

SUMTER COUNTY, FLORIDA

AUDIT REPORT

SEPTEMBER 30, 2011

**Sumter County, Florida
Audit Report
September 30, 2011**

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Independent Auditors' Report

Board of County Commissioners
Sumter County, Florida

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of Sumter County, Florida (the "County"), as of and for the year ended September 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the County as of September 30, 2011, and the respective changes in financial position and cash flows where applicable thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 18 to the financial statements, the County restated certain beginning balances in order to implement the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2012 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on

compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the schedules listed in the table of contents as "required supplementary information" be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The information listed in the table of contents as "supplemental information", including the Schedule of Expenditures of Federal Awards and State Financial Assistance, which is required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and Chapter 10.550, Rules of the Auditor General, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



March 29, 2012
Gainesville, Florida

Management's Discussion and Analysis

This Management's Discussion and Analysis report provides the reader with a narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2011. The analysis provides summary financial information for the County and should be read in conjunction with the County's financial statements. The financial reporting model and the financial statements associated with it are described in the following narrative as well as the Notes to Financial Statements.

FINANCIAL HIGHLIGHTS

- Sumter County's assets exceeded its liabilities at September 30, 2011, by \$492,664,187 (*net assets*). Of this amount, \$18,279,016 (*unrestricted net assets*) may be used to meet the County's ongoing obligations to citizens and creditors and \$449,263,551 was invested in capital assets, net of related debt. The remaining \$25,121,620 was restricted by law, grant agreements, debt covenants, contributors, or enabling legislation.
- The County's total net assets increased by \$29,797,289 over 2010. This was due primarily to the donation of roads and rights-of way to the County by The Villages.
- The County's long-term liabilities increased from \$47,794,703 to \$51,144,544. This increase is due to the County's 2011 Net OPEB Liability increase of \$3,782,496.
- The General Fund reported a fund balance at September 30, 2011 of \$18,299,265 or 33% of expenditures and transfers out.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis are intended to serve as introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components:

- 1) Government-wide financial statements
- 2) Fund financial statements
- 3) Notes to the financial statements. This report also contains other supplemental information in addition to the basic financial statements.

Governmental-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of Sumter County's finances in a manner similar to a private-sector business.

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

The statement of activities presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the County include general government, public safety, transportation, human services, culture and recreation, physical environment, economic environment and court costs.

The government-wide financial statements include not only the County itself, but also the Sumter County Industrial Development Authority, a legally separate entity for which the County is financially accountable.

Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

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

Governmental funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be used in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate comparison between governmental funds and governmental activities.

Sumter County maintains 33 governmental funds for reporting purposes. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Road Impact Fee Fund, the Fire Impact Fee Fund and the Capital Projects Fund which are considered to be major funds. Data from the other 29 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements starting on page 56. The county adopts an annual appropriated budget for its general fund and all its governmental funds except for the Sheriff Federal Shared Fund.

Proprietary funds – Internal service funds are an accounting device used to accumulate and allocate costs internally for a government's various functions. The county uses an internal service fund to account for its self-insured health insurance activities. Because this service predominantly benefits governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. *Enterprise funds* are used to report business-type activities. The County has no enterprise funds.

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

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided on the government-wide and fund financial statements. Notes are presented on pages 23 to 40 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information consisting of budget to actual comparisons for the general fund and major special revenue funds and information pertaining to the other postemployment benefit plan (pages 41 to 44). Following the required supplementary information are combining balance sheet and combining schedule of revenues, expenditures and changes in fund balances of the Board and Constitutional Officers general funds (pages 46 to 53) the combining balance sheets, and combining statement of revenues, expenditures, and changes in fund balances for the non-major governmental funds (pages 56 to 69). The individual schedules of revenue, expenditures and changes in fund balances budget to actual for the non-major governmental

funds and major capital projects fund, can be found on pages 70 to 98, and the statistical section is on pages 104 to 126.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets

Net assets may serve over time as a useful indicator of a government’s financial position. In the case of Sumter County, assets exceeded liabilities by \$492,664,187 at the close of the fiscal year ended September 30, 2011.

**Sumter County's Net Assets
September 30, 2011**

	Governmental Activities	
	2011	2010
Current and other assets	\$ 77,412,598	\$ 77,727,554
Capital assets	486,549,938	460,195,104
Total assets	563,962,536	537,922,658
Current liabilities	20,153,805	27,261,057
Long-term debt outstanding	51,144,544	47,794,703
Total liabilities	71,298,349	75,055,760
 Net assets		
Invested in capital assets net of related debt	449,263,551	422,174,522
Restricted	25,121,620	25,785,167
Unrestricted	18,279,016	14,907,209
	\$ 492,664,187	\$ 462,866,898

The largest portion of the County’s net assets (91%) reflects its investment in capital assets (e.g. land, parks, buildings, roads, and equipment) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Although the County’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County’s net assets (5%) represents resources that are subject to restrictions imposed externally or enabling legislation.

The remaining balance of unrestricted net assets (\$18,279,016) may be used to meet the County’s ongoing obligations to citizens and creditors.

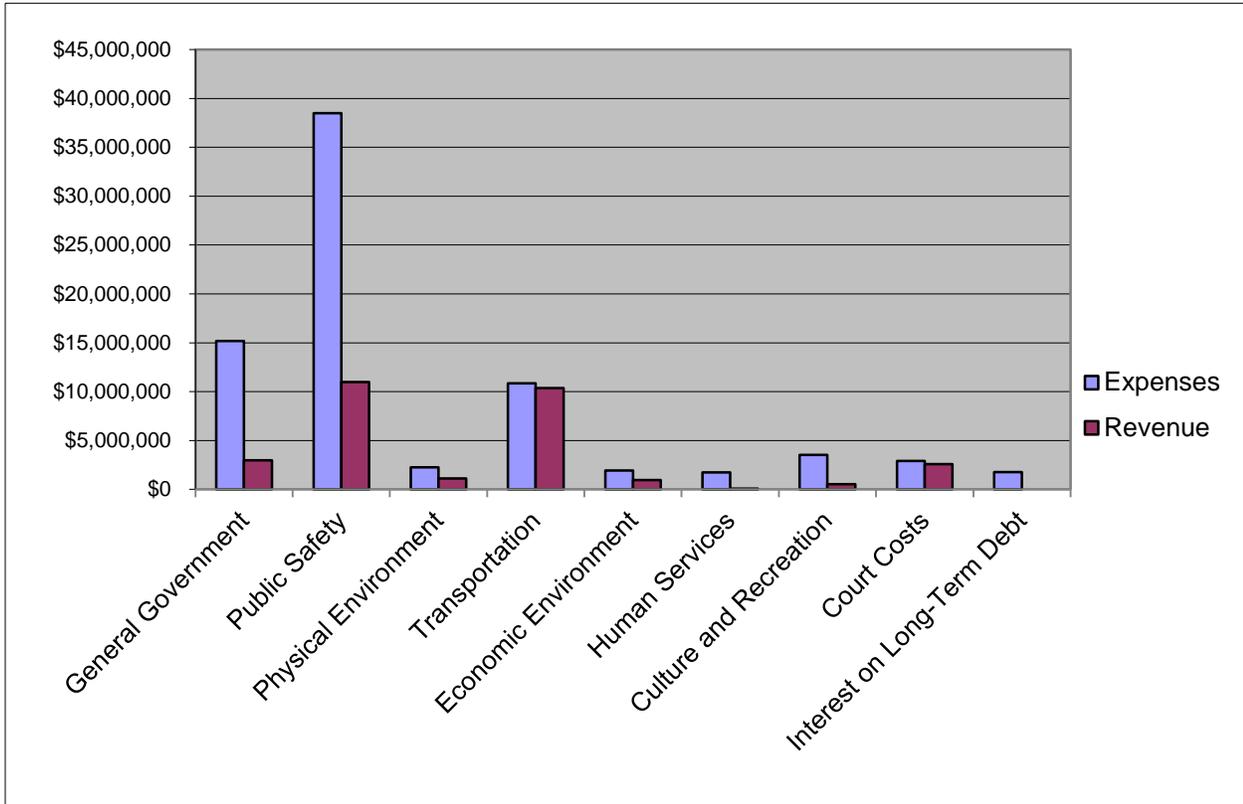
Changes in Net Assets

The change in net assets over time may serve as a useful indicator of a government’s financial position. Net assets increased by \$29.8 million during fiscal year 2011. The following schedule provides a summary of the changes in net assets.

Sumter County's Changes in Net Assets

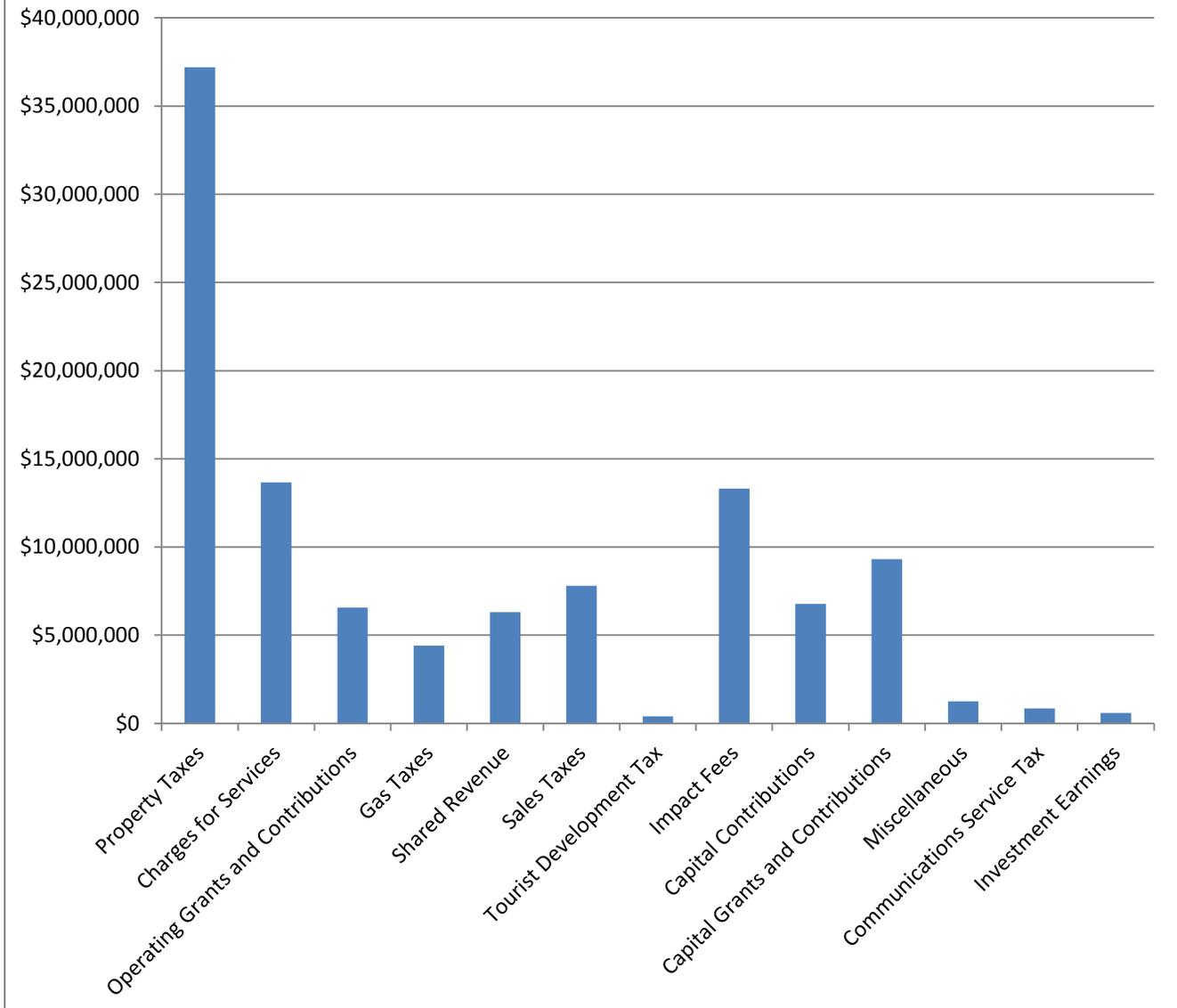
	Governmental Activities	
Revenues	2011	2010
Program revenues:		
Charges for service	\$ 13,669,390	\$ 13,164,413
Operating grants and contributions	6,557,993	6,402,303
Capital grants and contributions	9,314,986	18,611,265
General revenues:		
Property taxes	37,188,073	35,006,169
Other taxes	13,468,768	13,221,614
State shared revenues	6,316,854	6,593,056
Capital contributions	6,769,164	22,236,760
Other	15,145,098	18,625,875
Total revenue	\$ 108,430,326	\$ 133,861,455
 Expenses		
General government	\$ 15,183,515	\$ 14,948,967
Public safety	38,498,120	36,311,141
Physical environment	2,262,818	3,707,216
Transportation	10,836,694	12,809,789
Economic environment	1,933,869	1,449,615
Human services	1,722,417	1,618,926
Culture-recreation	3,526,622	3,626,497
Court related	2,904,492	3,749,642
Interest on long-term debt	1,764,490	1,953,203
Total expenses	78,633,037	80,174,996
 Increase in Net Assets	29,797,289	53,686,459
Net Assets - beginning	462,866,898	409,180,439
Net Assets - ending	<u>\$ 492,664,187</u>	<u>\$ 462,866,898</u>

**Expenses and Program Revenues – Governmental Activities
Fiscal Year 2011**



Expenses and revenues for governmental activities are shown graphically by function. The largest expenses relate to public safety followed by general government and then transportation.

Revenues by Source - Governmental Activities Fiscal Year 2011



Revenues for governmental activities are shown graphically by source. The largest source of revenues for governmental activities was property taxes followed by charges for services. Total revenues, excluding capital contributions, decreased 9% from fiscal year 2010, while expenses decreased 2%.

The millage rate was increased by 5.3%, from 6.0100 in Fiscal Year 2010 to 6.3300 in Fiscal Year 2011, and was less than the rolled back millage rate thereby meeting the definition of no tax increase. The County has maintained a millage rate at or below the rolled back millage rate since 2006. Property taxes received increased by 6%. This increase was due predominantly to the continuing development of the County.

Building permit revenue increased by 15% from \$3.04 million to \$3.51 million primarily due to an increase in building activity in County.

Revenue from the small county sales tax increased 3% from \$7.6 million to \$7.8 million because of the growth of the County along with a slightly improved economy.

Spending on public safety increased 6% from 36.3 million to 38.5 million because of the needs of the Sheriff's Office and increased spending on fire services.

Transportation expenditures decreased approximately 15% from \$12.81 million to 10.84 million. This was primarily because of a decrease in road construction projects.

General Government expenditures increased 2% from \$14.9 million to \$15.2 million. This change was primarily due to increase in capital outlay expenditures.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal year 2011, the County's government funds reported combining ending fund balances of \$50,601,416, an increase of \$6,251,716. Unassigned fund balance of \$16,835,449 in the General Fund is available for spending at the County's discretion. Assigned fund balances of \$8.0 million include \$300 thousand in the General Fund as a resource in the subsequent year's budget and \$7.7 million in other County funds that represent the County's intent to use those resources for specific purposes. The remainder is restricted for specific purposes such as debt service, capital projects, and grants.

At the current time the County has four major governmental funds. They are the General Fund, the Road Impact Fee Fund, the Fire Impact Fee Fund and the Capital Projects Fund.

General Fund

The general fund is a major fund and the chief operating fund of the County. At the end of fiscal year 2011, the unassigned fund balance of the general fund was \$16,835,449, while the total fund balance was \$18,299,265. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures and transfers out. Unassigned fund balance represents 30% of total general fund expenditures and transfers out.

This is the first year the County instituted Government Accounting Standards Board's standard No. 54. The general fund is now made up of not only the Board of County Commissioner's general fund, but also all the Constitutional Officers general funds along with some additional funds that were classified as special revenue funds in prior years.

The general fund actual revenue exceeded the final budget revenue by \$2.3 million. Taxes received were \$1.1 million more than budgeted with Ad Valorem and Small County Sales taxes being the majority of it. Charges for Services were above budget by \$0.55 million, with Planning and Zoning Fees making up \$0.29

million of the amount above the final budget. Actual miscellaneous revenue exceeded final budget amount by \$0.58 million. A significant amount is due to the return on investments being above the budgeted amount by \$0.19 million

Road Impact Fee Fund

This fund is a major fund and is used to accumulate resources from developers and citizens to fund the construction of roads and the acquisition of rights-of-way as designated in the County’s Road Impact Fee Ordinance. Revenue and expenditures can vary greatly from year to year. Revenue is not recognized until expenditures occur and impact fees are no longer refundable. Collections of road impact fees increased 11.1% from FY 2010 to FY 2011.

Road Impact Fee revenue was \$5.3 million higher than the final budget due to more impact fees being collected than estimated. Expenditures for the Road Impact Fee Fund were \$11.7 million less than the final budget because some budgeted projects did not get done during this fiscal year.

Fire Impact Fee Fund

This fund is a major fund and is used to accumulate resources from developers and citizens to fund the capital outlay needs of the fire department as designated in the County’s Fire Impact Fee Ordinance. Collections of fire impact fees decreased 12% from FY 2010 to FY 2011.

Fire Impact Fee revenue was \$1.1 million higher than the final budget due to more impact fees being collected than estimated. Expenditures for the Fire Impact Fee Fund were \$ 0.7 million less than the final budget because some budgeted projects did not get done during this fiscal year.

Capital Projects Fund

This fund is a major fund and is used to account for the County’s capital projects. Revenue in the capital projects fund grew 327% from FY 2010 to FY 2011. This was due to the increased grant revenue received from the American Recovery and Reinvestment Act which was used to build fire stations.

The capital projects intergovernmental revenue was \$1.1 million higher than the final budget due to receiving greater than anticipated grant revenue this fiscal year. Expenditures for the Capital Projects Fund was \$747 thousand less than the final budget because some budgeted projects did not get done during this fiscal year.

Proprietary Funds

The County does not use enterprise funds.

The county maintains an internal service fund to account for its self-funded health insurance program. Statements for the fund can be found on pages 19-21.

GENERAL FUND BUDGETARY HIGHLIGHTS

The general fund budget was amended during the year for changing estimates of both revenues and expenditures. The general fund budget was also amended to include \$4.7 million for the amount carried forward from FY 2010.

2011 General Fund Budget Summary

	Original Budget	Amendments	Final Budget	Actual
Carried forward from 2010	\$ 13,839,324	\$ 4,664,399	\$ 18,503,723	\$ 18,642,809
Revenues and other sources	51,933,983	763,400	52,697,383	55,680,764
Expenditures and other uses	(65,773,307)	(5,427,799)	(71,201,106)	(56,024,308)
Carried forward to 2011	\$ -		\$ -	\$ 18,299,265

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

**Sumter County's Capital Assets
Net of Depreciation
September 30, 2011**

	Governmental Activities	
	2011	2010
Land	\$ 236,719,446	\$ 229,322,369
Buildings	52,553,273	26,846,116
Improvements	3,103,200	3,344,546
Equipment	8,442,927	9,428,840
Assets under capital lease	890,417	974,050
Infrastructure	159,699,908	140,874,366
Construction in progress	25,140,267	49,404,817
	\$ 486,549,438	\$ 460,195,104

The County's investment in capital assets, for its governmental activities as of September 30, 2011, amounts to \$486,549,438 (net of accumulated depreciation). The major reason for this increase was the donation of roads and rights-of-way to the County by The Villages. The investment in capital assets includes land, buildings, improvements other than buildings, equipment, construction in progress and infrastructure.

Major construction projects underway at the end of the fiscal year include the following:

- US 301 (CR 232 to NE 110) with an estimated cost of \$9 million.
- 466A Phase II at an estimated cost of \$7 million.
- The West Bushnell Fire Station at an estimated cost of \$1.4 million.
- The South Wildwood Fire Station at an estimated cost of \$1.5 million.

Major capital asset projects completed during the current fiscal year include the following:

- Expansion of the County jail at a cost of \$25.1 million.
- Courthouse security vestibule at a cost of \$1.9 million
- CR 139 at a cost of \$9.6 million.

Additional information on the County's capital assets can be found in Note 9 on page 31.

Long-term Debt

On September 30, 2011, the County had total bonded debt of \$36.15 million. The County has pledged specific revenue sources as a method of repayment. The County has insured ratings on its bonds of AAA, Aaa, and AAA from Standard and Poor's, Moody's and Fitch respectively.

Additional information on the County's long-term debt can be found in Notes 10 and 11 on pages 32-34.

NEXT YEAR'S BUDGET AND SIGNIFICANT FINANCIAL CONDITIONS

- Taxable property values used in preparing the 2012 budget declined from 2011 however, new taxable properties were added that allow for the continued level of service.
- The millage for 2012 decreased from 6.3300 to 6.3200 mills. The millage used for the 2012 budget was less than the rollback rate of 6.3247 mills.

REQUESTS FOR INFORMATION

This financial report was designed to provide a general overview of Sumter County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, Clerk of Circuit Court, P.O. Box 247, Bushnell, Florida 33513-0247.

BASIC FINANCIAL STATEMENTS

Sumter County, Florida
Statement of Net Assets
September 30, 2011

	Primary Government	Component Unit
	<u>Governmental Activities</u>	<u>Industrial Development Authority</u>
ASSETS		
Cash and equivalents	\$ 69,089,876	\$ 31,417
Due from other governments	3,058,188	-
Receivables	85,370	-
Inventory	122,709	-
Prepays	16,684	-
Mortgages receivable	730,362	-
Notes receivable	3,100,000	-
Debt issuance cost	602,411	-
Lease receivable	607,498	-
Capital assets:		
Non-depreciable	261,859,713	-
Depreciable, net	224,689,725	-
TOTAL ASSETS	563,962,536	31,417
LIABILITIES		
Accounts payable and accrued liabilities	6,976,163	60
Unearned revenue	12,605,860	-
Accrued interest payable	571,782	-
Noncurrent liabilities:		
Due within one year	2,039,522	-
Due in more than one year	49,105,022	-
TOTAL LIABILITIES	71,298,349	60
NET ASSETS		
Invested in capital assets, net of related debt	449,263,551	-
Restricted for:		
Capital projects	3,968,197	-
Debt service	748,457	-
Transportation	9,554,187	-
Tourist Development	1,377,649	-
Building Services	4,690,763	-
Other purposes	4,782,367	-
Unrestricted	18,279,016	31,357
TOTAL NET ASSETS	\$ 492,664,187	\$ 31,357

See accompanying notes

Sumter County, Florida
Statement of Activities
For the Year Ended September 30, 2011

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Unit
					Governmental Activities	Industrial Development Authority
PRIMARY GOVERNMENT:						
GOVERNMENTAL ACTIVITIES:						
General government	\$ 15,183,515	\$ 2,962,191	\$ -	\$ -	\$ (12,221,324)	\$ -
Public safety	38,498,120	8,429,753	618,612	1,922,834	(27,526,921)	-
Physical environment	2,262,818	733,928	319,942	51,404	(1,157,544)	-
Transportation	10,836,694	442,602	2,565,854	7,340,748	(487,490)	-
Economic environment	1,933,869	-	951,931	-	(981,938)	-
Human services	1,722,417	49,290	39,849	-	(1,633,278)	-
Culture and recreation	3,526,622	57,656	464,364	-	(3,004,602)	-
Court costs	2,904,492	993,970	1,597,441	-	(313,081)	-
Interest on long-term debt	1,764,490	-	-	-	(1,764,490)	-
TOTAL PRIMARY GOVERNMENT	\$ 78,633,037	\$ 13,669,390	\$ 6,557,993	\$ 9,314,986	(49,090,668)	-
COMPONENT UNIT:						
Industrial Development Authority	\$ 5,526	\$ -	\$ -	\$ -	-	(5,526)
GENERAL REVENUES:						
Property taxes					37,188,073	-
Discretionary sales taxes					7,805,260	-
Gas taxes					4,407,126	-
Communications service taxes					852,447	-
Tourist development taxes					403,935	-
Impact fees					13,306,244	-
Unrestricted shared revenues					6,316,854	-
Capital contributions					6,769,164	-
Investment earnings					583,566	-
Miscellaneous					1,255,288	500
TOTAL GENERAL REVENUES					78,887,957	500
CHANGE IN NET ASSETS					29,797,289	(5,026)
NET ASSETS - BEGINNING OF YEAR					462,866,898	36,383
NET ASSETS - END OF YEAR					\$ 492,664,187	\$ 31,357

See accompanying notes

Sumter County, Florida
Balance Sheet - Governmental Funds
September 30, 2011

	General Fund	Road Impact Fee	Fire Impact Fee	Capital Projects Fund	Other Governmental Funds	Total
ASSETS						
Cash and equivalents	\$ 18,443,846	\$ 14,893,199	\$ 2,646,100	\$ 8,422,605	\$ 21,434,415	\$ 65,840,165
Due from other funds	1,082,114	-	-	-	98,591	1,180,705
Due from other governments	925,578	-	-	689,562	1,443,048	3,058,188
Receivables	37,452	-	-	-	20,619	58,071
Mortgage receivables	-	-	-	-	877,362	877,362
Notes receivables	3,100,000	-	-	-	-	3,100,000
Inventory	-	-	-	-	122,709	122,709
Prepays	6,684	-	-	-	6,000	12,684
TOTAL ASSETS	\$ 23,595,674	\$ 14,893,199	\$ 2,646,100	\$ 9,112,167	\$ 24,002,744	\$ 74,249,884
LIABILITIES						
Accounts payable and accrued liabilities	\$ 1,889,718	\$ 1,006,344	\$ 1,052,117	\$ 542,788	\$ 1,433,291	\$ 5,924,258
Due to other funds	70,883	-	-	-	1,111,570	1,182,453
Deferred revenue	3,335,808	10,854,565	1,355,931	50,071	945,382	16,541,757
TOTAL LIABILITIES	5,296,409	11,860,909	2,408,048	592,859	3,490,243	23,648,468
FUND BALANCES						
Nonspendable:						
Inventory	-	-	-	-	122,709	122,709
Prepays	6,684	-	-	-	6,000	12,684
Restricted for:						
State elections grants	34,369	-	-	-	-	34,369
General government	-	-	-	-	317,493	317,493
Public safety	-	-	233,704	-	5,640,190	5,873,894
Physical environment	295,479	-	-	-	320,374	615,853
Transportation	-	3,032,290	-	-	6,399,188	9,431,478
Economic environment	-	-	-	-	560,454	560,454
Human services	-	-	-	-	1,940	1,940
Culture / Recreation	827,284	-	-	-	1,573,180	2,400,464
Court related	-	-	-	-	1,632,484	1,632,484
Debt service	-	-	-	-	748,457	748,457
Capital Projects	-	-	-	2,185,720	1,782,477	3,968,197
Assigned for:						
For subsequent year's budget	300,000	-	-	-	-	300,000
Public safety	-	-	4,348	-	1,162,368	1,166,716
Physical environment	-	-	-	-	149,478	149,478
Transportation	-	-	-	-	95,709	95,709
Capital Projects	-	-	-	6,333,588	-	6,333,588
Unassigned:						
General fund	16,835,449	-	-	-	-	16,835,449
TOTAL FUND BALANCES	18,299,265	3,032,290	238,052	8,519,308	20,512,501	50,601,416
TOTAL LIABILITIES AND FUND BALANCES	\$ 23,595,674	\$ 14,893,199	\$ 2,646,100	\$ 9,112,167	\$ 24,002,744	\$ 74,249,884

See accompanying notes

Sumter County, Florida
Reconciliation of the Balance Sheet to the Statement of Net Assets
Governmental Funds
September 30, 2011

FUND BALANCES – TOTAL GOVERNMENTAL FUNDS	\$ 50,601,416
Capital assets used in governmental activities are not reported in the governmental funds.	
Capital Assets – Net	486,549,438
The County's lease receivable does not represent available spendable resources and, therefore, is not reported in the governmental funds	
	607,498
Long-term liabilities are not reported in the governmental funds.	
Bonds Payable	(36,145,000)
Deferred Loss on Refunding	145,076
Deferred Charge for Issuance Costs	602,411
Issuance Premium	(411,460)
Issuance Discount	89,383
Capital Leases	(963,886)
Compensated Absences	(3,470,700)
Net OPEB Obligation	(10,387,957)
Interest payable on long-term debt is not accrued in the governmental funds	(571,782)
Allowance for uncollectible mortgage receivable	(147,000)
Liabilities for earned but unavailable revenue are reported in the governmental funds but not in the statement of net assets	
	3,940,537
The assets and liabilities of Internal service funds are reported with governmental activities	
	<u>2,226,213</u>
Net Assets of Governmental Activities	<u><u>\$ 492,664,187</u></u>

See accompanying notes

Sumter County, Florida
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2011

	General Fund	Road Impact Fee	Fire Impact Fee	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 45,210,088	\$ -	\$ -		\$ 5,446,753	\$ 50,656,841
Permits, fees and special assessments	-	11,379,105	1,927,141	-	7,927,943	21,234,189
Intergovernmental	1,417,995	-	-	2,050,471	13,823,055	17,291,521
Charges for services	3,403,631	-	-	-	1,502,875	4,906,506
Fines and forfeitures	25,127	-	-	-	136,892	162,019
Miscellaneous	954,087	90,975	11,748	16,381	816,369	1,889,560
TOTAL REVENUES	51,010,928	11,470,080	1,938,889	2,066,852	29,653,887	96,140,636
EXPENDITURES						
Current:						
General government	13,570,512	-	-	-	71,898	13,642,410
Public safety	24,509,335	-	1,835,748	-	9,671,117	36,016,200
Physical environment	1,900,795	-	-	-	172,084	2,072,879
Transportation	-	11,379,104	-	-	9,454,925	20,834,029
Economic environment	903,780	-	-	-	1,004,652	1,908,432
Human services	1,297,210	-	-	-	328,725	1,625,935
Culture and recreation	2,720,959	-	-	-	106,070	2,827,029
Court costs	921,578	-	-	-	2,161,840	3,083,418
Capital outlay	-	-	-	4,269,917	985,940	5,255,857
Debt service:						
Principal retirement	-	-	-	-	737,494	737,494
Interest and fiscal charges	-	-	-	-	1,767,958	1,767,958
TOTAL EXPENDITURES	45,824,169	11,379,104	1,835,748	4,269,917	26,462,703	89,771,641
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	5,186,759	90,976	103,141	(2,203,065)	3,191,184	6,368,995
OTHER FINANCING SOURCES (USES)						
Transfers in	4,669,836	10,695	4,348	6,333,588	4,131,870	15,150,337
Transfers out	(10,200,139)	-	(92,176)	-	(4,975,301)	(15,267,616)
TOTAL OTHER FINANCING SOURCES (USES)	(5,530,303)	10,695	(87,828)	6,333,588	(843,431)	(117,279)
NET CHANGE IN FUND BALANCES	(343,544)	101,671	15,313	4,130,523	2,347,753	6,251,716
FUND BALANCES – BEGINNING OF YEAR, AS RESTATED						
	18,642,809	2,930,619	222,739	4,388,785	18,164,748	44,349,700
FUND BALANCES – END OF YEAR	\$ 18,299,265	\$ 3,032,290	\$ 238,052	\$ 8,519,308	\$ 20,512,501	\$ 50,601,416

See accompanying notes

Sumter County, Florida
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances to the Statement of Activities - Governmental Funds
For the Year Ended September 30, 2011

NET CHANGE IN FUND BALANCES – TOTAL GOVERNMENTAL FUNDS	\$	6,251,716
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is depreciated over their estimated useful lives.</p>		
Acquisitions of Capital Assets		21,174,789
Current Year Depreciation Expense		(7,302,670)
Donated Capital Assets		12,722,557
Loss on Capital Asset Disposals and Abandonment		(240,342)
<p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of long-term debt consumes current financial resources, but neither transaction has any effect on net assets.</p>		
Principal Payments		737,494
<p>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.</p>		
Compensated Absences		(302,040)
Interest on Long-Term Debt		6,267
Amortization of Bond Discount		(7,446)
Amortization of Bond Premium		16,737
Amortization of Issuance Costs		(29,454)
Amortization of Deferred Charge on Refunding		(12,090)
Change in allowance for Doubtful Mortgage Receivables		18,000
Net OPEB Obligation		(3,782,496)
<p>The timing of revenue recognition sometimes differs between the governmental funds and governmental activities</p>		
		(501,584)
Change in Net Assets of the Internal Service Fund		1,047,851
		1,047,851
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	\$	29,797,289

See accompanying notes

Sumter County, Florida
Statement of Net Assets - Proprietary Funds
September 30, 2011

	Governmental Activities
	<u>Internal Service Fund</u>
<u>CURRENT ASSETS</u>	
Cash and equivalents	\$ 3,249,711
Due from other funds	1,772
Receivables	27,299
Prepays	4,000
 TOTAL ASSETS	 3,282,782
 <u>CURRENT LIABILITIES</u>	
Accounts payable and accrued liabilities	806,905
Unearned revenue	4,640
Due to other funds	24
Liability for self-insured losses	245,000
 TOTAL LIABILITIES	 1,056,569
 <u>NET ASSETS</u>	
Unrestricted	\$ 2,226,213

See accompanying notes

Sumter County, Florida
Statement of Revenues, Expenses and Changes in Fund Net Assets -
Proprietary Funds
For the Year Ended September 30, 2011

	Governmental Activities <hr/> Internal Service Funds
<u>OPERATING REVENUES</u>	
Charges for insurance	\$ 6,592,780
Miscellaneous revenue	139,281
	<hr/>
TOTAL OPERATING REVENUES	6,732,061
 <u>OPERATING EXPENSES</u>	
Claims expense	4,257,130
Premiums for insurance/reinsurance	945,432
General and administrative	610,478
	<hr/>
TOTAL OPERATING EXPENSES	5,813,040
 OPERATING INCOME	 919,021
 <u>NONOPERATING REVENUES</u>	
Interest revenue	11,551
	<hr/>
INCOME BEFORE TRANSFERS	930,572
 <u>TRANSFERS</u>	
Transfers in	117,279
	<hr/>
CHANGE IN NET ASSETS	1,047,851
 NET ASSETS - BEGINNING OF YEAR	 1,178,362
	<hr/>
NET ASSETS - END OF YEAR	\$ 2,226,213
	<hr/> <hr/>

See accompanying notes

Sumter County, Florida
Statement of Cash Flows - Proprietary Funds
For the Year Ended September 30, 2011

	Governmental Activities
	Internal Service Funds
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Cash received for premiums	\$ 7,613,556
Cash received for miscellaneous revenue	139,281
Cash paid on insurance claims	(4,943,830)
Cash paid for insurance and reinsurance	(984,422)
Cash paid to other vendors	(621,012)
	1,203,573
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>	
Transfers in	117,279
	11,551
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Interest received	11,551
	1,332,403
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,332,403
CASH AND EQUIVALENTS -- BEGINNING OF YEAR	1,917,308
	\$ 3,249,711
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
OPERATING INCOME	\$ 919,021
Change in assets and liabilities	
Due from other funds	825,136
Due from other governments	197,867
Receivables	67,309
Accounts payable and accrued liabilities	(483,514)
Due to other funds	(1,526)
Unearned revenue	(720)
Liability for self-insured losses	(320,000)
	1,203,573
NET CASH USED BY OPERATING ACTIVITIES	\$ 1,203,573

See accompanying notes

Sumter County, Florida
Statement of Fiduciary Net Assets
September 30, 2011

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash and equivalents	\$ 2,853,949
Due from other governments	112
Receivables	<u>14,379</u>
 TOTAL ASSETS	 2,868,440
 <u>LIABILITIES</u>	
Assets held for others	<u>2,868,440</u>
 NET ASSETS	 <u><u>\$ -</u></u>

See accompanying notes

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Sumter County, Florida (the "County") conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

➤ **Reporting Entity**

The County is a non-charter, general purpose local government established under the legal authority of the Constitution of the State of Florida. It is composed of an elected Board of County Commissioners and elected constitutional officers – Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector – that operate as separate county agencies.

The accompanying financial statements present the County as the primary government, and also present its component unit, an entity for which the County is considered to be financially accountable.

- **Blended Component Units** - Although legally separate entities, blended component units are in substance part of the primary government's operations and, accordingly, data from these units, if any, would be combined with the data of the primary government. There are no blended component units included in the accompanying financial statements.
- **Discretely Presented Component Units** - Discretely presented component units, on the other hand, are reported in a separate column in the financial statements to emphasize that they are legally separate entities. The accompanying financial statements include one discretely presented component unit, the Sumter County Industrial Development Authority (IDA), which is a dependent special district created by County Ordinance No. 79-1, on January 17, 1979 pursuant to the authority provided in Chapter 159, Florida Statutes, for the purpose of developing and promoting industrial growth in Sumter County. The board members of the IDA are appointed by the Board of County Commissioners. Separately-issued financial statements of IDA, which has a September 30 year end, are not available.
- **Joint Venture** - The governments of Sumter and Lake Counties established a non-profit organization, Lake-Sumter Emergency Medical Services, Inc., (the "Joint Venture") through an interlocal agreement. The Joint Venture was established to provide emergency medical services to the citizens of Sumter and Lake Counties. The Joint Venture is governed by a Board of Directors whose members are appointed by each participating government. The County does not have an ongoing financial interest in the Joint Venture and this Joint Venture will be dissolved effective October 1, 2011. For the year ended September 30, 2011, the County's portion of the funding for the Joint Venture was \$2,087,630. Separately-issued financial statements of the Joint Venture may be obtained in the Lake County Office of the Clerk of Courts, Post Office Box 7800, Tavares, Florida 32778.

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

➤ **Basis of Presentation**

Government-wide Financial Statements – The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the County and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties. The County has no business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: charges for services that are directly related to a given function; and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements - Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements, but all non-major funds are aggregated and displayed in a single column. The governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements of governmental funds.

The County reports the following major governmental funds:

- General Fund – The General Fund is the primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.
- Road Impact Fee Fund – This fund is used to accumulate resources from developers and citizens to fund the construction of roads and the acquisition of rights-of-way as designated in the County’s Impact Fee Ordinance. Financing is provided by the levy and collection of impact fees.
- Fire Impact Fee Fund – This fund is used to account for impact fees used to assist providing expansion of emergency services needed due to growth.
- Capital Projects Fund – The Capital Projects Fund is used to account for various County construction projects.

Additionally, the County reports the following funds:

- Internal Service Fund – Accounts for the risk financing activities of the Board and the other County agencies on a cost reimbursement basis.

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

- Agency Funds – Accounts in the custody of the Clerk of the Circuit Court, Tax Collector and Sheriff for resources held in a purely custodial capacity.

➤ **Measurement Focus and Basis of Accounting**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as is the proprietary fund financial statement. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Agency funds have no measurement focus; however, they use the accrual basis of accounting.

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets. For this purpose, the County considers revenues to be available if they are collected within sixty days of the end of the current fiscal year. Taxes and certain intergovernmental revenues constitute the most significant sources of revenue considered susceptible to accrual. In governmental funds, expenditures are generally recognized when the related liability is incurred. However, debt service expenditures, and expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

➤ **Cash Equivalents**

For purposes of the Statement of Cash Flows, only highly liquid investments with original maturities of three months or less are considered to be cash equivalents.

➤ **Inventory and Prepaid Items**

Inventory is valued at cost under the first-in, first-out method and is accounted for using the consumption method. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. An offsetting non-spendable fund balance is reported in the governmental fund financial statements to indicate that inventories and prepaid items do not represent spendable resources.

➤ **Mortgages Receivable**

Mortgages receivable are reported net of an allowance for uncollectible accounts of approximately \$147,000. Most of the balance is not expected to be repaid within the next fiscal year.

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

➤ **Capital Assets**

Capital assets are valued at historical cost or estimated historical cost. Donated capital assets are recorded at estimated fair value on the date donated. The threshold for capitalizing property and equipment is generally \$5,000. The threshold for capitalizing infrastructure is \$50,000.

Depreciation is calculated using the straight-line method over the following estimated useful lives:

Buildings	30 – 50 years
Improvements	10 – 50 years
Equipment	5 – 15 years
Infrastructure	25 – 85 years

➤ **Amortization**

Bond issuance costs, discounts, premiums and deferred amounts on refunding are amortized over the life of the bonds using the straight-line method.

➤ **Deferred Revenue**

Approximately 74% of deferred revenues recorded in the accompanying financial statements are comprised of impact fees collected under County Ordinances. Revenues will be recognized only if allowable expenditures are made.

➤ **Compensated Absences**

Personnel policies of the various county agencies allow a limited accumulation and vesting of unused employee vacation and sick leave. A liability is accrued when incurred in the government-wide financial statements. However, a liability is reported in governmental funds only when payment is due. The General Fund has typically been used to liquidate the liability for compensated absences.

➤ **Nature and Purpose of Fund Balance Classifications**

The County follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the County's highest level of decision-making authority, which is an ordinance of the County. Committed amounts cannot be used for any other purpose unless the County removes those constraints by taking the same type action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the Board of County Commissioners or (b) a body or official to which the Board of County Commissioners has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The County's practice is to expend resources in the following order: restricted, committed, assigned, and unassigned.

➤ **Restricted Net Assets**

In the accompanying Statement of Net Assets, restricted net assets are subject to restrictions beyond the County's control. The restriction is either externally imposed (for instance, by creditors, grantors, contributors, or laws/regulations of other governments) or is imposed by law through constitutional provisions or enabling legislation. It is the practice of the County to utilize restricted assets before unrestricted assets.

The accompanying Statement of Net Assets includes approximately \$6.1 million of assets restricted by enabling legislation.

➤ **Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

2. CASH AND EQUIVALENTS

➤ **Deposits with Financial Institutions**

The financial institutions in which the county agencies and the component unit place their deposits are certified as "qualified public depositories", as required under the Florida Security for Public Deposits Act. Therefore, the deposits are entirely insured

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

by Federal depository insurance and/or entirely collateralized pursuant to Chapter 280, Florida Statutes.

➤ **Investments**

The County invests excess public funds pursuant to the guidelines established in Section 218.415, Florida Statutes, which authorizes investments in the following instruments: The Local Government Surplus Funds Trust Fund; Securities and Exchange Commission registered money market funds with the highest credit quality rating; savings accounts and certificates of deposit in qualified public depositories; and direct obligations of the U.S. Treasury. The County also has an investment policy that allows investments in repurchase agreements and obligations of United States government agencies and instrumentalities.

All investments of the County are presented as Cash and Equivalents in the accompanying financial statements.

At year end, the County's Cash and Equivalents consisted of:

	Fair Value	Maturities (in years)			S&P Rating
		Less Than 1	1-2	3-5	
Deposits with Qualified Public Depositories	\$ 12,655,158	\$ 12,655,158	\$ -	\$ -	N/A
State Investment Pool - Florida PRIME	24,710,877	24,710,877	-	-	AAAm
Florida Local Government Investment Trust	33,248,408	14,589,401	4,149,401	14,509,606	AAAf
State Investment Pool - Fund B	1,326,551	-	-	1,326,551	Not Rated
Money Market Mutual Funds	2,831	2,831	-	-	AAAm
TOTAL CASH AND EQUIVALENTS	\$ 71,943,825	\$ 51,958,267	\$ 4,149,401	\$ 15,836,157	

The State Pool is administered by the Florida State Board of Administration ("SBA"), who provides regulatory oversight. Due to the State Pool's indirect exposure in the sub-prime mortgage financial market, the SBA placed some restrictions on how participants could access portions of their surplus funds and has restructured the State Pool into two separate pools ("Florida PRIME" and "Fund B").

The Florida PRIME has adopted operating procedures consistent with the requirements for a 2a7-like fund. The County's investment in the Florida PRIME is reported at amortized cost. The fair value of the portion in the pool is equal to the value of the pool shares.

The Fund B is reported at fair value, determined by the fair value per share of the pool's underlying portfolio.

The County's investment in the State Pool, the Florida Local Government Investment Trust and Money Market Mutual Funds expose it to credit risk and interest rate risk. The County's formal investment policy does not address these risks, which are hereafter described.

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

Credit Risk – The risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Interest Rate Risk – The risk that changes in interest rates will adversely affect the fair value of an investment. A portfolio's WAL is the dollar weighted average length of time until securities held reach maturity.

The weighted average days to maturity (WAM) of the Florida PRIME at September 30, 2011 was 38 days.

The weighted average life (WAL) of the Fund B at September 30, 2011 was 4.82 years. However, because Fund B consists of restructured or defaulted securities, there is considerable uncertainty regarding the weighted average life.

The weighted average maturity of the Florida Local Government Investment Trust at September 30, 2011 was 1.97 Years.

The weighted average life (WAL) of the Money Market Mutual Fund at September 30, 2011 was 94 days.

3. PROPERTY TAXES

In governmental funds, property tax revenues are recognized when levied, to the extent that they result in current receivables. Details of the property tax calendar are presented below:

Lien Date	January 1
Levy Date	October 1
Discount Periods	November – February
No Discount Period	March
Delinquent Date	April 1

4. INTERFUND BALANCES AND TRANSFERS

At September 30, 2011, interfund balances consisted of:

	Due To			Total
	General	Non-major Governmental	Internal Service	
<u>Due From</u>				
General Fund	\$ -	\$ 69,111	\$ 1,772	\$ 70,883
Non-major Governmental	1,082,090	29,480	-	1,111,570
Internal Service Fund	24	-	-	24
Totals	<u>\$ 1,082,114</u>	<u>\$ 98,591</u>	<u>\$ 1,772</u>	<u>\$ 1,182,477</u>

The interfund balances resulted from the normal course of operations and are expected to be paid within one year.

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

Interfund transfers are summarized below:

	Transfers Out			Total
	General	Fire Impact	Non-major Governmental	
<u>Transfers In</u>				
General Fund	\$ -	\$ -	\$ 4,669,836	\$ 4,669,836
Road Impact Fee Fund	10,695	-	-	10,695
Fire Impact Fee Fund	4,348	-	-	4,348
Capital Projects Fund	5,952,151	75,972	305,465	6,333,588
Non-major Governmental	4,115,666	16,204	-	4,131,870
Internal Service	117,279	-	-	117,279
Totals	<u>\$ 10,200,139</u>	<u>\$ 92,176</u>	<u>\$ 4,975,301</u>	<u>\$ 15,267,616</u>

The interfund transfers were made in the normal course of operations and are consistent with the activities of the fund making the transfer.

5. INDIVIDUAL DEFICIT FUND BALANCE

No funds had a deficit fund balance at September 30, 2011.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

➤ **Governmental Funds**

At September 30, 2011, General Fund payables consisted of 30% wages and benefits payable and 70% payable to vendors in the normal course of business.

The payables of the non-major governmental funds consist primarily of amounts due for goods and services received in the normal course of business.

➤ **Proprietary Funds**

Internal Service Fund payables are composed of normal trade payables, primarily for health insurance claims.

7. LEASE RECEIVABLE

The County has an agreement with the City of Webster whereby the City leases land for a thirty-year period beginning September 1, 2007. The lease was amended in 2010 to be payable at the rate of \$1 per year for the first six years, \$22,500 for years seven through twenty-nine, and \$89,997 in year thirty. Title to the property will be conveyed to the City upon payment of the last lease payment.

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

Future minimum amounts receivable under the agreement are as follows:

<u>Year Ending September 30</u>	<u>Amount</u>
2012	1
2013	22,500
2014	22,500
2015	22,500
2016	22,500
2017 - 2021	112,500
2022 - 2026	112,500
2027 - 2031	112,500
2032 - 2036	179,997
	<u>\$ 607,498</u>

8. NOTE RECEIVABLE

The County sold property to SOB 1, LLC in exchange for a promissory note in the amount of \$3.1 million with interest at a rate of 5.50% per annum on the unpaid balance. Terms of the note are that SOB 1, LLC is required to pay the sum of \$42,625 representing interest only starting on February 1, 2009 and a like amount each quarter thereafter until a balloon payment of principal and accrued interest shall be due in full on October 15, 2015.

9. CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 229,322,369	\$ 7,397,077	\$ -	\$ 236,719,446
Construction in progress	49,404,817	19,611,438	43,875,988	25,140,267
Total capital assets not being depreciated	<u>278,727,186</u>	<u>27,008,515</u>	<u>43,875,988</u>	<u>261,859,713</u>
Capital assets being depreciated:				
Buildings	37,283,958	27,045,886	21,050	64,308,794
Improvements	5,922,290	-	-	5,922,290
Equipment	25,003,327	1,494,348	1,291,960	25,205,715
Infrastructure	166,139,865	22,224,585	-	188,364,450
Total capital assets being depreciated	<u>234,349,440</u>	<u>50,764,819</u>	<u>1,313,010</u>	<u>283,801,249</u>
Less accumulated depreciation for:				
Buildings	10,437,842	1,338,729	21,050	11,755,521
Improvements	2,577,744	241,346	-	2,819,090
Equipment	14,600,437	2,323,552	1,051,618	15,872,371
Infrastructure	25,265,499	3,399,043	-	28,664,542
Total accumulated depreciation	<u>52,881,522</u>	<u>7,302,670</u>	<u>1,072,668</u>	<u>59,111,524</u>
Total capital assets being depreciated, Net	<u>181,467,918</u>	<u>43,462,149</u>	<u>240,342</u>	<u>224,689,725</u>
Capital assets, Net	<u>\$ 460,195,104</u>	<u>\$ 70,470,664</u>	<u>\$ 44,116,330</u>	<u>\$ 486,549,438</u>

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

Depreciation expense was charged to the functions of the primary government as follows:

General government	\$ 796,311
Public safety	1,957,275
Physical environment	117,880
Transportation	3,870,908
Economic environment	13,361
Human services	117,801
Culture and recreation	186,022
Court costs	243,112
Total depreciation expense	<u>\$ 7,302,670</u>

10. LONG-TERM LIABILITIES

At September 30, 2011, long-term liabilities consisted of:

2003 Capital Improvement Revenue Refunding Bonds	\$ 7,685,000
Capital Improvement Revenue Bonds, Series 2006	28,460,000
Bond Premium	411,460
Less Deferred Amounts	(234,459)
Capital Lease Obligations	963,886
Other Post-employment Benefits	10,387,957
Compensated Absences	3,470,700
Total Long-Term Liabilities	<u>\$ 51,144,544</u>

Aggregate maturities of the bonds are as follows:

<u>Year ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 530,000	\$ 1,715,340	\$ 2,245,340
2013	555,000	1,695,484	2,250,484
2014	575,000	1,674,409	2,249,409
2015	600,000	1,652,349	2,252,349
2016	620,000	1,628,619	2,248,619
2017-2021	5,695,000	7,571,525	13,266,525
2022-2026	7,080,000	6,187,325	13,267,325
2027-2031	9,000,000	4,266,250	13,266,250
2032-2036	11,490,000	1,779,000	13,269,000
Total	<u>\$ 36,145,000</u>	<u>\$ 28,170,301</u>	<u>\$ 64,315,301</u>

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

➤ **2003 Capital Improvement Revenue Refunding Bonds**

The County issued \$9,435,000 Sumter County Capital Improvement Revenue Refunding Bonds to current refund the 1993 Series Capital Improvement Revenue Refunding Bonds and advance refund the 1994 Capital Improvement Revenue Refunding Bonds.

Debt service is payable solely from proceeds of race track revenue distributed by the State from the Pari-mutual Tax Wagering Trust Fund, proceeds of the local government half-cent sales tax distributed by the State from the Local Government Half-Cent Sales Tax Clearing Trust Fund, and the "Guaranteed Entitlement" and "Second Guaranteed Entitlement for Counties" distributed by the State from the Revenue Sharing Trust Fund. Interest is payable semi-annually on June 1 and December 1 at rates ranging from 3.325% to 4.5%. Principal is Payable on June 1. Principal and interest are due through June 1, 2024. The total principal and interest remaining to be paid on the 2003 Capital Improvement Revenue Refunding Bonds is \$10.6 million. For the current year, principal and interest paid and pledged revenues were \$0.53 million and \$4.7 million, respectively.

➤ **Capital Improvement Revenue Refunding Bonds, Series 2006**

The County issued \$30,105,000 Sumter County Capital Improvement Revenue Bonds, Series 2006 to finance expansion of the County's Detention Facility, construction of a new County administration building and paying the costs of issuance, including the guaranty insurance premium of the 2006 Series Bonds.

Debt Service is payable solely and secured by a pledge from the proceeds of the local government half-cent sales tax distributed by the State from the Local Government Half-Cent Sales Tax Clearing Trust Fund and the "Guaranteed Entitlement" and "Second Guaranteed Entitlement for Counties" distributed by the State from the Revenue Sharing Trust Fund. The lien of the Series 2006 Bonds on the Pledged Revenues is on parity with the lien thereon of the 2003 Capital Improvement Revenue Refunding Bonds. Interest is payable semiannually on June 1 and December 1 at rates ranging from 4% to 5%. Principal is payable on June 1. Principal and interest are due through June 1, 2028. The total principal and interest remaining to be paid on the Capital Improvement Revenue Bonds, Series 2006 is \$53.7 million. For the current year, principal and interest paid and pledged revenues were \$1.7 million and \$4.5 million, respectively.

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

➤ **Capital Lease Obligations**

The County has capital lease obligations at September 30, 2011 for various equipment. Interest rates on these capital leases range from 3% to 4%. The aggregate historical cost of this capital leased equipment is \$1,161,998.

Future lease payments, together with the present value of the minimum lease payments, are summarized in the following tabulation:

Year ending September 30,	Amount
2012	283,704
2013	235,925
2014	219,983
2015	219,960
2016	54,986
Total minimum lease payments	1,014,558
Less: Amount representing interest	50,672
Present value of net minimum lease payments	\$ 963,886

➤ **Bond Arbitrage**

The Federal Tax Reform Act of 1986 requires issuers of tax-exempt debt to make payments to the U.S. Treasury of investment income received at yields that exceed the issuer's tax-exempt borrowing rates or pay a calculated penalty. Rebates are paid to the Internal Revenue Service every fifth year after the year of issuance. Within the five-year period, any positive arbitrage (liability) can be offset by any negative arbitrage (non-liability). At September 30, 2011, the County has no arbitrage liability.

11. CHANGES IN LONG-TERM LIABILITIES

A summary of changes in long-term liabilities follows:

	Balance October 1 2010	Additions	Deductions	Balance September 30 2011	Due Within One Year
Bonds payable	\$ 36,660,000	\$ -	\$ 515,000	\$ 36,145,000	\$ 530,000
Bond premium	428,197	-	16,737	411,460	-
Less deferred amounts:					
For issuance discounts	96,829	-	7,446	89,383	-
On refunding	157,166	-	12,090	145,076	-
Total bonds payable	36,834,202	-	512,201	36,322,001	530,000
Capital lease obligations	1,186,380	-	222,494	963,886	261,522
Other post-employment benefits	6,605,461	3,782,496	-	10,387,957	-
Compensated absences	3,168,660	2,543,022	2,240,982	3,470,700	1,248,000
Totals	\$ 47,794,703	\$ 6,325,518	\$ 2,975,677	\$ 51,144,544	\$ 2,039,522

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

12. IN-SUBSTANCE DEFEASANCE OF DEBT

In prior years, the County defeased certain bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. The amount of bonds outstanding at September 30, 2011 that are considered defeased by the 1998 Capital Improvement Revenue Refunding bonds is not readily determinable.

13. PENSION PLAN

Plan Description The County contributes to the Florida Retirement System (the "System"), a cost-sharing multiple-employer defined benefit pension plan administered by the State of Florida, Department of Management Services, Division of Retirement. The System provides retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Division of Retirement, PO Box 9000, Tallahassee, Florida 32315-9000, or by calling (850) 488-6491.

Funding Policy Prior to July 1, 2011, the System was employee noncontributory. Starting July 1, 2011, employees contribute 3% of their wages to the System. The County is required to contribute at an actuarially determined rate. The rates at September 30, 2011 were as follows: Regular Employees 4.91%; Special Risk Employees 14.1%; Senior Management 6.27%; Elected Officials 11.14%. The contribution requirements of plan members and the County are established and may be amended by the Florida Legislature. The County's contribution to the System for the years ended September 30, 2011, 2010 and 2009 were approximately \$3,600,000, \$3,600,000 and \$3,500,000, respectively, equal to the required contributions for each year.

14. OTHER POSTEMPLOYMENT BENEFIT PLAN

The County provides certain health care benefits for retired employees and their dependents. In prior years, this has typically been funded via the County's General Fund. Substantially all of the County's employees may become eligible for those benefits if they reach normal retirement age while working for the County.

Plan Description Any employee of Sumter County who participates in and satisfies the vesting, disability, early or normal retirement provisions of the Florida Retirement System (FRS) may be eligible for certain Other Postemployment Benefits. The postemployment benefits include access to purchase coverage for retirees and dependents in the medical/prescription, dental and life insurance plans sponsored by the County. Eligible retirees may choose among the same medical plan options available for active employees of

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

the County. Dependents of retirees may be covered at the retirees' option in the same way as dependents of active employees. Prescription drug coverage is automatically extended to retirees and their dependents who continue coverage under any one of the medical plan options. Covered retirees and their dependents are subject to all the same medical and prescription benefits and rules for coverage as active employees. Retirees and their dependents who are Medicare eligible are required to enroll for Parts A and B under Medicare.

Retiring employees who have enrolled in the retiree health insurance plan will also participate in the County sponsored group life policy. The cost of insurance to the retiree is \$7.50 per month for a \$25,000 policy. The amount of benefit is reduced to \$12,500 when the retiree reaches age 70 and the premium is reduced to \$3.75 per month.

As of October 1, 2009, the date of the latest full actuarial valuation, plan participation consisted of 539 active participants and 74 retired participants receiving benefits.

A separate stand-alone financial statement is not prepared for the OPEB plan.

Funding Policy The contribution requirements of the plan members and the County are established and may be amended by the Sumter County Board of County Commissioners. A trust has not been established. Contributions are being made based on pay-as-you-go financing requirements.

Annual OPEB Cost and Net OPEB Obligation The County transitioned in fiscal year 2009 and elected to implement Statement No. 45 prospectively. The net OPEB obligation was set to zero at transition. The annual cost (expense) of the County's OPEB Plan is calculated based on the Annual Required Contribution ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liability over a period not to exceed 30 years. The following table shows the components of the County's annual OPEB Plan cost for the year, the amount actually contributed by the employer, and the changes in the net OPEB Plan obligation. The General Fund has typically been used to liquidate the OPEB liability.

Annual required contribution	\$ 4,459,869
Interest on net OPEB obligation	270,824
Adjustment to ARC	(371,418)
Annual OPEB cost (expense)	<u>4,359,275</u>
Contributions made	(576,779)
Increase in net OPEB obligation	<u>3,782,496</u>
Net OPEB obligation - beginning of year	<u>6,605,461</u>
Net OPEB obligation - end of year	<u><u>\$ 10,387,957</u></u>

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

Trend Information:

Year Ended	Annual OPEB Cost	Actual Employer Contribution	Percentage Contributed	Net OPEB Obligation
9/30/2009	\$ 3,578,277	\$ 521,039	14.56%	\$ 3,057,238
9/30/2010	4,025,651	477,428	11.86%	6,605,461
9/30/2011	4,359,275	576,779	13.23%	10,387,957

Actuarial Methods and Assumptions Calculations of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit cost between the employer and plan members to that point. The actuarial methods and assumptions used are designed to reduce short term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long term perspective of the calculations.

Actuarial valuations involve estimates of the values of reported amounts and assumptions about the probability of events far into the future, and actuarial determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial methods are:

Actuarial cost method	Projected unit credit actuarial cost method
Amortization method	Level dollar amount
Amortization period	30 years; closed
Asset Valuation Method	N/A

The actuarial assumptions are:

Investment rate of return	4.10% compounded annually
Mortality	RP-2000 table applied on a gender specific basis
Healthcare cost trend rate	9.1% initial trend rate dropping to 4.2% ultimate trend rate in year 2079.
Inflation rate	4.10% compounded annually

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

Funding Status and Funding Progress The OPEB contributions made for the 2011 fiscal year were 13.23% of the annual OPEB cost. As of the updated actuarial valuation report dated October 1, 2010 the actuarial value of assets was \$0, the actuarial accrued liability for benefits was \$31.2 million, the unfunded actuarial liability (UAAL) was also \$31.2 million, the funded ratio was 0%. The covered payroll was \$25.6 million and the UAAL as a percent of covered payroll was 121.9%.

The required schedule of funding progress located on page 44 presents multiyear trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

15. RISK MANAGEMENT

Public Entity Risk Pool

The County is exposed to various risks of loss related to general liability, auto liability, collision and worker's compensation. To manage these risks, the County joined the Florida Association of Counties Trust and Preferred Governmental Insurance Trust (the "Trusts"), public entity risk pools currently operating as common risk management and insurance programs for several members. Premiums paid to the Trusts are designed to fund the risks assumed by the Trusts and are based on certain actual exposures of each member.

The Sheriff participates in the Florida Sheriffs' self-insurance fund for risk related to professional police and automobile liability. The Sheriff had no settlements that exceeded coverage in the 2010 - 2011 fiscal year.

Commercial Insurance

The County carries commercial insurance for certain risks associated with property, inland marine and crime. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Self-Insurance

The County is exposed to various risks of loss related to employee health, dental and short-term disability claims for which it is self-insured. An excess coverage insurance policy covers individual claims in excess of \$75,000 with a self funded liability of \$181,000 up to a lifetime maximum of \$5,000,000 per covered individual or family. There is an aggregate maximum reimbursement per policy period of \$1,000,000. Settled claims have not exceeded this commercial coverage maximum in any of the past three fiscal years.

Liabilities are reported if information prior to the issuance of the financial statements indicated 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, including an estimate for those incurred but not reported (IBNRs). This

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

estimate is based on historical experience and current trends, and is reported at current dollar value.

An Internal Service Fund (Group Insurance Fund) is used to account for the County's retained risk management activities. Changes in the Fund's claims liability were as follows:

	Beginning of year Liability	Claims Incurred	Claims Paid	End of Year Liability
2010-2011	\$ 1,592,175	\$ 4,257,130	\$ 4,943,830	\$ 905,475
2009-2010	\$ 1,400,298	\$ 6,632,405	\$ 6,440,528	\$ 1,592,175

16. CONDUIT DEBT OBLIGATIONS

The Industrial Development Authority (a discretely presented component unit) has issued bonds to provide financial assistance to private-sector entities for the acquisition and construction of facilities deemed to be in the public interest.

The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County nor the Industrial Development Authority is obligated in any manner for repayments of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of September 30, 2011, the aggregate principal amount payable is not reasonably determinable.

17. COMMITMENTS AND CONTINGENCIES

At September 30, 2011, the County had contractual commitments for construction projects totaling approximately \$7.0 million in excess of amounts that have been recognized in the financial statements.

On March 13, 2012, the County entered into a lease purchase agreement with Sun Trust Equipment Financing & Leasing Corporation to finance the purchase of the Digital Public Safety Radio Network. The estimated amount of this lease purchase will be \$11 million.

The County is involved in lawsuits in the normal course of operations. It is the opinion of management and the County's attorneys that any unrecorded, uninsured claims resulting from such litigation would not be material in relation to the County's financial condition.

Sumter County, Florida
Notes to Financial Statements
September 30, 2011

The County is actively securing rights-of-way for major road construction and expansions. Through these activities the County has exercised its right of eminent domain. At September 30, 2011, the County has deposited good faith estimates with the Clerk of Courts in an attempt to reach settlements on the acquisition price with owners of these properties. There are several actions still pending and the ultimate amounts to be settled are not determinable in the opinion of legal counsel.

18. RESTATEMENT

The County restated the beginning fund balances of the governmental funds to implement GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The implementation of the standard resulted in the General Funds of the Constitutional Officers and the Solid Waste Fund and Sumter Government Office Building Fund, previously reported as special revenue funds, to now be accounted for and reported for in the General Fund.

	General Fund	Constitutional Officers' General Funds	Solid Waste Fund	Sumter Government Office Building Fund
Beginning fund balance, as Previously Reported	\$17,969,123	\$ 36,145	\$637,280	\$ 261
Restatement	<u>673,686</u>	<u>(36,145)</u>	<u>(637,280)</u>	<u>(261)</u>
Beginning fund balance, as Restated	<u>\$18,642,809</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

REQUIRED SUPPLEMENTARY INFORMATION

Sumter County, Florida
Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Taxes	\$ 44,100,877	\$ 44,100,877	\$ 45,210,088	\$ 1,109,211
Permits, Fees and Special Assessments	-	-	-	-
Intergovernmental	686,981	1,330,427	1,417,995	87,568
Charges for Services	3,448,066	2,851,553	3,403,631	552,078
Fines and Forfeitures	45,600	45,600	25,127	(20,473)
Miscellaneous	318,881	372,144	954,087	581,943
TOTAL REVENUES	48,600,405	48,700,601	51,010,928	2,310,327
<u>EXPENDITURES</u>				
Current:				
General Government	14,043,774	14,544,743	13,570,512	974,231
Public Safety	24,675,094	24,801,256	24,509,335	291,921
Physical Environment	2,104,567	2,329,410	1,900,795	428,615
Transportation	-	-	-	-
Economic Environment	1,246,404	1,342,267	903,780	438,487
Human Services	1,694,895	1,704,640	1,297,210	407,430
Culture and Recreation	3,350,748	3,803,923	2,720,959	1,082,964
Court Costs	898,547	943,883	921,578	22,305
Reserve for contingencies	13,451,839	11,615,220	-	11,615,220
TOTAL EXPENDITURES	61,465,868	61,085,342	45,824,169	15,261,173
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(12,865,463)	(12,384,741)	5,186,759	17,571,500
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers In	3,333,578	3,996,782	4,669,836	673,054
Transfers Out	(4,307,439)	(10,115,764)	(10,200,139)	(84,375)
TOTAL OTHER FINANCING SOURCES (USES)	(973,861)	(6,118,982)	(5,530,303)	588,679
NET CHANGE IN FUND BALANCES	(13,839,324)	(18,503,723)	(343,544)	18,160,179
FUND BALANCES – BEGINNING OF YEAR, AS RESTATED	13,839,324	18,503,723	18,642,809	139,086
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 18,299,265	\$ 18,299,265

Notes to Budgetary Comparison Schedule

The preparation, adoption, and amendment of the budgets are governed by Florida Statutes. The fund is the legal level of control. Budgets are prepared and adopted on a basis that does not differ materially from generally accepted accounting principles (GAAP).

Sumter County, Florida
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Road Impact Fee Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Permits, fees and special assessments	\$ 6,124,422	6,124,422	11,379,105	5,254,683
Miscellaneous	47,500	47,500	90,975	43,475
TOTAL REVENUES	6,171,922	6,171,922	11,470,080	5,298,158
<u>EXPENDITURES</u>				
Current:				
Transportation	15,603,214	23,062,765	11,379,104	11,683,661
TOTAL EXPENDITURES	15,603,214	23,062,765	11,379,104	11,683,661
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,431,292)	(16,890,843)	90,976	16,981,819
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	10,000	10,700	10,695	(5)
Transfer out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	10,000	10,700	10,695	(5)
NET CHANGE IN FUND BALANCES	(9,421,292)	(16,880,143)	101,671	16,981,814
FUND BALANCES – BEGINNING OF YEAR	9,421,292	16,880,143	2,930,619	(13,949,524)
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 3,032,290.00	\$ 3,032,295.00

Notes to Budgetary Comparison Schedule

The preparation, adoption, and amendment of the budgets are governed by Florida Statutes. The fund is the legal level of control. Budgets are prepared and adopted on a basis that does not differ materially from generally accepted accounting principles (GAAP).

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fire Impact Fee
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Permits, Fees & Special Assessments	\$ 823,226	\$ 823,226	\$ 1,927,141	\$ 1,103,915
Miscellaneous	4,550	4,550	11,748	7,198
TOTAL REVENUES	<u>827,776</u>	<u>827,776</u>	<u>1,938,889</u>	<u>1,111,113</u>
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Sumter Fire District	-	-	-	-
The Villages Fire District	2,998,000	2,578,466	1,835,748	742,718
TOTAL EXPENDITURES	<u>2,998,000</u>	<u>2,578,466</u>	<u>1,835,748</u>	<u>742,718</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,170,224)</u>	<u>(1,750,690)</u>	<u>103,141</u>	<u>1,853,831</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	25,000	25,000	4,348	(20,652)
Transfer out	(118,036)	(152,036)	(92,176)	59,860
TOTAL OTHER FINANCING SOURCES (USES)	<u>(93,036)</u>	<u>(127,036)</u>	<u>(87,828)</u>	<u>39,208</u>
NET CHANGE IN FUND BALANCES	(2,263,260)	(1,877,726)	15,313	1,893,039
FUND BALANCES – BEGINNING OF YEAR	<u>2,786,100</u>	<u>1,891,361</u>	<u>222,739</u>	<u>(1,668,622)</u>
FUND BALANCES – END OF YEAR	<u>\$ 522,840</u>	<u>\$ 13,635</u>	<u>\$ 238,052</u>	<u>\$ 224,417</u>

Notes to Budgetary Comparison Schedule

The preparation, adoption, and amendment of the budgets are governed by Florida Statutes. The fund is the legal level of control. Budgets are prepared and adopted on a basis that does not differ materially from generally accepted accounting principles (GAAP).

Sumter County, Florida
Other Postemployment Benefits Plan
For the Year Ended September 30, 2011

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Plan Assets (A)	Actuarial Accrued Liability (AAL) Unit Cost (B)	Unfunded AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percent of Covered Payroll (B-A)/C
10/1/2010	\$ -	\$ 31,201,188	\$ 31,201,188	0%	\$ 25,555,638	122.1%
10/1/2009	\$ -	\$ 28,173,006	\$ 28,173,006	0%	\$ 22,983,558	122.6%
10/1/2007	\$ -	\$ 32,686,344	\$ 32,686,344	0%	\$ 21,704,254	150.6%

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Year Ended	Required Employer Contributions	Amount Contributed	Percentage Contributed
9/30/2011	\$ 4,459,869	\$ 576,779	12.93%
9/30/2010	\$ 4,079,257	\$ 477,428	11.70%
9/30/2009	\$ 3,578,277	\$ 521,039	14.56%

Notes:

See Note 14 to the financial statements for detailed information on the County's OPEB Plan.

Supplemental Information

Description of General Fund By Category

The eight categories shown below together represent the General Fund, the primary operating fund of the County.

General Fund – Board of County Commissioners – To account for revenues and expenditures of the Board of County Commissioners portion of the General Fund – which are activities that benefit all County residents. Countywide activities include Administration, Public Works, Planning, Fire Services, Community Services, and certain payments to Constitutional Officers.

Solid Waste Fund – Board of County Commissioners – To account for revenues and expenditures associated with waste disposal activities

Sumter Government Office Building Fund – Board of County Commissioners – To account for activities related to County owned office building

General Fund - Sheriff – To account for revenues and expenditures necessary to carry out the duties and obligations of the Sheriff as specified in Section 30.15, Florida Statutes. The funds for the Sheriff's operation are received from the BOCC pursuant to Section 30.49, Florida Statutes.

General Fund – Clerk of Circuit Court – To account for revenues and expenditures of the Clerk of Circuit Court whose responsibilities include: County recorder for official records of Sumter County; accountant for the BOCC, custodian of all County funds, County auditor, and keeping BOCC records and meeting minutes as ex-officio Clerk to the Board of County Commissioners; as well as court-related activities that are not accounted for in the "Clerk of Circuit Court – Court fund and Public Records Modernization Funds."

General Fund – Tax Collector – To account for revenues and expenditures of the Tax Collector pursuant to Section 197, Florida Statutes.

General Fund – Property Appraiser – To account for revenues and expenditures of the Property Appraiser in the performance of Constitutional responsibilities. The duties of the Property Appraiser is governed by the Florida Constitution s. 4, Art. VII, Florida Statutes, and the Rules and Regulations of the Florida Department of Revenue. These responsibilities include determining the taxable value of all real and tangible property within the County, maintaining associated financial and property records, and providing the Tax Collector with the certified value of real and tangible property and tax millage levied by the respective taxing authorities.

General Fund – Supervisor of Elections – To account for revenues and expenditures of the Supervisor of Elections in the performance of Constitutional responsibilities pursuant to Chapters 97 and 102, Florida Statutes. The funds for the Supervisor of Elections' operation are received from the BOCC pursuant to Section 129.202, Florida Statutes.

**Sumter County, Florida
Combining Balance Sheet
Board and Officers General Funds
September 30, 2011**

(Continued)

	BOCC General Sub-fund	BOCC Solid Waste Sub-fund	BOCC Government Service Building Sub-fund	Sheriff Sub-fund	Clerk of Circuit Court Sub-fund
ASSETS					
Cash and equivalents	\$ 15,765,136	\$ 346,244	\$ 62	\$ 1,747,957	\$ 273,273
Due from other funds	2,359,190	-	-	199,676	-
Due from other governments	836,018	-	-	88,633	927
Receivables	4,519	23	-	32,910	-
Mortgage receivables	-	-	-	-	-
Note receivable	-	-	3,100,000	-	-
Inventory	-	-	-	-	-
Prepays	6,684	-	-	-	-
TOTAL ASSETS	\$ 18,971,547	\$ 346,267	\$ 3,100,062	\$ 2,069,176	\$ 274,200
LIABILITIES					
Accounts payable and accrued liabilities	\$ 758,314	\$ 48,606	\$ -	\$ 904,171	\$ 41,046
Due to other funds	8,070	2,182	-	1,165,005	233,154
Deferred revenue	235,808	-	3,100,000	-	-
TOTAL LIABILITIES	1,002,192	50,788	3,100,000	2,069,176	274,200
FUND BALANCES					
Nonspendable:					
Prepaid expenses	6,684	-	-	-	-
Restricted for:					
State elections grants	-	-	-	-	-
Physical environment	-	295,479	-	-	-
Culture / Recreation	827,284	-	-	-	-
Assigned for:					
Subsequent year's budget	300,000	-	-	-	-
Unassigned:					
General fund	16,835,387	-	62	-	-
TOTAL FUND BALANCES	17,969,355	295,479	62	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 18,971,547	\$ 346,267	\$ 3,100,062	\$ 2,069,176	\$ 274,200

Sumter County, Florida
Combining Balance Sheet
Board and Officers General Funds
September 30, 2011

(concluded)

	Tax Collector Sub-fund	Property Appraiser General Sub-fund	Supervisor of Elections General Sub-fund	Interfund Eliminations & Consolidations	Total General Fund
ASSETS					
Cash and equivalents	\$ 143,562	\$ 50,002	\$ 117,610	\$ -	\$ 18,443,846
Due from other funds	-	-	-	(1,476,752)	1,082,114
Due from other governments	-	-	-	-	925,578
Receivables	-	-	-	-	37,452
Mortgage receivables	-	-	-	-	-
Note receivable	-	-	-	-	3,100,000
Inventory	-	-	-	-	-
Prepays	-	-	-	-	6,684
TOTAL ASSETS	\$ 143,562	\$ 50,002	\$ 117,610	\$ (1,476,752)	\$ 23,595,674
LIABILITIES					
Accounts payable and accrued liabilities	\$ 51,919	\$ 28,036	\$ 57,626	\$ -	\$ 1,889,718
Due to other funds	91,643	21,966	25,615	(1,476,752)	70,883
Deferred revenue	-	-	-	-	3,335,808
TOTAL LIABILITIES	143,562	50,002	83,241	(1,476,752)	5,296,409
FUND BALANCES					
Nonspendable:					
Prepaid expenses	-	-	-	-	6,684
Restricted for:					
State elections grants	-	-	34,369	-	34,369
Physical environment	-	-	-	-	295,479
Culture / Recreation	-	-	-	-	827,284
Assigned for:					
Subsequent year's budget	-	-	-	-	300,000
Unassigned:					
General fund	-	-	-	-	16,835,449
TOTAL FUND BALANCES	-	-	34,369	-	18,299,265
TOTAL LIABILITIES AND FUND BALANCES	\$ 143,562	\$ 50,002	\$ 117,610	\$ (1,476,752)	\$ 23,595,674

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2011

(Continued)

	BOCC General Sub-fund			BOCC Solid Waste Sub-fund		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Final		Original	Final	
REVENUES						
Taxes	\$ 44,100,877	\$ 44,100,877	\$ 45,210,088	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-	-
Intergovernmental	686,981	1,330,427	1,142,043	-	-	-
Charges for Services	2,476,530	2,486,275	3,114,709	911,820	302,899	226,476
Fines and Forfeitures	45,600	45,600	25,127	-	-	-
Miscellaneous	94,070	107,451	369,050	54,311	94,193	102,784
TOTAL REVENUES	47,404,058	48,070,630	49,861,017	966,131	397,092	329,260
EXPENDITURES						
Current:						
General Government	7,774,584	8,210,553	7,473,293	-	-	-
Public Safety	2,729,329	2,855,491	2,861,508	-	-	-
Physical Environment	669,956	710,050	656,366	1,434,611	1,619,360	1,244,429
Transportation	-	-	-	-	-	-
Economic Environment	1,246,404	1,342,267	903,780	-	-	-
Human Services	1,694,895	1,704,640	1,297,210	-	-	-
Culture and Recreation	3,350,748	3,803,923	2,720,959	-	-	-
Court Costs	207,411	252,747	227,451	-	-	-
Reserve for contingencies	13,317,140	11,615,220	-	134,699	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
TOTAL EXPENDITURES	30,990,467	30,494,891	16,140,567	1,569,310	1,619,360	1,244,429
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	16,413,591	17,575,739	33,720,450	(603,179)	(1,222,268)	(915,169)
OTHER FINANCING SOURCES (USES)						
Transfers In	3,504,078	4,167,542	5,717,583	-	573,368	573,368
Transfers Out	(33,117,669)	(39,561,699)	(39,437,801)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(29,613,591)	(35,394,157)	(33,720,218)	-	573,368	573,368
NET CHANGE IN FUND BALANCES	(13,200,000)	(17,818,418)	232	(603,179)	(648,900)	(341,801)
FUND BALANCES – BEGINNING OF YEAR	13,200,000	17,818,418	17,969,123	603,179	648,900	637,280
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 17,969,355	\$ -	\$ -	\$ 295,479

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2011

(Continued)

	BOCC Government Office Building Sub-fund			Sheriff Sub-fund		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Final		Original	Final	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	275,952
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	170,500	170,500	170,561	-	-	311,674
TOTAL REVENUES	170,500	170,500	170,561	-	-	587,626
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	21,945,765	21,945,765	21,647,827
Physical Environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic Environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Court Costs	-	-	-	627,166	627,166	648,805
Reserve for contingencies	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
TOTAL EXPENDITURES	-	-	-	22,572,931	22,572,931	22,296,632
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	170,500	170,500	170,561	(22,572,931)	(22,572,931)	(21,709,006)
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	22,572,931	22,572,931	22,855,779
Transfers Out	(170,500)	(170,760)	(170,760)	-	-	(1,146,773)
TOTAL OTHER FINANCING SOURCES (USES)	(170,500)	(170,760)	(170,760)	22,572,931	22,572,931	21,709,006
NET CHANGE IN FUND BALANCES	-	(260)	(199)	-	-	-
FUND BALANCES – BEGINNING OF YEAR	-	260	261	-	-	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 62	\$ -	\$ -	\$ -

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2011

(Continued)

	Clerk of the Circuit Court Sub-fund			Tax Collector Sub-fund		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Final		Original	Final	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
TOTAL REVENUES	-	-	-	-	-	-
EXPENDITURES						
Current:						
General Government	1,726,978	1,726,978	1,611,904	1,805,485	1,805,485	1,764,114
Public Safety	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic Environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Court Costs	63,970	63,970	45,322	-	-	-
Reserve for contingencies	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
TOTAL EXPENDITURES	1,790,948	1,790,948	1,657,226	1,805,485	1,805,485	1,764,114
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,790,948)	(1,790,948)	(1,657,226)	(1,805,485)	(1,805,485)	(1,764,114)
OTHER FINANCING SOURCES (USES)						
Transfers In	1,790,948	1,790,948	1,790,948	1,805,485	1,805,485	1,805,485
Transfers Out	-	-	(133,722)	-	-	(41,371)
TOTAL OTHER FINANCING SOURCES (USES)	1,790,948	1,790,948	1,657,226	1,805,485	1,805,485	1,764,114
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-
FUND BALANCES – BEGINNING OF YEAR	-	-	-	-	-	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2011

(Continued)

	Property Appraiser Sub-fund			Supervisor of Elections Sub-fund		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Final		Original	Final	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	59,716	62,379	62,446	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	18
TOTAL REVENUES	59,716	62,379	62,446	-	-	18
EXPENDITURES						
Current:						
General Government	1,457,913	1,522,913	1,502,008	1,278,814	1,278,814	1,219,193
Public Safety	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic Environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Court Costs	-	-	-	-	-	-
Reserve for contingencies	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
TOTAL EXPENDITURES	1,457,913	1,522,913	1,502,008	1,278,814	1,278,814	1,219,193
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,398,197)	(1,460,534)	(1,439,562)	(1,278,814)	(1,278,814)	(1,219,175)
OTHER FINANCING SOURCES (USES)						
Transfers In	1,398,197	1,460,534	1,460,534	1,242,669	1,242,669	1,242,669
Transfers Out	-	-	(20,972)	-	-	(25,270)
TOTAL OTHER FINANCING SOURCES (USES)	1,398,197	1,460,534	1,439,562	1,242,669	1,242,669	1,217,399
NET CHANGE IN FUND BALANCES	-	-	-	(36,145)	(36,145)	(1,776)
FUND BALANCES – BEGINNING OF YEAR	-	-	-	36,145	36,145	36,145
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 34,369

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2011

(Continued)

	Subtotals			Interfund Eliminations and consolidations		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Final		Original	Final	
REVENUES						
Taxes	\$ 44,100,877	\$ 44,100,877	\$ 45,210,088	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-	-
Intergovernmental	686,981	1,330,427	1,417,995	-	-	-
Charges for Services	3,448,066	2,851,553	3,403,631	-	-	-
Fines and Forfeitures	45,600	45,600	25,127	-	-	-
Miscellaneous	318,881	372,144	954,087	-	-	-
TOTAL REVENUES	48,600,405	48,700,601	51,010,928	-	-	-
EXPENDITURES						
Current:						
General Government	14,043,774	14,544,743	13,570,512	-	-	-
Public Safety	24,675,094	24,801,256	24,509,335	-	-	-
Physical Environment	2,104,567	2,329,410	1,900,795	-	-	-
Transportation	-	-	-	-	-	-
Economic Environment	1,246,404	1,342,267	903,780	-	-	-
Human Services	1,694,895	1,704,640	1,297,210	-	-	-
Culture and Recreation	3,350,748	3,803,923	2,720,959	-	-	-
Court Costs	898,547	943,883	921,578	-	-	-
Reserve for contingencies	13,451,839	11,615,220	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
TOTAL EXPENDITURES	61,465,868	61,085,342	45,824,169	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(12,865,463)	(12,384,741)	5,186,759	-	-	-
OTHER FINANCING SOURCES (USES)						
Transfers In	32,314,308	33,613,477	35,446,366	(28,980,730)	(29,616,695)	(30,776,530)
Transfers Out	(33,288,169)	(39,732,459)	(40,976,669)	28,980,730	29,616,695	30,776,530
TOTAL OTHER FINANCING SOURCES (USES)	(973,861)	(6,118,982)	(5,530,303)	-	-	-
NET CHANGE IN FUND BALANCES	(13,839,324)	(18,503,723)	(343,544)	-	-	-
FUND BALANCES – BEGINNING OF YEAR	13,839,324	18,503,723	18,642,809	-	-	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 18,299,265	\$ -	\$ -	\$ -

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2011

(Concluded)

	Totals			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES				
Taxes	\$ 44,100,877	\$ 44,100,877	\$ 45,210,088	\$ 1,109,211
Permits, Fees and Special Assessments	-	-	-	-
Intergovernmental	686,981	1,330,427	1,417,995	87,568
Charges for Services	3,448,066	2,851,553	3,403,631	552,078
Fines and Forfeitures	45,600	45,600	25,127	(20,473)
Miscellaneous	318,881	372,144	954,087	581,943
TOTAL REVENUES	48,600,405	48,700,601	51,010,928	2,310,327
EXPENDITURES				
Current:				
General Government	14,043,774	14,544,743	13,570,512	974,231
Public Safety	24,675,094	24,801,256	24,509,335	291,921
Physical Environment	2,104,567	2,329,410	1,900,795	428,615
Transportation	-	-	-	-
Economic Environment	1,246,404	1,342,267	903,780	438,487
Human Services	1,694,895	1,704,640	1,297,210	407,430
Culture and Recreation	3,350,748	3,803,923	2,720,959	1,082,964
Court Costs	898,547	943,883	921,578	22,305
Reserve for contingencies	13,451,839	11,615,220	-	11,615,220
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
TOTAL EXPENDITURES	61,465,868	61,085,342	45,824,169	15,261,173
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(12,865,463)	(12,384,741)	5,186,759	17,571,500
OTHER FINANCING SOURCES (USES)				
Transfers In	3,333,578	3,996,782	4,669,836	673,054
Transfers Out	(4,307,439)	(10,115,764)	(10,200,139)	(84,375)
TOTAL OTHER FINANCING SOURCES (USES)	(973,861)	(6,118,982)	(5,530,303)	588,679
NET CHANGE IN FUND BALANCES	(13,839,324)	(18,503,723)	(343,544)	18,160,179
FUND BALANCES – BEGINNING OF YEAR	13,839,324	18,503,723	18,642,809	139,086
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 18,299,265	\$ 18,299,265

Description of Non-major Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed for specific purposes other than debt service or capital projects.

Small Grants Fund – To account for revenues and expenditures associated with various small grants

Law Enforcement Trust Fund – To account for the proceeds from the sale of forfeited property to be expended for law enforcement purposes

Building Services Fund – To account for revenues and expenditures associated with Building Services

Section 8 Housing Fund – To account for the providing of Section 8 Housing Assistance Program

911 Emergency Telephone System Fund – To account for revenues and expenditures associated with the 911 emergency telephone system

Anti-Drug Abuse Fund – To account for programs to curb drug trafficking

County Transit Fund – To account for providing transportation services for County residents

Boating Improvement Fund – To account for boating registration fees that are used to enhance local recreational boating needs

Inter Governmental Radio Communications Fund – To account for revenues and expenditures associated with providing a radio communication system for intergovernmental use

Police Education Fund – To account for revenues and expenditures associated with providing criminal justice education and training

Alcohol and Drug Abuse Fund – To account for revenues and expenditures associated with funding local drug and alcohol abuse treatment programs and education

Court Improvement Fund – To account for revenues and expenditures associated with funding improvements to the County's court facilities

Stormwater Management Fund – To account for revenues and expenditures associated with stormwater grants

Choose Life Specialty Plates Fund – To account for proceeds received from the sale of this license plate in Sumter County used to provide for the needs of pregnant women placing a child up for adoption

Secondary Trust Fund – To account for 80% portion constitutional gas tax revenue and expenditures related to the maintenance of county roads

SHIP Fund – To account for revenues and expenditures associated with the State Housing Initiatives Partnership program providing housing assistance

Crime Prevention Fund – To account for revenues and expenditures associated with crime prevention programs

County Transportation Trust Fund – To account for revenues and expenditures associated with the maintenance of County roads and traffic signs and signals

Court Local Requirements Fund – To account for revenues and expenditures associated with court innovations, legal aid, law library and juvenile alternative programs

Court Technology Fund – To account for revenues and expenditures associated with court related communications and facilities

Tourist Development Funds- To account for funds received from the tourist development tax and expended for promoting direct and indirect tourism projects

Fire Districts Fund – To account for the County's fire services

Sheriff Canteen Fund – To account for the Sheriff's canteen fund

Sheriff Federal Shared Fund – To account for federal shared funds. (Does not adopt an annual budget)

Records Modernization Fund – To account for funds used to modernize records

Clerk Fine and Forfeiture Fund – To account for Clerk's court operating budget

Clerk Court Technology Fund – To account for Clerk's court related technology improvements

Debt Service Fund

Debt Service Fund is used to account for resources accumulated, primarily from half-cent sales tax proceeds and earnings on temporary investments, for the payment of principal and interest of long-term liabilities.

2003. & 2006 Sinking Fund – To account for the principal and interest payments of the 2003 and 2006 revenue bonds

Capital Projects Funds

Capital Project Funds are used to account for resources to be used for the acquisition and construction of major capital assets; such as land, buildings, roads, infrastructure, and equipment and furniture.

2006 Bond Construction Fund – To account for the proceeds of the 2006 bond, issued for the construction of county assets

Major Governmental Capital Projects Funds

Capital Projects Fund – To account for various County construction projects

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2011

	<u>Special Revenue Funds</u>				
	<u>Small</u>	<u>Law</u>	<u>Building</u>	<u>Section</u>	<u>911</u>
	<u>Grants</u>	<u>Enforcement</u>	<u>Services</u>	<u>8</u>	<u>Emergency</u>
		<u>Trust</u>		<u>Housing</u>	<u>Telephone</u>
					<u>System</u>
<u>ASSETS</u>					
Cash and equivalents	\$ 30,697	\$ 158,947	\$ 5,238,484	\$ 60,055	\$ 584,811
Due from other funds	-	-	-	-	-
Due from other governments	8,857	-	-	100,000	105,405
Receivables	-	-	936	1,307	-
Mortgage receivables	-	-	-	-	-
Inventory	-	-	-	-	-
Prepays	-	-	-	-	-
TOTAL ASSETS	<u>\$ 39,554</u>	<u>\$ 158,947</u>	<u>\$ 5,239,420</u>	<u>\$ 161,362</u>	<u>\$ 690,216</u>
<u>LIABILITIES</u>					
Accounts payable and accrued liabilities	\$ 11,499	\$ -	\$ 424,397	\$ 2,812	\$ 8,153
Due to other funds	1,827	-	1,010	42	132,935
Deferred revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>13,326</u>	<u>-</u>	<u>425,407</u>	<u>2,854</u>	<u>141,088</u>
<u>FUND BALANCES</u>					
Nonspendable:					
Inventory	-	-	-	-	-
Prepays	-	-	-	-	-
Restricted for:					
General government	-	-	-	-	-
Public safety	-	158,947	4,690,763	-	549,128
Physical environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic environment	-	-	-	158,508	-
Human services	-	-	-	-	-
Culture / Recreation	-	-	-	-	-
Court related	-	-	-	-	-
Debt Service	-	-	-	-	-
Capital Projects	-	-	-	-	-
Assigned for:					
Public safety	-	-	-	-	-
Physical environment	26,228	-	123,250	-	-
Transportation	-	-	-	-	-
TOTAL FUND BALANCES	<u>26,228</u>	<u>158,947</u>	<u>4,814,013</u>	<u>158,508</u>	<u>549,128</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 39,554</u>	<u>\$ 158,947</u>	<u>\$ 5,239,420</u>	<u>\$ 161,362</u>	<u>\$ 690,216</u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2011
(continued)

	<u>Special Revenue Funds</u>			
	<u>Anti- Drug Abuse</u>	<u>County Transit</u>	<u>Boating Improvement</u>	<u>Intergovernmental Radio Communications</u>
ASSETS				
Cash and equivalents	\$ 1,940	\$ 138,348	\$ 194,113	\$ 32,576
Due from other funds	-	6	1,418	3,700
Due from other governments	55,236	186,760	-	-
Receivables	-	4,519	-	-
Mortgage receivables	-	-	-	-
Inventory	-	-	-	-
Prepays	-	-	-	-
TOTAL ASSETS	\$ 57,176	\$ 329,633	\$ 195,531	\$ 36,276
LIABILITIES				
Accounts payable and accrued liabilities	\$ -	\$ 195,999	\$ -	\$ 1,475
Due to other funds	55,236	21,309	-	-
Deferred revenue	-	16,616	-	-
TOTAL LIABILITIES	55,236	233,924	-	1,475
FUND BALANCES				
Nonspendable:				
Inventory	-	-	-	-
Prepays	-	-	-	-
Restricted for:				
General government	-	-	-	-
Public safety	-	-	-	34,801
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	1,940	-	-	-
Culture / Recreation	-	-	195,531	-
Court related	-	-	-	-
Debt Service	-	-	-	-
Capital Projects	-	-	-	-
Assigned for:				
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	95,709	-	-
TOTAL FUND BALANCES	1,940	95,709	195,531	34,801
TOTAL LIABILITIES AND FUND BALANCES	\$ 57,176	\$ 329,633	\$ 195,531	\$ 36,276

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2011
(continued)

	<u>Special Revenue Funds</u>				
	<u>Police Education</u>	<u>Alcohol and Drug Abuse</u>	<u>Court Improvement</u>	<u>Stormwater Management</u>	<u>Choose Life Specialty Plates</u>
ASSETS				131	
Cash and equivalents	\$ 51,600	\$ 59,210	\$ 56,763	\$ 389,406	\$ -
Due from other funds	554	56	10,785	-	-
Due from other governments	-	-	-	62,404	-
Receivables	-	-	-	-	-
Mortgage receivables	-	-	-	-	-
Inventory	-	-	-	-	-
Prepays	-	-	-	-	-
TOTAL ASSETS	\$ 52,154	\$ 59,266	\$ 67,548	\$ 451,810	\$ -
LIABILITIES					
Accounts payable and accrued liabilities	\$ -	\$ 740	\$ -	\$ 80,031	\$ -
Due to other funds	-	-	-	1	-
Deferred revenue	-	-	-	51,404	-
TOTAL LIABILITIES	-	740	-	131,436	-
FUND BALANCES					
Nonspendable:					
Inventory	-	-	-	-	-
Prepays	-	-	-	-	-
Restricted for:					
General government	-	-	-	-	-
Public safety	52,154	-	-	-	-
Physical environment	-	-	-	320,374	-
Transportation	-	-	-	-	-
Economic environment	-	-	-	-	-
Human services	-	-	-	-	-
Culture / Recreation	-	-	-	-	-
Court related	-	58,526	67,548	-	-
Debt Service	-	-	-	-	-
Capital Projects	-	-	-	-	-
Assigned for:					
Public safety	-	-	-	-	-
Physical environment	-	-	-	-	-
Transportation	-	-	-	-	-
TOTAL FUND BALANCES	52,154	58,526	67,548	320,374	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 52,154	\$ 59,266	\$ 67,548	\$ 451,810	\$ -

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2011
(continued)

Special Revenue Funds

	Secondary Trust Fund	SHIP	Crime Prevention Fund	County Transportation Trust Fund	Court Local Requirements Fund
	106	115,119,120,121	118	103	128
ASSETS					
Cash and equivalents	\$ 905,965	\$ 401,946	\$ 115,955	\$ 5,295,146	\$ 96,060
Due from other funds	-	-	658	40,185	3,176
Due from other governments	80,807	-	-	468,208	-
Receivables	-	-	-	5,054	-
Mortgage receivables	-	877,362	-	-	-
Inventory	-	-	-	122,709	-
Prepays	-	-	-	-	-
TOTAL ASSETS	\$ 986,772	\$ 1,279,308	\$ 116,613	\$ 5,931,302	\$ 99,236
LIABILITIES					
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ 396,168	\$ 5,529
Due to other funds	-	-	-	9	-
Deferred revenue	-	877,362	-	-	-
TOTAL LIABILITIES	-	877,362	-	396,177	5,529
FUND BALANCES					
Nonspendable:					
Inventory	-	-	-	122,709	-
Prepays	-	-	-	-	-
Restricted for:					
General government	-	-	-	-	-
Public safety	-	-	92,098	-	-
Physical environment	-	-	-	-	-
Transportation	986,772	-	-	5,412,416	-
Economic environment	-	401,946	-	-	-
Human services	-	-	-	-	-
Culture / Recreation	-	-	-	-	-
Court related	-	-	-	-	93,707
Debt Service	-	-	-	-	-
Capital Projects	-	-	-	-	-
Assigned for:					
Public safety	-	-	24,515	-	-
Physical environment	-	-	-	-	-
Transportation	-	-	-	-	-
TOTAL FUND BALANCES	986,772	401,946	116,613	5,535,125	93,707
TOTAL LIABILITIES AND FUND BALANCES	\$ 986,772	\$ 1,279,308	\$ 116,613	\$ 5,931,302	\$ 99,236

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2011
(continued)

	Special Revenue Funds			
	Court Technology Fund	Tourist Development Fund	Fire Districts	Sheriff Canteen Fund
ASSETS	129	111		
Cash and equivalents	\$ 358,344	\$ 1,363,970	\$ 1,380,304	\$ 45,938
Due from other funds	13,128	-	11	5,701
Due from other governments	-	13,679	13,235	-
Receivables	-	-	255	8,548
Mortgage receivables	-	-	-	-
Inventory	-	-	-	-
Prepays	-	-	6,000	-
TOTAL ASSETS	\$ 371,472	\$ 1,377,649	\$ 1,399,805	\$ 60,187
LIABILITIES				
Accounts payable and accrued liabilities	\$ 2,201	\$ -	\$ 250,143	\$ -
Due to other funds	-	-	5,809	11,369
Deferred revenue	-	-	-	-
TOTAL LIABILITIES	2,201	-	255,952	11,369
FUND BALANCES				
Nonspendable:				
Inventory	-	-	-	-
Prepays	-	-	6,000	-
Restricted for:				
General government	-	-	-	-
Public safety	-	-	-	48,818
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture / Recreation	-	1,377,649	-	-
Court related	369,271	-	-	-
Debt Service	-	-	-	-
Capital Projects	-	-	-	-
Assigned for:				
Public safety	-	-	1,137,853	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
TOTAL FUND BALANCES	369,271	1,377,649	1,143,853	48,818
TOTAL LIABILITIES AND FUND BALANCES	\$ 371,472	\$ 1,377,649	\$ 1,399,805	\$ 60,187

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2011
(continued)

	<u>Special Revenue Funds</u>			
	Sheriff Federal Shared Fund	Records Modernization	Clerk Fine and Forfeiture	Clerk Court Technology
<u>ASSETS</u>				
Cash and equivalents	\$ 13,481	\$ 313,035	\$ 412,809	\$ 883,331
Due from other funds	-	4,458	-	14,755
Due from other governments	-	-	18,487	-
Receivables	-	-	-	-
Mortgage receivables	-	-	-	-
Inventory	-	-	-	-
Prepays	-	-	-	-
TOTAL ASSETS	<u>\$ 13,481</u>	<u>\$ 317,493</u>	<u>\$ 431,296</u>	<u>\$ 898,086</u>
<u>LIABILITIES</u>				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 164	\$ -
Due to other funds	-	-	285,786	-
Deferred revenue	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>285,950</u>	<u>-</u>
<u>FUND BALANCES</u>				
Nonspendable:				
Inventory	-	-	-	-
Prepays	-	-	-	-
Restricted for:				
General government	-	317,493	-	-
Public safety	13,481	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture / Recreation	-	-	-	-
Court related	-	-	145,346	898,086
Debt Service	-	-	-	-
Capital Projects	-	-	-	-
Assigned for:				
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
TOTAL FUND BALANCES	<u>13,481</u>	<u>317,493</u>	<u>145,346</u>	<u>898,086</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 13,481</u>	<u>\$ 317,493</u>	<u>\$ 431,296</u>	<u>\$ 898,086</u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2011
(concluded)

	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	<u>2003 and 2006 Sinking Fund</u>	<u>2006 Bond Construction Fund</u>	<u>Totals</u>
ASSETS			
Cash and equivalents	\$ 1,014,795	\$ 1,836,386	\$ 21,434,415
Due from other funds	-	-	98,591
Due from other governments	329,970	-	1,443,048
Receivables	-	-	20,619
Mortgage receivables	-	-	877,362
Inventory	-	-	122,709
Prepays	-	-	6,000
TOTAL ASSETS	\$ 1,344,765	\$ 1,836,386	\$ 24,002,744
LIABILITIES			
Accounts payable and accrued liabilities	\$ 71	\$ 53,909	\$ 1,433,291
Due to other funds	596,237	-	1,111,570
Deferred revenue	-	-	945,382
TOTAL LIABILITIES	596,308	53,909	3,490,243
FUND BALANCES			
Nonspendable:			
Inventory	-	-	122,709
Prepays	-	-	6,000
Restricted for:			
General government	-	-	317,493
Public safety	-	-	5,640,190
Physical environment	-	-	320,374
Transportation	-	-	6,399,188
Economic environment	-	-	560,454
Human services	-	-	1,940
Culture / Recreation	-	-	1,573,180
Court related	-	-	1,632,484
Debt Service	748,457	-	748,457
Capital Projects	-	1,782,477	1,782,477
Assigned for:			
Public safety	-	-	1,162,368
Physical environment	-	-	149,478
Transportation	-	-	95,709
TOTAL FUND BALANCES	748,457	1,782,477	20,512,501
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,344,765	\$ 1,836,386	\$ 24,002,744

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2011

	<u>Special Revenue Funds</u>				
	<u>Small Grants</u>	<u>Law Enforcement Trust</u>	<u>Building Services</u>	<u>Section 8 Housing</u>	<u>911 Emergency Telephone System</u>
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	3,507,279	-	-
Intergovernmental	58,094	-	-	568,562	430,257
Charges for Services	-	-	13,722	-	-
Fines and Forfeitures	-	8,030	-	-	-
Miscellaneous	737	385	62,112	30,895	3,336
TOTAL REVENUES	58,831	8,415	3,583,113	599,457	433,593
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	8,917	-	2,064,747	-	219,928
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	-	-	-	612,909	-
Human Services	293,844	-	-	-	-
Culture and Recreation	3,370	-	-	-	-
Court Costs	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
TOTAL EXPENDITURES	306,131	-	2,064,747	612,909	219,928
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(247,300)	8,415	1,518,366	(13,452)	213,665
OTHER FINANCING SOURCES (USES)					
Transfers In	267,525	-	109,528	-	-
Transfers Out	-	-	(71,681)	-	(183,960)
TOTAL OTHER FINANCING SOURCES (USES)	267,525	-	37,847	-	(183,960)
NET CHANGE IN FUND BALANCES	20,225	8,415	1,556,213	(13,452)	29,705
FUND BALANCES, AS RESTATED – BEGINNING OF YEAR	6,003	150,532	3,257,800	171,960	519,423
FUND BALANCES – END OF YEAR	\$ 26,228	\$ 158,947	\$ 4,814,013	\$ 158,508	\$ 549,128

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2011

(continued)

	<u>Special Revenue Funds</u>			
	<u>Anti-Drug Abuse</u>	<u>County Transit</u>	<u>Boating Improvement</u>	<u>Intergovernmental Radio Communications</u>
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	18,669	-
Intergovernmental	85,212	587,766	-	-
Charges for Services	-	381,338	-	101,488
Fines and Forfeitures	-	-	-	-
Miscellaneous	2	13,261	515	3
TOTAL REVENUES	85,214	982,365	19,184	101,491
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	29,282
Physical Environment	-	-	-	-
Transportation	-	1,611,144	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	-	-	45,896	-
Court Costs	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	59,112
Interest and Fiscal Charges	-	-	-	4,563
TOTAL EXPENDITURES	-	1,611,144	45,896	92,957
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	85,214	(628,779)	(26,712)	8,534
OTHER FINANCING SOURCES (USES)				
Transfers In	-	561,571	-	-
Transfers Out	(85,212)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(85,212)	561,571	-	-
NET CHANGE IN FUND BALANCES	2	(67,208)	(26,712)	8,534
FUND BALANCES, AS RESTATED – BEGINNING OF YEAR	1,938	162,917	222,243	26,267
FUND BALANCES – END OF YEAR	\$ 1,940	\$ 95,709	\$ 195,531	\$ 34,801

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2011

(continued)

<u>Special Revenue Funds</u>					
	<u>Police Education</u>	<u>Alcohol and Drug Abuse</u>	<u>Court Improvement</u>	<u>Stormwater Management</u>	<u>Choose Life Specialty Plates</u>
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-
Intergovernmental	-	-	-	52,017	-
Charges for Services	18,617	31,513	314,296	-	-
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	74	90	292	1,070	60
TOTAL REVENUES	18,691	31,603	314,588	53,087	60
<u>EXPENDITURES</u>					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Physical Environment	-	-	-	172,084	-
Transportation	-	-	-	-	-
Economic Environment	-	-	-	-	-
Human Services	-	-	-	-	34,881
Culture and Recreation	-	-	-	-	-
Court Costs	-	10,397	4,266	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
TOTAL EXPENDITURES	-	10,397	4,266	172,084	34,881
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	18,691	21,206	310,322	(118,997)	(34,821)
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers In	-	-	-	-	-
Transfers Out	-	-	(305,465)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	(305,465)	-	-
NET CHANGE IN FUND BALANCES	18,691	21,206	4,857	(118,997)	(34,821)
FUND BALANCES, AS RESTATED – BEGINNING OF YEAR	33,463	37,320	62,691	439,371	34,821
FUND BALANCES – END OF YEAR	\$ 52,154	\$ 58,526	\$ 67,548	\$ 320,374	\$ -

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2011

(continued)

<u>Special Revenue Funds</u>					
	<u>Secondary Trust Fund</u>	<u>SHIP</u>	<u>Crime Prevention Fund</u>	<u>County Transportation Trust Fund</u>	<u>Court Local Requirements Fund</u>
<u>REVENUES</u>	105	115,115,120,121	116	103	128
Taxes	\$ -	\$ -	\$ -	\$ 5,042,818	\$ -
Permits, Fees and Special Assessments	-	-	-	540	-
Intergovernmental	2,930,129	350,000	-	904,279	-
Charges for Services	-	-	24,515	61,226	101,363
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	7,035	43,894	226	53,435	251
TOTAL REVENUES	2,937,164	393,894	24,741	6,062,298	101,614
<u>EXPENDITURES</u>					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Physical Environment	-	-	-	-	-
Transportation	1,469,679	-	-	6,374,102	-
Economic Environment	-	391,743	-	-	-
Human Services	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Court Costs	-	-	-	-	73,871
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
TOTAL EXPENDITURES	1,469,679	391,743	-	6,374,102	73,871
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,467,485	2,151	24,741	(311,804)	27,743
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	(51,190)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	(51,190)
NET CHANGE IN FUND BALANCES	1,467,485	2,151	24,741	(311,804)	(23,447)
FUND BALANCES, AS RESTATED – BEGINNING OF YEAR	(480,713)	399,795	91,872	5,846,929	117,154
FUND BALANCES – END OF YEAR	\$ 986,772	\$ 401,946	\$ 116,613	\$ 5,535,125	\$ 93,707

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2011

(continued)

	<u>Special Revenue Funds</u>			
	<u>Court Technology Fund</u>	<u>Tourist Development Fund</u>	<u>Fire Districts</u>	<u>Sheriff Canteen Fund</u>
<u>REVENUES</u>	129	111	182,183	
Taxes	\$ -	\$ 403,935	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	4,401,455	-
Intergovernmental	-	-	5,698	-
Charges for Services	157,452	-	72,026	21,953
Fines and Forfeitures	-	-	-	-
Miscellaneous	963	5,858	229,104	105,709
TOTAL REVENUES	158,415	409,793	4,708,283	127,662
<u>EXPENDITURES</u>				
Current:				
General Government	-	-	-	-
Public Safety	-	-	7,219,724	122,919
Physical Environment	-	-	-	-
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	-	56,804	-	-
Court Costs	179,616	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	163,382	-
Interest and Fiscal Charges	-	-	25,100	-
TOTAL EXPENDITURES	179,616	56,804	7,408,206	122,919
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(21,201)	352,989	(2,699,923)	4,743
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers In	-	-	2,883,760	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	2,883,760	-
NET CHANGE IN FUND BALANCES	(21,201)	352,989	183,837	4,743
FUND BALANCES, AS RESTATED – BEGINNING OF YEAR	390,472	1,024,660	960,016	44,075
FUND BALANCES – END OF YEAR	\$ 369,271	\$ 1,377,649	\$ 1,143,853	\$ 48,818

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2011

(continued)

<u>Special Revenue Funds</u>				
	Sheriff Federal Shared Fund	Records Modernization	Clerk Fine and Forfeiture	Clerk Court Technology
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-
Intergovernmental	15,182	-	1,597,441	-
Charges for Services	-	53,787	-	149,579
Fines and Forfeitures	-	-	-	128,862
Miscellaneous	30	376	150,288	247
TOTAL REVENUES	15,212	54,163	1,747,729	278,688
EXPENDITURES				
Current:				
General Government	-	71,898	-	-
Public Safety	5,600	-	-	-
Physical Environment	-	-	-	-
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	-	-	-	-
Court Costs	-	-	1,787,467	106,223
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
TOTAL EXPENDITURES	5,600	71,898	1,787,467	106,223
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	9,612	(17,735)	(39,738)	172,465
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	309,486	-
Transfers Out	-	-	(285,787)	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	23,699	-
NET CHANGE IN FUND BALANCES	9,612	(17,735)	(16,039)	172,465
FUND BALANCES, AS RESTATED – BEGINNING OF YEAR	3,869	335,228	161,385	725,621
FUND BALANCES – END OF YEAR	\$ 13,481	\$ 317,493	\$ 145,346	\$ 898,086

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2011

(concluded)

	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	<u>2003 and 2006 Sinking Fund</u>	<u>2006 Bond Construction Fund</u>	<u>Totals</u>
<u>REVENUES</u>			
Taxes	\$ -	\$ -	\$ 5,446,753
Permits, Fees and Special Assessments	-	-	7,927,943
Intergovernmental	6,238,418	-	13,823,055
Charges for Services	-	-	1,502,875
Fines and Forfeitures	-	-	136,892
Miscellaneous	5,625	100,496	816,369
TOTAL REVENUES	6,244,043	100,496	29,653,887
<u>EXPENDITURES</u>			
Current:			
General Government	-	-	71,898
Public Safety	-	-	9,671,117
Physical Environment	-	-	172,084
Transportation	-	-	9,454,925
Economic Environment	-	-	1,004,652
Human Services	-	-	328,725
Culture and Recreation	-	-	106,070
Court Costs	-	-	2,161,840
Capital Outlay	-	985,940	985,940
Debt Service:			
Principal Retirement	515,000	-	737,494
Interest and Fiscal Charges	1,738,295	-	1,767,958
TOTAL EXPENDITURES	2,253,295	985,940	26,462,703
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3,990,748	(885,444)	3,191,184
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers In	-	-	4,131,870
Transfers Out	(3,992,006)	-	(4,975,301)
TOTAL OTHER FINANCING SOURCES (USES)	(3,992,006)	-	(843,431)
NET CHANGE IN FUND BALANCES	(1,258)	(885,444)	2,347,753
FUND BALANCES, AS RESTATED – BEGINNING OF YEAR	749,715	2,667,921	18,164,748
FUND BALANCES – END OF YEAR	\$ 748,457	\$ 1,782,477	\$ 20,512,501

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Small Grants Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Intergovernmental	\$ 36,540	\$ 58,093	\$ 58,094	\$ 1
Miscellaneous	105	841	737	(104)
TOTAL REVENUES	36,645	58,934	58,831	(103)
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
EMS County Grant	-	8,925	8,917	8
Human Services:				
Local Mosquito Control	262,175	271,389	266,044	5,345
State Mosquito Control	35,004	39,740	27,800	11,940
Culture and Recreation:				
Florida Arts License Plate	1,541	4,539	3,370	1,169
TOTAL EXPENDITURES	298,720	324,593	306,131	18,462
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(262,075)	(265,659)	(247,300)	18,359
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	262,075	267,525	267,525	-
TOTAL OTHER FINANCING SOURCES (USES)	262,075	267,525	267,525	-
NET CHANGE IN FUND BALANCES	-	1,866	20,225	18,359
FUND BALANCES – BEGINNING OF YEAR	-		6,003	6,003
FUND BALANCES – END OF YEAR	\$ -	\$ 1,866	\$ 26,228	\$ 24,362

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Law Enforcement Trust Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Fines & Forfeitures	\$ 2,936	\$ 2,936	\$ 8,030	\$ 5,094
Miscellaneous	10	10	385	375
TOTAL REVENUES	<u>2,946</u>	<u>2,946</u>	<u>8,415</u>	<u>5,469</u>
<u>EXPENDITURES</u>				
Current:				
Public Safety				
Investigations	118,409	153,478	-	153,478
TOTAL EXPENDITURES	<u>118,409</u>	<u>153,478</u>	<u>-</u>	<u>153,478</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(115,463)	(150,532)	8,415	158,947
FUND BALANCES – BEGINNING OF YEAR	<u>115,463</u>	<u>150,532</u>	<u>150,532</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 158,947</u>	<u>\$ 158,947</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Building Services Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Permits, Fees & Special Assessments	\$ 2,482,160	\$ 2,482,160	\$ 3,507,279	\$ 1,025,119
Charges for services	1,710	1,710	13,722	12,012
Miscellaneous	27,252	27,252	62,112	34,860
TOTAL REVENUES	<u>2,511,122</u>	<u>2,511,122</u>	<u>3,583,113</u>	<u>1,071,991</u>
<u>EXPENDITURES</u>				
Current:				
Public Safety				
Building Services Dept.	4,169,544	5,411,880	2,064,747	3,347,133
Support	38,800	38,800	-	38,800
TOTAL EXPENDITURES	<u>4,208,344</u>	<u>5,450,680</u>	<u>2,064,747</u>	<u>3,385,933</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEDITURES	<u>(1,697,222)</u>	<u>(2,939,558)</u>	<u>1,518,366</u>	<u>4,457,924</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	205,518	222,518	109,528	(112,990)
Transfer out	(73,092)	(133,092)	(71,681)	61,411
TOTAL OTHER FINANCING SOURCES (USES)	<u>132,426</u>	<u>89,426</u>	<u>37,847</u>	<u>(51,579)</u>
NET CHANGE IN FUND BALANCES	(1,564,796)	(2,850,132)	1,556,213	4,406,345
FUND BALANCES – BEGINNING OF YEAR	<u>1,955,463</u>	<u>3,257,799</u>	<u>3,257,800</u>	<u>1</u>
FUND BALANCES – END OF YEAR	<u><u>\$ 390,667</u></u>	<u><u>\$ 407,667</u></u>	<u><u>\$ 4,814,013</u></u>	<u><u>\$ 4,406,346</u></u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Section 8 Housing Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 589,269	\$ 589,269	\$ 568,562	\$ (20,707)
Miscellaneous	17,020	17,020	30,895	13,875
TOTAL REVENUES	606,289	606,289	599,457	(6,832)
EXPENDITURES				
Current:				
Economic environment				
Section 8 Grant-County	606,289	778,249	612,909	165,340
TOTAL EXPENDITURES	606,289	778,249	612,909	165,340
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(171,960)	(13,452)	158,508
FUND BALANCES – BEGINNING OF YEAR	-	171,960	171,960	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 158,508	\$ 158,508

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
911 Emergency Telephone System Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Intergovernmental	\$ 446,150	\$ 446,150	\$ 430,257	\$ (15,893)
Miscellaneous	850	850	3,336	2,486
TOTAL REVENUES	447,000	447,000	433,593	(13,407)
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
E-911 System	396,390	396,390	219,928	176,462
TOTAL EXPENDITURES	396,390	396,390	219,928	176,462
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEDITURES	50,610	50,610	213,665	163,055
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	(186,624)	(186,624)	(183,960)	2,664
TOTAL OTHER FINANCING SOURCES (USES)	(186,624)	(186,624)	(183,960)	2,664
NET CHANGE IN FUND BALANCES	(136,014)	(136,014)	29,705	165,719
FUND BALANCES – BEGINNING OF YEAR	394,676	519,422	519,423	1
FUND BALANCES – END OF YEAR	\$ 258,662	\$ 383,408	\$ 549,128	\$ 165,720

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Anti-Drug Abuse Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ 85,212	\$ 85,212	\$ -
Miscellaneous	-	-	2	2
TOTAL REVENUES	-	85,212	85,214	2
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Anti-drug abuse	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
EXCESS OF REVENUES OVER EXPEDITURES	-	85,212	85,214	2
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	-	(85,212)	(85,212)	-
TOTAL OTHER FINANCING SOURCES (USES)	-	(85,212)	(85,212)	-
NET CHANGE IN FUND BALANCES	-	-	2	2
FUND BALANCES – BEGINNING OF YEAR	-	1,938	1,938	-
FUND BALANCES – END OF YEAR	\$ -	\$ 1,938	\$ 1,940	\$ 2

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
County Transit Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 617,361	\$ 617,361	\$ 587,766	\$ (29,595)
Charges for services	361,134	361,134	381,338	20,204
Miscellaneous	764	11,854	13,261	1,407
TOTAL REVENUES	979,259	990,349	982,365	(7,984)
<u>EXPENDITURES</u>				
Current:				
Transportation:				
Transit	1,558,422	1,714,836	1,611,144	103,692
TOTAL EXPENDITURES	1,558,422	1,714,836	1,611,144	103,692
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEDITURES	(579,163)	(724,487)	(628,779)	95,708
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	488,787	561,571	561,571	-
TOTAL OTHER FINANCING SOURCES (USES)	488,787	561,571	561,571	-
NET CHANGE IN FUND BALANCES	(90,376)	(162,916)	(67,208)	95,708
FUND BALANCES – BEGINNING OF YEAR	92,587	162,916	162,917	1
FUND BALANCES – END OF YEAR	\$ 2,211	\$ -	\$ 95,709	\$ 95,709

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Boating Improvement Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Permits, Fees & Special Assessments	\$ 15,504	\$ 15,504	\$ 18,669	3,165
Miscellaneous	786	786	515	(271)
TOTAL REVENUES	16,290	16,290	19,184	2,894
EXPENDITURES				
Current:				
Public Safety:				
Boating Improvement	-	234,000	45,896	188,104
TOTAL EXPENDITURES	-	234,000	45,896	188,104
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	16,290	(217,710)	(26,712)	190,998
FUND BALANCES – BEGINNING OF YEAR	205,375	222,243	222,243	-
FUND BALANCES – END OF YEAR	\$ 221,665	\$ 4,533	\$ 195,531	\$ 190,998

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Intergovernmental Radio Communications Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 106,590	\$ 106,590	\$ 101,488	\$ (5,102)
Miscellaneous	2,470	2,470	3	(2,467)
TOTAL REVENUES	109,060	109,060	101,491	(7,569)
EXPENDITURES				
Current:				
Public Safety:				
Communications	55,494	66,760	29,282	37,478
Debt Service				
Principal Retirement	64,000	64,000	59,112	4,888
Interest and Fiscal Charges	4,566	4,566	4,563	3
TOTAL EXPENDITURES	124,060	135,326	92,957	42,369
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(15,000)	(26,266)	8,534	34,800
FUND BALANCES – BEGINNING OF YEAR	15,000	26,266	26,267	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 34,801	\$ 34,801

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Police Education Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 19,475	\$ 19,475	\$ 18,617	\$ (858)
Miscellaneous	49	49	74	25
TOTAL REVENUES	19,524	19,524	18,691	(833)
EXPENDITURES				
Current:				
Public Safety:				
Sheriff	50,643	52,987	-	52,987
TOTAL EXPENDITURES	50,643	52,987	-	52,987
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(31,119)	(33,463)	18,691	52,154
FUND BALANCES – BEGINNING OF YEAR	31,119	33,463	33,463	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 52,154	\$ 52,154

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Alcohol and Drug Abuse Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 14,165	\$ 14,165	\$ 31,513	\$ 17,348
Miscellaneous	3	3	90	87
TOTAL REVENUES	<u>14,168</u>	<u>14,168</u>	<u>31,603</u>	<u>17,435</u>
<u>EXPENDITURES</u>				
Current:				
Human Services:				
Adult Drug Court	34,300	34,300	10,397	23,903
TOTAL EXPENDITURES	<u>34,300</u>	<u>34,300</u>	<u>10,397</u>	<u>23,903</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(20,132)	(20,132)	21,206	41,338
FUND BALANCES – BEGINNING OF YEAR	<u>38,000</u>	<u>37,319</u>	<u>37,320</u>	<u>1</u>
FUND BALANCES – END OF YEAR	<u>\$ 17,868</u>	<u>\$ 17,187</u>	<u>\$ 58,526</u>	<u>\$ 41,339</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Court Improvement Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 242,523	\$ 242,523	\$ 314,296	\$ 71,773
Miscellaneous	5,252	5,252	292	(4,960)
TOTAL REVENUES	247,775	247,775	314,588	66,813
<u>EXPENDITURES</u>				
Current:				
Court Costs:				
Judicial	5,000	5,000	4,266	734
TOTAL EXPENDITURES	5,000	5,000	4,266	734
EXCESS OF REVENUES OVER EXPENDITURES	242,775	242,775	310,322	67,547
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	(242,775)	(305,465)	(305,465)	-
TOTAL OTHER FINANCING SOURCES (USES)	(242,775)	(305,465)	(305,465)	-
NET CHANGE IN FUND BALANCES	-	(62,690)	4,857	67,547
FUND BALANCES – BEGINNING OF YEAR	-	62,690	62,691	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 67,548	\$ 67,548

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Stormwater Management Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 400,750	\$ 400,750	\$ 52,017	\$ (348,733)
Miscellaneous	2,138	2,138	1,070	(1,068)
TOTAL REVENUES	402,888	402,888	53,087	(349,801)
EXPENDITURES				
Current:				
Physical environment:				
Stormwater Program	400,750	607,460	172,084	435,376
TOTAL EXPENDITURES	400,750	607,460	172,084	435,376
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,138	(204,572)	(118,997)	85,575
OTHER FINANCING SOURCES (USES)				
Transfer out	(456,448)			-
TOTAL OTHER FINANCING SOURCES (USES)	(456,448)	-	-	-
NET CHANGE IN FUND BALANCES	(454,310)	(204,572)	(118,997)	85,575
FUND BALANCES – BEGINNING OF YEAR	454,310	439,371	439,371	-
FUND BALANCES – END OF YEAR	\$ -	\$ 234,799	\$ 320,374	\$ 85,575

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Choose Life Specialty Plates Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 4,600	\$ 4,600	\$ -	(4,600)
Miscellaneous	46	46	60	14
TOTAL REVENUES	4,646	4,646	60	(4,586)
EXPENDITURES				
Current:				
Human Services:				
Aid to Private Organizations	39,474	39,467	34,881	4,586
TOTAL EXPENDITURES	39,474	39,467	34,881	4,586
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(34,828)	(34,821)	(34,821)	-
FUND BALANCES – BEGINNING OF YEAR	34,828	34,821	34,821	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ -	\$ -

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Secondary Trust Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 1,820,791	\$ 1,820,791	\$ 2,930,129	\$ 1,109,338
Miscellaneous	8,108	8,108	7,035	(1,073)
TOTAL REVENUES	<u>1,828,899</u>	<u>1,828,899</u>	<u>2,937,164</u>	<u>1,108,265</u>
<u>EXPENDITURES</u>				
Current:				
Transportation:				
Road & Bridge	1,831,273	2,183,853	1,469,679	714,174
TOTAL EXPENDITURES	<u>1,831,273</u>	<u>2,183,853</u>	<u>1,469,679</u>	<u>714,174</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,374)	(354,954)	1,467,485	1,822,439
FUND BALANCES – BEGINNING OF YEAR	<u>2,374</u>	<u>354,954</u>	<u>(480,713)</u>	<u>(835,667)</u>
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 986,772</u>	<u>\$ 986,772</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
SHIP Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 350,000	\$ 350,000
Miscellaneous	24,000	24,000	43,894	19,894
TOTAL REVENUES	24,000	24,000	393,894	369,894
EXPENDITURES				
Current:				
Economic environment:				
SHIP 08 - 09	125,000	65,164	63,837	1,327
SHIP 09 - 10	370,314	328,581	327,906	675
SHIP 10 - 11	-	30,048	-	30,048
TOTAL EXPENDITURES	495,314	423,793	391,743	32,050
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(471,314)	(399,793)	2,151	401,944
FUND BALANCES – BEGINNING OF YEAR	495,314	399,793	399,795	2
FUND BALANCES – END OF YEAR	\$ 24,000	\$ -	\$ 401,946	\$ 401,946

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Crime Prevention Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Charges for services	\$ 17,209	\$ 17,209	\$ 24,515	\$ 7,306
Miscellaneous	105	105	226	121
TOTAL REVENUES	<u>17,314</u>	<u>17,314</u>	<u>24,741</u>	<u>7,427</u>
<u>EXPENDITURES</u>				
Current:				
Public Safety:	87,500	109,186	-	109,186
TOTAL EXPENDITURES	<u>87,500</u>	<u>109,186</u>	<u>-</u>	<u>109,186</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEDITURES	(70,186)	(91,872)	24,741	116,613
FUND BALANCES – BEGINNING OF YEAR	<u>70,186</u>	<u>91,872</u>	<u>91,872</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 116,613</u>	<u>\$ 116,613</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
County Transportation Trust Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Taxes	\$ 4,937,961	\$ 4,937,961	\$ 5,042,818	\$ 104,857
Permits, Fees & Special Assessments	1,020	1,020	540	(480)
Intergovernmental	961,945	961,945	904,279	(57,666)
Charges for services	61,846	61,272	61,226	(46)
Miscellaneous	18,041	27,844	53,435	25,591
TOTAL REVENUES	5,980,813	5,990,042	6,062,298	72,256
<u>EXPENDITURES</u>				
Current:				
Transportation:				
Road & Bridge	11,284,545	11,686,969	6,374,102	5,312,867
TOTAL EXPENDITURES	11,284,545	11,686,969	6,374,102	5,312,867
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,303,732)	(5,696,927)	(311,804)	5,385,123
FUND BALANCES – BEGINNING OF YEAR	5,453,732	5,846,927	5,846,929	2
FUND BALANCES – END OF YEAR	\$ 150,000	\$ 150,000	\$ 5,535,125	\$ 5,385,125

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Court Local Requirements Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Charges for services	\$ 105,580	\$ 105,580	\$ 101,363	\$ (4,217)
Miscellaneous	200	200	251	51
TOTAL REVENUES	105,780	105,780	101,614	(4,166)
<u>EXPENDITURES</u>				
Current:				
Court Costs:				
Law Library	18,130	18,130	18,130	-
Legal Aid	18,130	18,130	17,425	705
Innovative Court Programs	143,330	135,484	38,316	97,168
TOTAL EXPENDITURES	179,590	171,744	73,871	97,873
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(73,810)	(65,964)	27,743	93,707
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	(51,190)	(51,190)	(51,190)	-
TOTAL OTHER FINANCING SOURCES (USES)	(51,190)	(51,190)	(51,190)	-
NET CHANGE IN FUND BALANCES	(125,000)	(117,154)	(23,447)	93,707
FUND BALANCES – BEGINNING OF YEAR	125,000	117,154	117,154	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 93,707	\$ 93,707

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Court Technology Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Charges for services	\$ 151,050	\$ 151,050	\$ 157,452	\$ 6,402
Miscellaneous	970	970	963	(7)
TOTAL REVENUES	<u>152,020</u>	<u>152,020</u>	<u>158,415</u>	<u>6,395</u>
<u>EXPENDITURES</u>				
Current:				
Court Costs:				
Guardian Ad Litem	2,850	2,850	670	2,180
Court Functions	114,555	114,555	41,963	72,592
State Attorney	115,400	115,400	96,679	18,721
Public Defender	67,252	67,252	40,304	26,948
TOTAL EXPENDITURES	<u>300,057</u>	<u>300,057</u>	<u>179,616</u>	<u>120,441</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(148,037)	(148,037)	(21,201)	126,836
FUND BALANCES – BEGINNING OF YEAR	<u>318,000</u>	<u>390,472</u>	<u>390,472</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ 169,963</u>	<u>\$ 242,435</u>	<u>\$ 369,271</u>	<u>\$ 126,836</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Tourist Development Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 345,357	\$ 345,357	\$ 403,935	\$ 58,578
Miscellaneous	7,620	7,620	5,858	(1,762)
TOTAL REVENUES	352,977	352,977	409,793	56,816
EXPENDITURES				
Current:				
Culture and Recreation:				
County Promotion	352,976	352,976	56,804	296,172
TOTAL EXPENDITURES	352,976	352,976	56,804	296,172
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1	1	352,989	352,988
FUND BALANCES – BEGINNING OF YEAR	911,724	1,024,659	1,024,660	1
FUND BALANCES – END OF YEAR	\$ 911,725	\$ 1,024,660	\$ 1,377,649	\$ 352,989

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fire Districts Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Permits, Fees & Special Assessments	\$ 4,358,433	\$ 4,358,433	\$ 4,401,455	\$ 43,022
Intergovernmental	6,000	6,000	5,698	(302)
Charges for services	62,031	62,031	72,026	9,995
Miscellaneous	9,894	31,139	229,104	197,965
TOTAL REVENUES	4,436,358	4,457,603	4,708,283	250,680
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Sumter Fire District	3,308,072	3,563,288	3,307,401	255,887
FEMA Fire Grant	36,223	36,223	-	36,223
The Villages Fire District	3,917,317	3,917,317	3,912,323	4,994
Debt Service:				
Principal Retirement	172,377	172,377	163,382	8,995
Interest and Fiscal Charges	28,176	28,176	25,100	3,076
TOTAL EXPENDITURES	7,462,165	7,717,381	7,408,206	309,175
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,025,807)	(3,259,778)	(2,699,923)	559,855
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	2,883,760	2,883,760	2,883,760	-
TOTAL OTHER FINANCING SOURCES (USES)	2,883,760	2,883,760	2,883,760	-
NET CHANGE IN FUND BALANCES	(142,047)	(376,018)	183,837	559,855
FUND BALANCES – BEGINNING OF YEAR	576,722	960,014	960,016	2
FUND BALANCES – END OF YEAR	\$ 434,675	\$ 583,996	\$ 1,143,853	\$ 559,857

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Sheriff Canteen Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for Services	\$ 21,703	\$ 21,703	\$ 21,953	\$ 250
Miscellaneous	175,888	175,888	105,709	(70,179)
TOTAL REVENUES	197,591	197,591	127,662	(69,929)
EXPENDITURES				
Current:				
Public Safety:				
Commissary	136,101	136,101	122,919	13,182
TOTAL EXPENDITURES	136,101	136,101	122,919	13,182
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	61,490	61,490	4,743	(56,747)
FUND BALANCES – BEGINNING OF YEAR	-	-	44,075	44,075
FUND BALANCES – END OF YEAR	\$ 61,490	\$ 61,490	\$ 48,818	\$ (12,672)

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Records Modernization Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 52,000	\$ 52,000	\$ 53,787	\$ 1,787
Miscellaneous	500	500	376	(124)
TOTAL REVENUES	52,500	52,500	54,163	1,663
EXPENDITURES				
Current:				
General Government:	260,000	260,000	71,898	188,102
TOTAL EXPENDITURES	260,000	260,000	71,898	188,102
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(207,500)	(207,500)	(17,735)	189,765
FUND BALANCES – BEGINNING OF YEAR	335,227	335,227	335,228	1
FUND BALANCES – END OF YEAR	\$ 127,727	\$ 127,727	\$ 317,493	\$ 189,766

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Clerk Fine and Forfeiture Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Intergovernmental	\$ 1,579,106	\$ 1,587,844	\$ 1,597,441	\$ 9,597
Miscellaneous	-	-	150,288	150,288
TOTAL REVENUES	<u>1,579,106</u>	<u>1,587,844</u>	<u>1,747,729</u>	<u>159,885</u>
<u>EXPENDITURES</u>				
Current:				
Court Related	<u>1,888,592</u>	<u>1,897,330</u>	<u>1,787,467</u>	<u>109,863</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(309,486)</u>	<u>(309,486)</u>	<u>(39,738)</u>	<u>269,748</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	309,486	309,486	309,486	-
Transfer out	-	-	(285,787)	(285,787)
TOTAL OTHER FINANCING SOURCES (USES)	<u>309,486</u>	<u>309,486</u>	<u>23,699</u>	<u>(285,787)</u>
NET CHANGE IN FUND BALANCES	-	-	(16,039)	(16,039)
FUND BALANCES – BEGINNING OF YEAR	<u>161,385</u>	<u>161,385</u>	<u>161,385</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ 161,385</u>	<u>\$ 161,385</u>	<u>\$ 145,346</u>	<u>\$ (16,039)</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Clerk Court Technology Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for Services	\$ 138,000	\$ 138,000	\$ 149,579	\$ 11,579
Fines and Forfeitures	125,000	125,000	128,862	3,862
Miscellaneous	1,000	1,000	247	(753)
	<u>264,000</u>	<u>264,000</u>	<u>278,688</u>	<u>14,688</u>
<u>EXPENDITURES</u>				
Current:				
Court Related	<u>340,000</u>	<u>340,000</u>	<u>106,223</u>	<u>233,777</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(76,000)	(76,000)	172,465	248,465
FUND BALANCES – BEGINNING OF YEAR	<u>725,621</u>	<u>725,621</u>	<u>725,621</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ 649,621</u>	<u>\$ 649,621</u>	<u>\$ 898,086</u>	<u>\$ 248,465</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
2003 and 2006 Sinking Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 5,965,053	\$ 5,965,053	\$ 6,238,418	\$ 273,365
Miscellaneous	3,013	3,013	5,625	2,612
TOTAL REVENUES	<u>5,968,066</u>	<u>5,968,066</u>	<u>6,244,043</u>	<u>275,977</u>
<u>EXPENDITURES</u>				
Current:				
Debt Service				
Principal Retirement	515,000	515,000	515,000	-
Interest and Fiscal Charges	1,735,648	1,739,648	1,738,295	1,353
TOTAL EXPENDITURES	<u>2,250,648</u>	<u>2,254,648</u>	<u>2,253,295</u>	<u>1,353</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>3,717,418</u>	<u>3,713,418</u>	<u>3,990,748</u>	<u>277,330</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	-	-	-	-
Transfer out	(2,968,970)	(4,011,882)	(3,992,006)	19,876
TOTAL OTHER FINANCING SOURCES (USES)	<u>(2,968,970)</u>	<u>(4,011,882)</u>	<u>(3,992,006)</u>	<u>19,876</u>
NET CHANGE IN FUND BALANCES	748,448	(298,464)	(1,258)	297,206
FUND BALANCES – BEGINNING OF YEAR	<u>-</u>	<u>1,045,912</u>	<u>749,715</u>	<u>(296,197)</u>
FUND BALANCES – END OF YEAR	<u>\$ 748,448</u>	<u>\$ 747,448</u>	<u>\$ 748,457</u>	<u>\$ 1,009</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
2006 Bond Construction Fund
For the Year Ended September 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Miscellaneous	\$ 5,000	\$ 5,000	\$ 100,496	\$ 95,496
EXPENDITURES				
Current:				
Capital Outlay				
County Administration	1,329,513	1,329,513	671,140	658,373
County Building/Detention Center	1,100,342	1,575,240	314,800	1,260,440
TOTAL EXPENDITURES	2,429,855	2,904,753	985,940	1,918,813
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,424,855)	(2,899,753)	(885,444)	2,014,309
FUND BALANCES – BEGINNING OF YEAR	2,424,855	2,899,753	2,667,921	(231,832)
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 1,782,477	\$ 1,782,477

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Capital Projects Fund
For the Year Ended September 30, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Intergovernmental	\$ 2,409,513	\$ 2,409,513	\$ 2,050,471	\$ (359,042)
Miscellaneous	10,220	10,220	16,381	6,161
TOTAL REVENUES	<u>2,419,733</u>	<u>2,419,733</u>	<u>2,066,852</u>	<u>(352,881)</u>
<u>EXPENDITURES</u>				
Current:				
Capital Outlay:				
County Administration	183,170	368,170	364,080	4,090
Facilities Dev & Maintenance	2,871,577	3,564,094	658,387	2,905,707
Sumter Fire District	2,464,793	3,903,104	2,984,454	918,650
FEMA Hazard Mitigation Grant	336,623	336,623	407	336,216
Library Program	200,000	200,000	197,778	2,222
Animal Control	-	118,804	64,811	53,993
TOTAL EXPENDITURES	<u>6,056,163</u>	<u>8,490,795</u>	<u>4,269,917</u>	<u>4,220,878</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(3,636,430)</u>	<u>(6,071,062)</u>	<u>(2,203,065)</u>	<u>3,867,997</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	572,275	6,364,616	6,333,588	(31,028)
Transfer out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>572,275</u>	<u>6,364,616</u>	<u>6,333,588</u>	<u>(31,028)</u>
NET CHANGE IN FUND BALANCES	(3,064,155)	293,554	4,130,523	3,836,969
FUND BALANCES – BEGINNING OF YEAR	<u>5,032,355</u>	<u>4,498,990</u>	<u>4,388,785</u>	<u>(110,205)</u>
FUND BALANCES – END OF YEAR	<u>\$ 1,968,200</u>	<u>\$ 4,792,544</u>	<u>\$ 8,519,308</u>	<u>\$ 3,757,792</u>

Sumter County, Florida
Combining Statement of Fiduciary Net Assets
Agency Funds
September 30, 2011

	Clerk of Circuit Court	Sheriff	Tax Collector	Totals
<u>ASSETS</u>				
Cash and equivalents	\$ 908,981	\$ 68,898	\$ 1,876,070	\$ 2,853,949
Due from other governments	-	-	112	112
Receivables	-	-	14,379	14,379
TOTAL ASSETS	908,981	68,898	1,890,561	2,868,440
<u>LIABILITIES</u>				
Assets held for others	908,981	68,898	1,890,561	2,868,440
NET ASSETS	\$ -	\$ -	\$ -	\$ -

Sumter County, Florida
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended September 30, 2011

	<u>Balance</u> <u>October 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 2011</u>
CLERK OF CIRCUIT COURT				
<u>Assets</u>				
Cash and equivalents	\$ 932,674	\$ 21,483,883	\$ 21,507,576	\$ 908,981
<u>Liabilities</u>				
Assets held for others	\$ 932,674	\$ 21,483,883	\$ 21,507,576	\$ 908,981
SHERIFF				
<u>Assets</u>				
Cash and equivalents	\$ 62,266	\$ 562,740	\$ 556,108	\$ 68,898
<u>Liabilities</u>				
Assets held for others	\$ 62,266	\$ 562,740	\$ 556,108	\$ 68,898
TAX COLLECTOR				
<u>Assets</u>				
Cash and equivalents	\$ 1,905,224	\$ 180,546,250	\$ 180,575,404	1,876,070
Due from other governments	127	4,280	4,295	112
Receivables	16,415	2,007,114	2,009,150	14,379
Total Assets	<u>\$ 1,921,766</u>	<u>\$ 182,557,644</u>	<u>\$ 182,588,849</u>	<u>\$ 1,890,561</u>
<u>Liabilities</u>				
Assets held for others	<u>\$ 1,921,766</u>	<u>\$ 180,544,199</u>	<u>\$ 180,575,404</u>	<u>\$ 1,890,561</u>
TOTAL ALL AGENCY FUNDS				
<u>Assets</u>				
Cash and equivalents	\$ 2,900,164	\$ 202,592,873	\$ 202,639,088	2,853,949
Due from other governments	127	4,280	4,295	112
Receivables	16,415	2,007,114	2,009,150	14,379
Total Assets	<u>\$ 2,916,706</u>	<u>\$ 204,604,267</u>	<u>\$ 204,652,533</u>	<u>\$ 2,868,440</u>
<u>Liabilities</u>				
Assets held for others	<u>\$ 2,916,706</u>	<u>\$ 202,590,822</u>	<u>\$ 202,639,088</u>	<u>\$ 2,868,440</u>

Component Unit

Industrial Development Authority – To account for revenues and expenditures of the component unit of Sumter County. The Industrial Development Authority promotes the development of industrial growth in Sumter County. The Industrial Development Authority does not adopt an annual budget.

Sumter County, Florida
Balance Sheet
Component Unit - Industrial Development Authority
September 30, 2011

<u>ASSETS</u>	
Cash and equivalents	\$ 31,417
TOTAL ASSETS	<u><u>\$ 31,417</u></u>
 <u>LIABILITIES</u>	
Accounts payable	60
TOTAL LIABILITIES	<u>60</u>
 <u>FUND BALANCE</u>	
Unassigned	31,357
TOTAL FUND BALANCE	<u>31,357</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u><u>\$ 31,417</u></u>

Sumter County, Florida
Statement of Revenues, Expenditures, and Changes in Fund Balances
Component Unit - Industrial Development Authority
For the Fiscal Year Ended September 30, 2011

<u>REVENUES</u>	
Miscellaneous	\$ 500
TOTAL REVENUES	<u>500</u>
<u>EXPENDITURES</u>	
Current:	
Economic Environment	<u>5,526</u>
TOTAL EXPENDITURES	<u>5,526</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(5,026)
FUND BALANCE – BEGINNING OF YEAR	<u>36,383</u>
FUND BALANCE – END OF YEAR	<u>\$ 31,357</u>

Sumter County, Florida
Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended September 30, 2011

FEDERAL AWARDS	FEDERAL CFDA NUMBER	CONTRACT NUMBER	EXPENDITURES	PROGRAM TOTAL
<u>DEPARTMENT OF HOMELAND SECURITY</u>				
Passed Through Department of Community Affairs:				
Hazard Mitigation Grant	97.039	09HM-41-06-74-01-020	15,227	
Hazard Mitigation Grant	97.039	09HM-7J-05-70-01-005	305	
Hazard Mitigation Grant	97.039	09HM-7J-05-70-01-006	18,659	34,191
Emergency Management Performance Grant	97.042	11-FG-7W-05-70-01-079	62,667	
State Homeland Security Grant Issue 7	97.067	10-DS-39-05-70-01-314	21,523	
Community Emergency Response Team (CERT)	97.067	10-CI-49-05-70-01-344	7,990	
Community Emergency Response Team (CERT)	97.067	10-CC-43-05-70-01-274	4,515	34,028
Direct:				
ARRA - Assistance to Firefighters - Firefighters Station Construction Grant	97.115	EMW-2009-FC-05940R	1,880,632	
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
Section 8 Housing Assistance	14.871	FL117	612,909	
Passed Through Department of Community Affairs:				
CDBG - Panacooche Retreats Grant	14.228	11DB-T3-05-70-01-N10	11,000	
<u>DEPARTMENT OF JUSTICE</u>				
Passed Through the Attorney General:				
VOCA	16.575	V10136	48,706	
State Criminal Alien Assistance Program (SCAAP)	16.606	2010-AP-BX-0231	22,490	
Passed Through State Department of Law Enforcement:				
Byrne Formula Grant - Drug Task Force V	16.738	2011-JAGC-SUMT-1-B2-125	85,212	
ARRA -Sumter County Stimulus Corrections/Law Enforcement Grant	16.803	2010-ARRC-SUMT-4-W7-158	145,493	
<u>DEPARTMENT OF TRANSPORTATION</u>				
Passed Through State Department of Transportation:				
Section 5310 - Capital Grant - Noncash Assistance	20.513	413360-1	160,445	
Section 5316 - Program Grant	20.516	APA52	38,616	
Section 5317 - New Freedom	20.521	AQC10	10,431	
Total Transit Services Cluster				209,492
Section 5311 - Transportation Operating Assistance Grant	20.509	AOX11	291,617	
ARRA - Highway Planning and Const. - C476B	20.205	APZ20	890,516	
ARRA - Highway Planning and Const. - C470	20.205	APT44	433,270	1,323,786
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Passed Through Department of Revenue:				
Child Support Enforcement Title IV – D	93.563	CD360	94,831	
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 4,857,054	

Sumter County, Florida
Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended September 30, 2011

STATE FINANCIAL ASSISTANCE	STATE CSFA NUMBER	CONTRACT/ GRANT NUMBER	EXPENDITURES	PROJECT TOTAL
<u>DEPARTMENT OF ENVIRONMENTAL PROTECTION</u>				
Small County Consolidated Grants	37.012	128SC	65,919	
Statewide surface water restoration and wastewater projects	37.039	LP6785	92,421	
Florida Organics Recycling Center of Excellence (FORCE)	37.074	S0441	156,762	
<u>DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES</u>				
Mosquito Control/Waste Tire Abatement	42.003	16078	27,800	
<u>DEPARTMENT OF STATE, SECRETARY OF STATE</u>				
State Aid to Libraries	45.030	07-ST-77	5,730	
State Aid to Libraries	45.030	08-ST-78	8,150	
State Aid to Libraries	45.030	09-ST-77	98,696	
State Aid to Libraries	45.030	10-ST-79	70,739	
State Aid to Libraries	45.030	11-ST-81	3,167	186,482
<u>DEPARTMENT OF COMMUNITY AFFAIRS</u>				
Emergency Management Preparedness & Assistance	52.008	11-BG-05-05-70-01-179	102,530	
Emergency Management Preparedness & Assistance	52.008	12-BG-05-05-70-01-060	25,544	128,074
<u>FLORIDA HOUSING FINANCE CORPORATION</u>				
State Housing Initiatives Partnership Program	52.901	N/A	391,743	
<u>DEPARTMENT OF TRANSPORTATION</u>				
Trip/Equipment Grant	55.001	248537-1-84-01 APZ93	143,713	
Trip/Equipment Grant	55.001	248537-1-84-01 AQC24	49,917	193,630
Joint Participation Agreement - Expansion of Services	55.012	AP405	7,591	
Joint Participation Agreement - Expansion of Services	55.012	AP406	6,250	
Joint Participation Agreement - Expansion of Services	55.012	AP407	14,598	
Joint Participation Agreement - Expansion of Services	55.012	AQ701	26,000	54,439
SCRAP - CR673	55.016	AQ731	13,602	
SCRAP - C470	55.016	AQ730	11,860	25,462
<u>DEPARTMENT OF HEALTH</u>				
Emergency Medical Services County Grant	64.005	C0060	8,917	
<u>DIVISION OF EMERGENCY MANAGEMENT</u>				
2012 Hazards Analysis	52.023	12-CP-03-05-70-01-216	3,370	
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			<u><u>\$ 1,335,019</u></u>	

Sumter County, Florida
Notes to Schedule of Expenditures of Federal Awards and
State Financial Assistance
For the Year Ended September 30, 2011

NOTE 1 – BASIS OF PRESENTATION

In the accompanying schedule, expenditures represent allowable costs determined in accordance with generally accepted accounting principles, or allowable billings.

NOTE 2 – SUBRECIPIENTS

The County did not provide federal or state awards to subrecipients.

**ADDITIONAL ELEMENTS REQUIRED BY THE
RULES OF THE AUDITOR GENERAL**

Management Letter

The Honorable County Commissioners
Sumter County, Florida

We have audited the financial statements of Sumter County, Florida (the "County") as of and for the fiscal year ended September 30, 2011, and have issued our report thereon dated March 29, 2012.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and U.S. Office of Management and Budget Circular A-133. Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

Prior Audit Findings

The Rules of the Auditor General require that we comment as to whether or not corrective actions have been taken to address findings and recommendations made in the preceding audit. If the audit findings in the preceding audit report are uncorrected, we are required to identify those findings that were also included in the second preceding audit report. The County has no uncorrected prior audit findings that are required to be identified pursuant to the Rules of the Auditor General.

Financial Condition

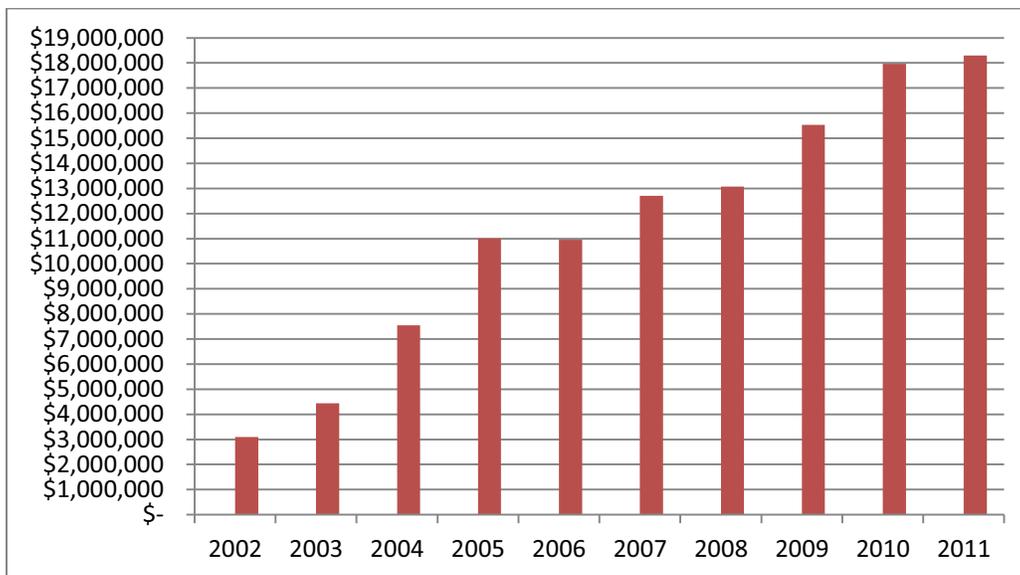
As required by the Rules of the Auditor General, the scope of our audit included a review of the provisions of Section 218.503, Florida Statutes, "Determination of Financial Emergency". In connection with our audit, we determined that the County has not met one or more of the conditions described in Section 218.503(1), Florida Statutes.

Also, as required by the Rules of the Auditor General, we applied financial condition assessment procedures, as of the end of the fiscal year, pursuant to Rule 10.556(7). It is management's responsibility to monitor financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by management. The application of such procedures did not reveal evidence of "deteriorating financial condition" as that term is defined in Rule 10.554.

The following information is presented, for the County's convenience, to summarize financial position trends for the General Fund.

Fund Balance September 30, 2009	Fund Balance September 30, 2010	Fund Balance September 30, 2011
<u>\$ 15,538,851</u>	<u>\$ 17,969,123</u>	<u>\$ 18,299,265</u>

Additionally, trend information relative to the General Fund is hereafter graphically displayed.



Annual Financial Report

As required by the Rules of the Auditor General, we determined that the annual financial report for the County for the fiscal year ended September 30, 2011, filed with the Department of Financial Services pursuant to Section 218.32, Florida Statutes, is in substantial agreement with the audit report for the fiscal year ended September 30, 2011.

Investment of Public Funds

As required by the Rules of the Auditor General, the scope of our audit included a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. Our audit did not reveal noncompliance with the provisions of Section 218.415, Florida Statutes.

Other Matters

As required by the Rules of the Auditor General, we performed separate audits of each of the County's constitutional officers. The comments included in those separately-issued reports should be considered in conjunction with this management letter.

The Honorable County Commissioners
Sumter County, Florida
Page 3

This management letter is intended solely for the information and use of the County and its management, and appropriate audit agencies and is not intended to be and should not be used by anyone other than these specified parties.

We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Car, Riggs & Ingram LLC

March 29, 2012
Gainesville, Florida

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters

The Honorable County Commissioners
Sumter County, Florida

We have audited the financial statements of the governmental activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of Sumter County, Florida (the "County") as of and for the year ended September 30, 2011, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 29, 2012. Our report on the financial statements explained that the County restated certain beginning fund balances. 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.

Internal Control Over Financial Reporting

Management of the County is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the County, its management and appropriate oversight agencies, and is not intended to be and should not be used by anyone other than these specified parties.

Carr, Riggs & Ingram LLC

March 29, 2012
Gainesville, Florida

**Report on Compliance With Requirements That Could
Have a Direct and Material Effect on Each Major Program and Project
and on Internal Control Over Compliance**

The Honorable County Commissioners
Sumter County, Florida

Compliance

We have audited the compliance of Sumter 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 State Projects Compliance Supplement that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2011. The County's major federal programs and state projects are identified in the summary of auditors' 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 auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and major state projects for the year ended September 30, 2011.

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 programs and state 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 program or state 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified a deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying Schedule of Findings and Questioned Costs as item 11-1. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

The County's response to the finding identified in our audit is described in the accompanying letter of response. We did not audit the County's response and, accordingly, we express no opinion on the response.

This report is intended solely for the information and use of the County and its management, and appropriate oversight agencies and is not intended to be and should not be used by anyone other than these specified parties.



March 29, 2012
Gainesville, Florida

Sumter County, Florida
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2011

PART I - SUMMARY OF AUDITORS' RESULTS

- (i) The independent auditors' report on the financial statements expressed an unqualified opinion.
- (ii) The audit did not report significant deficiencies in internal control over financial reporting.
- (iii) The audit did not disclose any noncompliance considered material to the financial statements.
- (iv) The audit did report a significant deficiency in internal control over a major federal program. The audit did not report significant deficiencies in internal control over the major state projects. No material weaknesses were disclosed during the audit.
- (v) The report on compliance for the major federal programs and state projects was unqualified.
- (vi) The audit disclosed a finding relative to a major federal program as referenced in (iv) above. The audit disclosed no findings relative to the major state projects.
- (vii) The County's major programs/projects were:

<u>Federal Programs</u>	<u>CFDA Number</u>
Highway Planning and Construction – ARRA	20.205
Firefighters Station Construction Grant – ARRA	97.115
<u>State Projects</u>	<u>CSFA Number</u>
State Aid To Libraries	45.030
State Housing Initiatives Partnership Program	52.901
Trip and Equipment Grant	55.001
- (viii) A threshold of \$300,000 was used to distinguish between Type A and Type B programs for federal programs, and \$300,000 was used for state projects.
- (ix) The County qualified as a low-risk auditee as that term is defined in OMB Circular A-133.

PART II - FINANCIAL STATEMENT FINDINGS

There were no findings relative to the financial statements.

Sumter County, Florida
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2011

PART III – FINDINGS AND QUESTIONED COSTS – FEDERAL PROGRAMS

Finding 11-1

CFDA: 97.115

Questioned
Costs

*Condition and
Criteria:*

Grantees who receive federal financial assistance are required to compensate contractors and subcontractors in accordance with the Davis-Bacon Act. Our testing of the Firefighters Station Construction Grant revealed instances of noncompliance with the prevailing wage rates under the Davis-Bacon Act, as well as a lack of internal control procedures in place to prevent or detect such noncompliance.

Effect:

All known errors were corrected during the course of our audit.

\$ --

Cause:

The system of internal control did not provide for adequate oversight to ensure Davis-Bacon Act compliance.

*Auditors’
Recommendation:*

Internal control procedures should be strengthened to ensure the County is in compliance with Davis-Bacon Act prevailing wage rates for applicable grants.

PART IV – FINDINGS AND QUESTIONED COSTS – STATE PROJECTS

There were no findings relative to state projects.

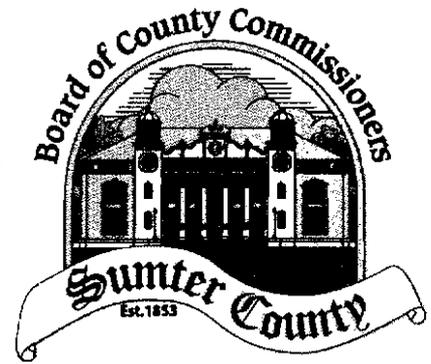
**Sumter County, Florida
Summary Schedule of Prior Audit Findings
Relative to Financial Assistance
For the Year Ended September 30, 2011**

There were no prior audit findings relative to financial assistance.

Board of County Commissioners

Sumter County, Florida

7375 Powell Road • Wildwood, FL 34785 • Phone (352) 689-4400 • FAX: (352) 689-4401
Website: <http://sumtercountyfl.gov>



May 8, 2012

David W. Martin
Auditor General
Claude Denson Pepper Building, Room 401
111 West Madison Street
Tallahassee, FL 32399-1450

Re: Audit for fiscal year ending September 30, 2011

Dear Mr. Martin:

Sumter County acknowledges receipt of the audit report for Sumter County Board of County Commissioners for the fiscal year ending September 30, 2011.

In response to Audit finding 11-1, the following is provided:

The September 30, 2011 Audit Report for Sumter County encompasses the second year of the Firefighters Station Construction Grant. In the audit dated September 30, 2010, there were no audit findings regarding this grant.

The grant was awarded to Sumter County (County) in 2009 under the American Recovery and Reinvestment Act (ARRA). To notice contractors of their obligation to be in compliance with the ARRA and Davis-Bacon Act, as part of the Request for Proposals (RFP) the County required respondent contractors and their sub-contractors to sign an affidavit stating that they understood the requirements and provisions of the ARRA.

During the second year of the grant, the Department of Labor (DOL) performed a labor audit of contractors working under the grant. During the audit, the DOL determined that contractors were using Wage Determination (WD) schedule in affect at contract award date rather than the WD schedule in affect at the time of the RFP. Additionally, as the WD schedule for Sumter County did not include all positions that would be employed on the contract, the contractors utilized "best-fit" categories for their employees. DOL determined that this was incorrect.

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Vice Chairman
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Randy Mask, Dist 5
2nd Vice Chairman
Office: (352) 689-4400
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County Administrator
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Gloria R. Hayward, Clerk & Auditor
(352) 793-0215
209 North Florida Street
Bushnell, FL 33513

County Attorney
The Hogan Law Firm
Post Office Box 465
Brooksville, Florida 34605

To rectify identified deficiencies, Sumter County and the contractors working under the grant took immediate action including the following items.

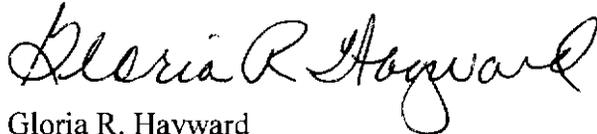
1. Sumter County collaborated with DOL to develop new labor categories for the County;
2. The General Contractor and sub-contractors paid restitution wages to employees based on preliminary DOL information. This was done by the contractors in good faith prior to revised labor categories were in place, and with no documentation from DOL as to how the preliminary estimate of those wages was calculated.
3. Sumter County contracted with URS Corporation to provide an analysis of the contractor's employee wages paid versus what the WD required. The report from URS indicated that wages owed by contractors to employees were less than those paid based on the DOL estimate. In December 2011, URS Corporation made a public records request for the DOL wage calculations. Initial review of DOL calculations reveal that the back wages that the DOL calculated were based on the reclassification of employees. DOL conducted interviews of employees to determine the reclassifications. For example, the certified payrolls may classify the employee as a helper, but after the interview, the DOL reclassified the employee to an electrician based on the employee's tasks. The details of the interviews were not included in the report; therefore the reclassification of the employees could not be confirmed by URS.

The Inspector General's Office recently conducted an audit of the Firefighters Station Construction Grant. Although the final audit report has not been received by the County, preliminary conversations with the auditor indicate that he believes Sumter County has excellent policies and procedures in place which are intended to ensure compliance with grant requirements. It is the opinion of management that all necessary steps have been taken to rectify DOL identified deficiencies on the grant and to prevent future occurrences.

Very truly yours,



Garry Breeden
Chairman



Gloria R. Hayward
Clerk of the Circuit Court

**Sumter County Clerk of the Circuit Court
Audit Report
September 30, 2011**

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Independent Auditors' Report

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter County, Florida

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Sumter County Clerk of the Circuit Court (the "Office") as of and for the year ended September 30, 2011, which collectively comprise the Office's special purpose financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Office. Our responsibility is to express opinions on these financial statements based on our audit.

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

As discussed in Note 1 to the financial statements, the accompanying financial statements have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida. They include only the financial activity of the Office, which is an integral part of Sumter County, the primary government for financial reporting purposes.

In our opinion, the special purpose financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Office at September 30, 2011, and the respective changes in financial position, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated March 19, 2012 on our consideration of the Office's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter County, Florida
Page 2

testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The budgetary comparison schedules listed in the table of contents as “required supplementary information” are not a required part of the special purpose financial statements, but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the Office’s special purpose financial statements. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the special purpose financial statements of the Office. Such information has been subjected to the auditing procedures applied in the audit of the special purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the special purpose financial statements taken as a whole.

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

Carr, Riggs & Ingram LLC

March 19, 2012
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2011
Sumter County Clerk of the Circuit Court**

	GENERAL FUND	FINE & FORFEITURE FUND	RECORDS MODERN- IZATION FUND	COURT TECHNOLOGY FUND	TOTAL GOVERN- MENTAL FUNDS
<u>ASSETS</u>					
Cash and Equivalents	\$ 175,053	\$ 412,809	\$ 313,035	\$ 883,331	\$ 1,784,228
Due From Other Funds	-	-	4,458	14,755	19,213
Due From Other Governments	927	18,487	-	-	19,414
TOTAL ASSETS	<u>\$ 175,980</u>	<u>\$ 431,296</u>	<u>\$ 317,493</u>	<u>\$ 898,086</u>	<u>\$ 1,822,855</u>
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Accounts Payable and Accrued Liabilities	\$ 41,046	\$ 164	\$ -	\$ -	\$ 41,210
Due to Other County Agencies	134,934	285,786	-	-	420,720
TOTAL LIABILITIES	175,980	285,950	-	-	461,930
<u>FUND BALANCES</u>					
Restricted	-	145,346	317,493	898,086	1,360,925
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 175,980</u>	<u>\$ 431,296</u>	<u>\$ 317,493</u>	<u>\$ 898,086</u>	<u>\$ 1,822,855</u>

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2011
Sumter County Clerk of the Circuit Court

	GENERAL FUND	FINE & FORFEITURE FUND	RECORDS MODERN- IZATION FUND	COURT TECHNOLOGY FUND	TOTAL GOVERN- MENTAL FUNDS
REVENUES					
Intergovernmental	\$ -	\$ 1,597,441	\$ -	\$ -	\$ 1,597,441
Charges for Services	-	-	53,787	149,579	203,366
Fines and Forfeitures	-	-	-	128,862	128,862
Miscellaneous Revenue	-	150,288	376	247	150,911
TOTAL REVENUES	-	1,747,729	54,163	278,688	2,080,580
EXPENDITURES					
Current:					
General Government Services	1,611,904	-	71,898	-	1,683,802
Court Related	45,322	1,787,467	-	106,223	1,939,012
TOTAL EXPENDITURES	1,657,226	1,787,467	71,898	106,223	3,622,814
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,657,226)	(39,738)	(17,735)	172,465	(1,542,234)
OTHER FINANCING SOURCES (USES)					
Appropriation from Board of County Commissioners	1,790,948	309,486	-	-	2,100,434
Reversion to Board of County Commissioners	(133,722)	(285,787)	-	-	(419,509)
TOTAL OTHER FINANCING SOURCES (USES)	1,657,226	23,699	-	-	1,680,925
NET CHANGE IN FUND BALANCES	-	(16,039)	(17,735)	172,465	138,691
FUND BALANCES – October 1, 2010	-	161,385	335,228	725,621	1,222,234
FUND BALANCES – September 30, 2011	\$ -	\$ 145,346	\$ 317,493	\$ 898,086	\$ 1,360,925

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

Statement of Fiduciary Net Assets
September 30, 2011
Sumter County Clerk of the Circuit Court

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash and Equivalents	<u>\$ 1,007,201</u>
<u>LIABILITIES</u>	
Assets Held for Others	908,981
Due to Other Funds	19,213
Due to Other County Agencies	<u>79,007</u>
TOTAL LIABILITIES	<u>1,007,201</u>
NET ASSETS	<u><u>\$ -</u></u>

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

Notes to Financial Statements
September 30, 2011
Sumter County Clerk of the Circuit Court

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Sumter County Clerk of the Circuit Court (the "Office") conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The Clerk of the Circuit Court is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, the primary government for financial reporting purposes.

Basis of Presentation

The Office's financial statements are special purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the "Rules"). These special purpose financial statements are the fund financial statements specified in GASB Statement 34. In conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, or management's discussion and analysis. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County's countywide financial statements.

Fund Accounting

Accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The emphasis of fund financial statements is on major funds, each displayed in a separate column. All nonmajor funds are aggregated and displayed in a single column. The Office has no nonmajor governmental funds.

The Office reports the following major governmental funds:

General Fund - The General Fund is the primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

Fines and Forfeitures Fund – This fund is used to account for fines, court costs, filing fees and service charges mandated by Florida Statutes to fund court related expenditures.

Records Modernization Fund – This fund is used to account for fees collected and associated expenditures related to equipment upgrades and modernization of all official records of the County.

Notes to Financial Statements
September 30, 2011
Sumter County Clerk of the Circuit Court

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Court Technology Fund – This fund is used to account for additional service charges and fines collected and associated expenditures used exclusively to fund the court-related technology needs and court-related program enhancements of the Office.

The Office also reports the following fiduciary funds:

Agency Funds - Agency Funds are used to account for resources held by the Office in a custodial capacity.

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Notes to Financial Statements
September 30, 2011
Sumter County Clerk of the Circuit Court

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Agency fund assets and liabilities are accounted for on the accrual basis of accounting.

Capital Assets and Long-Term Liabilities

Capital assets used by the Office are recorded and accounted for by the Sumter County Board of County Commissioners.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the financial statements of the County.

Cash and Cash Equivalents

All cash and cash equivalents are placed in a bank that qualifies as a public depository pursuant to the provisions of the Florida Security For Public Deposits Act. Every qualified public depository is required by this law to deposit with the State Treasurer eligible collateral equal to, or in excess of, an amount to be determined by the State Treasurer. The State Treasurer is required to ensure that all funds are entirely insured or collateralized throughout the fiscal year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

Notes to Financial Statements
September 30, 2011
Sumter County Clerk of the Circuit Court

NOTE 2 – INTERFUND BALANCES

The following interfund balances arose during the normal course of operations of the Office.

	Due From Other Funds	Due To Other Funds
Records Modernization Fund	\$ 4,458	\$ -
Court Technology	14,755	-
Agency Funds	-	19,213
 Total	 \$ 19,213	 \$ 19,213

NOTE 3 - CHANGES IN LONG-TERM LIABILITIES

A summary of changes in long-term liabilities follows:

	BALANCE OCTOBER 1, 2010	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30, 2011	DUE WITHIN ONE YEAR
Compensated Absences	\$153,000	\$ 159,000	\$133,000	\$179,000	\$79,000

NOTE 4 – FUND BALANCE CLASSIFICATIONS

Balances of reported fund balance at September 30, 2011 are as follows:

	Fine & Forfeiture Fund	Records Modern- ization Fund	Court Technology Fund	Total
Restricted for:				
Court Operations	\$ 145,346	\$ -	\$ 294,880	\$ 440,226
Court Technology	-	-	603,206	603,206
Records Modernization	-	317,493	-	317,493
 Total Fund Balances	 \$ 145,346	 \$ 317,493	 \$ 898,086	 \$ 1,360,925

Notes to Financial Statements
September 30, 2011
Sumter County Clerk of the Circuit Court

NOTE 5 - PENSION PLAN

Plan Description. The Office contributes to the Florida Retirement System (the "System"), a cost-sharing multiple-employer defined benefit pension plan administered by the State of Florida, Department of Management Services, Division of Retirement. The System provides retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Florida Retirement System, PO Box 9000, Tallahassee, Florida 32315-9000, or by calling (850) 488-6491.

Funding Policy. The System was employee noncontributory through June 30, 2011. For the period July 1, 2011 through September 30, 2011 the employee contribution rate was 3.00%. The County is required to contribute at an actuarially determined rate. The employer contribution rates at September 30, 2011 were as follows: Regular Employees 4.91%; Special Risk Employees 14.10%; Senior Management 6.27%; Elected Officials 11.14%; DROP 4.42%. The contribution requirements of plan members and the Office are established and may be amended by the Florida Legislature. The Office's contributions to the System for the years ended September 30, 2011, 2010 and 2009 were \$219,000, \$231,000 and \$241,000, respectively, equal to the required contributions for each year.

NOTE 6 – RISK MANAGMENT

For health insurance, the Office participates in the risk management program established by the Board of County Commissioners to cover claims against the Board and Constitutional Officers. The risk management program is accounted for in the Board's financial statements as an Internal Service Fund, in accordance with requirements of GASB Statement 10.

For risks of loss related to workers' compensation, general liability and errors or omissions, the Office participates with the Board of County Commissioners to purchase commercial insurance. For the past three years, there have been no insurance settlements in excess of insurance coverages.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – General Fund
For the Year Ended September 30, 2011
Sumter County Clerk of the Circuit Court

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL		WITH FINAL BUDGET
<u>REVENUES</u>	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES</u>				
Current:				
General Government Services	1,726,978	1,726,978	1,611,904	115,074
Court Related	63,970	63,970	45,322	18,648
TOTAL EXPENDITURES	1,790,948	1,790,948	1,657,226	133,722
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,790,948)	(1,790,948)	(1,657,226)	133,722
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	1,790,948	1,790,948	1,790,948	-
Reversion to Board of County Commissioners	-	-	(133,722)	(133,722)
TOTAL OTHER FINANCING SOURCES (USES)	1,790,948	1,790,948	1,657,226	(133,722)
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - October 1, 2010	-	-	-	-
FUND BALANCES - September 30, 2011	\$ -	\$ -	\$ -	\$ -

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – Fine & Forfeiture Fund
For the Year Ended September 30, 2011
Sumter County Clerk of the Circuit Court

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
REVENUES				
Intergovernmental	\$ 1,579,106	\$ 1,587,844	\$ 1,597,441	\$ 9,597
Miscellaneous	-	-	150,288	150,288
TOTAL REVENUES	1,579,106	1,587,844	1,747,729	159,885
EXPENDITURES				
Current:				
Court Related	1,888,592	1,897,330	1,787,467	109,863
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(309,486)	(309,486)	(39,738)	269,748
OTHER FINANCING SOURCES (USES)				
Appropriation from Board of County Commissioners	309,486	309,486	309,486	-
Reversion to Board of County Commissioners	-	-	(285,787)	(285,787)
TOTAL OTHER FINANCING SOURCES (USES)	309,486	309,486	23,699	(285,787)
NET CHANGE IN FUND BALANCES	-	-	(16,039)	(16,039)
FUND BALANCES - October 1, 2010	161,385	161,385	161,385	-
FUND BALANCES – September 30, 2011	\$ 161,385	\$ 161,385	\$ 145,346	\$ (16,039)

Notes to Schedule:

Pursuant to Section 28.36, Florida Statutes, the budget is subject to the General Appropriations Act of the Florida Legislature. The State of Florida releases from this appropriation on a monthly basis. As such, the budgeted amounts reflected in this schedule are comprised of nine months of activity from the State's 2010 fiscal year and three months from the State's 2011 fiscal year. The fund is the legal level of control.

**Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – Records Modernization Fund
For the Year Ended September 30, 2011
Sumter County Clerk of the Circuit Court**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
<u>REVENUES</u>				
Charges For Services	\$ 52,000	\$ 52,000	\$ 53,787	\$ 1,787
Miscellaneous Revenues	500	500	376	(124)
TOTAL REVENUES	52,500	52,500	54,163	1,663
<u>EXPENDITURES</u>				
Current:				
General Government	260,000	260,000	71,898	188,102
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(207,500)	(207,500)	(17,735)	189,765
FUND BALANCES - October 1, 2010	335,227	335,227	335,228	1
FUND BALANCES – September 30, 2011	<u>\$ 127,727</u>	<u>\$ 127,727</u>	<u>\$ 317,493</u>	<u>\$ 189,766</u>

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – Court Technology Fund
For the Year Ended September 30, 2011
Sumter County Clerk of the Circuit Court

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL		WITH FINAL BUDGET
<u>REVENUES</u>				
Charges For Services	\$ 138,000	\$ 138,000	\$ 149,579	\$ 11,579
Fine and Forfeitures	125,000	125,000	128,862	3,862
Miscellaneous Revenues	1,000	1,000	247	(753)
TOTAL REVENUES	264,000	264,000	278,688	14,688
<u>EXPENDITURES</u>				
Current:				
Court Related	340,000	340,000	106,223	233,777
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(76,000)	(76,000)	172,465	248,465
FUND BALANCES - October 1, 2010	725,621	725,621	725,621	-
FUND BALANCES – September 30, 2011	\$ 649,621	\$ 649,621	\$ 898,086	\$ 248,465

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

SUPPLEMENTAL INFORMATION

**Combining Statement of Fiduciary Net Assets
Agency Funds
September 30, 2011
Sumter County Clerk of the Circuit Court**

	TRUST FUND	COURT REGISTRY FUND	TOTAL
	<u> </u>	<u> </u>	<u> </u>
<u>ASSETS</u>			
Cash and Equivalents	\$ 659,485	\$ 347,716	\$1,007,201
	<u> </u>	<u> </u>	<u> </u>
<u>LIABILITIES</u>			
Assets Held for Others	561,265	347,716	908,981
Due to Other Funds	19,213	-	19,213
Due to Other County Agencies	79,007	-	79,007
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>659,485</u>	<u>347,716</u>	<u>1,007,201</u>
NET ASSETS	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**ADDITIONAL ELEMENTS REQUIRED BY THE
RULES OF THE AUDITOR GENERAL**

Management Letter

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter County, Florida

We have audited the financial statements of the Sumter County Clerk of the Circuit Court, as of and for the fiscal year ended September 30, 2011, and have issued our report thereon dated March 19, 2012.

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. Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

Prior Audit Findings

The Rules of the Auditor General require that we comment as to whether or not corrective actions have been taken to address findings and recommendations made in the preceding audit. If the audit findings in the preceding audit report are uncorrected, we are required to identify those findings that were also included in the second preceding audit report. The Office has no uncorrected prior audit findings that are required to be identified pursuant to the Rules of the Auditor General.

Investment of Public Funds

As required by the Rules of the Auditor General, the scope of our audit included a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. Our audit did not reveal any noncompliance with the provisions of Section 218.415, Florida Statutes.

Sections 28.35 and 28.36, Florida Statutes

The Rules of the Auditor General require that statements be included in the management letter as to whether the Office complied with the requirements of Sections 28.35 and 28.36, Florida Statutes. Our audit of the financial statements disclosed no reportable instances of noncompliance with the budget procedures specified in Section 28.36, Florida Statutes, and no reportable instances of noncompliance with the performance standards developed and certified pursuant to Section 28.35, Florida Statutes.

Other Matters

Our audit did not reveal any other matters that we are required to include in this management letter:

This management letter is intended solely for the information and use of the Sumter County Clerk of the Circuit Court, management, the State of Florida Auditor General, and other agencies and is not intended to be and should not be used by anyone other than these specified parties.

We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Carr, Riggs & Ingram LLC

March 19, 2012
Gainesville, Florida

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter County, Florida

We have audited the financial statements of each major fund and the aggregate remaining fund information of the Sumter County Clerk of the Circuit Court (the "Office") as of and for the year ended September 30, 2011, which collectively comprise the Office's special purpose financial statements and have issued our report thereon dated March 19, 2012. Our report on the financial statements included a paragraph explaining that the Office is an integral part of Sumter County, the primary government for financial reporting purposes. 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.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters

Internal Control Over Financial Reporting

Management is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Office's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Office's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

Communication with Those Charged with Governance

Professional standards require that we provide you with the following information related to our audit.

Our Responsibility Under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used are described in Note 1 to the financial statements. The Office implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* during the year. The application of existing policies was not changed during the year. We noted no transactions entered into during the year for which there is a lack of authoritative guidance or consensus.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no particularly sensitive estimates significantly affecting the financial statements.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. There are no particularly sensitive disclosures significantly affecting the financial statements.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. We did not identify any misstatements during the audit.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter.

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

Carr, Riggs & Ingram LLC

March 19, 2012
Gainesville, Florida



GLORIA R HAYWARD

CLERK OF THE CIRCUIT COURT
SUMTER COUNTY
PO Box 2587
215 E McCollum Avenue
Bushnell, Florida 33513

Phone: (352) 569-6619
Finance: (352) 569-6610
Fax: (352) 569-6623
Fax: (352) 689-4626
Villages: (352) 689-4625

March 19, 2012

Auditor General
Post Office Box 1735
Tallahassee, Florida 32302

RE: Annual Audit Report for the fiscal year 10/11

Dear Sir:

This is to acknowledge receipt of the audit report by Carr, Riggs, & Ingram, LLC for the office of Clerk of the Circuit Court, Sumter County, Florida, for the fiscal year ending September 30, 2011.

With the implementation of Article V Revision 7 there have been a lot of financial changes and challenges and the implementation of a bifurcated budget in 2009 has been the biggest challenge faced in all the changes imposed by the state.

The Clerk is now responsible for numerous new reports that are tied directly to the budget in the form of performance measures. With the mandated layoffs in July of 2009, staff has struggled to meet all performance measures and continue to serve the court demands and the needs of the public. In lieu of these changes and the impact to staff, I am pleased with the audit report and every year will be a work in progress as we make adjustments to the state changes.

I appreciate all the time and effort that goes into the audit process and the feed back which is very helpful during the year.

Respectfully yours,

GLORIA R. HAYWARD
Clerk of the Circuit Court
Sumter County, Florida



**Sumter County Sheriff
Audit Report
September 30, 2011**

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Independent Auditors' Report

The Honorable William O. Farmer, Jr.
Sheriff
Sumter County, Florida

We have audited the accompanying financial statements of the major fund and the aggregate remaining fund information of the Sumter County Sheriff (the "Office") as of and for the year ended September 30, 2011, which collectively comprise the Office's special purpose financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Office. Our responsibility is to express opinions on these financial statements based on our audit.

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

As discussed in Note 1 to the financial statements, the accompanying financial statements have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida. They include only the financial activity of the Office, which is an integral part of Sumter County, the primary government for financial reporting purposes.

In our opinion, the special purpose financial statements referred to above present fairly, in all material respects, the respective financial position of the major fund and the aggregate remaining fund information of the Office at September 30, 2011, and the respective changes in financial position, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated March 28, 2012, on our consideration of the Office's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other

The Honorable William O. Farmer, Jr.
Sheriff
Sumter County, Florida
Page 2

matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The budgetary comparison schedule listed in the table of contents as “required supplementary information” is not a required part of the special purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the Office’s special purpose financial statements. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the special purpose financial statements of the Office. Such information has been subjected to the auditing procedures applied in the audit of the special purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the special purpose financial statements taken as a whole.

This report is intended solely for the information and use of the Office, its management, 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.



March 28, 2012
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2011
Sumter County Sheriff**

	GENERAL FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<u>ASSETS</u>			
Cash and Equivalents	\$ 1,740,195	\$ 59,419	\$ 1,799,614
Investments	2,061	-	2,061
Due From Other Funds	11,369	5,701	17,070
Due From Other County Agencies	188,307	-	188,307
Due From Other Governments	88,633	-	88,633
Accounts Receivable	32,910	8,548	41,458
	\$ 2,063,475	\$ 73,668	\$ 2,137,143
<u>LIABILITIES AND FUND BALANCES</u>			
<u>LIABILITIES</u>			
Accounts Payable and Accrued Liabilities	\$ 904,171	\$ -	\$ 904,171
Due to Other Funds	-	11,369	11,369
Due to Other County Agencies	1,159,304	-	1,159,304
	2,063,475	11,369	2,074,844
<u>FUND BALANCES</u>			
Restricted:			
Federal Shared Funds	-	13,481	13,481
Assigned:			
Benefit of Inmates	-	48,818	48,818
	-	62,299	62,299
TOTAL FUND BALANCES	-	62,299	62,299
TOTAL LIABILITIES AND FUND BALANCES	\$ 2,063,475	\$ 73,668	\$ 2,137,143

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2011
Sumter County Sheriff**

	GENERAL FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<u>REVENUES</u>			
Intergovernmental	\$ 275,952	\$ 15,182	\$ 291,134
Charges for Services	-	21,953	21,953
Miscellaneous	311,674	105,739	417,413
TOTAL REVENUES	587,626	142,874	730,500
<u>EXPENDITURES</u>			
Current:			
Public Safety	21,647,827	128,519	21,776,346
Court Costs	648,805	-	648,805
TOTAL EXPENDITURES	22,296,632	128,519	22,425,151
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(21,709,006)	14,355	(21,694,651)
<u>OTHER FINANCING SOURCES (USES)</u>			
Appropriation from Board of County Commissioners	22,855,779	-	22,855,779
Reversion to Board of County Commissioners	(1,146,773)	-	(1,146,773)
TOTAL OTHER FINANCING SOURCES (USES)	21,709,006	-	21,709,006
NET CHANGE IN FUND BALANCES	-	14,355	14,355
FUND BALANCES – October 1, 2010	-	47,944	47,944
FUND BALANCES – September 30, 2011	\$ -	\$ 62,299	\$ 62,299

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

Statement of Fiduciary Net Assets
September 30, 2011
Sumter County Sheriff

	<u>AGENCY FUNDS</u>
<u>ASSETS</u>	
Cash and Equivalents	<u>\$ 74,599</u>
<u>LIABILITIES</u>	
Assets Held for Others	68,898
Due to Other Funds	<u>5,701</u>
TOTAL LIABILITIES	<u>74,599</u>
NET ASSETS	<u><u>\$ -</u></u>

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

Notes to Financial Statements
September 30, 2011
Sumter County Sheriff

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Sumter County Sheriff (the “Office”) conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The Sheriff is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, the primary government for financial reporting purposes.

Basis of Presentation

The Office’s financial statements are special purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the “Rules”). These special purpose financial statements are the fund financial statements specified in GASB Statement 34. In conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, or management’s discussion and analysis. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County’s countywide financial statements.

Fund Accounting

Accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The focus of fund financial statements is on major funds, each displayed as a separate column. All nonmajor funds are aggregated and displayed in a single column.

The Office reports the following major governmental fund:

General Fund – The General Fund is the general operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

The Office also reports the following fiduciary funds:

Agency Funds – Agency Funds are used to account for assets held by the Office in a custodial capacity.

Notes to Financial Statements
September 30, 2011
Sumter County Sheriff

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Notes to Financial Statements
September 30, 2011
Sumter County Sheriff

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Agency fund assets and liabilities are accounted for on the accrual basis of accounting.

Capital Assets and Long-Term Liabilities

Because of the current financial resources measurement focus, the accompanying fund financial statements do not report capital assets or long-term liabilities. Such amounts are instead reported in the government-wide financial statements of the County.

The Office defines capital assets as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of one year. Capital assets are valued at historical cost or estimated historical cost. Donated fixed assets are valued at their estimated fair value on the date donated. Depreciation has been provided using the straight-line method over the following estimated useful lives:

Furniture & Equipment	5-10 years
Vehicles	4 years

Cash and Equivalents

All cash and equivalents are placed in a bank that qualifies as a public depository pursuant to the provisions of the Florida Security For Public Deposits Act. Every qualified public depository is required by law to deposit with the State Treasurer eligible collateral equal to, or in excess of, an amount to be determined by the State Treasurer. The State Treasurer is required to ensure that all funds are entirely insured or collateralized throughout the fiscal year.

Investments

The Office invests surplus funds in an external investment pool, the Local Government Surplus Funds Trust Fund (the "State Pool"). The State Pool is administered by the Florida State Board of Administration ("SBA"), who provides regulatory oversight. Previously, the SBA reported that the State Pool was exposed to potential risks due to indirect exposure in the sub-prime mortgage financial market. Consequently, the SBA placed some restrictions on how participants could access portions of their surplus funds and ultimately restructured the State Pool into two separate pools ("Florida PRIME" and "Fund B").

Notes to Financial Statements
September 30, 2011
Sumter County Sheriff

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Florida PRIME has adopted operating procedures consistent with the requirements for a 2a7-like fund. The Office's investment in the Florida PRIME is reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares.

The Fund B is reported at fair value, determined by the fair value per share of the pool's underlying portfolio.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

NOTE 2 – DEPOSITS AND INVESTMENTS

Deposits

All deposits of the Office are insured by Federal depository insurance and/or entirely collateralized pursuant to Chapter 280, Florida Statutes.

Investments

At year end, the Office's investment in the State Pool consisted of:

Florida PRIME	\$	2,015
Fund B		<u>46</u>
Total	\$	<u><u>2,061</u></u>

The Office's investment in the State Pool exposes it to credit and interest rate risks. The Office does not have a formal investment policy relating to these risks, which are hereafter described.

Credit Risk – The risk that an issuer or other counterparty to an investment will not fulfill its obligations.

The Florida PRIME is rated by Standard and Poor's and has a rating at September 30, 2011 of AAAm.

The Fund B is not rated by a nationally recognized statistical rating agency.

Interest Rate Risk – The risk that changes in interest rates will adversely affect the fair value of an investment.

The weighted average days to maturity (WAM) of the Florida PRIME fund was 38 days.

Notes to Financial Statements
September 30, 2011
Sumter County Sheriff

NOTE 2 – DEPOSITS AND INVESTMENTS

The weighted average life (WAL) of Fund B at September 30, 2011 was 4.82 years. A portfolio's WAL is the dollar weighted average length of time until securities held reach maturity. Since Fund B consists of restructured or defaulted securities, there is considerable uncertainty regarding the WAL.

NOTE 3 – CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets follows:

	<u>BALANCE OCTOBER 1, 2010</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE SEPTEMBER 30, 2011</u>
Tangible Personal Property	\$5,985,265	\$ 658,024	\$ 394,708	\$ 6,248,581
Less Accumulated Depreciation	<u>3,493,655</u>	<u>822,954</u>	<u>350,329</u>	<u>3,966,280</u>
Total Capital Assets, Net	<u>\$2,491,610</u>	<u>\$ (164,930)</u>	<u>\$ 44,379</u>	<u>\$ 2,282,301</u>

Depreciation expense of \$822,954 applies to the *public safety* function.

NOTE 4 – CHANGES IN LONG-TERM DEBT

A summary of changes in long-term debt follows:

	<u>BALANCE OCTOBER 1, 2010</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE SEPTEMBER 30, 2011</u>	<u>DUE WITHIN ONE YEAR</u>
Compensated Absences	<u>\$1,587,300</u>	<u>\$1,452,400</u>	<u>\$1,385,600</u>	<u>\$1,654,100</u>	<u>\$503,000</u>

NOTE 5 – PENSION PLAN

Plan Description. The Office contributes to the Florida Retirement System (the "System"), a cost-sharing multiple-employer defined benefit pension plan administered by the State of Florida, Department of Management Services, Division of Retirement. The System provides retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Florida Retirement System, PO Box 9000, Tallahassee, Florida, 32315-9000, or by calling (850) 488-6491.

Notes to Financial Statements
September 30, 2011
Sumter County Sheriff

NOTE 5 – PENSION PLAN

Funding Policy. The System was employee noncontributory through June 30, 2011. For the period July 1, 2011 through September 30, 2011 the employee contribution rate was 3.00%. The Office is required to contribute at an actuarially determined rate. The employer contribution rates at September 30, 2011 were as follows: Regular Employees 4.91%; Special Risk Employees 14.10%; Senior Management 6.27%; Elected Officials 11.14%; DROP 4.42%. The contribution requirements of plan members and the Office are established and may be amended by the Florida Legislature. The Office's contributions to the System for the years ended September 30, 2011, 2010 and 2009 were approximately \$2,121,000, \$2,123,000, and \$1,906,000, respectively, equal to the required contributions for each year.

NOTE 6 – INTERFUND BALANCES

The following interfund balances arose during the normal course of operations of the Office.

	Due From Other Funds	Due to Other Funds
General Fund	\$ 11,369	\$ -
Nonmajor Governmental Canteen Fund	5,701	11,369
Agency Funds Inmate Fund	-	5,701
Total	\$ 17,070	\$ 17,070

NOTE 7 – RISK MANAGEMENT

For health insurance, the Office participates in the risk management program established by the Board of County Commissioners to cover claims against the Board and Constitutional Officers. The risk management program is accounted for in the Board's financial statements as an Internal Service Fund, in accordance with requirements of GASB Statement 10.

The Office participates in the Florida Sheriffs' self-insurance fund for risks related to workers' compensation, general liability, professional police and automobile liability. There were no settlements that exceeded coverage in the 2010-2011 fiscal year.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – General Fund
For the Year Ended September 30, 2011
Sumter County Sheriff

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>WITH FINAL</u>
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ -	\$ 275,952	\$ 275,952
Miscellaneous	-	-	311,674	311,674
TOTAL REVENUES	-	-	587,626	587,626
<u>EXPENDITURES</u>				
Public Safety	21,945,765	21,945,765	21,647,827	297,938
Court Costs	627,166	627,166	648,805	(21,639)
TOTAL EXPENDITURES	22,572,931	22,572,931	22,296,632	276,299
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	(22,572,931)	(22,572,931)	(21,709,006)	863,925
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	22,572,931	22,572,931	22,855,779	282,848
Reversion to Board of County Commissioners	-	-	(1,146,773)	(1,146,773)
TOTAL OTHER FINANCING SOURCES (USES)	22,572,931	22,572,931	21,709,006	(863,925)
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - October 1, 2010	-	-	-	-
FUND BALANCES - September 30, 2011	\$ -	\$ -	\$ -	\$ -

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

SUPPLEMENTAL INFORMATION

**Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2011
Sumter County Sheriff**

	CANTEEN FUND	FEDERAL SHARED FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<u>ASSETS</u>			
Cash and Equivalents	\$ 45,938	\$ 13,481	\$ 59,419
Due From Other Funds	5,701	-	5,701
Accounts Receivable	8,548	-	8,548
TOTAL ASSETS	\$ 60,187	\$ 13,481	\$ 73,668
<u>LIABILITIES</u>			
Due to Other Funds	\$ 11,369	\$ -	\$ 11,369
<u>FUND BALANCES</u>			
Restricted:			
Federal Shared Funds	-	13,481	13,481
Assigned:			
Benefit of Inmates	48,818	-	48,818
TOTAL FUND BALANCES	48,818	13,481	62,299
TOTAL LIABILITIES AND FUND BALANCES	\$ 60,187	\$ 13,481	\$ 73,668

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
September 30, 2011
Sumter County Sheriff**

	CANTEEN FUND	FEDERAL SHARED FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<u>REVENUES</u>			
Intergovernmental	\$ -	\$ 15,182	\$ 15,182
Charges for Services	21,953	-	21,953
Miscellaneous	105,709	30	105,739
TOTAL REVENUES	127,662	15,212	142,874
<u>EXPENDITURES</u>			
Current:			
Public Safety	122,919	5,600	128,519
EXCESS OF REVENUES OVER EXPENDITURES	4,743	9,612	14,355
FUND BALANCES - October 1, 2010	44,075	3,869	47,944
FUND BALANCES - September 30, 2011	<u>\$ 48,818</u>	<u>\$ 13,481</u>	<u>\$ 62,299</u>

Combining Statement of Fiduciary Net Assets
Agency Funds
September 30, 2011
Sumter County Sheriff

	<u>TRUST FUND</u>	<u>INMATE FUND</u>	<u>UNCLAIMED EVIDENCE FUND</u>	<u>TOTAL AGENCY FUNDS</u>
<u>ASSETS</u>				
Cash and Equivalents	<u>\$ 6,149</u>	<u>\$ 14,431</u>	<u>\$ 54,019</u>	<u>\$ 74,599</u>
<u>LIABILITIES</u>				
Assets Held for Others	6,149	8,730	54,019	68,898
Due to Other Funds	<u>-</u>	<u>5,701</u>	<u>-</u>	<u>5,701</u>
TOTAL LIABILITIES	<u>6,149</u>	<u>14,431</u>	<u>54,019</u>	<u>74,599</u>
NET ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ADDITIONAL ELEMENTS REQUIRED BY THE
RULES OF THE AUDITOR GENERAL**

Management Letter

(352) 372-6300
(352) 375-1583 (fax)
www.cricpa.com

The Honorable William O. Farmer Jr.
Sheriff
Sumter County, Florida

We have audited the financial statements of the Sumter County Sheriff (the "Office"), as of and for the fiscal year ended September 30, 2011, and have issued our report thereon dated March 28, 2012. That report should be considered in conjunction with this management letter.

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. Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

Prior Audit Findings

The Rules of the Auditor General require that we comment as to whether or not corrective actions have been taken to address findings or recommendations made in the preceding audit. If the audit findings in the preceding audit report are uncorrected, we are required to identify those findings that were also included in the second preceding audit report. The Office has no uncorrected prior audit findings that are required to be identified pursuant to the Rules of the Auditor General.

Investment of Public Funds

As required by the Rules of the Auditor General, the scope of our audit included a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. Our audit did not reveal any noncompliance with the provisions of Section 218.415, Florida Statutes.

Other Matters

Our audit did not reveal any other matters that we are required to include in this management letter.

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

The Honorable William O. Farmer, Jr.
Sheriff
Sumter County, Florida
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We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Car, Riggs & Ingram LLC

March 28, 2012
Gainesville, Florida

The Honorable William O. Farmer Jr.
Sheriff
Sumter County, Florida

We have audited the financial statements of the major fund and the aggregate remaining fund information of the Sumter County Sheriff (the "Office") as of and for the year ended September 30, 2011, which collectively comprise the Office's special purpose financial statements, and have issued our report thereon dated March 28, 2012. Our report on the financial statements included a paragraph explaining that the financial statements include only the financial activities of the Office and, accordingly, are not intended to be a complete presentation for Sumter County, the primary government for financial reporting purposes. 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.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters

Internal Control Over Financial Reporting

Management of the Office is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Office's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Office's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and, therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

Communication with Those Charged with Governance

Professional standards require that we provide you with the following information related to our audit.

Our Responsibility Under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used are described in Note 1 to the financial statements. During 2011, the Office implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The application of existing policies was not changed during the year. We noted no transactions entered into during the year for which there is a lack of authoritative guidance or consensus.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are sometimes particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no particularly sensitive estimates significantly affecting the financial statements.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are sometimes particularly sensitive because of their significance to financial statement users. There are no particularly sensitive disclosures significantly affecting the financial statements.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. We noted no misstatements as a result of audit procedures.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter.

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

Car, Riggs & Ingram LLC

March 28, 2012
Gainesville, Florida

Sheriff

Office: (352) 569-1600
Fax #: 352-569-1605



WILLIAM O. "BILL" FARMER, JR. – SUMTER COUNTY

MEMBER, FLORIDA SHERIFFS ASSOCIATION
1010 NORTH MAIN STREET
BUSHNELL, FLORIDA 33513

March 28, 2012

The Honorable David W. Martin, CPA
State of Florida Auditor General
Post Office Box 1735
Tallahassee, FL 32302

Dear Honorable Martin:

I have been presented with the audit report for the Sumter County Sheriff for the fiscal year ended September 30, 2011. I am pleased to note that there were no adverse comments which require corrective action.

Sincerely,

A handwritten signature in black ink that reads "William O. Farmer, Jr." with a stylized flourish at the end.

William O. Farmer, Jr.
Sheriff

WOF/g

"An Accredited Agency"
www.sumtercountysheriff.org

**Sumter County Tax Collector
Audit Report
September 30, 2011**

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Independent Auditors' Report

The Honorable Tom Swain
Tax Collector
Sumter County, Florida

We have audited the accompanying financial statements of the major fund and the aggregate remaining fund information of the Sumter County Tax Collector (the "Office") as of and for the year ended September 30, 2011, which collectively comprise the Office's special purpose financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Office. Our responsibility is to express opinions on these financial statements based on our audit.

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

As discussed in Note 1 to the financial statements, the accompanying financial statements have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida. They include only the financial activity of the Office, which is an integral part of Sumter County, the primary government for financial reporting purposes.

In our opinion, the special purpose financial statements referred to above present fairly, in all material respects, the respective financial position of the major fund and the aggregate remaining fund information of the Office at September 30, 2011, and the respective changes in financial position, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated February 9, 2012 on our consideration of the Office's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of

The Honorable Tom Swain
Tax Collector
Sumter County, Florida
Page 2

internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The budgetary comparison schedule listed in the table of contents as “required supplementary information” is not a required part of the special purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

This report is intended solely for the information and use of the Office, its management, 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.

A handwritten signature in cursive script that reads "Carr, Riggs & Ingram LLC".

February 9, 2012
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2011
Sumter County Tax Collector**

	GENERAL FUND
<u>ASSETS</u>	
Cash and Equivalents	<u>\$ 93,800</u>
<u>LIABILITIES AND FUND BALANCE</u>	
<u>LIABILITIES</u>	
Accounts Payable and Accrued Liabilities	\$ 51,919
Due to Other County Agencies	<u>41,881</u>
TOTAL LIABILITIES	93,800
FUND BALANCE	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 93,800</u>

The accompanying “Notes to Financial Statements”
form an integral part of this statement.

**Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended September 30, 2011
Sumter County Tax Collector**

	<u>GENERAL FUND</u>
<u>REVENUES</u>	\$ -
<u>EXPENDITURES</u>	
Current:	
General Government Services	<u>1,764,114</u>
EXCESS OF REVENUES UNDER EXPENDITURES	<u>(1,764,114)</u>
<u>OTHER FINANCING SOURCES (USES)</u>	
Appropriation from Board of County Commissioners	1,805,485
Reversion to Board of County Commissioners	<u>(41,371)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,764,114</u>
NET CHANGE IN FUND BALANCE	-
FUND BALANCE - October 1, 2010	<u>-</u>
FUND BALANCE - September 30, 2011	<u><u>\$ -</u></u>

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

Statement of Fiduciary Net Assets
September 30, 2011
Sumter County Tax Collector

	AGENCY FUND
<u>ASSETS</u>	
Cash and Equivalents	\$ 1,925,832
Due From Other Governments	112
Receivables	<u>14,379</u>
 TOTAL ASSETS	 <u>1,940,323</u>
 <u>LIABILITIES</u>	
Assets Held for Others	1,890,561
Due to Other County Agencies	<u>49,762</u>
 TOTAL LIABILITIES	 <u>1,940,323</u>
 NET ASSETS	 <u><u>\$ -</u></u>

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

Notes to Financial Statements
September 30, 2011
Sumter County Tax Collector

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Sumter County Tax Collector conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The Tax Collector is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, the primary government for financial reporting purposes.

Basis of Presentation

The Office's financial statements are special purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the "Rules"). These special purpose financial statements are the fund financial statements specified in GASB Statement 34. In conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, or management's discussion and analysis. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County's countywide financial statements.

Fund Accounting

Accounts are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The focus of fund financial statements is on major funds, each displayed as a separate column. All nonmajor funds are aggregated and displayed in a single column. The Office does not report any nonmajor governmental funds.

The Office reports the following major governmental fund:

General Fund - The General Fund is the general operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

The Office also reports the following fiduciary fund:

Agency Fund - The Agency Fund is used to account for assets held by the Office in a custodial capacity.

Notes to Financial Statements
September 30, 2011
Sumter County Tax Collector

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Notes to Financial Statements
September 30, 2011
Sumter County Tax Collector

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Agency fund assets and liabilities are accounted for on the accrual basis of accounting.

Capital Assets and Long-Term Liabilities

Capital assets used by the Office are recorded and accounted for by the Sumter County Board of County Commissioners.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the financial statements of the County.

Cash and Equivalents

All cash and equivalents are placed in a bank that qualifies as a public depository pursuant to the provisions of the Florida Security For Public Deposits Act. Every qualified public depository is required by this law to deposit with the State Treasurer eligible collateral equal to, or in excess of, an amount to be determined by the State Treasurer. The State Treasurer is required to ensure that all funds are entirely collateralized throughout the fiscal year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

**Notes to Financial Statements
September 30, 2011
Sumter County Tax Collector**

NOTE 2 – CHANGES IN LONG-TERM LIABILITIES

A summary of changes in long-term liabilities follows:

	BALANCE OCTOBER 1, <u>2010</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	BALANCE SEPTEMBER 30, <u>2011</u>	DUE WITHIN <u>ONE YEAR</u>
Compensated Absences	<u>\$160,000</u>	<u>\$103,000</u>	<u>\$ 99,000</u>	<u>\$164,000</u>	<u>\$62,000</u>

NOTE 3 – PENSION PLAN

Plan Description. The Office contributes to the Florida Retirement System ("System"), a cost-sharing multiple-employer defined benefit pension plan administered by the State of Florida, Department of Management Services, Division of Retirement. The System provides retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Division of Retirement, PO Box 9000, Tallahassee, Florida 32315, or by calling (850) 488-6491.

Funding Policy. The System was employee noncontributory through June 30, 2011. For the period July 1, 2011 through September 30, 2011 the employee contribution rate was 3.00%. The Office is required to contribute at an actuarially determined rate. The employer contribution rates at September 30, 2011 were as follows: Regular Employees 4.91%; Special Risk Employees 14.10%; Senior Management 6.27%; Elected Officials 11.14%; DROP 4.42%. The contribution requirements of plan members and the Office are established and may be amended by the Florida Legislature. The Office's contributions to the System for the years ended September 30, 2011, 2010 and 2009 were approximately \$103,000, \$111,000 and \$107,000, respectively, equal to the required contributions for each year.

NOTE 4 – RISK MANAGEMENT

For health insurance, the Office participates in the risk management program established by the Board of County Commissioners to cover claims against the Board and Constitutional Officers. The risk management program is accounted for in the Board's financial statements as an Internal Service Fund, in accordance with requirements of GASB Statement 10.

For risks of loss related to workers' compensation, general liability and errors or omissions, the Office participates with the Board of County Commissioners to purchase commercial insurance. For the past three years, there have been no insurance settlements in excess of insurance coverages.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – General Fund
For the Year Ended September 30, 2011
Sumter County Tax Collector

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
<u>REVENUES</u>	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES</u>				
Current:				
General Government Services	<u>1,805,485</u>	<u>1,805,485</u>	<u>1,764,114</u>	<u>41,371</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,805,485)</u>	<u>(1,805,485)</u>	<u>(1,764,114)</u>	<u>41,371</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	1,805,485	1,805,485	1,805,485	-
Reversion to Board of County Commissioners	<u>-</u>	<u>-</u>	<u>(41,371)</u>	<u>(41,371)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,805,485</u>	<u>1,805,485</u>	<u>1,764,114</u>	<u>(41,371)</u>
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - October 1, 2010	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - September 30, 2011	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

**ADDITIONAL ELEMENTS REQUIRED BY THE
RULES OF THE AUDITOR GENERAL**

Management Letter

The Honorable Tom Swain
Tax Collector
Sumter County, Florida

We have audited the financial statements of the Sumter County Tax Collector, as of and for the fiscal year ended September 30, 2011, and have issued our report thereon dated February 9, 2012.

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. Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

Prior Audit Findings

The Rules of the Auditor General require that we comment as to whether or not corrective actions have been taken to address findings or recommendations made in the preceding audit. If the audit findings in the preceding audit report are uncorrected, we are required to identify those findings that were also included in the second preceding audit report. The Sumter County Tax Collector has no uncorrected prior audit findings that are required to be identified pursuant to the Rules of the Auditor General.

Investment of Public Funds

As required by the Rules of the Auditor General, the scope of our audit included a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. Our audit did not reveal any noncompliance with the provisions of Section 218.415, Florida Statutes.

Other Matters

Our audit did not reveal any other matters that we are required to include in this management letter.

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

The Honorable Tom Swain
Tax Collector
Sumter County, Florida
Page 2

We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Carr, Riggs & Ingram LLC

February 9, 2012
Gainesville, Florida

The Honorable Tom Swain
Tax Collector
Sumter County, Florida

We have audited the financial statements of the major fund and the aggregate remaining fund information of the Sumter County Tax Collector (the "Office") as of and for the year ended September 30, 2011, which collectively comprise the Office's special purpose financial statements, and have issued our report thereon dated February 9, 2012. Our report on the financial statements included a paragraph explaining that the Office is an integral part of Sumter County, the primary government for financial reporting purposes. 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.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Office's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Office's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

Communication with Those Charged with Governance

Professional standards require that we provide you with the following information related to our audit.

Our Responsibility Under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used are described in Note 1 to the financial statements. During 2011, the Office implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The application of existing policies was not changed during the year. We noted no transactions entered into during the year for which there is a lack of authoritative guidance or consensus.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are sometimes particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no particularly sensitive estimates significantly affecting the financial statements.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are sometimes particularly sensitive because of their significance to financial statement users. There are no particularly sensitive disclosures significantly affecting the financial statements.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. None of the misstatements detected as a result of audit procedures were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

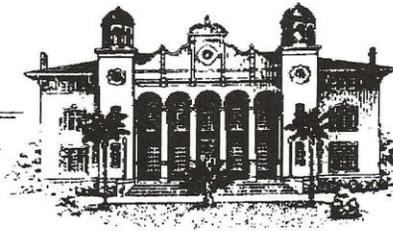
Management Representations

We have requested certain representations from management that are included in the management representation letter.

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

Car, Riggs & Ingram LLC

February 9, 2012
Gainesville, Florida



220 E. McCollum Ave.
Bushnell, FL 33513
(352) 569-6740
FAX (352) 569-6741
Driver License
(352) 569-6740

TOM SWAIN
Certified Tax Collector

The Villages Sumter County
Service Center
(352) 689-4540
FAX (352) 689-4541
Villages Annex
(352) 689-4645
FAX (352) 689-4646

February 9, 2012

Honorable David Martin
State of Florida Auditor General
P.O. Box 1735
Tallahassee FL 32302

Dear Honorable David Martin;

I have been presented with the audit report for Sumter County Tax Collector for the fiscal year ending September 30, 2011. I am pleased to note that there were no adverse comments, which require corrective action.

Yours truly,

Tom Swain
Sumter County Tax Collector

TS/bs

**Sumter County Property Appraiser
Audit Report
September 30, 2011**

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Independent Auditors' Report

The Honorable Ronald E. Hawkins
Property Appraiser
Sumter County, Florida

We have audited the accompanying special purpose financial statements of the Sumter County Property Appraiser (the "Office") as of and for the year ended September 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the management of the Office. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As discussed in Note 1 to the financial statements, the accompanying financial statements have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida. They include only the financial activity of the Office, which is an integral part of Sumter County, the primary government for financial reporting purposes.

In our opinion, the special purpose financial statements referred to above present fairly, in all material respects, the financial position of the Office at September 30, 2011, and the changes in its financial position 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 February 13, 2012 on our consideration of the Office's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Honorable Ronald E. Hawkins
Sumter County Property Appraiser
Sumter County, Florida
Page 2

The budgetary comparison schedule listed in the table of contents as “required supplementary information” is not a required part of the special purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

This report is intended solely for the information and use of the Office, its management, 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.

Car, Riggs & Ingram LLC

February 13, 2012
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2011
Sumter County Property Appraiser**

	GENERAL FUND
<u>ASSETS</u>	
Cash and Equivalents	<u>\$ 50,002</u>
 <u>LIABILITIES AND FUND BALANCE</u>	
 <u>LIABILITIES</u>	
Accounts Payable and Accrued Liabilities	\$ 28,036
Due to Other County Agencies	<u>21,966</u>
TOTAL LIABILITIES	50,002
FUND BALANCE	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 50,002</u>

The accompanying “Notes to Financial Statements”
form an integral part of this statement.

**Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended September 30, 2011
Sumter County Property Appraiser**

	<u>GENERAL FUND</u>
<u>REVENUES</u>	
Charges for Services	\$ 62,446
<u>EXPENDITURES</u>	
Current:	
General Government Services	<u>1,502,008</u>
EXCESS OF REVENUES UNDER EXPENDITURES	<u>(1,439,562)</u>
<u>OTHER FINANCING SOURCES (USES)</u>	
Appropriation from Board of County Commissioners	1,460,534
Reversion to Board of County Commissioners	<u>(20,972)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,439,562</u>
NET CHANGE IN FUND BALANCE	-
FUND BALANCE - October 1, 2010	<u>-</u>
FUND BALANCE - September 30, 2011	<u><u>\$ -</u></u>

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

Notes to Financial Statements
September 30, 2011
Sumter County Property Appraiser

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Sumter County Property Appraiser (the "Office"), conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The Property Appraiser is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, the primary government for financial reporting purposes.

Basis of Presentation

The Office's financial statements are special purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the "Rules"). These special purpose financial statements are the fund financial statements specified in GASB Statement 34. In conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, or management's discussion and analysis. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County's countywide financial statements.

Fund Accounting

Accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The focus of fund financial statements is on major funds, each displayed as a separate column. All non-major funds are aggregated and displayed in a single column. The Office does not report any nonmajor governmental funds.

The Office reports the following major governmental fund:

General Fund - The General Fund is the general operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

Notes to Financial Statements
September 30, 2011
Sumter County Property Appraiser

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Notes to Financial Statements
September 30, 2011
Sumter County Property Appraiser

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Capital Assets and Long-Term Liabilities

Capital assets used by the Office are recorded and accounted for by the Sumter County Board of County Commissioners.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the financial statements of the County.

Cash and Equivalents

All cash and equivalents are placed in a bank that qualifies as a public depository pursuant to the provisions of the Florida Security For Public Deposits Act. Every qualified public depository is required by this law to deposit with the State Treasurer eligible collateral equal to, or in excess of, an amount to be determined by the State Treasurer. The State Treasurer is required to ensure that all funds are entirely insured or collateralized throughout the fiscal year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

NOTE 2 - CHANGES IN LONG-TERM DEBT

A summary of changes in long-term debt follows:

	BALANCE OCTOBER 1, <u>2010</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	BALANCE SEPTEMBER 30, <u>2011</u>	DUE WITHIN ONE YEAR
Compensated Absences	<u>\$ 178,000</u>	<u>\$ 68,000</u>	<u>\$ 92,000</u>	<u>\$ 154,000</u>	<u>\$ 92,000</u>

Notes to Financial Statements
September 30, 2011
Sumter County Property Appraiser

NOTE 3 - PENSION PLAN

Plan Description. The Office contributes to the Florida Retirement System (the "System"), a cost-sharing multiple-employer defined benefit pension plan administered by the State of Florida, Department of Management Services, Division of Retirement. The System provides retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Division of Retirement, PO Box 9000, Tallahassee, Florida 32315, or by calling (850) 488-6491.

Funding Policy. The System was employee noncontributory through June 30, 2011. For the period July 1, 2011 through September 30, 2011 the employee contribution rate was 3.00%. The Office is required to contribute at an actuarially determined rate. The employer contribution rates at September 30, 2011 were as follows: Regular Employees 4.91%; Special Risk Employees 14.10%; Senior Management 6.27%; Elected Officials 11.14%; DROP 4.42%. The contribution requirements of plan members and the Office are established and may be amended by the Florida Legislature. The Office's contributions to the System for the years ended September 30, 2011, 2010 and 2009 were approximately \$82,000, \$89,000 and \$95,000, respectively, equal to the required contributions for each year.

NOTE 4 – RISK MANAGEMENT

For health insurance, the Office participates in the risk management program established by the Board of County Commissioners to cover claims against the Board and Constitutional Officers. The risk management program is accounted for in the Board's financial statements as an Internal Service Fund, in accordance with requirements of GASB Statement 10.

For risks of loss related to workers' compensation, general liability and errors or omissions, the Office participates with the Board of County Commissioners to purchase commercial insurance. For the past three years, there have been no insurance settlements in excess of insurance coverages.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – General Fund
For the Year Ended September 30, 2011
Sumter County Property Appraiser

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		WITH FINAL <u>BUDGET</u>
<u>REVENUES</u>				
Charges for Services	\$ 59,716	\$ 62,379	\$ 62,446	\$ 67
<u>EXPENDITURES</u>				
Current:				
General Government Services	<u>1,457,913</u>	<u>1,522,913</u>	<u>1,502,008</u>	<u>20,905</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,398,197)</u>	<u>(1,460,534)</u>	<u>(1,439,562)</u>	<u>20,972</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	1,398,197	1,460,534	1,460,534	-
Reversion to Board of County Commissioners	<u>-</u>	<u>-</u>	<u>(20,972)</u>	<u>(20,972)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,398,197</u>	<u>1,460,534</u>	<u>1,439,562</u>	<u>(20,972)</u>
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - October 1, 2010	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - September 30, 2011	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

**ADDITIONAL ELEMENTS REQUIRED BY THE
RULES OF THE AUDITOR GENERAL**

The Honorable Ronald E. Hawkins
Property Appraiser
Sumter County, Florida

We have audited the financial statements of the Sumter County Property Appraiser, as of and for the fiscal year ended September 30, 2011, and have issued our report thereon dated February 13, 2012.

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. Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

Prior Audit Findings

The Rules of the Auditor General require that we comment as to whether or not corrective actions have been taken to address findings or recommendations made in the preceding audit. If the audit findings in the preceding audit report are uncorrected, we are required to identify those findings that were also included in the second preceding audit report. The Office has no uncorrected prior audit findings that are required to be identified pursuant to the Rules of the Auditor General.

Investment of Public Funds

As required by the Rules of the Auditor General, the scope of our audit included a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. Our audit did not reveal any noncompliance with the provisions of Section 218.415, Florida Statutes.

Other Matters

Our audit did not reveal any other matters that we are required to include in this management letter.

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

The Honorable Ronald E. Hawkins
Sumter County Property Appraiser
Sumter County, Florida
Page 2

We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Car, Riggs & Ingram LLC

February 13, 2012
Gainesville, Florida

The Honorable Ronald E. Hawkins
Property Appraiser
Sumter County, Florida

We have audited the financial statements of the Sumter County Property Appraiser (the "Office") as of and for the year ended September 30, 2011, and have issued our report thereon dated February 13, 2012. Our report on the financial statements included a paragraph explaining that the Office is an integral part of Sumter County, the primary government for financial reporting purposes. 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.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Office's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Office's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

Communication with Those Charged with Governance

Professional standards require that we provide you with the following information related to our audit.

Our Responsibility Under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used are described in Note 1 to the financial statements. The Office adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* during the year. The application of existing policies was not changed during the year. We noted no transactions entered into during the year for which there is a lack of authoritative guidance or consensus.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no particularly sensitive estimates significantly affecting the financial statements.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. There are no particularly sensitive disclosures significantly affecting the financial statements.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. There were no misstatements detected as a result of our audit procedures.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

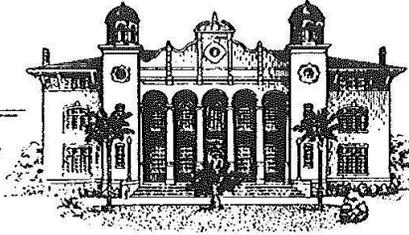
We have requested certain representations from management that are included in the management representation letter.

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

Car, Riggs & Ingram LLC

February 13, 2012
Gainesville, Florida

*Sumter
County*



RONNIE HAWKINS
CERTIFIED FLORIDA APPRAISER
PROPERTY APPRAISER
SUMTER COUNTY

218 E. MCCOLLUM AVENUE
BUSHNELL, FLORIDA 33513-6124
Phone: (352) 569-6800
Fax: (352) 569-6780

February 13, 2012

Mr. David Martin
Auditor General
State of Florida
Post Office Box 1735
Tallahassee, FL 32302

Dear Mr. Martin:

I have been presented with the audit report for the Sumter County Property Appraiser's office for the fiscal year ending September 30, 2011. I am pleased to note that there are no audit findings that require corrective action.

Sincerely,

A handwritten signature in black ink, appearing to read "Ronnie Hawkins".

Ronnie Hawkins, CFA
Property Appraiser
RH/ml

**Sumter County Supervisor of Elections
Audit Report
September 30, 2011**

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Independent Auditors' Report

The Honorable Karen S. Krauss
Supervisor of Elections
Sumter County, Florida

We have audited the accompanying special purpose financial statements of the Sumter County Supervisor of Elections (the "Office") as of and for the year ended September 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the management of the Office. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As discussed in Note 1 to the financial statements, the accompanying financial statements have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida. They include only the financial activity of the Office, which is an integral part of Sumter County, the primary government for financial reporting purposes.

In our opinion, the special purpose financial statements referred to above present fairly, in all material respects, the financial position of the Office at September 30, 2011, and the changes in its financial position 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 February 3, 2012 on our consideration of the Office's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on

The Honorable Karen S. Krauss
Supervisor of Elections
Sumter County, Florida
Page 2

compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The budgetary comparison schedule listed in the table of contents as “required supplementary information” is not a required part of the special purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

This report is intended solely for the information and use of the Office, its management, 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.

Carr, Riggs & Ingram LLC

February 3, 2012
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2011
Sumter County Supervisor of Elections**

	<u>GENERAL FUND</u>
<u>ASSETS</u>	
Cash	<u>\$ 117,610</u>
 <u>LIABILITIES AND FUND BALANCE</u>	
 <u>LIABILITIES</u>	
Accounts Payable and Accrued Liabilities	\$ 57,626
Due to Other County Agencies	<u>25,615</u>
TOTAL LIABILITIES	83,241
 <u>FUND BALANCE</u>	
Restricted - State Elections Grants	<u>34,369</u>
 TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 117,610</u>

The accompanying “Notes to Financial Statements”
form an integral part of this statement.

**Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended September 30, 2011
Sumter County Supervisor of Elections**

	GENERAL FUND
<u>REVENUES</u>	
Miscellaneous	\$ 18
<u>EXPENDITURES</u>	
Current:	
General Government Services	<u>1,219,193</u>
EXCESS OF REVENUES UNDER EXPENDITURES	<u>(1,219,175)</u>
<u>OTHER FINANCING SOURCES (USES)</u>	
Appropriation from Board of County Commissioners	1,242,669
Reversion to Board of County Commissioners	<u>(25,270)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,217,399</u>
NET CHANGE IN FUND BALANCE	(1,776)
FUND BALANCE - October 1, 2010	<u>36,145</u>
FUND BALANCE - September 30, 2011	<u>\$ 34,369</u>

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

Notes to Financial Statements
September 30, 2011
Sumter County Supervisor of Elections

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Sumter County Supervisor of Elections conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The Supervisor of Elections is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, the primary government for financial reporting purposes.

Basis of Presentation

The Office's financial statements are special purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the "Rules"). These special purpose financial statements are the fund financial statements specified in GASB Statement 34. In conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, or management's discussion and analysis. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County's countywide financial statements.

Fund Accounting

Accounts are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. In the accompanying financial statements, one fund is reported, as follows:

GOVERNMENTAL FUNDS

General Fund - The General Fund is the general operating fund. It is used to account for and report all financial resources.

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

Notes to Financial Statements
September 30, 2011
Sumter County Supervisor of Elections

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

**Notes to Financial Statements
September 30, 2011
Sumter County Supervisor of Elections**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Capital Assets and Long-Term Liabilities

Capital assets used by the Office are recorded and accounted for by the Sumter County Board of County Commissioners.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the financial statements of the County.

Cash

All cash is placed in banks that qualify as public depositories pursuant to the provisions of the Florida Security For Public Deposits Act. Every qualified public depository is required by this law to deposit with the State Treasurer eligible collateral equal to, or in excess of, an amount to be determined by the State Treasurer. The State Treasurer is required to ensure that all funds are entirely insured or collateralized throughout the fiscal year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

NOTE 2 – LONG-TERM LIABILITIES

A summary of changes in long-term liabilities follows:

	BALANCE OCTOBER 1, 2010	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30, 2011	DUE WITHIN ONE YEAR
Compensated Absences	<u>\$ 66,700</u>	<u>\$ 40,300</u>	<u>\$ 52,600</u>	<u>\$ 54,400</u>	<u>\$33,000</u>

Notes to Financial Statements
September 30, 2011
Sumter County Supervisor of Elections

NOTE 3 – PENSION PLAN

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

Funding Policy. The System was employee noncontributory through June 30, 2011. For the period July 1, 2011 through September 30, 2011 the employee contribution rate was 3.00%. The Office is required to contribute at an actuarially determined rate. The employer contribution rates at September 30, 2011 were as follows: Regular Employees 4.91%; Special Risk Employees 14.10%; Senior Management 6.27%; Elected Officials 11.14%. The contribution requirements of plan members and the Office are established and may be amended by the Florida Legislature. The Office's contributions to the System for the years ended September 30, 2011, 2010 and 2009 were \$60,317, \$66,125 and \$71,220, respectively, equal to the required contributions for each year.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – General Fund
For the Year Ended September 30, 2011
Sumter County Supervisor of Elections

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
<u>REVENUES</u>				
Miscellaneous	\$ -	\$ -	\$ 18	\$ 18
<u>EXPENDITURES</u>				
Current:				
General Government Services	1,278,814	1,278,814	1,219,193	59,621
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,278,814)	(1,278,814)	(1,219,175)	59,639
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	1,242,669	1,242,669	1,242,669	-
Reversion to Board of County Commissioners	-	-	(25,270)	(25,270)
TOTAL OTHER FINANCING SOURCES (USES)	1,242,669	1,242,669	1,217,399	(25,270)
NET CHANGE IN FUND BALANCES	(36,145)	(36,145)	(1,776)	34,369
FUND BALANCES - October 1, 2010	36,145	36,145	36,145	-
FUND BALANCES - September 30, 2011	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,369</u>	<u>34,369</u>

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

**ADDITIONAL ELEMENTS REQUIRED BY THE
RULES OF THE AUDITOR GENERAL**

Management Letter

The Honorable Karen S. Krauss
Supervisor of Elections
Sumter County, Florida

We have audited the financial statements of the Sumter County Supervisor of Elections, as of and for the fiscal year ended September 30, 2011, and have issued our report thereon dated February 3, 2012. That report should be considered in conjunction with this management letter.

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. Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

Prior Audit Findings

The Rules of the Auditor General require that we comment as to whether or not corrective actions have been taken to address findings or recommendations made in the preceding audit. If the audit findings in the preceding audit report are uncorrected, we are required to identify those findings that were also included in the second preceding audit report. The Office has no uncorrected prior audit findings that are required to be identified pursuant to the Rules of the Auditor General.

Investment of Public Funds

As required by the Rules of the Auditor General, the scope of our audit included a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. Our audit did not reveal any noncompliance with the provisions of Section 218.415, Florida Statutes.

Other Matters

Our audit did not reveal any other matters that we are required to include in this management letter.

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

The Honorable Karen S. Krauss
Supervisor of Elections
Sumter County, Florida
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We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Carr, Riggs & Ingram LLC

February 3, 2012
Gainesville, Florida

The Honorable Karen S. Krauss
Supervisor of Elections
Sumter County, Florida

We have audited the financial statements of the Sumter County Supervisor of Elections, as of and for the fiscal year ended September 30, 2011, and have issued our report thereon dated February 3, 2012. Our report on the financial statements included a paragraph explaining that the Office's financial statements include only the financial activities of the Office and, accordingly, are not intended to be a complete presentation for Sumter County, the primary government for financial reporting purposes. 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.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Office's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Office's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

Communication with Those Charged with Governance

Professional standards require that we provide you with the following information related to our audit.

Our Responsibility Under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used are described in Note 1 to the financial statements. During 2011, the Office implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The application of existing policies was not changed during the year. We noted no transactions entered into during the year for which there is a lack of authoritative guidance or consensus.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are sometimes particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no particularly sensitive estimates significantly affecting the financial statements.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are sometimes particularly sensitive because of their significance to financial statement users. There are no particularly sensitive disclosures significantly affecting the financial statements.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter.

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

Car, Riggs & Ingram LLC

February 3, 2012
Gainesville, Florida

Karen S. Krauss, Supervisor of Elections
Sumter County, Florida

• www.sumterelections.org • kkrauss@sumterelections.org •



February 3, 2012

**The Honorable David Martin
Auditor General's Office
P. O. Box 1735
Tallahassee, Florida 32302**

Dear Mr. Martin,

I have received the audit report on the Supervisor of Elections' office for the year ended September 30, 2011. I am pleased to note that the audit has no adverse findings which require corrective action.

Please advise if you have any questions.

Sincerely,

**Karen S. Krauss
Supervisor of Elections
Sumter County**

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