</u> | <u>\$ 823,144</u> | <u>\$ -</u> | <u>\$ 402,117</u> | <u>\$ 402,117</u> |

(continued)

(THIS PAGE INTENTIONALLY LEFT BLANK)



This is an aerial photo of the start of St. Lucie County's yearly Kingfish Tournament from the Fort Pierce City Marina. Traditionally, the Fort Pierce City Marina is the starting point of many kingfish deep-sea tournaments during the kingfish season. The first place prize for this tournament was \$100,000. In addition to kingfish, the Fort Pierce City Marina offers game fishing for: sailfish, dolphin, marlin, tuna, grouper, snapper, and wahoo.

St. Lucie County, Florida

TABLE 1

General Governmental Expenditures by Function (1)

Last Ten Fiscal Years

| Fiscal Year | General Government | | Public Safety | | Physical Environment | | Transportation | | Economic Environment | | Human Services | | Court Related | | Culture & Recreation | | Capital Outlay | | Debt Service | | Total | |
|-------------|--------------------|-----|---------------|-----|----------------------|----|----------------|----|----------------------|----|----------------|----|---------------|----|----------------------|----|----------------|-----|--------------|-----|-------------|------|
| 1995 | 25,133,230 | 24% | 28,606,434 | 27% | 1,143,025 | 1% | 9,075,334 | 8% | 841,477 | 1% | 5,478,300 | 5% | - | 0% | 6,495,152 | 6% | 18,265,355 | 17% | 11,875,216 | 11% | 106,913,523 | 100% |
| 1996 | 25,025,555 | 23% | 30,169,771 | 28% | 770,264 | 1% | 7,637,204 | 7% | 945,908 | 1% | 5,103,857 | 5% | - | 0% | 6,158,757 | 5% | 25,661,021 | 23% | 7,879,897 | 7% | 109,352,234 | 100% |
| 1997 | 24,590,009 | 22% | 31,393,288 | 29% | 848,513 | 1% | 7,227,166 | 6% | 872,216 | 1% | 5,111,030 | 5% | - | 0% | 6,601,398 | 6% | 26,180,079 | 24% | 6,403,564 | 6% | 109,227,263 | 100% |
| 1998 | 31,374,775 | 27% | 32,549,550 | 28% | 4,187,279 | 3% | 7,732,475 | 7% | 1,188,797 | 1% | 5,055,392 | 4% | - | 0% | 7,011,724 | 6% | 23,072,551 | 19% | 6,141,371 | 5% | 118,313,914 | 100% |
| 1999 | 28,634,733 | 21% | 33,494,146 | 25% | 6,508,244 | 5% | 7,478,672 | 6% | 1,468,055 | 1% | 5,100,416 | 4% | 4,490,375 | 3% | 7,714,463 | 6% | 22,353,364 | 17% | 16,643,727 | 12% | 133,886,195 | 100% |
| 2000 | 29,450,811 | 23% | 36,258,763 | 29% | 2,304,455 | 2% | 7,999,211 | 6% | 2,265,136 | 2% | 8,115,046 | 6% | 5,139,898 | 4% | 8,220,567 | 7% | 17,597,646 | 14% | 9,212,360 | 7% | 126,563,893 | 100% |
| 2001 | 29,993,249 | 23% | 38,449,081 | 30% | 2,417,755 | 2% | 8,096,142 | 6% | 1,331,142 | 1% | 5,340,658 | 4% | 5,569,046 | 4% | 8,402,305 | 7% | 19,129,199 | 15% | 9,428,457 | 8% | 128,157,034 | 100% |
| 2002 | 29,321,919 | 22% | 38,654,144 | 29% | 2,913,452 | 2% | 9,553,781 | 7% | 1,598,102 | 1% | 5,549,952 | 4% | 11,697,588 | 9% | 8,801,135 | 7% | 15,646,208 | 12% | 9,806,522 | 7% | 133,542,803 | 100% |
| 2003 | 29,874,993 | 16% | 41,962,141 | 23% | 4,928,961 | 3% | 11,135,097 | 6% | 2,300,772 | 1% | 5,755,525 | 3% | 13,091,713 | 7% | 9,739,296 | 5% | 29,527,034 | 16% | 36,035,795 | 20% | 184,351,327 | 100% |
| 2004 | 35,782,990 | 18% | 46,883,560 | 24% | 4,795,372 | 2% | 17,823,001 | 9% | 2,241,139 | 1% | 6,703,759 | 3% | 13,595,405 | 7% | 12,212,911 | 6% | 47,902,364 | 24% | 10,578,962 | 5% | 198,519,463 | 100% |

Note:

(1) Includes all governmental fund types and expendable trust funds for fiscal years ending on or before 9/30/01. Expendable trust funds reclassified as special revenue funds beginning 10/01/01. Excludes other financing uses (such as transfers out).

Sources:

St. Lucie County, Florida, General Purpose Financial Statements for fiscal years ending 1994 through 2001 except fiscal years ending 95, 96 and 97. Combined statements for fiscal years ending 95 through 97 were prepared by the finance staff. Statement of Revenues, Expenditures and Changes in Fund Balances-Governmental Funds for fiscal year ending 2002, 2003 and 2004.

St. Lucie County, Florida

TABLE 2

General Governmental Revenues by Source (1)

Last Ten Fiscal Years

| Fiscal Year | Taxes | | Licenses and Permits | | Intergovernmental | | Charges for Services | | Fine and Forfeiture | | Special Assessments | | Interest (2) | | Miscellaneous | | Total | |
|-------------|-------------|-----|----------------------|----|-------------------|-----|----------------------|-----|---------------------|----|---------------------|----|--------------|----|---------------|----|-------------|------|
| 1995 | 59,880,032 | 59% | 206,786 | 0% | 18,360,665 | 18% | 7,783,236 | 8% | 2,459,396 | 2% | 7,633,000 | 7% | 3,002,989 | 3% | 2,646,750 | 3% | 101,972,854 | 100% |
| 1996 | 61,636,702 | 64% | 172,332 | 0% | 18,876,152 | 20% | 8,582,520 | 9% | 2,340,688 | 2% | 33,915 | 0% | 1,921,996 | 2% | 3,194,609 | 3% | 96,758,914 | 100% |
| 1997 | 63,812,731 | 62% | 204,681 | 0% | 19,976,346 | 19% | 8,425,325 | 8% | 2,455,233 | 3% | 109,549 | 0% | 2,869,543 | 3% | 5,542,275 | 5% | 103,395,683 | 100% |
| 1998 | 76,227,772 | 63% | 179,012 | 0% | 20,507,317 | 17% | 12,451,303 | 10% | 2,361,672 | 2% | 2,058,708 | 2% | 2,833,767 | 2% | 5,143,965 | 4% | 121,763,516 | 100% |
| 1999 | 78,031,341 | 65% | 153,033 | 0% | 18,504,407 | 15% | 12,642,358 | 10% | 2,679,373 | 2% | 1,067,006 | 1% | 3,769,563 | 3% | 4,219,303 | 4% | 121,066,384 | 100% |
| 2000 | 79,117,764 | 59% | 149,766 | 0% | 25,749,366 | 19% | 12,626,463 | 9% | 3,045,392 | 2% | 741,796 | 1% | 4,755,769 | 4% | 7,905,197 | 6% | 134,091,513 | 100% |
| 2001 | 80,600,745 | 62% | 181,399 | 0% | 20,847,711 | 16% | 13,541,799 | 11% | 2,646,018 | 2% | 1,214,814 | 1% | 4,747,524 | 4% | 5,559,838 | 4% | 129,339,848 | 100% |
| 2002 | 85,342,596 | 64% | 382,672 | 0% | 22,479,016 | 17% | 12,473,204 | 9% | 3,213,635 | 2% | 2,133,699 | 2% | 2,387,575 | 2% | 4,599,333 | 4% | 133,011,730 | 100% |
| 2003 | 91,694,361 | 59% | 158,517 | 0% | 34,029,464 | 22% | 14,473,183 | 9% | 3,691,402 | 2% | 3,564,349 | 3% | 1,750,003 | 2% | 4,819,511 | 3% | 154,180,790 | 100% |
| 2004 | 107,552,986 | 63% | 406,796 | 0% | 24,869,731 | 15% | 17,538,687 | 10% | 3,856,230 | 2% | 5,271,860 | 4% | 1,666,532 | 2% | 8,930,961 | 5% | 170,093,783 | 100% |

Notes:

- (1) Includes all governmental fund types and expendable trust funds for fiscal years ending on or before 9/30/01. Expendable trust funds reclassified as special revenue funds beginning 10/01/01. Excludes other financing sources (such as transfers, debt proceeds and inventory adjustments).
- (2) Interest income taken from Annual Financial Report for fiscal years ending 92, 93 and 94.

Sources:

St. Lucie County, Florida, General Purpose Financial Statements for fiscal years ending 1994 through 2001 except fiscal years ending 95, 96 and 97. Combined statements for fiscal years ending 95 through 97 were prepared by the finance staff. Statement of Revenues, Expenditures and Changes in Fund Balances-Governmental Funds for fiscal year ending 2002, 2003 and 2004.

St. Lucie County, Florida

TABLE 3

Property Tax Levies and Collections-Based Upon Tax Year

Last Ten Fiscal Years

| Fiscal Year Ending | Tax Roll Year | (1) Total Tax Levy | (2) Current Tax Collections | Ratio of Current Tax Collections to Tax Levy | (3) Delinquent Tax Collections | Total Tax Collections | Ratio of Total Tax Collections to Total Tax Levy |
|---------------------------|----------------------|-------------------------------|--|---|---|------------------------------|---|
| 1995 | \$ 1994 | \$ 58,801,046 | \$ 56,186,452 | 95.55% | \$ 28,093 | \$ 56,214,545 | 95.60% |
| 1996 | 1995 | 59,804,589 | 56,937,191 | 95.21% | 45,550 | 56,982,741 | 95.28% |
| 1997 | 1996 | 63,856,874 | 58,901,721 | 92.24% | 58,902 | 58,960,623 | 92.33% |
| 1998 | 1997 | 69,840,231 | 62,396,863 | 89.34% | 112,314 | 62,509,177 | 89.50% |
| 1999 | 1998 | 69,423,281 | 65,877,203 | 94.89% | 215,878 | 66,093,081 | 95.20% |
| 2000 | 1999 | 75,271,557 | 68,796,412 | 91.40% | 292,815 | 69,089,227 | 91.79% |
| 2001 | 2000 | 72,581,559 | 69,297,447 | 95.48% | 296,227 | 69,593,674 | 95.88% |
| 2002 | 2001 | 77,418,838 | 73,837,398 | 95.37% | 232,602 | 74,070,000 | 95.67% |
| 2003 | 2002 | 83,274,093 | 79,943,761 | 96.00% | 124,138 | 80,067,899 | 96.15% |
| 2004 | 2003 | 98,282,442 | 94,559,538 | 96.21% | 79,288 | 94,638,826 | 96.29% |

Notes:

- (1) Total tax levy amounts reflect property taxes collected on behalf of St. Lucie County only. This amount represents the original levy plus additions, penalties, errors, and other adjustments.
- (2) Current tax collections excludes allowable discounts and represents only the cash collected. All taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the Tax Collector. All unpaid taxes become delinquent on April 1 following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in December, 2% in January and 1% in February. The taxes paid in March are not discounted.
- (3) On or before June 1, certificates are sold for all delinquent taxes on real property. Unsold certificates are held by the County.

Source:

St. Lucie County Tax Collector, modified by the Clerk of the Circuit Court to reflect property taxes collected on behalf of the County.

St. Lucie County, Florida

TABLE 4

Assessed and Actual Value of Taxable Property

Last Ten Fiscal Years

| Fiscal Year Ending | Tax Roll Year | Real Property Assessed Value | Personal Property Assessed Value | Centrally Assessed Property Value | Total Assessed Value | Exemptions | Total Actual Taxable Value | Percentage of Total Taxable Value to Total Assessed Value |
|---------------------------|----------------------|-------------------------------------|---|--|-----------------------------|-------------------|-----------------------------------|--|
| 1995 | 1994 | 8,244,588,220 | 2,035,458,830 | 17,299,020 | 10,297,346,070 | 3,200,829,402 | 7,096,516,668 | 68.92% |
| 1996 | 1995 | 8,596,766,870 | 2,037,560,548 | 16,464,201 | 10,650,791,619 | 3,753,625,432 | 6,897,166,188 | 64.76% |
| 1997 | 1996 | 8,560,726,430 | 2,096,312,171 | 16,151,748 | 10,673,190,349 | 3,187,160,159 | 7,486,030,190 | 70.14% |
| 1998 | 1997 | 9,343,487,530 | 2,370,554,352 | 20,793,714 | 11,734,835,596 | 3,797,433,513 | 7,937,402,083 | 67.64% |
| 1999 | 1998 | 8,831,739,704 | 2,400,354,912 | 20,078,095 | 11,252,172,711 | 3,514,112,130 | 7,738,060,581 | 68.77% |
| 2000 | 1999 | 9,143,434,572 | 2,755,058,503 | 20,589,492 | 11,919,082,567 | 3,728,915,943 | 8,190,166,624 | 68.71% |
| 2001 | 2000 | 9,456,625,302 | 2,554,860,134 | 21,927,154 | 12,033,412,590 | 3,894,017,228 | 8,139,395,362 | 67.64% |
| 2002 | 2001 | 10,024,540,206 | 2,644,462,608 | 23,048,371 | 12,692,051,185 | 4,024,359,580 | 8,667,691,605 | 68.29% |
| 2003 | 2002 | 11,137,285,779 | 2,733,093,433 | 24,436,863 | 13,894,816,075 | 4,454,345,106 | 9,440,470,969 | 67.94% |
| 2004 | 2003 | 13,198,624,452 | 2,631,959,460 | 2,631,959,460 | 15,858,459,536 | 5,064,009,061 | 10,794,450,475 | 68.07% |

Note: Amounts shown reflect all taxing authorities in St. Lucie County.

Source: St. Lucie County Property Appraiser

St. Lucie County, Florida

TABLE 5

Property Tax Rates - Direct and Overlapping Governments

(Per \$1,000 of Assessed Value)

Last Ten Fiscal Years

| Fiscal Year Ending | Tax Roll Year | County-Wide Millage | County-Wide Debt Millage | School District Millage | Other Taxing Authorities | Total County-Wide Millage | Unincorporated Area Millage | City of Fort Pierce | City of Port St. Lucie | Town of St. Lucie Village |
|--------------------|---------------|---------------------|--------------------------|-------------------------|--------------------------|---------------------------|-----------------------------|---------------------|------------------------|---------------------------|
| 1995 | 1994 | 7.7119 | 0.3171 | 9.9220 | 2.8868 | 20.8378 | 0.3551 | 7.3305 | 3.5034 | 0.9730 |
| 1996 | 1995 | 7.8084 | 0.3120 | 9.5560 | 2.9743 | 20.6507 | 0.3728 | 7.3305 | 3.8400 | 0.9420 |
| 1997 | 1996 | 7.9003 | 0.4155 | 9.6740 | 3.3298 | 21.3196 | 0.4320 | 7.3305 | 3.8400 | 0.9338 |
| 1998 | 1997 | 7.8915 | 0.4333 | 9.6530 | 3.3918 | 21.3696 | 0.8105 | 7.3305 | 3.9400 | 0.8955 |
| 1999 | 1998 | 7.8915 | 0.4407 | 9.3810 | 3.4840 | 21.1972 | 0.8543 | 7.3305 | 3.9400 | 1.0000 |
| 2000 | 1999 | 7.8915 | 0.4703 | 9.0250 | 3.7936 | 21.1804 | 1.0541 | 7.3305 | 3.9400 | 0.9890 |
| 2001 | 2000 | 7.8915 | 0.4161 | 9.0530 | 3.8021 | 21.1627 | 1.0541 | 7.3305 | 3.9400 | 0.9700 |
| 2002 | 2001 | 7.9551 | 0.3525 | 11.4320 | 3.7996 | 23.5392 | 1.0541 | 7.3305 | 4.2733 | 0.9100 |
| 2003 | 2002 | 7.9551 | 0.2917 | 8.8090 | 3.7996 | 20.8554 | 1.1149 | 7.3305 | 4.6066 | 0.9000 |
| 2004 | 2003 | 7.9551 | 0.1620 | 8.5830 | 3.9076 | 20.6077 | 1.6445 | 7.8305 | 4.9399 | 1.0000 |

Source:

St. Lucie County Office of Management and Budget

St. Lucie County, Florida

TABLE 6

Principal Taxpayers

September 30, 2004

| | Taxpayer | Type of Business | 2004 Assessed Valuation | 2004 Actual Valuation | Percent of Total Assessed Valuation |
|----|--|-------------------------|--------------------------------|------------------------------|--|
| 1 | Florida Power & Light Corp. | Utility | \$1,877,342,639 | \$1,086,906,011 | 11.84% |
| 2 | Ginn-LA St. Lucie LP | Land Development | 162,744,248 | 162,744,248 | 1.03% |
| 3 | Tropicana Products | Food Manufacturer | 154,432,806 | 154,432,806 | 0.97% |
| 4 | BellSouth Telecommunications | Communications | 121,902,037 | 121,902,037 | 0.77% |
| 5 | Wynne Building Corp. | Land Development | 125,695,330 | 120,323,112 | 0.79% |
| 6 | Reserve Homes Ltd., LP | Land Development | 96,777,569 | 96,777,569 | 0.61% |
| 7 | Walmart Stores, Inc. | Retail Facility | 67,422,801 | 67,422,801 | 0.43% |
| 8 | HCA | Hospital Facility | 65,939,554 | 65,939,554 | 0.42% |
| 9 | Homes by Kennedy II Ltd., | Land Development | 43,161,966 | 43,161,966 | 0.27% |
| 10 | Glassman Corp., | Land Development | 42,431,632 | 42,431,632 | 0.27% |
| | Total taxable assessed value of 10 largest taxpayers | | <u>2,757,850,583</u> | <u>1,962,041,736</u> | 17.39% |
| | Total taxable assessed value of other taxpayers | | <u>13,100,608,953</u> | | 82.61% |
| | Total taxable assessed value of all taxpayers | | <u><u>\$15,858,459,536</u></u> | | <u><u>100.00%</u></u> |

Source:

St. Lucie County Property Appraiser

St. Lucie County, Florida

TABLE 7

Special Assessment Billings and Collections

Last Ten Fiscal Years

| Fiscal Year Ending | Tax Roll Year | Becker Road | | | | River Branch | | | |
|--------------------|---------------|---------------------------------------|------------------------------|---------------------------------|---|---------------------------------------|------------------------------|---------------------------------|---|
| | | Special Assessments Beginning Balance | Special Assessments Billings | Special Assessments Collections | Special Assessments Outstanding At Year End | Special Assessments Beginning Balance | Special Assessments Billings | Special Assessments Collections | Special Assessments Outstanding At Year End |
| 1995 | 1994 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 1996 | 1995 | - | - | - | - | - | - | - | - |
| 1997 | 1996 | - | 1,841,354 | - | 1,841,354 | - | - | - | - |
| 1998 | 1997 | 1,841,354 | 954,819 | 206,352 | 2,589,821 | - | - | - | - |
| 1999 | 1998 | 2,589,821 | 196,171 | 208,358 | 2,577,634 | - | - | - | - |
| 2000 | 1999 | 2,577,634 | 245,543 | 302,204 | 2,520,973 | - | - | - | - |
| 2001 | 2000 | 2,520,973 | (622,202) (1) | 302,202 | 1,596,569 | - | - | - | - |
| 2002 | 2001 | 1,596,569 | 142,160 | 190,933 | 1,547,796 | - | 133,326 | - | 133,326 |
| 2003 | 2002 | 1,547,796 | 130,437 | 184,468 | 1,493,765 | 133,326 | 8,990 | 14,295 | 128,021 |
| 2004 | 2003 | 1,493,765 | 128,494 | 187,184 | 1,435,075 | 128,021 | 8,680 | 14,358 | 122,343 |

Notes:

St. Lucie County is obligated for two special assessments. Both are municipal service benefit units for which the County is obligated to budget and appropriate funds.

(1) Special assessments were adjusted for prior year's over assessments.

Source:

St. Lucie County Tax Collector-special report for assessment balances at end of fiscal year.

St. Lucie County, Florida

Computation of Legal Debt Margin

September 30, 2004

TABLE 8

Neither the Florida Constitution, Florida Statutes nor St. Lucie County place a limit on the amount of debt the voter may approve by referendum. As of September 30, 2004, the County had \$81,955,000 of general obligation and voted debt outstanding. Based on the assessed valuation of \$15,858 million for the fiscal year ending September 30, 2004, the County's general obligation and voted debt ratio currently equals 0.52 percent (0.52%).

St. Lucie County, Florida

TABLE 9

Ratio of Net General Bonded Debt to Taxable Value and Net Bonded Debt Per Capita

Last Ten Fiscal Years

| Fiscal Year Ending | Tax Roll Year | (1) Population | (2) Total Taxable Value | Gross General Bonded Debt | Debt Service Monies Available | Net Bonded Debt | Ratio of Net Bonded Debt to Total Taxable Value | Net Bonded Debt Per Capita |
|---------------------------|----------------------|---------------------------|------------------------------------|----------------------------------|--------------------------------------|------------------------|--|-----------------------------------|
| 1995 | 1994 | 171,160 | \$7,096,516,668 | \$7,565,000 | \$49,836 | \$7,515,164 | 0.0011% | \$43.91 |
| 1996 | 1995 | 175,458 | 6,897,166,188 | 5,960,000 | 11,503 | 5,948,497 | 0.0009% | 33.90 |
| 1997 | 1996 | 179,133 | 7,486,030,190 | 8,750,000 | 42,995 | 8,707,005 | 0.0012% | 48.61 |
| 1998 | 1997 | 183,222 | 7,937,402,083 | 7,990,000 | 138,829 | 7,851,171 | 0.0010% | 42.85 |
| 1999 | 1998 | 186,905 | 7,738,060,581 | 21,410,000 | 2,706,773 | 18,703,227 | 0.0024% | 100.07 |
| 2000 | 1999 | 192,695 | 8,190,166,624 | 19,485,000 | 4,169,805 | 15,315,195 | 0.0019% | 79.48 |
| 2001 | 2000 | 198,253 | 8,139,395,362 | 17,465,000 | 3,565,077 | 13,899,923 | 0.0017% | 70.11 |
| 2002 | 2001 | 203,360 | 8,667,691,605 | 15,340,000 | 971,649 | 14,368,351 | 0.0017% | 70.65 |
| 2003 | 2002 | 208,444 | 9,440,470,969 | 13,100,000 | 1,015,731 | 12,084,269 | 0.0013% | 57.97 |
| 2004 | 2003 | 226,816 | 10,794,450,475 | 11,835,000 | 850,839 | 10,984,161 | 0.0010% | 48.43 |

Note:

Amounts shown reflect all taxing authorities in St. Lucie County

Sources:

(1) Source: Bureau of Economic and Business Research University of Florida for 1995-2002; (www.eflorida.com) for 2003-2004

(2) Source: St. Lucie County Property Appraiser.

St. Lucie County, Florida

TABLE 10

Ratio of Annual Debt Service Expenditures for General Bonded Debt
to Total General Governmental Expenditures

Last Ten Fiscal Years

| Fiscal Year | Tax Roll | Total | | | General Governmental | Ratio of Debt Service to General |
|--------------------|-----------------|------------------|-----------------|---------------------|-----------------------------|---|
| Ending | Year | Principal | Interest | Debt Service | Expenditures | Expenditures |
| 1995 | 1994 | 1,505,000 | 548,281 | 2,053,281 | 25,133,230 | 8.170% |
| 1996 | 1995 | 1,605,000 | 453,427 | 2,058,427 | 25,025,555 | 8.225% |
| 1997 | 1996 | 710,000 | 349,158 | 1,059,158 | 24,590,009 | 4.307% |
| 1998 | 1997 | 760,000 | 577,659 | 1,337,659 | 31,374,775 | 4.263% |
| 1999 | 1998 | 1,880,000 | 799,437 | 2,679,437 | 28,634,733 | 9.357% |
| 2000 | 1999 | 1,925,000 | 961,893 | 2,886,893 | 29,450,811 | 9.802% |
| 2001 | 2000 | 2,020,000 | 863,115 | 2,883,115 | 29,993,249 | 9.613% |
| 2002 | 2001 | 2,125,000 | 758,063 | 2,883,063 | 29,321,919 | 9.832% |
| 2003 | 2002 | 2,240,000 | 645,963 | 2,885,963 | 29,874,993 | 9.660% |
| 2004 | 2003 | 1,265,000 | 566,113 | 1,831,113 | 35,782,990 | 5.117% |

St. Lucie County, Florida

TABLE 11

Computation of Direct and Overlapping Debt

September 30, 2004

| Jurisdiction | Gross Debt Outstanding | Percentage Applicable To County Residents | Amount Applicable To County Residents |
|---|-----------------------------------|--|--|
| St Lucie County: | | | |
| Port and Airport Authority, Series 1997 | \$2,725,000 | 100% | \$2,725,000 |
| Limited Ad Valorem Tax Bonds, Series 1999 | 9,110,000 | 100% | 10,230,000 |
| | <u>11,835,000</u> | | <u>12,955,000</u> |
| St. Lucie County School Board: | | | |
| Series 1996A | 7,240,000 | 100% | 10,635,000 |
| Series 1997 | 10,035,000 | 100% | 13,095,000 |
| Series 2003, Refunding | 2,270,000 | 100% | 4,500,000 |
| | <u>19,545,000</u> | | <u>28,230,000</u> |
| Total | <u><u>\$31,380,000</u></u> | | <u><u>\$41,185,000</u></u> |

Note:

The above information on bonded debt does not include self-supporting and non-self supporting revenue bonds.

Source:

St. Lucie County School Board

St. Lucie County, Florida

TABLE 12

Revenue Bond Coverage

Bailing and Recycling Facility

Last Ten Fiscal Years

| Fiscal Year | Operating Revenue | Debt Service Requirement | (1) Annual Debt Service Coverage |
|--------------------|--------------------------|---------------------------------|---|
| 1995 | 7,017,240 | 1,004,194 | 6.99% |
| 1996 | 6,938,419 | 1,009,864 | 6.87% |
| 1997 | 5,753,786 | 1,065,014 | 5.40% |
| 1998 | 5,137,429 | 1,046,163 | 4.91% |
| 1999 | 4,939,194 | 1,046,665 | 4.72% |
| 2000 | 5,675,688 | 1,040,605 | 5.45% |
| 2001 | 6,284,322 | 1,043,405 | 6.02% |
| 2002 | 7,098,053 | 1,044,046 | 6.80% |
| 2003 | 8,543,793 | 786,176 | 10.87% |
| 2004 | 10,396,505 | 877,185 | 11.85% |

Note:

(1) Rate covenant criteria requires gross revenues to exceed 115% of debt service requirement.

Source:

Segment information footnote from audit reports.

St. Lucie County, Florida

TABLE 13

Revenue Bond Coverage

North Hutchinson Island Water & Sewer System

Last Ten Fiscal Years

| Fiscal Year | (1) Operating Revenue | (2) Other Income | Total Revenue | (3) Operating Expense | Net Available for Debt Service | Debt Service Requirement | (4) Annual Debt Service Coverage |
|-------------|--------------------------|---------------------|---------------|--------------------------|--------------------------------|--------------------------|-------------------------------------|
| 1995 | \$1,060,384 | \$31,532 | \$1,091,916 | \$746,704 | \$345,212 | \$437,772 | 0.79% |
| 1996 | 1,166,683 | 60,980 | 1,227,663 | 850,630 | 377,033 | 434,196 | 0.87% |
| 1997 | 1,255,425 | 49,540 | 1,304,965 | 800,774 | 504,191 | 436,615 | 1.15% |
| 1998 | 1,412,959 | 35,812 | 1,448,771 | 951,772 | 496,999 | 434,102 | 1.14% |
| 1999 | 1,614,164 | 106,813 | 1,720,977 | 1,139,952 | 581,025 | 451,313 | 1.29% |
| 2000 | 1,548,773 | 147,432 | 1,696,205 | 1,195,410 | 500,795 | 450,416 | 1.11% |
| 2001 | 1,732,037 | 66,309 | 1,798,346 | 1,132,212 | 666,134 | 432,910 | 1.54% |
| 2002 | 1,718,856 | 41,295 | 1,760,151 | 1,198,866 | 561,285 | 513,977 | 1.09% |
| 2003 | 1,913,968 | 41,249 | 1,955,217 | 1,255,221 | 699,996 | 541,663 | 1.29% |
| 2004 | 2,083,738 | 64,039 | 2,147,777 | 1,252,636 | 895,141 | 543,757 | 1.65% |

Notes:

- (1) Includes water, sewer and reclaimed water revenue.
- (2) Interest income and miscellaneous revenue.
- (3) Excludes depreciation, amortization and interest expenses.
- (4) Rate covenant stated net available for debt service shall equal or exceed 110% of the debt service requirement.

Source:

Continual disclosure reports prepared by St. Lucie County Clerk of the Circuit Court

St. Lucie County, Florida

TABLE 14

Revenue Bond Coverage

Holiday Pines Water & Sewer System

Last Five Fiscal Years

| Fiscal Year | (1) Operating Revenue | (2) Other Income | Total Revenue | (3) Operating Expense | Net Available for Debt Service | Debt Service Requirement | (4) Annual Debt Service Coverage |
|--------------------|----------------------------------|-----------------------------|----------------------|----------------------------------|---------------------------------------|---------------------------------|---|
| 2000 | \$688,783 | \$93,939 | \$782,722 | \$272,188 | \$510,534 | \$387,224 | 1.32% |
| 2001 | 699,935 | 103,338 | 803,273 | 315,033 | 488,240 | 389,164 | 1.25% |
| 2002 | 715,713 | 363,978 | 1,079,691 | 379,842 | 699,849 | 390,411 | 1.79% |
| 2003 | 756,760 | 628,088 | 1,384,848 | 457,297 | 927,551 | 391,361 | 2.37% |
| 2004 | 1,026,469 | 58,912 | 1,085,381 | 613,341 | 472,040 | 392,004 | 1.20% |

Notes:

- (1) Includes water, sewer and reclaimed water revenue.
- (2) Interest income, miscellaneous revenue, guaranteed revenues, and capital facilities charges.
- (3) Excludes depreciation, amortization and interest expenses.
- (4) Rate covenant stated net available for debt service shall equal or exceed 120% of the debt service requirement.

Source:

Continual disclosure reports prepared by St. Lucie County Clerk of the Circuit Court

St. Lucie County, Florida

TABLE 15

Demographic Statistics

Last Ten Fiscal Years

| Fiscal Year | (1) Population | (2) Per Capita Income | (3) School Enrollment | (2) Unemployment Rate |
|--------------------|---------------------------|--|--------------------------------------|--------------------------------------|
| 1995 | 171,160 | \$18,126 | 25,886 | 12.4% |
| 1996 | 175,458 | \$18,839 | 26,489 | 12.3% |
| 1997 | 179,133 | \$19,688 | 27,179 | 10.7% |
| 1998 | 183,222 | \$20,525 | 27,735 | 10.3% |
| 1999 | 186,905 | \$20,965 | 28,366 | 9.0% |
| 2000 | 192,695 | \$21,993 | 28,663 | 7.7% |
| 2001 | 198,253 | \$22,892 | 29,113 | 8.2% |
| 2002 | 203,360 | \$22,904 | 30,069 | 8.1% |
| 2003 | 208,444 | \$23,051 | 31,123 | 7.5% |
| 2004 | 226,816 | not available | 32,420 | 8.2% |

Sources:

- (1) Bureau of Economic and Business Research University of Florida for 1995-2002;
(www.eflorida.com) for 2003-2004
- (2) Enterprise Florida Database (www.eflorida.com) for 2003-2004
- (3) St. Lucie School Board

St. Lucie County, Florida

TABLE 16

Property Value, Construction Statistics, and Bank Deposits

Last Ten Fiscal Years

| Fiscal Year | (1) Property Value Total | (2) Building Permit Information | | | | | | (3) Commercial Bank Deposits (in millions) |
|-------------|-----------------------------|------------------------------------|------------------|-------------------|------------------|-------------------|------------------|--|
| | | Single Family | | Mult-Family | | Commercial | | |
| | | Number of Permits | Value of Permits | Number of Permits | Value of Permits | Number of Permits | Value of Permits | |
| 1995 | 10,297,346,070 | n/a | n/a | n/a | n/a | n/a | n/a | \$1,704 |
| 1996 | 10,650,791,619 | 421 | \$39,822,347 | 9 | \$15,053,726 | 166 | \$18,543,806 | 1,752 |
| 1997 | 10,673,190,349 | 357 | 35,417,136 | 17 | 19,933,162 | 115 | 15,368,298 | 1,789 |
| 1998 | 11,734,835,596 | 372 | 35,221,173 | 8 | 10,882,049 | 138 | 25,394,262 | 1,762 |
| 1999 | 11,252,172,711 | 319 | 33,569,855 | 25 | 19,790,502 | 130 | 19,922,548 | 1,784 |
| 2000 | 11,919,082,567 | 335 | 42,734,578 | 22 | 11,444,841 | 143 | 29,654,726 | 1,885 |
| 2001 | 12,033,412,590 | 363 | 49,159,068 | 25 | 13,604,981 | 122 | 22,299,208 | 2,057 |
| 2002 | 12,692,051,185 | 436 | 59,123,124 | 47 | 50,432,700 | 150 | 27,178,520 | 2,292 |
| 2003 | 13,894,816,075 | 540 | 77,832,893 | 32 | 23,397,775 | 138 | 15,862,671 | 2,575 |
| 2004 | 15,858,459,536 | 946 | 137,364,476 | 64 | 23,105,762 | 90 | 88,744,584 | 2,944 |

Note:

n/a = not available

Sources:

- (1) St. Lucie County Property Appraiser
- (2) St. Lucie County Community Development Department - unincorporated area only.
and St Lucie County Building & Zoning - 2004
- (3) FDIC website, as of June 30. www.fdic.gov



The United States Department of Agriculture Horticulture Lab is one of five existing research and education facilities in St. Lucie County that research plant, biology, marine, ecological, and environmental issues.



Berger, Toombs, Elam,
Gaines & Frank

Certified Public Accountants PL

SunTrust Bank Building
Suite 300
111 Orange Avenue
Fort Pierce, Florida 34950

772/461-6120 // 461-1155
FAX: 772/468-9278

**Report on Compliance and on Internal Control over Financial
Reporting Based on an Audit of Financial Statements Performed in
Accordance with *Government Auditing Standards***

The Honorable Board of County Commissioners
St. Lucie County, Florida

We have audited the basic financial statements of St. Lucie County, Florida (the County) as of and for the year ended September 30, 2004, and have issued our report thereon dated March 18, 2005. 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.

Compliance

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over the financial reporting and its operation that we consider to be material weaknesses.

Fort Pierce / Stuart

Member AICPA

154
Member AICPA Division For CPA Firms
Private Companies Practice Section

Member FICPA



Berger, Toombs, Elam,
Gaines & Frank
Certified Public Accountants PL

The Honorable Board of County Commissioners
St. Lucie County, Florida

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

*Berger, Toombs, Elam,
Gaines & Frank*

Berger, Toombs, Elam, Gaines & Frank
Certified Public Accountants PL
Fort Pierce, Florida

March 18, 2005



Berger, Toombs, Elam,
Gaines & Frank

Certified Public Accountants PL

SunTrust Bank Building
Suite 300
111 Orange Avenue
Fort Pierce, Florida 34950

772/461-6120 // 461-1155
FAX: 772/468-9278

**Report of Independent Certified Public Accountants on Compliance
with Requirements Applicable to Major Federal Programs and State
Projects and Internal Control Over Compliance**

The Honorable Board of County Commissioners
St. Lucie County, Florida

Compliance

We have audited the compliance of St. Lucie County, Florida (the County) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the requirements described in the Executive Office of the Governor's State Projects Compliance Supplement that are applicable to each of its major federal programs and state projects for the year ended September 30, 2004. The County's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations contracts and grants applicable to each of its major federal programs and state projects is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with United States generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and Chapter 10.550, Rules of the Auditor General. Those standards, OMB Circular A-133, and Chapter 10.550, Rules of the Auditor General require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or state project occurred. An audit includes examining, on a test basis, evidence about the procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

Fort Pierce / Stuart

Member AICPA

Member AICPA¹⁵⁶ Division For CPA Firms
Private Companies Practice Section

Member FICPA

The Honorable Board of County Commissioners
St. Lucie County, Florida

In our opinion, the St. Lucie County, Florida complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs and state projects for the year ended September 30, 2004. The results of our auditing procedures disclosed no instances of noncompliance that are required to be reported in accordance with OMB Circular A-133 or Chapter 10.550.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal awards programs and state financial assistance projects. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal awards program or state financial assistance project in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal awards program or state financial assistance project being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

*Berger, Toombs, Elam,
Gaines & Frank*

Berger, Toombs, Elam, Gaines & Frank
Certified Public Accountants PL
Fort Pierce, Florida

March 18, 2005

St. Lucie County, Florida
Schedule of Expenditures of Federal Awards
And State Projects
For the Fiscal Year Ended September 30, 2004

| Federal/State Agency Pass-through Entity Federal Program/State Project | CFDA CSFA No. | Contract/ Grant No. | Expenditures | Transfers to Subrecipients |
|--|---------------------|------------------------|----------------|-------------------------------|
| US Department of Agriculture | | | | |
| Direct Programs | | | | |
| Soil and Water Conservation | 10.902 | 68-4209-4-0107 | \$ 53,466 | |
| | 10.902 | 68-4209-3-0109 | 2,214 | |
| Wetlands Reserves Program | 10.072 | 66-4209-3-004 | 88,070 | |
| Total Department of Agriculture | | | <u>143,750</u> | |
| US Department of Health and Human Services | | | | |
| Indirect Programs: | | | | |
| Passed through Florida Department of Revenue | | | | |
| Child Support Enforcement | 93.563 | CCC356 | 290,696 | |
| | 93.563 | QJ318 | 37,397 | |
| Passed through Florida Department of Community Affairs: | | | | |
| Community Service Block 03/04 | 93.569 | 04SB37720001027 | 162,479 | |
| | | | <u>490,572</u> | |
| Total Department of Health and Human Services | | | | |
| Federal Transit Administration | | | | |
| Direct Programs: | | | | |
| Federal Transit Formula Grants | 20.507 | FL-90-X311 | | \$ 21,469 |
| | 20.507 | FL-90-X365 | | 29,870 |
| | 20.507 | FL-90-X387 | | 30,814 |
| | 20.507 | FL-90-X475 | | 415,157 |
| Indirect Programs | | | | |
| Passed through Florida Department of Transportation: | | | | |
| Federal Transit | 20.505 | AJ575 | 6,252 | |
| Metropolitan Grant | 20.505 | AK950 | 2,066 | |
| Total Federal Transit Administration | | | <u>8,318</u> | <u>497,310</u> |
| US National Oceanic & Atmospheric Administration | | | | |
| Direct Programs: | | | | |
| Indirect Programs: | | | | |
| Passed through Florida Department of Environmental Protect: | | | | |
| Coastal Zone Management Administration Awards | 11.419 | CZ311 | 31,800 | |
| | 11.419 | CZ416 | 50,000 | |
| | 11.419 | CZ414 | 22,093 | |
| | 11.419 | CZ415 | 14,572 | |
| Total National Oceanic & Atmospheric Administration | | | <u>118,465</u> | |

St. Lucie County, Florida
Schedule of Expenditures of Federal Awards
And State Projects (Continued)
For the Fiscal Year Ended September 30, 2004

| Federal/State Agency Pass-through Entity Federal Program/State Project | CFDA CSFA No. | Contract/ Grant No. | Expenditures | Transfers to Subrecipients |
|---|---------------------|------------------------|----------------|-------------------------------|
| US Department of Justice | | | | |
| Direct Programs: | | | | |
| Local Law Enforcement Block Grant | 16.592 | 2003-LB-BX-0024 | \$ 58,612 | |
| Violence Against Women Formula Grant | 16.588 | 2002CW BX0001 | 157,239 | |
| State Criminal Alien Assistance | 16.606 | 2003-AP-BX-0719 | 5,106 | |
| Community Oriented Policing Service | 16.710 | 2001SHWX0626 | 74,446 | |
| | | 2002SHWX0663 | 89,227 | |
| | | 2003LPCX001 | 8,408 | |
| | | 2004SHWX0045 | 25,637 | |
| Gang Resistance Education and Training | 16.737 | ATC03000256 | 42,837 | |
| Indirect Programs: | | | | |
| Passed through Florida Department of Law Enforcement | | | | |
| Byrne Formula Grant | 16.579 | 04CS106601064 | 72,137 | |
| Byrne Formula Grant | | 04CS2H106601251 | 81,800 | |
| State Criminal Alien Assistance | 16.606 | 2004-AP-BX-0374 | 5,555 | |
| Local Law Enforcement Block Grant | | 2004-LB-BX-0543 | 2,408 | |
| Total Department of Justice | | | <u>623,412</u> | |
| US Department of Interior & Wildlife | | | | |
| Direct Programs: | | | | |
| Coastal Wetlands Planning, Protection, and Restoration | 15.614 | 1448018199G15 | 50,000 | |
| | | CZ416 | 50,000 | |
| | | C-3811G0091 | 321,258 | |
| Total US Department of Interior & Wildlife | | | <u>421,258</u> | |
| US Department of Transportation | | | | |
| Direct Programs: | | | | |
| Airport Improvement Program | 20.106 | I231200232101 | 263 | |
| | | 3-12-0023-2003 | 173,640 | |
| | | 31200230222002 | 101,816 | |
| Indirect Programs: | | | | |
| Passed through Florida Department of Transportation: | | | | |
| State and Community Highway Safety | 20.600 | AMD47 | 24 | |
| | | OP-02-06 ANK66 | 7,710 | |
| Safety Incentives to Prevent Operations of Motor Vehicles by Intoxicated Persons | 20.605 | FS-04-27-17 AND87 | 66,467 | |
| Total US Department of Transportation | | | <u>349,920</u> | |

St. Lucie County, Florida
Schedule of Expenditures of Federal Awards
And State Projects (Continued)
For the Fiscal Year Ended September 30, 2004

| Federal/State Agency Pass-through Entity Federal Program/State Project | CFDA CSFA No. | Contract/ Grant No. | Expenditures | Transfers to Subrecipients |
|--|---------------------|------------------------|---------------------|-------------------------------|
| Federal Highway Administration | | | | |
| Indirect Programs: | | | | |
| Passed through Florida Department of Transportation | | | | |
| Highway Planning and Construction | 20.205 | A4114 | \$ 236,255 | |
| | 20.205 | A5115 | <u>50,655</u> | |
| Total Federal Highway Administration | | | <u>286,910</u> | |
| Department of Homeland Security | | | | |
| Indirect Programs: | | | | |
| Passed through Florida Department of Community Affairs: | | | | |
| FEMA Continuity | 83.562 | 04FT1B106601097 | 95,000 | |
| Public Assistance Grant | 97.036 | FEMA 1545DRFL | 992,426 | |
| | | FEMA 1561DRFL | 562,942 | |
| | | | <u>4,830,971</u> | |
| Total Department of Homeland Security | | | <u>6,481,339</u> | |
| National Endowment for Humanities | | | | |
| Indirect Programs | | | | |
| Passed through FL Humanities Council: | | | | |
| Promotion of the Humanities Federal/State Partnership | 45.129 | FHC-0500-2576-1494 | 1,601 | |
| | 45.129 | | 2,900 | |
| Promotion of the Humanities Public Programs | 45.164 | 0503-2962-1724 | 21,863 | |
| Total National Endowment for Humanities | | | <u>26,364</u> | |
| US Environmental Protection Agency | | | | |
| Direct Programs: | | | | |
| Nonpoint Source Implementation | 66.460 | G0064 | 512,010 | |
| National Estuary Program | 66.456 | SG467AA | 1,460 | |
| Total US Environmental Protection Agency | | | <u>513,470</u> | |
| TOTAL EXPENDITURES OF FEDERAL AWARDS: | | | <u>\$ 9,463,778</u> | <u>\$ 497,310</u> |

St. Lucie County, Florida
Schedule of Expenditures of Federal Awards
And State Projects (Continued)
For the Fiscal Year Ended September 30, 2004

| Federal/State Agency Pass-through Entity Federal Program/State Project | CFDA CSFA No. | Contract/ Grant No. | Expenditures | Transfers to Subrecipients |
|--|---------------------|------------------------|--------------------|-------------------------------|
| Department of Management Services | | | | |
| Direct Projects: | | | | |
| Wireless 911 Emergency Telephone System | 72.001 | | \$ 342,914 | |
| Total Wireless 911 Emergency System | | | <u>342,914</u> | |
| Florida Department of Community Affairs | | | | |
| Direct Projects: | | | | |
| County Grant Award | 64.005 | C1059 | 136,901 | |
| Hazardous Materials 01/02 | 52.023 | 04CP-11-10-66-01-093 | 5,583 | |
| Emergency Management Program | 52.008 | 04BG-04-10-66-01-050 | 116,434 | |
| Total Florida Department of Community Affairs | | | <u>258,918</u> | |
| Florida Communities Trust | | | | |
| Direct Projects: | | | | |
| Florida Forever Act | 52.002 | 03CT7J02F2A1091 | 394,196 | |
| | 52.002 | 03CT8A02F2A1056 | 4,250 | |
| | 52.002 | 03CT8A02F2A1056 | 302,109 | |
| Total Florida Communities Trust | | | <u>700,555</u> | |
| Florida Department of Agriculture & Consumer Services | | | | |
| Direct Projects: | | | | |
| Mosquito Control | 42.003 | SA003 | 45,191 | |
| Endangered or Threatened Native Flora Conse | 42.009 | 007706 | 3,328 | |
| | | 008075 | 24,249 | |
| Total Florida Department of Agriculture & Consumer Svc. | | | <u>72,768</u> | |
| Florida Department of Environmental Protection | | | | |
| Direct Projects: | | | | |
| Statewide Surface Water Restoration and Wastewater Projects | 37.039 | 50090 LP0201 | 88,077 93,260 | |
| Beach Erosion Control Program | 37.003 | 98SL1 04SL1 | 288,387 817,517 | |
| Waste Tire And Playground Surfacing Grants | 37.015 | WT429 | 22,864 | |
| Total Florida Dept. of Environmental Protection | | | <u>1,310,105</u> | |

St. Lucie County, Florida
Schedule of Expenditures of Federal Awards
And State Projects (Continued)
For the Fiscal Year Ended September 30, 2004

| Federal/State Agency Pass-through Entity Federal Program/State Project | CFDA CSFA No. | Contract/ Grant No. | Expenditures | Transfers to Subrecipients |
|--|---------------------|------------------------|------------------|-------------------------------|
| Florida Department of Juvenile Justice | | | | |
| Direct Projects: | | | | |
| Contracted Services - Juvenile Programs | 80.002 | Q2044 | \$ 100,000 | |
| Total Florida Department of Juvenile Justice | | | <u>100,000</u> | |
| Fl Department of Recreation Assistance | | | | |
| Direct Projects: | | | | |
| Florida Recreational Development Assistance Program | 37.017 | F0281 | 3,724 | |
| | | F3532 | 84,199 | |
| Total Fl Department of Recreation Assistance | | | <u>87,923</u> | |
| Florida Department of Transportation | | | | |
| Direct Projects: | | | | |
| Seaport Grants | 55.005 | AF262 | 21,347 | |
| | | ANC00 | 9,440 | |
| | | AND42 | 629,452 | |
| Transit Corridor Program | 55.013 | AM028 | 25,988 | |
| | | AM228 | 204,497 | |
| | | AK950 | 63 | |
| Automatic Vehicle Location System | 55.017 | AN222 | 45,672 | |
| Transit Buses & Infrastructure | 55.012 | ANG86 | 335,994 | |
| Total Florida Department of Transportation | | | <u>1,272,453</u> | |
| Florida Department of Transportation | | | | |
| Direct Projects: | | | | |
| Aviation Development Grant | 55.004 | AK241 | 29,376 | |
| | | AL124 | 6,929 | |
| | | AM938 | 8,438 | |
| | | AN952 | 3,600 | |
| | | AN524 | 7,557 | |
| | | AK265 | 3,196 | |
| | | AL125 | 53,948 | |
| | | AL124 | 19,132 | |
| | | AL493 | 28,852 | |
| | | AL643 | 24,048 | |
| | | AL642 | 2,089 | |
| | | AL869 | 5,546 | |
| | | AL870 | 5,634 | |
| Total Florida Department of Transportation | | | <u>198,345</u> | |

St. Lucie County, Florida
Schedule of Expenditures of Federal Awards
And State Projects (Continued)
For the Fiscal Year Ended September 30, 2004

| Federal/State Agency Pass-through Entity Federal Program/State Project | CFDA CSFA No. | Contract/ Grant No. | Expenditures | Transfers to Subrecipients |
|--|---------------------|------------------------|----------------|-------------------------------|
| Florida Division of Historic Resources | | | | |
| Direct Projects: | | | | |
| Historical Museum Grant | 45.017 | M4264 | \$ 58,405 | |
| Florida Fish and Wildlife | | | | |
| Direct Projects: | | | | |
| Florida Boating Improvement Program | 77.006 | FWCC01246 | 6,878 | |
| Florida Housing Finance Corporations | | | | |
| Direct Projects: | | | | |
| State Housing Initiatives Partnership Programs | 52.901 | | 251,628 | |
| Florida State Courts Administration | | | | |
| Direct Projects: | | | | |
| Civil Traffic Infraction Hearing Officer 02/03 | 42.014 | | 2,855 | |
| Civil Traffic Infraction Hearing Officer 03/04 | 42.014 | | 18,555 | |
| Total Florida State Courts Administration | | | <u>21,410</u> | |
| Florida State Division of Library | | | | |
| Direct Projects: | | | | |
| State Aid to Libraries | 45.030 | 02-ST-56 | 212,590 | |
| Total Florida State Division of Library | | | <u>212,590</u> | |
| Florida Tourism, Trade & Economic Dev. | | | | |
| Direct Projects: | | | | |
| Economic Development and Transportation Fund | 31.002 | 02/0356A | 262,699 | |
| Total Florida Tourism, Trade & Economic Dev. | | | <u>262,699</u> | |
| Florida Transport Disadvantage | | | | |
| Direct Projects: | | | | |
| Commission for the Transportation Disadvantage (CTD) Trip and Equipment Grant Program | 55.001 | AND53 | 327,915 | |
| Commission for the Transportation Disadvantage (CTD) Planning Grant Program | 55.002 | AL934 | 16,735 | |
| Total Florida Transport Disadvantage | | | <u>344,650</u> | |

St. Lucie County, Florida
Schedule of Expenditures of Federal Awards
And State Projects (Continued)
For the Fiscal Year Ended September 30, 2004

| Federal/State Agency Pass-through Entity Federal Program/State Project | CFDA CSFA No. | Contract/ Grant No. | Expenditures | Transfers to Subrecipients |
|--|---------------------|------------------------|---------------------|-------------------------------|
| Justice Administrative Commission | | | | |
| Direct Projects: | | | | |
| Dependency Council | 21.001 | | \$ 108 | |
| | | | <u>55,203</u> | |
| Total Justice Administrative Commission | | | <u>55,311</u> | |
| Florida Department of Highway Safety and Motor Vehicles | | | | |
| Direct Projects: | | | | |
| Choose Life Specialty Plate Fee | | 301 | 11,928 | |
| Florida Arts License Plate | 45.013 | | | <u>6,351</u> |
| Total Florida Department of Highway Safety and Motor Vehicles | | | <u>11,928</u> | |
| TOTAL EXPENDITURES OF STATE AWARDS: | | | <u>\$ 5,569,480</u> | <u>\$ 6,351</u> |

St. Lucie County, Florida

Notes to Schedule of Expenditures of Federal Awards
and State Projects

Year ended September 30, 2004

1. Summary of Significant Accounting Policies

General

The Schedule of Expenditures of Federal Awards and State Projects has been prepared using the modified accrual basis of accounting. The modified accrual basis of accounting recognizes revenues when they become measurable and available as net current assets and expenditures when the related fund liability is incurred.

2. Program Clusters

OMB Circular A-133 defines a cluster of programs as a grouping of closely related programs that share common compliance requirements. According to this definition, similar programs deemed to be a cluster of programs are tested accordingly.

3. Contingency

The grant revenue amounts received are subject to audit and adjustment. If any expenditures are disallowed by the grantor agencies as a result of such an audit, any claim for reimbursement to the grantor agencies would become a liability of St. Lucie County, Florida. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable federal and state laws and regulations.

St. Lucie County
 Schedule of Findings and Questioned Cost – Federal Awards and State Projects
 September 30, 2004

Section I – Summary of Auditor’s Results

Financial Statements

| | | |
|--|-------------|-----------------------|
| Type of auditor’s report issued | Unqualified | |
| Internal control over financial reporting: | | |
| Material weakness(es) identified? | _____ Yes | ___X___ No |
| Reportable condition(s) identified not considered to be material weakness? | _____ Yes | ___X___ None Reported |
| Noncompliance material to financial statements noted? | _____ Yes | ___X___ No |

Federal Awards and State Projects

| | | |
|---|-------------|-----------------------|
| Internal control over major program: | | |
| Material weakness(es) identified? | _____ Yes | ___X___ No |
| Reportable condition(s) identified not considered to be material weakness? | _____ Yes | ___X___ None Reported |
| Type of auditor’s report issued on compliance for major federal programs and state projects | Unqualified | |
| Any audit findings disclosed that are required to be reported in regards to the major federal programs or state projects? | _____ Yes | ___X___ No |

Identification of major programs:

| | |
|---------------|--|
| CFDA | |
| <u>Number</u> | <u>Name of Federal Program or Cluster</u> |
| 15.614 | Coastal Wetlands Planning, Protection, and Restoration |
| 66.450 | Nonpoint Source Implementation |
| 97.036 | Public Assistance Grant |
| | |
| CSFA | |
| <u>Number</u> | <u>Name of Federal Program or Cluster</u> |
| 37.003 | Beach Erosion Control Program |
| 52.002 | Florida Forever Act |
| 55.001 | Commission for the Transportation Disadvantage (CTD) and Equipment Grant Program |
| 55.005 | Seaport Grants |
| 55.012 | Transit Buses and Infrastructure |
| 77.006 | Florida Boating Improvement Program |
| 72.001 | Wireless 911 Emergency Telephone System |

Dollar threshold used to distinguish between Type A and Type B programs \$300,000

Auditee qualifies as low-risk audit? ___X___ Yes _____ No

Section II – Financial Statement Findings

There were no reportable conditions, material weakness, or instances of noncompliance related to the financial statements.

Section III – Federal Award Findings and Questioned Cost

There were no audit findings related to federal awards required to be reported by Circular A-133, Section 510(A).

(THIS PAGE INTENTIONALLY LEFT BLANK)

