

SUMTER COUNTY, FLORIDA

AUDIT REPORT

SEPTEMBER 30, 2010

**Sumter County, Florida
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2010**

Table of Contents

	<u>Page</u>
Report of Independent Auditors.....	1
Management’s Discussion and Analysis	3
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Assets	13
Statement of Activities	14
Governmental Fund Financial Statements	
Balance Sheet	15
Reconciliation of the Balance Sheet to the Statement of Net Assets	16
Statement of Revenues, Expenditures and Changes in Fund Balances.....	17
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities.....	18
Proprietary Fund Financial Statements	
Statement of Net Assets	19
Statement of Revenues, Expenses and Changes in Fund Net Assets	20
Statement of Cash Flows	21
Fiduciary Fund Financial Statements	
Statement of Fiduciary Net Assets	22
Notes to Financial Statements.....	23
Required Supplementary Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund.....	40
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Road Impact Fee Fund	41
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Sheriff	42
Other Postemployment Benefits:	
Schedule of Funding Progress, Schedule of Employer Contributions	43

**Sumter County, Florida
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2010**

Table of Contents

	<u>Page</u>
Supplemental Information:	
Description of Non-major Governmental Funds	44
Combining Balance Sheet – Non-major Governmental Funds	46
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-major Governmental Funds	53
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Non-major Governmental Funds:	
Small Grants Fund	60
Solid Waste Fund	61
Law Enforcement Trust Fund	62
Building Services Fund	63
Section 8 Housing Fund	64
911 Emergency Telephone System Fund	65
Anti-Drug Abuse Fund	66
County Transit Fund	67
Sumter Government Office Building Fund	68
Boating Improvement Fund	69
InterGovernmental Radio Communications Fund	70
Police Education Fund	71
Alcohol and Drug Abuse Fund	72
Court Improvement Fund	73
Stormwater Management Fund	74
Choose Life Specialty Plates Fund	75
Secondary Trust Fund	76
SHIP Fund	77
Crime Prevention Fund	78
County Transportation Trust Fund	79
Court Local Requirements Fund	80
Court Technology Fund	81

**Sumter County, Florida
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2010**

Table of Contents

	<u>Page</u>
Tourist Development Fund	82
Fire Districts Fund	83
Fire Impact Fee Fund	84
Property Appraiser	85
Sheriff Canteen Fund	86
Sheriff Federal Shared Fund	87
Records Modernization Fund	88
Clerk of Circuit Court.....	89
Clerk Fine and Forfeiture Fund	90
Clerk Court Technology Fund	91
Tax Collector	92
Supervisor of Elections	93
98, 03 and 06 Sinking Fund	94
2006 Bond Construction Fund	95
Capital Projects Fund	96
Combining Statement of Fiduciary Net Assets – Agency Funds	97
Schedule of Expenditures of Federal Awards and State Financial Assistance	98
Notes to Schedule of Expenditures of Federal and State Financial Assistance.....	100
ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL	
Management Letter.....	101
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters	104
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	106
Schedule of Findings and Questioned Costs	108
Management’s Follow-up of Audit Findings:	
Summary Schedule of Prior Audit Findings	--
Corrective Action Plan.....	--

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, 2010, 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, 2010, and the respective changes in financial position and cash flows where applicable thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 3, 2011 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 Required Supplementary Information listed in the table of contents 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.



June 3, 2011
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, 2010. 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, 2010, by \$462,866,898 (*net assets*). Of this amount, \$14,907,209 (*unrestricted net assets*) may be used to meet the County's ongoing obligations to citizens and creditors and \$422,174,522 was invested in capital assets, net of related debt. The remaining \$25,785,167 was restricted by law, grant agreements, debt covenants, contributors, or enabling legislation.
- The County's total net assets increased by \$53,686,459 over 2009. 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 decreased slightly from \$48,034,406 to \$47,794,703. The retirement of the 1998 Capital Improvement Revenue Bonds was somewhat offset by the increase in the County's 2010 Net OPEB Liability.
- The General Fund reported a fund balance at September 30, 2010 of \$17,969,123 or 36% 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 40 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 Sheriff Operations Fund, and the Road Impact Fee Fund, which are considered to be major funds. Data from the other 37 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 46. The county adopts an annual appropriated budget for its general fund and all its governmental funds.

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 39 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 40 to 43). Following the required supplementary information are the combining balance sheets, and combining statement of revenues, expenditures, and changes in fund balances for the non-major governmental funds (pages 46 to 59). The individual schedules of revenue, expenditures and changes in fund balances budget to actual for the non-major governmental funds can be found on pages 60 to 96 and the statistical section is on pages 99 to 121.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets

As noted earlier, 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 \$462,866,898 at the close of the fiscal year ended September 30, 2010.

**Sumter County's Net Assets
September 30, 2010**

	Governmental Activities	
	2010	2009
Current and other assets	\$ 77,727,554	\$ 90,025,428
Capital assets	460,195,104	399,996,919
Total assets	537,922,658	490,022,347
Current liabilities	27,261,057	32,807,502
Long-term debt outstanding	47,794,703	48,034,406
Total liabilities	75,055,760	80,841,908
Net assets		
Invested in capital assets net of related debt	422,174,522	363,429,601
Restricted	25,785,167	29,623,002
Unrestricted	14,907,209	16,127,836
	\$ 462,866,898	\$ 409,180,439

The largest portion of the County’s net assets (92%) 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 (6%) represents resources that are subject to restrictions imposed externally or enabling legislation.

The remaining balance of unrestricted net assets (\$14,907,209) may be used to meet the County's ongoing obligations to citizens and creditors.

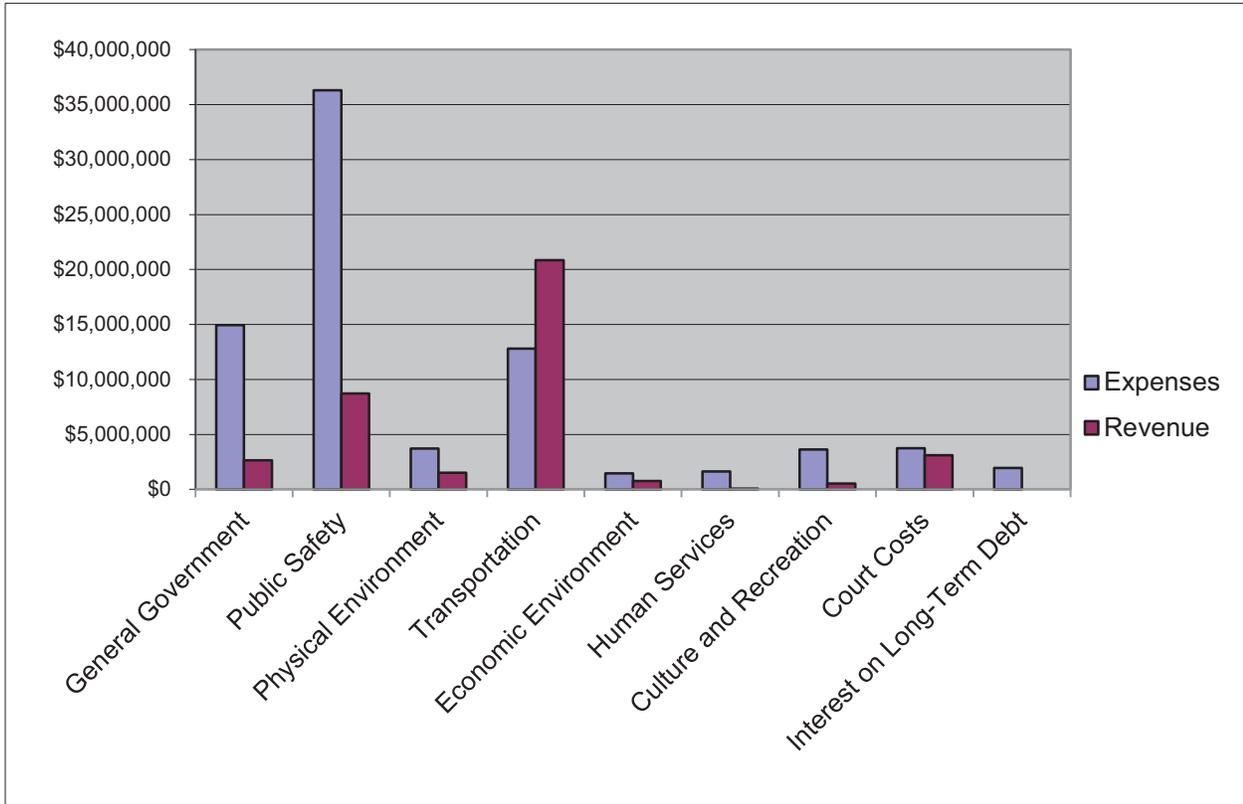
Changes in Net Assets

The change in net assets over time may serve as a useful indicator of a government's financial position. Net assets increased by \$53.69 million during fiscal year 2010. The following schedule provides a summary of the changes in net assets.

Sumter County's Changes in Net Assets

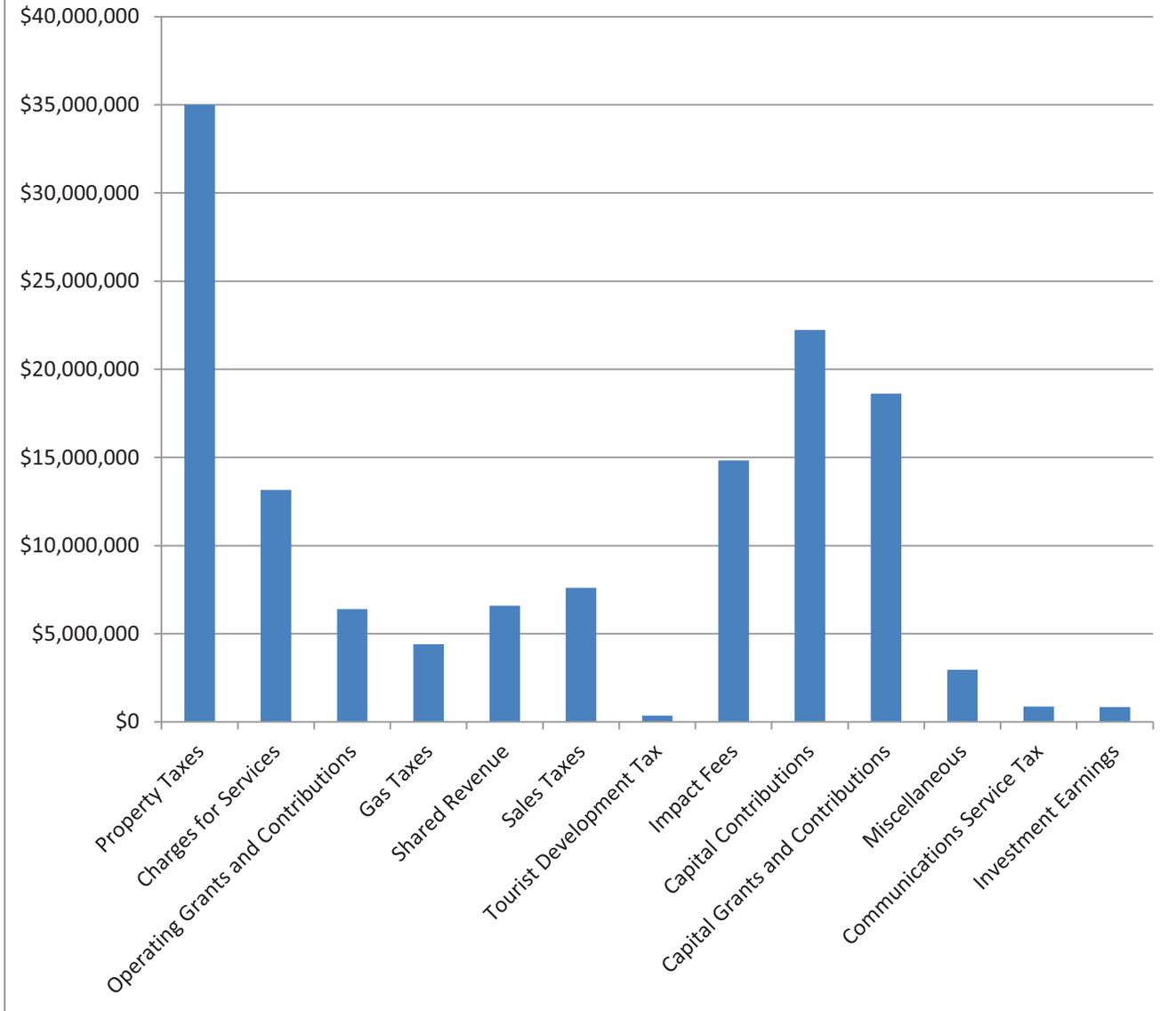
	Governmental Activities	
Revenues	2010	2009
Program revenues:		
Charges for service	\$ 13,164,413	\$ 12,989,244
Operating grants and contributions	6,402,303	6,597,718
Capital grants and contributions	18,611,265	25,389,229
General revenues:		
Property taxes	35,006,169	32,390,201
Other taxes	13,221,614	12,467,477
State shared revenues	6,593,056	6,736,854
Capital contributions	22,236,760	34,458,784
Other	18,625,875	5,759,661
Total revenue	<u>\$ 133,861,455</u>	<u>\$ 136,789,168</u>
Expenses		
General government	\$ 14,948,967	\$ 18,699,313
Public safety	36,311,141	34,377,486
Physical environment	3,707,216	2,645,547
Transportation	12,809,789	10,726,526
Economic environment	1,449,615	3,288,080
Human services	1,618,926	1,647,852
Culture-recreation	3,626,497	2,933,622
Court related	3,749,642	3,534,813
Interest on long-term debt	1,953,203	1,976,496
Total expenses	<u>80,174,996</u>	<u>79,829,735</u>
Increase in Net Assets	53,686,459	56,959,433
Net Assets - beginning	409,180,439	352,221,006
Net Assets - ending	<u><u>\$ 462,866,898</u></u>	<u><u>\$ 409,180,439</u></u>

**Expenses and Program Revenues – Governmental Activities
Fiscal Year 2010**



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

Revenues by Source - Governmental Activities Fiscal Year 2010



Revenues for governmental activities are shown graphically by source. The largest source of revenues for governmental activities was property taxes followed by capital contributions. Total revenues, excluding capital contributions, increased 9% over fiscal year 2009, while expenses increased 0.4%.

The millage rate was increased by 1.9%, from 5.8955 in Fiscal Year 2009 to 6.0100 in Fiscal Year 2010, 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 7%. This increase was due predominantly to new growth in the County.

Building permit revenue increased by 28% from \$2.4 million to \$3.0 million primarily due to an increase in building activity in County.

Revenue from the small county sales tax increased 10% from \$6.9 million to \$7.6 million because of the growth of the County along with a slightly improved economy.

Spending on public safety increased 6% because of the needs of the Sheriff's Office, and increased spending on fire services.

Transportation expenditures increased 19% primarily because of the increase in road construction projects.

General Government expenditures decreased 20% from \$18.7 million to \$14.9 million. This change was primarily due to recording of a loss on the sale of the Government Office Building last fiscal year.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental Funds

The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal year 2010, the County's government funds reported combining ending fund balances of \$44,349,700 a decrease of \$7,520,515. Unreserved fund balance of \$43,419,366 is available for spending at the County's discretion. The remainder is reserved to indicate that it is not available for new spending because it has already been committed for such items as debt service, capital projects, non-spendable items and grants.

At the current time the County has three major governmental funds. They are 1) General Fund, 2) Road Impact Fee Fund, and 3) Sheriff's Operations Fund.

General Fund

The general fund is a major fund and the chief operating fund of the County. At the end of fiscal year 2010, the unreserved fund balance of the general fund was \$17,956,582, while the total fund balance was \$17,969,123. As a measure of the general fund’s liquidity, it may be useful to compare unreserved fund balance to total fund expenditures and transfers out. Unreserved fund balance represents 36% of total general fund expenditures and transfers out.

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 294% from FY 2009 to FY 2010.

Sheriff

The Sheriff’s operating fund is considered a major fund because the Sheriff’s expenditures of \$22.1 million represents 22% of total expenditures of all funds.

Proprietary Funds

As noted earlier, 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 20-22.

GENERAL FUND BUDGETARY HIGHLIGHTS

The general fund budget was amended during the year to include grants totaling \$1.05 million that could not be budgeted until the grants were awarded. The general fund budget was also amended to include \$3.5 million for the amount carried forward from FY 2009.

2010 General Fund Budget Summary

	Original Budget	Amendments	Final Budget	Actual
Carried forward from 2009	\$ 12,000,000	\$ 3,531,056	\$ 15,531,056	\$ 15,538,851
Revenues and other sources	47,886,368	1,054,397	48,940,765	51,783,407
Expenditures and other uses	(52,836,368)	(4,641,453)	(57,477,821)	(49,353,135)
Carried forward to 2010	\$ 7,050,000		\$ 6,994,000	\$ 17,969,123

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

Sumter County's Capital Assets Net of Depreciation September 30, 2010

	Governmental Activities	
	2010	2009
Land	\$ 229,322,369	\$ 203,565,612
Buildings	26,846,116	27,411,508
Improvements	3,344,546	3,545,433
Equipment	9,428,840	11,657,118
Assets under capital lease	974,050	1,264,996
Infrastructure	140,874,366	119,762,867
Construction in progress	49,404,817	32,789,385
	<u>\$ 460,195,104</u>	<u>\$ 399,996,919</u>

The County's investment in capital assets, for its governmental activities as of September 30, 2010, amounts to \$460,195,104 (net of accumulated depreciation). As stated earlier, 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:

- Expansion of the County jail with an estimated cost of \$25.2 million.
- Courthouse security vestibule at an estimated cost of \$1.9 million
- The Villages Sumter County Service Center at an estimated cost of \$6.8 million

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

- C-475 Small County Outreach Program at a cost of \$1.9 million.
- C-470 Small County Outreach Program at a cost of \$2.9 million.
- US 301 phase 2B at a cost of \$1.4 million.
- Morse Blvd phase 1 at a cost of \$845,000.

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

Long-term Debt

On September 30, 2010, the County had total bonded debt of \$36.66 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 2011 budget remained constant from 2010. The millage rate was increased from 6.0100 to 6.3300 mills or 5%. The millage used for the 2011 budget was less than the rollback rate of 6.3494 mills.
- The only major increases in estimated revenue for the General Fund are Ad Valorem at \$1,923,952 and the Small County Sales Tax at \$909,416.

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, 2010

	<u>Primary Government</u>	<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Industrial Development Authority</u>
ASSETS		
Cash and equivalents	\$ 68,686,698	\$ 36,383
Due from other governments	3,941,158	-
Receivables	156,106	-
Inventory	77,304	-
Prepays	22,541	-
Mortgages receivable	504,383	-
Notes receivable	3,100,000	-
Debt issuance cost	631,865	-
Lease receivable	607,499	-
Capital assets:		
Non-depreciable	278,727,186	-
Depreciable, net	181,467,918	-
TOTAL ASSETS	537,922,658	36,383
LIABILITIES		
Accounts payable and accrued liabilities	11,002,975	-
Unearned revenue	15,680,033	-
Accrued interest payable	578,049	-
Noncurrent liabilities:		
Due within one year	1,845,163	-
Due in more than one year	45,949,540	-
TOTAL LIABILITIES	75,055,760	-
NET ASSETS		
Invested in capital assets, net of related debt	422,174,522	-
Restricted for:		
Capital projects	7,056,706	-
Debt service	749,715	-
Transportation	8,940,465	-
Other purposes	9,038,281	-
Unrestricted	14,907,209	36,383
TOTAL NET ASSETS	\$ 462,866,898	\$ 36,383

See accompanying notes

Sumter County, Florida
Statement of Activities
For the Year Ended September 30, 2010

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	Component
					Governmental Activities	Unit
PRIMARY GOVERNMENT:						
GOVERNMENTAL ACTIVITIES:						
General government	\$ 14,948,967	\$ 2,632,082	\$ 23,556	\$ -	\$ (12,293,329)	\$ -
Public safety	36,311,141	7,754,632	753,412	213,164	(27,589,933)	-
Physical environment	3,707,216	1,189,295	300,560	15,631	(2,201,730)	-
Transportation	12,809,789	490,940	2,447,819	17,894,534	8,023,504	-
Economic environment	1,449,615	-	753,797	-	(695,818)	-
Human services	1,618,926	39,374	39,499	-	(1,540,053)	-
Culture and recreation	3,626,497	50,508	457,079	7,936	(3,110,974)	-
Court costs	3,749,642	1,007,582	1,626,581	480,000	(635,479)	-
Interest on long-term debt	1,953,203	-	-	-	(1,953,203)	-
TOTAL PRIMARY GOVERNMENT	\$ 80,174,996	\$ 13,164,413	\$ 6,402,303	\$ 18,611,265	(41,997,015)	-
COMPONENT UNIT:						
Industrial Development Authority	\$ 302,746	\$ -	\$ -	\$ -	-	(302,746)
GENERAL REVENUES:						
Property taxes					35,006,169	-
Discretionary sales taxes					7,593,766	-
Gas taxes					4,410,251	-
Communications service taxes					866,614	-
Tourist development taxes					350,983	-
Impact fees					14,833,342	-
Unrestricted shared revenues					6,593,056	-
Capital contributions					22,236,760	-
Investment earnings					843,284	4,771
Miscellaneous					2,949,249	40
TOTAL GENERAL REVENUES					95,683,474	4,811
CHANGE IN NET ASSETS					53,686,459	(297,935)
NET ASSETS - BEGINNING OF YEAR					409,180,439	334,318
NET ASSETS - END OF YEAR					\$ 462,866,898	\$ 36,383

See accompanying notes

Sumter County, Florida
Balance Sheet - Governmental Funds
September 30, 2010

	General Fund	Road Impact Fee	Sheriff	Other Governmental Funds	Total
<u>ASSETS</u>					
Cash and equivalents	\$ 16,537,759	\$ 19,657,847	\$ 1,565,816	\$ 29,007,968	\$ 66,769,390
Due from other funds	2,078,854	-	249,355	77,553	2,405,762
Due from other governments	919,934	-	80,077	2,743,280	3,743,291
Receivables	3,056	-	24,984	33,458	61,498
Mortgage receivables	-	-	-	669,383	669,383
Notes receivables	-	-	-	3,100,000	3,100,000
Inventory	-	-	-	77,304	77,304
Prepays	12,541	-	-	6,000	18,541
TOTAL ASSETS	\$ 19,552,144	\$ 19,657,847	\$ 1,920,232	\$ 35,714,946	\$ 76,845,169
<u>LIABILITIES</u>					
Accounts payable and accrued liabilities	\$ 1,066,331	\$ 2,777,705	\$ 1,443,193	\$ 3,860,327	\$ 9,147,556
Due to other funds	516,440	-	477,039	2,237,641	3,231,120
Deferred revenue	250	13,949,523	-	6,167,020	20,116,793
TOTAL LIABILITIES	1,583,021	16,727,228	1,920,232	12,264,988	32,495,469
<u>FUND BALANCES</u>					
Reserved	12,541	-	-	917,793	930,334
Unreserved reported In:					
General fund	17,956,582	-	-	-	17,956,582
Special revenue funds	-	2,930,619	-	15,475,459	18,406,078
Capital projects funds	-	-	-	7,056,706	7,056,706
TOTAL FUND BALANCES	17,969,123	2,930,619	-	23,449,958	44,349,700
TOTAL LIABILITIES AND FUND BALANCES	\$ 19,552,144	\$ 19,657,847	\$ 1,920,232	\$ 35,714,946	\$ 76,845,169

See accompanying notes

Sumter County, Florida
Reconciliation of the Balance Sheet to the Statement of Net Assets
Governmental Funds
September 30, 2010

FUND BALANCES – TOTAL GOVERNMENTAL FUNDS	\$ 44,349,700
Capital assets used in governmental activities are not reported in the governmental funds.	
Capital Assets – Net	460,195,104
The County's lease receivable does not represent available spendable resources and, therefore, is not reported in the governmental funds	
	607,499
Long-term liabilities are not reported in the governmental funds.	
Bonds Payable	(36,660,000)
Deferred Loss on Refunding	157,166
Deferred Charge for Issuance Costs	631,865
Issuance Premium	(428,197)
Issuance Discount	96,829
Capital Leases	(1,186,380)
Compensated Absences	(3,168,660)
Net OPEB Obligation	(6,605,461)
Interest payable on long-term debt is not accrued in the governmental funds	
	(578,049)
Liabilities for earned but unavailable revenue are reported in the governmental funds but not in the statement of net assets	
	4,277,120
The assets and liabilities of Internal service funds are reported with governmental activities	
	<u>1,178,362</u>
Net Assets of Governmental Activities	<u><u>\$ 462,866,898</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, 2010

	General Fund	Road Impact Fee	Sheriff	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 42,838,808	\$ -	\$ -	\$ 5,388,987	\$ 48,227,795
Permits, fees and special assessments	-	12,645,622	-	9,473,410	22,119,032
Intergovernmental	1,545,584	-	360,423	14,648,047	16,554,054
Charges for services	2,765,504	-	-	2,651,115	5,416,619
Fines and forfeitures	42,633	-	-	129,595	172,228
Miscellaneous	650,396	139,790	174,727	1,029,783	1,994,696
TOTAL REVENUES	47,842,925	12,785,412	535,150	33,320,937	94,484,424
EXPENDITURES					
Current:					
General government	6,607,724	-	-	6,041,697	12,649,421
Public safety	2,777,210	-	21,422,041	10,634,753	34,834,004
Physical environment	634,041	-	-	1,334,152	1,968,193
Transportation	-	12,645,622	-	15,305,855	27,951,477
Economic environment	843,768	-	-	956,941	1,800,709
Human services	1,075,677	-	-	290,252	1,365,929
Culture and recreation	2,663,490	-	-	145,658	2,809,148
Court costs	124,345	-	659,745	2,129,542	2,913,632
Capital outlay	-	-	-	9,572,635	9,572,635
Debt service:					
Principal retirement	-	-	-	4,042,476	4,042,476
Interest and fiscal charges	-	-	-	1,994,440	1,994,440
TOTAL EXPENDITURES	14,726,255	12,645,622	22,081,786	52,448,401	101,902,064
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	33,116,670	139,790	(21,546,636)	(19,127,464)	(7,417,640)
OTHER FINANCING SOURCES (USES)					
Transfers in	3,940,482	-	21,589,119	13,722,478	39,252,079
Transfers out	(34,626,880)	-	(42,483)	(4,685,591)	(39,354,954)
TOTAL OTHER FINANCING SOURCES (USES)	(30,686,398)	-	21,546,636	9,036,887	(102,875)
NET CHANGE IN FUND BALANCES	2,430,272	139,790	-	(10,090,577)	(7,520,515)
FUND BALANCES – BEGINNING OF YEAR	15,538,851	2,790,829	-	33,540,535	51,870,215
FUND BALANCES – END OF YEAR	\$ 17,969,123	\$ 2,930,619	\$ -	\$ 23,449,958	\$ 44,349,700

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, 2010

NET CHANGE IN FUND BALANCES – TOTAL GOVERNMENTAL FUNDS		\$ (7,520,515)
<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		30,264,639
Current Year Depreciation Expense		(7,458,947)
Donated Capital Assets		38,890,595
Loss on Capital Asset Disposals and Abandonment		(1,498,102)
<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		4,042,476
<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>		
Landfill Long-Term Care Costs		29,961
Compensated Absences		(281,710)
Interest on Long-Term Debt		44,038
Amortization of Bond Discount		(7,448)
Amortization of Bond Premium		16,737
Amortization of Issuance Costs		(29,454)
Amortization of Deferred Charge on Refunding		(12,090)
Allowance for Doubtful Mortgage Receivables		150,000
Net OPEB Obligation		(3,548,223)
<p>The timing of revenue recognition sometimes differs between the governmental funds and governmental activities</p>		
Grant Revenue		508,425
Mortgage Revenue, Net		297,972
Change in Net Assets of the Internal Service Fund		<u>(201,895)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES		<u><u>\$ 53,686,459</u></u>

See accompanying notes

Sumter County, Florida
Statement of Net Assets - Proprietary Funds
September 30, 2010

	Governmental Activities
	<u>Internal Service Fund</u>
<u>CURRENT ASSETS</u>	
Cash and equivalents	\$ 1,917,308
Due from other funds	826,908
Due from other governments	197,867
Receivables	94,608
Prepays	4,000
 TOTAL ASSETS	 3,040,691
 <u>CURRENT LIABILITIES</u>	
Accounts payable and accrued liabilities	1,290,419
Unearned revenue	5,360
Due to other funds	1,550
Liability for self-insured losses	565,000
 TOTAL LIABILITIES	 1,862,329
 <u>NET ASSETS</u>	
Unrestricted	\$ 1,178,362

See accompanying notes

Sumter County, Florida
Statement of Revenues, Expenses and Changes in Fund Net Assets -
Proprietary Funds
For the Year Ended September 30, 2010

	<u>Governmental Activities</u> <u>Internal Service Funds</u>
<u>OPERATING REVENUES</u>	
Charges for insurance	\$ 8,284,801
<u>OPERATING EXPENSES</u>	
Claims expense	6,632,405
Premiums for insurance/reinsurance	1,278,707
General and administrative	834,136
TOTAL OPERATING EXPENSES	<u>8,745,248</u>
OPERATING LOSS	(460,447)
<u>NONOPERATING REVENUES</u>	
Interest revenue	155,677
LOSS BEFORE TRANSFERS	<u>(304,770)</u>
<u>TRANSFERS</u>	
Transfers in	<u>102,875</u>
CHANGE IN NET ASSETS	(201,895)
NET ASSETS - BEGINNING OF YEAR	<u>1,380,257</u>
NET ASSETS - END OF YEAR	<u>\$ 1,178,362</u>

See accompanying notes

Sumter County, Florida
Statement of Cash Flows - Proprietary Funds
For the Year Ended September 30, 2010

	Governmental Activities <u>Internal Service Funds</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Cash received for premiums	\$ 7,518,664
Cash paid on insurance claims	(6,440,527)
Cash paid for insurance and reinsurance	(1,193,156)
Cash paid to other vendors	<u>(765,432)</u>
NET CASH USED BY OPERATING ACTIVITIES	<u>(880,451)</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>	
Transfers in	<u>102,875</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Interest received	<u>155,677</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(621,899)
CASH AND EQUIVALENTS -- BEGINNING OF YEAR	<u>2,539,207</u>
CASH AND EQUIVALENTS -- END OF YEAR	<u><u>\$ 1,917,308</u></u>
 RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:	
OPERATING LOSS	\$ (460,447)
Change in assets and liabilities	
Due from other funds	(818,440)
Due to other funds	1,550
Due from other governments	12,486
Receivables	195,149
Accounts payable and accrued liabilities	(379,518)
Unearned revenue	3,769
Liability for self-insured losses	<u>565,000</u>
NET CASH USED BY OPERATING ACTIVITIES	<u><u>\$ (880,451)</u></u>

See accompanying notes

Sumter County, Florida
Statement of Fiduciary Net Assets
September 30, 2010

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash and equivalents	\$ 2,900,164
Due from other governments	127
Receivables	<u>16,415</u>
 TOTAL ASSETS	 2,916,706
 <u>LIABILITIES</u>	
Assets held for others	<u>2,916,706</u>
 NET ASSETS	 <u><u>\$ -</u></u>

See accompanying notes

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

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. However, the County does have an ongoing financial responsibility to the Joint Venture in that the Joint Venture's continued existence depends on the County's continuing participation. For the year ended September 30, 2010, the County's portion of the funding for the Joint Venture was \$2,124,866. 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, 2010

➤ **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 all financial resources, except those required to be accounted for 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.
- Sheriff – This fund is used to account for the operations of the Sheriff’s Office, including the operations of the County’s Detention Center.

Additionally, the County reports the following fund types:

- Internal Service Fund – Accounts for the risk financing activities of the Board and the other County agencies on a cost reimbursement basis.
- Agency Funds – Account for resources held in a purely custodial capacity.

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

➤ **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 are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

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 "reserve" is reported in the governmental fund financial statements to indicate that inventories and prepaid items do not represent available spendable resources.

➤ **Mortgages Receivable**

Mortgages receivable are reported net of an allowance for uncollectible accounts of approximately \$165,000. Most of the balance is not expected to be repaid within the next fiscal year.

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

➤ **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 \$25,000.

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 78% 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.

➤ **Reserved Fund Balance**

In the accompanying fund financial statements, use of the term *reserved* is limited to indicating that a portion of reported fund equity is legally restricted to a specific future use or is not available for appropriation or expenditure.

<u>Reserved for:</u>	<u>General Fund</u>	<u>Non-Major Funds</u>	<u>Total</u>
Inventory	\$ -	\$ 77,304	\$ 77,304
Prepays	12,541	6,000	18,541
Landfill Closure and Long-Term Care	-	48,629	48,629
Specific Use	-	36,145	36,145
Debt Service	-	749,715	749,715
Total	<u>\$ 12,541</u>	<u>\$ 917,793</u>	<u>\$ 930,334</u>

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

➤ **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 \$5.5 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 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.

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

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

	Fair Value	Maturities (in years)		S&P Rating
		Less Than 1	3-5	
Deposits with Qualified Public Depositories	\$ 10,969,807	\$ 10,969,807	\$ -	N/A
State Investment Pool - Florida PRIME	59,053,748	59,053,748	-	AAAm
State Investment Pool - Fund B	1,560,476	-	1,560,476	Not Rated
Money Market Mutual Funds	2,831	2,831	-	AAAm
TOTAL CASH AND EQUIVALENTS	\$ 71,586,862	\$ 70,026,385	\$ 1,560,476	

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 and Money Market Mutual Funds expose it to credit risk and interest rate risk. The County 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.

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, 2010 was 52 days.

The weighted average life (WAL) of the Fund B at September 30, 2010 was 7.49 years. However, because Fund B consists of restructured or defaulted securities, there is considerable uncertainty regarding the weighted average life.

The weighted average life (WAL) of the Money Market Mutual Fund at September 30, 2010 was 66 days.

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

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, 2010, interfund balances consisted of:

<u>Due From</u>	<u>Due To</u>				<u>Total</u>
	<u>General</u>	<u>Sheriff</u>	<u>Non-major Governmental</u>	<u>Internal Service</u>	
General Fund	\$ -	\$ 171,095	\$ 8,568	\$ 336,777	\$ 516,440
Sheriff	77,406	-	66	399,567	477,039
Non-major Governmental	2,001,448	78,260	67,369	90,564	2,237,641
Internal Service Fund	-	-	1,550	-	1,550
Totals	\$ 2,078,854	\$ 249,355	\$ 77,553	\$ 826,908	\$ 3,232,670

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

Interfund transfers are summarized below:

<u>Transfers In</u>	<u>Transfers Out</u>			<u>Total</u>
	<u>General</u>	<u>Sheriff</u>	<u>Non-major Governmental</u>	
General Fund	\$ -	\$ 42,483	\$ 3,897,999	\$ 3,940,482
Sheriff	21,362,849	-	226,270	21,589,119
Non-major Governmental	13,161,156	-	561,322	13,722,478
Internal Service	102,875	-	-	102,875
Totals	\$ 34,626,880	\$ 42,483	\$ 4,685,591	\$ 39,354,954

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

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

5. INDIVIDUAL DEFICIT FUND BALANCE

At September 30, 2010, the County's Secondary Trust Fund, a non-major fund, had a deficit fund balance of \$480,713. This deficit occurred because the revenues from American Recovery & Reinvestment Act (ARRA) funds were deferred at September 30, 2010 pursuant to the availability criteria.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

➤ **Governmental Funds**

At September 30, 2010, General Fund payables consisted of 18% wages and benefits payable and 82% 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.

Future minimum amounts receivable under the agreement are as follows:

<u>Year Ending September 30</u>	<u>Amount</u>
2011	\$ 1
2012	1
2013	22,500
2014	22,500
2015	22,500
2016 - 2020	112,500
2021 - 2025	112,500
2026 - 2030	112,500
2031 - 2035	112,500
2036	89,997
	<u>\$ 607,499</u>

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

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:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 203,565,612	\$ 25,803,409	\$ 46,652	\$ 229,322,369
Construction in progress	32,789,385	26,573,844	9,958,412	49,404,817
Total capital assets not being depreciated	<u>236,354,997</u>	<u>52,377,253</u>	<u>10,005,064</u>	<u>278,727,186</u>
Capital assets being depreciated:				
Buildings	36,510,458	773,500	-	37,283,958
Improvements	5,881,831	40,459	-	5,922,290
Equipment	27,938,681	1,828,318	4,763,672	25,003,327
Infrastructure	142,045,749	24,094,116	-	166,139,865
Total capital assets being depreciated	<u>212,376,719</u>	<u>26,736,393</u>	<u>4,763,672</u>	<u>234,349,440</u>
Less accumulated depreciation for:				
Buildings	9,098,950	1,338,892	-	10,437,842
Improvements	2,336,398	241,346	-	2,577,744
Equipment	15,016,567	2,896,092	3,312,222	14,600,437
Infrastructure	22,282,882	2,982,617	-	25,265,499
Total accumulated depreciation	<u>48,734,797</u>	<u>7,458,947</u>	<u>3,312,222</u>	<u>52,881,522</u>
Total capital assets being depreciated, Net	<u>163,641,922</u>	<u>19,277,446</u>	<u>1,451,450</u>	<u>181,467,918</u>
Capital assets, Net	<u>\$ 399,996,919</u>	<u>\$ 71,654,699</u>	<u>\$ 11,456,514</u>	<u>\$ 460,195,104</u>

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

General government	\$ 885,843
Public safety	2,061,375
Physical environment	259,744
Transportation	3,688,851
Economic environment	15,813
Human services	150,311
Culture and recreation	248,772
Court costs	148,238
Total depreciation expense	<u>\$ 7,458,947</u>

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

10. LONG-TERM LIABILITIES

At September 30, 2010, long-term liabilities consisted of:

2003 Capital Improvement Revenue Refunding Bonds	\$ 7,890,000
Capital Improvement Revenue Bonds, Series 2006	28,770,000
Bond Premium	428,197
Less Deferred Amounts	(253,995)
Capital Lease Obligations	1,186,380
Other Post-employment Benefits	6,605,461
Compensated Absences	3,168,660
Total Long-Term Liabilities	<u>\$ 47,794,703</u>

Aggregate maturities of the bonds are as follows:

<u>Year ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 515,000	\$ 1,734,147	\$ 2,249,147
2012	530,000	1,715,340	2,245,340
2013	555,000	1,695,484	2,250,484
2014	575,000	1,674,410	2,249,410
2015	600,000	1,652,349	2,252,349
2016-2020	5,080,000	7,781,769	12,861,769
2021-2025	6,765,000	6,503,700	13,268,700
2026-2030	8,570,000	4,694,750	13,264,750
2031-2035	10,945,000	2,326,250	13,271,250
2036	2,525,000	126,250	2,651,250
Total	<u>\$ 36,660,000</u>	<u>\$ 29,904,449</u>	<u>\$ 66,564,449</u>

➤ **2003 Capital Improvement Revenue Refunding Bonds**

The County issued \$9,435,000 Sumter County Capital Improvement Revenue Refunding Bonds in a prior year 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 3.125% 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 \$11.111 million. For the current year,

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

principal and interest paid and pledged revenues were \$0.540 million and \$4.506 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 \$55.454 million. For the current year, principal and interest paid and pledged revenues were \$1.712 million and \$4.283 million, respectively.

➤ **Capital Lease Obligations**

The County has capital lease obligations at September 30, 2010 for various equipment. Interest rates on these capital leases range from 3% to 6%. 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
2011	\$ 252,157
2012	283,704
2013	235,925
2014	219,983
2015	219,960
2016 - 2020	54,986
Total minimum lease payments	1,266,715
Less: Amount representing interest	80,335
Present value of net minimum lease payments	\$ 1,186,380

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

➤ **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, 2010, the County has no arbitrage liability.

11. CHANGES IN LONG-TERM LIABILITIES

During the 2010 fiscal year, the County elected to retire the Capital Improvement Revenue Refunding Bonds, Series 1998.

A summary of changes in long-term liabilities follows:

	Balance October 1 2009	Additions	Deductions	Balance September 30 2010	Due Within One Year
Bonds payable	\$ 39,505,000	\$ -	\$ 2,845,000	\$ 36,660,000	\$ 515,000
Bond premium	444,934	-	16,737	428,197	-
Less deferred amounts:					
For issuance discounts	104,277	-	7,448	96,829	-
On refunding	169,256	-	12,090	157,166	-
Total bonds payable	39,676,401	-	2,842,199	36,834,202	515,000
Capital lease obligations	2,383,856	-	1,197,476	1,186,380	222,494
Other post-employment benefits	3,057,238	3,548,223	-	6,605,461	-
Landfill long-term care costs	29,961	-	29,961	-	-
Compensated absences	2,886,950	1,964,229	1,682,519	3,168,660	1,107,669
Totals	<u>\$ 48,034,406</u>	<u>\$ 5,512,452</u>	<u>\$ 5,752,155</u>	<u>\$ 47,794,703</u>	<u>\$ 1,845,163</u>

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, 2010 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

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

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 The System is employee noncontributory. The County is required to contribute at an actuarially determined rate. The rates at September 30, 2010 were as follows: Regular Employees 10.77%; Special Risk Employees 23.25%; Senior Management 14.57%; Elected Officials 18.64%. 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, 2010, 2009 and 2008 were approximately \$3,600,000, \$3,500,000 and \$3,400,000, 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. 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 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 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.

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

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 Last year was the transition year and the County has 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.

Annual required contribution	\$	4,079,257
Interest on net OPEB obligation		125,347
Adjustment to ARC		(178,953)
Annual OPEB cost (expense)		4,025,651
Contributions made		(477,428)
Increase in net OPEB obligation		3,548,223
Net OPEB obligation - beginning of year		3,057,238
Net OPEB obligation - end of year	\$	6,605,461

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

Trend information required by GASB 45 for the fiscal year ended September 30, 2008 is not available. This required trend information will be built prospectively in future reporting periods.

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.

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

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	Unit credit actuarial cost method
Amortization method	Level dollar amount
Amortization period	30 years
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.

Funding Status and Funding Progress The OPEB contributions made for the 2010 fiscal year were 11.86% of the annual OPEB cost. As of the actuarial valuation report dated October 1, 2009 the actuarial value of assets was \$0, the actuarial accrued liability for benefits was \$28.2 million, the unfunded actuarial liability (UAAL) was also \$28.2 million, the funded ratio was 0%. The covered payroll was \$23.0 million and the UAAL as a percent of covered payroll was 122.6%.

The required schedule of funding progress located in the Required Supplementary Information of this report 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

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

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 2009 - 2010 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 by not reported (IBNRs). This 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
2009-2010	\$ 1,400,298	\$ 6,632,405	\$ 6,440,528	\$ 1,592,175
2008-2009	\$ 1,603,188	\$ 6,967,996	\$ 7,170,886	\$ 1,400,298

Sumter County, Florida
Notes to Financial Statements
September 30, 2010

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, 2010, the aggregate principal amount payable is not reasonably determinable.

17. COMMITMENTS AND CONTINGENCIES

At September 30, 2010, the County had contractual commitments for construction projects totaling approximately \$2.9 million in excess of amounts that have been recognized in the financial statements.

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.

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, 2010, 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. FUTURE ACCOUNTING PRONOUNCEMENT

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, will be effective for the County's fiscal year beginning October 1, 2010. The objectives of Statement No. 54 are to enhance the usefulness of fund balance information and clarify the existing governmental fund type definitions. The County is currently evaluating the effects this Statement will have on its financial statements for the year ending September 30, 2011.

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, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget
	Original	Final	Actual	
<u>REVENUES</u>				
Taxes	\$ 41,243,696	\$ 41,243,696	\$ 42,838,808	1,595,112
Intergovernmental	772,793	1,874,087	1,545,584	(328,503)
Charges for services	2,644,199	2,621,309	2,765,504	144,195
Fines and forfeitures	47,500	47,500	42,633	(4,867)
Miscellaneous	252,080	523,073	650,396	127,323
TOTAL REVENUES	44,960,268	46,309,665	47,842,925	1,533,260
<u>EXPENDITURES</u>				
Current:				
General government	9,182,504	7,540,364	6,607,724	932,640
Public safety	2,992,052	3,133,605	2,777,210	356,395
Physical environment:	733,378	723,340	634,041	89,299
Economic environment	1,085,572	1,342,436	843,768	498,668
Human services	1,745,876	1,741,847	1,075,677	666,170
Culture and recreation	2,849,519	3,008,502	2,663,490	345,012
Court costs	187,604	202,854	124,345	78,509
Reserve for contingencies	4,063,707	4,553,121	-	4,553,121
TOTAL EXPENDITURES	22,840,212	22,246,069	14,726,255	7,519,814
EXCESS OF REVENUES OVER EXPEDITURES	22,120,056	24,063,596	33,116,670	9,053,074
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	2,926,100	2,631,100	3,940,482	1,309,382
Transfer out	(29,996,156)	(35,231,752)	(34,626,880)	604,872
TOTAL OTHER FINANCING SOURCES(USES)	(27,070,056)	(32,600,652)	(30,686,398)	1,914,254
NET CHANGE IN FUND BALANCES	(4,950,000)	(8,537,056)	2,430,272	10,967,328
FUND BALANCES – BEGINNING OF YEAR	12,000,000	15,531,056	15,538,851	7,795
FUND BALANCES – END OF YEAR	\$ 7,050,000	\$ 6,994,000	\$ 17,969,123	\$ 10,975,123

Notes to Budgetary Comparison Schedule

This 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, 2010

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<u>REVENUES</u>				
Permits, fees and special assessments	\$ 6,230,530	\$ 6,230,519	\$ 12,645,622	\$ 6,415,103
Miscellaneous	66,402	66,393	139,790	73,397
TOTAL REVENUES	6,296,932	6,296,912	12,785,412	6,488,500
<u>EXPENDITURES</u>				
Current:				
Transportation	21,666,961	22,414,513	12,645,622	9,768,891
TOTAL EXPENDITURES	21,666,961	22,414,513	12,645,622	9,768,891
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURE	(15,370,029)	(16,117,601)	139,790	16,257,391
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	(13,329)	-	-	-
TOTAL OTHER FINANCING SOURCES(USES)	(13,329)	-	-	-
NET CHANGE IN FUND BALANCES	(15,383,358)	(16,117,601)	139,790	16,257,391
FUND BALANCES – BEGINNING OF YEAR	23,502,046	23,071,385	2,790,829	(20,280,556)
FUND BALANCES – END OF YEAR	\$ 8,118,688	\$ 6,953,784	\$ 2,930,619	\$ (4,023,165)

Notes to Budgetary Comparison Schedule

This 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 Charges in Fund Balance
Budget and Actual - Sheriff
For the Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ -	\$ 360,423	\$ 360,423
Miscellaneous	-	-	174,727	174,727
TOTAL REVENUES	-	-	535,150	535,150
<u>EXPENDITURES</u>				
Current:				
General government				
Public safety	20,406,734	20,406,734	21,422,041	(1,015,307)
Court costs	651,644	651,644	659,745	(8,101)
TOTAL EXPENDITURES	21,058,378	21,058,378	22,081,786	(1,023,408)
DEFICIENCY OF REVENUES OVER EXPENDITURES	(21,058,378)	(21,058,378)	(21,546,636)	(488,258)
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	21,058,378	21,058,378	21,589,119	530,741
Transfer out	-	-	(42,483)	(42,483)
TOTAL OTHER FINANCING SOURCES(USES)	21,058,378	21,058,378	21,546,636	488,258
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES – BEGINNING OF YEAR	-	-	-	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ -	\$ -

Notes to Budgetary Comparison Schedule

This 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, 2010**

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
10/1/2009	\$ -	\$ 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
9/30/2010	\$ 4,079,257	\$ 477,428	11.70%
9/30/2009	\$ 3,578,277	\$ 521,039	14.56%

Notes:

The County elected to implement GASB Statement No. 45 October 1, 2008, therefore only two years of information is available.

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

Supplemental Information

Special Revenue Funds

Special Revenue Funds are used to account for proceeds for specific revenue sources that are legally restricted to pay for specified activities.

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

Solid Waste Fund – To account for revenues and expenditures associated with waste disposal activities

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

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

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

Fire Impact Fee Fund – To account for impact fees used to assist in providing expansion of emergency services

Property Appraiser Fund – To account for Property Appraiser's operating budget

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

Sheriff Federal Shared Fund – To account for federal shared funds

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

Clerk of Circuit Court Fund – To account for Clerk's general operating budget

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

Tax Collector Fund – To account for Tax Collector's operating budget

Supervisor of Elections – To account for Supervisor of Elections' operating budget

Debt Service Fund

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

98, 03, & 06 Sinking Fund – To account for the principal and interest payments of the 1998, 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

Capital Projects Fund – To account for various County construction projects

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2010

	<u>Special Revenue Funds</u>					
	<u>Small Grants</u>	<u>Solid Waste</u>	<u>Law Enforcement Trust</u>	<u>Building Services</u>	<u>Section 8 Housing</u>	<u>911 Emergency Telephone System</u>
<u>ASSETS</u>						
Cash and equivalents	\$ 29,237	\$ 666,728	\$ 150,532	\$ 3,702,485	\$ 173,945	\$ 474,138
Due from other funds	-	691	-	877	-	-
Due From other governments	1,346	55,715	-	-	-	68,823
Receivables	-	17,266	-	542	-	-
Mortgage receivables	-	-	-	-	-	-
Note receivable	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
Prepays	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 30,583</u>	<u>\$ 740,400</u>	<u>\$ 150,532</u>	<u>\$ 3,703,904</u>	<u>\$ 173,945</u>	<u>\$ 542,961</u>
<u>LIABILITIES</u>						
Accounts payable and accrued liabilities	\$ 23,107	\$ 100,083	\$ -	\$ 445,612	\$ 1,949	\$ 11,139
Due to other funds	1,473	3,037	-	492	36	12,399
Deferred revenue	-	-	-	-	-	-
TOTAL LIABILITIES	<u>24,580</u>	<u>103,120</u>	<u>-</u>	<u>446,104</u>	<u>1,985</u>	<u>23,538</u>
<u>FUND BALANCES</u>						
Reserved	-	48,629	-	-	-	-
Unreserved	6,003	588,651	150,532	3,257,800	171,960	519,423
TOTAL FUND BALANCES	<u>6,003</u>	<u>637,280</u>	<u>150,532</u>	<u>3,257,800</u>	<u>171,960</u>	<u>519,423</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 30,583</u>	<u>\$ 740,400</u>	<u>\$ 150,532</u>	<u>\$ 3,703,904</u>	<u>\$ 173,945</u>	<u>\$ 542,961</u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2010

(continued)

Special Revenue Funds

	<u>Anti- Drug Abuse</u>	<u>County Transit</u>	<u>Sumter Government Office Building</u>	<u>Boating Improvement</u>	<u>Inter Governmental Radio Communications</u>
ASSETS					
Cash and equivalents	\$ 1,938	\$ 55,179	\$ 261	\$ 221,213	\$ 23,192
Due from other funds	-	283	-	-	5,013
Due From other governments	50,943	173,679	-	1,030	-
Receivables	-	5,170	-	-	-
Mortgage receivables	-	-	-	-	-
Note receivable	-	-	3,100,000	-	-
Inventory	-	-	-	-	-
Prepays	-	-	-	-	-
TOTAL ASSETS	<u>\$ 52,881</u>	<u>\$ 234,311</u>	<u>\$ 3,100,261</u>	<u>\$ 222,243</u>	<u>\$ 28,205</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ -	\$ 39,975	\$ -	\$ -	\$ 1,938
Due to other funds	50,943	15,771	-	-	-
Deferred revenue	-	15,648	3,100,000	-	-
TOTAL LIABILITIES	<u>50,943</u>	<u>71,394</u>	<u>3,100,000</u>	<u>-</u>	<u>1,938</u>
FUND BALANCES					
Reserved	-	-	-	-	-
Unreserved	1,938	162,917	261	222,243	26,267
TOTAL FUND BALANCES	<u>1,938</u>	<u>162,917</u>	<u>261</u>	<u>222,243</u>	<u>26,267</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 52,881</u>	<u>\$ 234,311</u>	<u>\$ 3,100,261</u>	<u>\$ 222,243</u>	<u>\$ 28,205</u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2010

(continued)

Special Revenue Funds

	<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>ASSETS</u>					
Cash and equivalents	\$ 32,524	\$ 38,585	\$ 47,766	\$ 439,371	\$ 34,821
Due from other funds	939	154	14,925	-	-
Due From other governments	-	-	-	-	-
Receivables	-	-	-	-	-
Mortgage receivables	-	-	-	-	-
Note receivable	-	-	-	-	-
Inventory	-	-	-	-	-
Prepays	-	-	-	-	-
TOTAL ASSETS	<u><u>\$ 33,463</u></u>	<u><u>\$ 38,739</u></u>	<u><u>\$ 62,691</u></u>	<u><u>\$ 439,371</u></u>	<u><u>\$ 34,821</u></u>
<u>LIABILITIES</u>					
Accounts payable and accrued liabilities	\$ -	\$ 1,419	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>1,419</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES</u>					
Reserved	-	-	-	-	-
Unreserved	33,463	37,320	62,691	439,371	34,821
TOTAL FUND BALANCES	<u>33,463</u>	<u>37,320</u>	<u>62,691</u>	<u>439,371</u>	<u>34,821</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 33,463</u></u>	<u><u>\$ 38,739</u></u>	<u><u>\$ 62,691</u></u>	<u><u>\$ 439,371</u></u>	<u><u>\$ 34,821</u></u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2010

(continued)

Special Revenue Funds

	<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>
ASSETS					
Cash and equivalents	\$ 229,027	\$ 403,487	\$ 90,781	\$ 5,775,108	\$ 118,699
Due from other funds	-	-	1,091	34,203	4,986
Due From other governments	1,352,768	-	-	479,777	-
Receivables	-	-	-	1,556	-
Mortgage receivables	-	669,383	-	-	-
Note receivable	-	-	-	-	-
Inventory	-	-	-	77,304	-
Prepays	-	-	-	-	-
TOTAL ASSETS	<u>\$ 1,581,795</u>	<u>\$ 1,072,870</u>	<u>\$ 91,872</u>	<u>\$ 6,367,948</u>	<u>\$ 123,685</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ 632,751	\$ 3,680	\$ -	\$ 520,580	\$ 5,251
Due to other funds	985,820	12	-	439	1,280
Deferred revenue	443,937	669,383	-	-	-
TOTAL LIABILITIES	<u>2,062,508</u>	<u>673,075</u>	<u>-</u>	<u>521,019</u>	<u>6,531</u>
FUND BALANCES					
Reserved	-	-	-	77,304	-
Unreserved	(480,713)	399,795	91,872	5,769,625	117,154
TOTAL FUND BALANCES	<u>(480,713)</u>	<u>399,795</u>	<u>91,872</u>	<u>5,846,929</u>	<u>117,154</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,581,795</u>	<u>\$ 1,072,870</u>	<u>\$ 91,872</u>	<u>\$ 6,367,948</u>	<u>\$ 123,685</u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2010

(continued)

	<u>Special Revenue Funds</u>					
	<u>Court Technology Fund</u>	<u>Tourist Development Fund</u>	<u>Fire Districts</u>	<u>Fire Impact Fee</u>	<u>Property Appraiser</u>	<u>Sheriff Canteen Fund</u>
<u>ASSETS</u>						
Cash and equivalents	\$ 409,159	\$ 1,014,773	\$ 1,064,439	\$ 1,885,382	\$ 88,920	\$ 49,006
Due from other funds	13,718	-	673	-	-	-
Due From other governments	-	14,242	18,919	-	-	-
Receivables	-	-	20	-	140	8,764
Mortgage receivables	-	-	-	-	-	-
Note receivable	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
Prepays	-	-	6,000	-	-	-
TOTAL ASSETS	<u>\$ 422,877</u>	<u>\$ 1,029,015</u>	<u>\$ 1,090,051</u>	<u>\$ 1,885,382</u>	<u>\$ 89,060</u>	<u>\$ 57,770</u>
<u>LIABILITIES</u>						
Accounts payable and accrued liabilities	\$ 32,405	\$ 4,355	\$ 124,627	\$ -	\$ 19,987	\$ 58
Due to other funds	-	-	5,408	-	69,073	13,637
Deferred revenue	-	-	-	1,662,643	-	-
TOTAL LIABILITIES	<u>32,405</u>	<u>4,355</u>	<u>130,035</u>	<u>1,662,643</u>	<u>89,060</u>	<u>13,695</u>
<u>FUND BALANCES</u>						
Reserved	-	-	6,000	-	-	-
Unreserved	390,472	1,024,660	954,016	222,739	-	44,075
TOTAL FUND BALANCES	<u>390,472</u>	<u>1,024,660</u>	<u>960,016</u>	<u>222,739</u>	<u>-</u>	<u>44,075</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 422,877</u>	<u>\$ 1,029,015</u>	<u>\$ 1,090,051</u>	<u>\$ 1,885,382</u>	<u>\$ 89,060</u>	<u>\$ 57,770</u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2010

(continued)

	<u>Special Revenue Funds</u>					
	<u>Sheriff Federal Shared Fund</u>	<u>Records Modernization</u>	<u>Clerk of Circuit Court</u>	<u>Clerk Fine and Forfeiture</u>	<u>Clerk Court Technology</u>	<u>Tax Collector</u>
<u>ASSETS</u>						
Cash and equivalents	\$ 3,869	\$ 335,228	\$ 302,068	\$ 395,124	\$ 725,621	\$ 124,092
Due from other funds	-	-	-	-	-	-
Due From other governments	-	-	-	16,870	-	-
Receivables	-	-	-	-	-	-
Mortgage receivables	-	-	-	-	-	-
Note receivable	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
Prepays	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 3,869</u>	<u>\$ 335,228</u>	<u>\$ 302,068</u>	<u>\$ 411,994</u>	<u>\$ 725,621</u>	<u>\$ 124,092</u>
<u>LIABILITIES</u>						
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 63,785	\$ 31,160	\$ -	\$ 36,885
Due to other funds	-	-	238,283	157,204	-	87,207
Deferred revenue	-	-	-	62,245	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>302,068</u>	<u>250,609</u>	<u>-</u>	<u>124,092</u>
<u>FUND BALANCES</u>						
Reserved	-	-	-	-	-	-
Unreserved	3,869	335,228	-	161,385	725,621	-
TOTAL FUND BALANCES	<u>3,869</u>	<u>335,228</u>	<u>-</u>	<u>161,385</u>	<u>725,621</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,869</u>	<u>\$ 335,228</u>	<u>\$ 302,068</u>	<u>\$ 411,994</u>	<u>\$ 725,621</u>	<u>\$ 124,092</u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2010

(concluded)

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds		Totals
	Supervisor of Elections	98, 03 and 06 Sinking Fund	2006 Bond Construction Fund	Capital Projects Fund	
ASSETS					
Cash and equivalents	\$ 120,192	\$ 1,028,285	\$ 3,594,293	\$ 5,158,500	\$ 29,007,968
Due from other funds	-	-	-	-	77,553
Due From other governments	-	296,004	-	213,164	2,743,280
Receivables	-	-	-	-	33,458
Mortgage receivables	-	-	-	-	669,383
Note receivable	-	-	-	-	3,100,000
Inventory	-	-	-	-	77,304
Prepays	-	-	-	-	6,000
TOTAL ASSETS	\$ 120,192	\$ 1,324,289	\$ 3,594,293	\$ 5,371,664	\$ 35,714,946
LIABILITIES					
Accounts payable and accrued liabilities	\$ 63,494	\$ -	\$ 926,372	\$ 769,715	\$ 3,860,327
Due to other funds	20,553	574,574	-	-	2,237,641
Deferred revenue	-	-	-	213,164	6,167,020
TOTAL LIABILITIES	84,047	574,574	926,372	982,879	12,264,988
FUND BALANCES					
Reserved	36,145	749,715	-	-	917,793
Unreserved	-	-	2,667,921	4,388,785	22,532,165
TOTAL FUND BALANCES	36,145	749,715	2,667,921	4,388,785	23,449,958
TOTAL LIABILITIES AND FUND BALANCES	\$ 120,192	\$ 1,324,289	\$ 3,594,293	\$ 5,371,664	\$ 35,714,946

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Fiscal Year Ended September 30, 2010

Special Revenue Funds

	Small Grants	Solid Waste	Law Enforcement Trust	Building Services	Section 8 Housing	911 Emergency Telephone System
<u>REVENUES</u>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	3,039,716	-	-
Intergovernmental	68,703	-	-	-	582,119	432,573
Charges for Services	-	1,119,249	-	4,718	-	-
Fines and Forfeitures	-	-	2,871	-	-	-
Miscellaneous	24	107,893	387	41,757	29,080	3,033
TOTAL REVENUES	68,727	1,227,142	3,258	3,086,191	611,199	435,606
<u>EXPENDITURES</u>						
Current:						
General Government	-	-	-	-	-	-
Public Safety	32,919	-	-	1,906,109	-	202,613
Physical Environment	-	1,319,970	-	-	-	-
Transportation	-	-	-	-	-	-
Economic Environment	-	-	-	-	574,217	-
Human Services	269,734	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Court Costs	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
TOTAL EXPENDITURES	302,653	1,319,970	-	1,906,109	574,217	202,613
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(233,926)	(92,828)	3,258	1,180,082	36,982	232,993
<u>OTHER FINANCING SOURCES (USES)</u>						
Transfers In	222,272	-	-	41,478	-	-
Transfers Out	-	-	-	(87,944)	-	(134,098)
TOTAL OTHER FINANCING SOURCES (USES)	222,272	-	-	(46,466)	-	(134,098)
NET CHANGE IN FUND BALANCES	(11,654)	(92,828)	3,258	1,133,616	36,982	98,895
FUND BALANCES – BEGINNING OF YEAR	17,657	730,108	147,274	2,124,184	134,978	420,528
FUND BALANCES – END OF YEAR	\$ 6,003	\$ 637,280	\$ 150,532	\$ 3,257,800	\$ 171,960	\$ 519,423

Sumter County, Florida
Combining Statement of Revenues, Expenitures, and Changes in Fund Balances
Non-major Governmental Funds
For the Fiscal Year Ended September 30, 2010
(continued)

<u>Special Revenue Funds</u>					
	<u>Anti- Drug Abuse</u>	<u>County Transit</u>	<u>Sumter Government Office Building</u>	<u>Boating Improvement</u>	<u>Inter Governmental Radio Communications</u>
<u>REVENUES</u>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	16,344	-
Intergovernmental	82,602	528,387	-	-	-
Charges for Services	-	429,113	-	-	103,577
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	2	6,458	170,761	524	4
TOTAL REVENUES	82,604	963,958	170,761	16,868	103,581
<u>EXPENDITURES</u>					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	27,852
Physical Environment	-	-	-	-	-
Transportation	-	1,405,575	-	-	-
Economic Environment	-	-	-	-	-
Human Services	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Court Costs	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal Retirement	-	-	-	-	56,812
Interest and Fiscal Charges	-	-	-	-	6,864
TOTAL EXPENDITURES	-	1,405,575	-	-	91,528
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	82,604	(441,617)	170,761	16,868	12,053
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers In	-	492,771	-	-	-
Transfers Out	(82,602)	-	(203,505)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(82,602)	492,771	(203,505)	-	-
NET CHANGE IN FUND BALANCES	2	51,154	(32,744)	16,868	12,053
FUND BALANCES – BEGINNING OF YEAR	1,936	111,763	33,005	205,375	14,214
FUND BALANCES – END OF YEAR	\$ 1,938	\$ 162,917	\$ 261	\$ 222,243	\$ 26,267

Sumter County, Florida
Combining Statement of Revenues, Expenitures, and Changes in Fund Balances
Non-major Governmental Funds
For the Fiscal Year Ended September 30, 2010
(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>
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-
Intergovernmental	-	-	-	7,091	4,570
Charges for Services	20,285	17,470	298,294	-	-
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	94	76	371	4,194	74
TOTAL REVENUES	<u>20,379</u>	<u>17,546</u>	<u>298,665</u>	<u>11,285</u>	<u>4,644</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	32,072	-	-	-	-
Physical Environment	-	-	-	14,182	-
Transportation	-	-	-	-	-
Economic Environment	-	-	-	-	-
Human Services	-	20,518	-	-	-
Culture and Recreation	-	-	-	-	-
Court Costs	-	-	5,865	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
TOTAL EXPENDITURES	<u>32,072</u>	<u>20,518</u>	<u>5,865</u>	<u>14,182</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(11,693)</u>	<u>(2,972)</u>	<u>292,800</u>	<u>(2,897)</u>	<u>4,644</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	(279,569)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(279,569)</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>(11,693)</u>	<u>(2,972)</u>	<u>13,231</u>	<u>(2,897)</u>	<u>4,644</u>
FUND BALANCES – BEGINNING OF YEAR	<u>45,156</u>	<u>40,292</u>	<u>49,460</u>	<u>442,268</u>	<u>30,177</u>
FUND BALANCES – END OF YEAR	<u>\$ 33,463</u>	<u>\$ 37,320</u>	<u>\$ 62,691</u>	<u>\$ 439,371</u>	<u>\$ 34,821</u>

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Fiscal Year Ended September 30, 2010
(continued)

Special Revenue Funds

	<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>
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ 5,038,003	\$ -
Permits, Fees and Special Assessments	-	-	-	1,080	-
Intergovernmental	3,558,425	141,578	-	1,145,972	-
Charges for Services	-	-	22,092	61,737	98,143
Fines and Forfeitures	-	-	-	-	-
Miscellaneous	29,921	32,415	203	91,233	269
TOTAL REVENUES	3,588,346	173,993	22,295	6,338,025	98,412
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	17,520	-	-
Physical Environment	-	-	-	-	-
Transportation	6,600,373	-	-	7,299,907	-
Economic Environment	-	382,724	-	-	-
Human Services	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Court Costs	-	-	-	-	56,011
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
TOTAL EXPENDITURES	6,600,373	382,724	17,520	7,299,907	56,011
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(3,012,027)	(208,731)	4,775	(961,882)	42,401
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	(9,570)	-	(62,413)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	(9,570)	-	(62,413)
NET CHANGE IN FUND BALANCES	(3,012,027)	(208,731)	(4,795)	(961,882)	(20,012)
FUND BALANCES – BEGINNING OF YEAR	2,531,314	608,526	96,667	6,808,811	137,166
FUND BALANCES – END OF YEAR	\$ (480,713)	\$ 399,795	\$ 91,872	\$ 5,846,929	\$ 117,154

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Fiscal Year Ended September 30, 2010

(continued)

	<u>Special Revenue Funds</u>					
	<u>Court Technology Fund</u>	<u>Tourist Development Fund</u>	<u>Fire Districts</u>	<u>Fire Impact Fee</u>	<u>Property Appraiser</u>	<u>Sheriff Canteen Fund</u>
REVENUES						
Taxes	\$ -	\$ 350,984	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	4,228,550	2,187,720	-	-
Intergovernmental	-	-	36,207	-	-	-
Charges for Services	144,183	-	60,514	-	56,699	28,157
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	1,204	6,165	9,198	26,310	-	113,327
TOTAL REVENUES	<u>145,387</u>	<u>357,149</u>	<u>4,334,469</u>	<u>2,214,030</u>	<u>56,699</u>	<u>141,484</u>
EXPENDITURES						
Current:						
General Government	-	-	-	-	1,356,612	-
Public Safety	-	-	6,614,161	1,656,008	-	145,499
Physical Environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic Environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture and Recreation	-	145,658	-	-	-	-
Court Costs	259,199	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	200,000	940,664	-	-
Interest and Fiscal Charges	-	-	12,093	73,432	-	-
TOTAL EXPENDITURES	<u>259,199</u>	<u>145,658</u>	<u>6,826,254</u>	<u>2,670,104</u>	<u>1,356,612</u>	<u>145,499</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(113,812)</u>	<u>211,491</u>	<u>(2,491,785)</u>	<u>(456,074)</u>	<u>(1,299,913)</u>	<u>(4,015)</u>
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	2,929,093	482,896	1,367,689	-
Transfers Out	-	-	-	(19,515)	(67,776)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>2,929,093</u>	<u>463,381</u>	<u>1,299,913</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>(113,812)</u>	<u>211,491</u>	<u>437,308</u>	<u>7,307</u>	<u>-</u>	<u>(4,015)</u>
FUND BALANCES – BEGINNING OF YEAR	<u>504,284</u>	<u>813,169</u>	<u>522,708</u>	<u>215,432</u>	<u>-</u>	<u>48,090</u>
FUND BALANCES – END OF YEAR	<u>\$ 390,472</u>	<u>\$ 1,024,660</u>	<u>\$ 960,016</u>	<u>\$ 222,739</u>	<u>\$ -</u>	<u>\$ 44,075</u>

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Fiscal Year Ended September 30, 2010
(continued)

	<u>Special Revenue Funds</u>					
	<u>Sheriff Federal Shared Fund</u>	<u>Records Modernization</u>	<u>Clerk of Circuit Court</u>	<u>Clerk Fine and Forfeiture</u>	<u>Clerk Court Technology</u>	<u>Tax Collector</u>
<u>REVENUES</u>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-	-
Intergovernmental	2,895	-	-	1,626,581	-	-
Charges for Services	-	49,909	-	-	136,975	-
Fines and Forfeitures	-	-	-	-	126,724	-
Miscellaneous	8	815	-	1,795	-	-
TOTAL REVENUES	2,903	50,724	-	1,628,376	263,699	-
<u>EXPENDITURES</u>						
Current:						
General Government	-	108,266	1,578,257	-	-	1,730,923
Public Safety	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic Environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Court Costs	-	-	51,743	1,659,738	96,986	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
TOTAL EXPENDITURES	-	108,266	1,630,000	1,659,738	96,986	1,730,923
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,903	(57,542)	(1,630,000)	(31,362)	166,713	(1,730,923)
<u>OTHER FINANCING SOURCES (USES)</u>						
Transfers In	-	-	1,738,046	251,419	-	1,754,941
Transfers Out	-	-	(108,046)	(157,177)	-	(24,018)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	1,630,000	94,242	-	1,730,923
NET CHANGE IN FUND BALANCES	2,903	(57,542)	-	62,880	166,713	-
FUND BALANCES – BEGINNING OF YEAR	966	392,770	-	98,505	558,908	-
FUND BALANCES – END OF YEAR	\$ 3,869	\$ 335,228	\$ -	\$ 161,385	\$ 725,621	\$ -

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Fiscal Year Ended September 30, 2010
(concluded)

	Special Revenue	Debt Service Fund	Capital Projects Funds		Totals
	Supervisor of Elections	98, 03 and 06 Sinking Fund	2006 Bond Construction Fund	Capital Projects Fund	
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 5,388,987
Permits, Fees and Special Assessments	-	-	-	-	9,473,410
Intergovernmental	23,556	5,926,788	-	480,000	14,648,047
Charges for Services	-	-	-	-	2,651,115
Fines and Forfeitures	-	-	-	-	129,595
Miscellaneous	-	5,363	308,393	38,432	1,029,783
TOTAL REVENUES	23,556	5,932,151	308,393	518,432	33,320,937
EXPENDITURES					
Current:					
General Government	1,267,639	-	-	-	6,041,697
Public Safety	-	-	-	-	10,634,753
Physical Environment	-	-	-	-	1,334,152
Transportation	-	-	-	-	15,305,855
Economic Environment	-	-	-	-	956,941
Human Services	-	-	-	-	290,252
Culture and Recreation	-	-	-	-	145,658
Court Costs	-	-	-	-	2,129,542
Capital Outlay	-	-	6,787,733	2,784,902	9,572,635
Debt Service:					
Principal Retirement	-	2,845,000	-	-	4,042,476
Interest and Fiscal Charges	-	1,902,051	-	-	1,994,440
TOTAL EXPENDITURES	1,267,639	4,747,051	6,787,733	2,784,902	52,448,401
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,244,083)	1,185,100	(6,479,340)	(2,266,470)	(19,127,464)
OTHER FINANCING SOURCES (USES)					
Transfers In	1,259,125	2,108,000	-	1,074,748	13,722,478
Transfers Out	(20,553)	(3,428,805)	-	-	(4,685,591)
TOTAL OTHER FINANCING SOURCES (USES)	1,238,572	(1,320,805)	-	1,074,748	9,036,887
NET CHANGE IN FUND BALANCES	(5,511)	(135,705)	(6,479,340)	(1,191,722)	(10,090,577)
FUND BALANCES – BEGINNING OF YEAR	41,656	885,420	9,147,261	5,580,507	33,540,535
FUND BALANCES – END OF YEAR	\$ 36,145	\$ 749,715	\$ 2,667,921	\$ 4,388,785	\$ 23,449,958

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Small Grants Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 35,405	\$ 72,054	\$ 68,703	\$ (3,351)
Miscellaneous	98	94	24	(70)
TOTAL REVENUES	<u>35,503</u>	<u>72,148</u>	<u>68,727</u>	<u>(3,421)</u>
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
EMS County Grant	-	33,098	32,919	179
Human Services:				
Florida Arts License Plate	5,475	2,238	-	2,238
Local Mosquito Control	227,622	232,681	228,825	3,856
State Mosquito Control	35,686	40,908	40,909	(1)
TOTAL EXPENDITURES	<u>268,783</u>	<u>308,925</u>	<u>302,653</u>	<u>6,272</u>
DEFICIENCY OF REVENUES OVER EXPEDITURES	(233,280)	(236,777)	(233,926)	2,851
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	222,141	222,272	222,272	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>222,141</u>	<u>222,272</u>	<u>222,272</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(11,139)	(14,505)	(11,654)	2,851
FUND BALANCES – BEGINNING OF YEAR	<u>11,139</u>	<u>14,505</u>	<u>17,657</u>	<u>3,152</u>
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,003</u>	<u>\$ 6,003</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Solid Waste Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 1,058,723	\$ 1,058,723	\$ 1,119,249	\$ 60,526
Miscellaneous	32,606	32,606	107,893	75,287
TOTAL REVENUES	1,091,329	1,091,329	1,227,142	135,813
<u>EXPENDITURES</u>				
Current:				
Physical environment:				
Solid waste Facility	1,400,701	1,456,026	1,277,145	178,881
Closed Landfill	60,100	52,775	42,825	9,950
TOTAL EXPENDITURES	1,460,801	1,508,801	1,319,970	188,831
DEFICIENCY OF REVENUES OVER EXPENDITURES	(369,472)	(417,472)	(92,828)	324,644
FUND BALANCES – BEGINNING OF YEAR	593,533	681,609	730,108	48,499
FUND BALANCES – END OF YEAR	\$ 224,061	\$ 264,137	\$ 637,280	\$ 373,143

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Law Enforcement Trust Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Fines & Forfeitures	\$ 2,850	\$ 2,850	\$ 2,871	\$ 21
Miscellaneous	200	200	387	187
TOTAL REVENUES	3,050	3,050	3,258	208
<u>EXPENDITURES</u>				
Current:				
Public Safety				
Investigations	46,942	150,323	-	150,323
TOTAL EXPENDITURES	46,942	150,323	-	150,323
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(43,892)	(147,273)	3,258	150,531
FUND BALANCES – BEGINNING OF YEAR	43,892	147,273	147,274	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 150,532	\$ 150,532

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Building Services Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Permits, Fees & Special Assessments	\$ 2,220,000	\$ 2,220,000	\$ 3,039,716	\$ 819,716
Charges for services	1,710	1,710	4,718	3,008
Miscellaneous	28,500	28,500	41,757	13,257
TOTAL REVENUES	<u>2,250,210</u>	<u>2,250,210</u>	<u>3,086,191</u>	<u>835,981</u>
<u>EXPENDITURES</u>				
Current:				
Public Safety				
Building Services Dept.	2,320,979	3,186,671	1,894,456	1,292,215
Support	38,800	38,800	11,653	27,147
TOTAL EXPENDITURES	<u>2,359,779</u>	<u>3,225,471</u>	<u>1,906,109</u>	<u>1,319,362</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEDITURES	(109,569)	(975,261)	1,180,082	2,155,343
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	215,288	215,288	41,478	(173,810)
Transfer out	(114,148)	(114,148)	(87,944)	26,204
TOTAL OTHER FINANCING SOURCES (USES)	<u>101,140</u>	<u>101,140</u>	<u>(46,466)</u>	<u>(147,606)</u>
NET CHANGE IN FUND BALANCES	(8,429)	(874,121)	1,133,616	2,007,737
FUND BALANCES – BEGINNING OF YEAR	<u>1,258,492</u>	<u>2,124,184</u>	<u>2,124,184</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u><u>\$ 1,250,063</u></u>	<u><u>\$ 1,250,063</u></u>	<u><u>\$ 3,257,800</u></u>	<u><u>\$ 2,007,737</u></u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Section 8 Housing Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 551,313	\$ 551,313	\$ 582,119	\$ 30,806
Miscellaneous	1,300	25,800	29,080	3,280
TOTAL REVENUES	<u>552,613</u>	<u>577,113</u>	<u>611,199</u>	<u>34,086</u>
<u>EXPENDITURES</u>				
Current:				
Economic environment				
Section 8 Grant-County	552,613	712,090	574,217	137,873
TOTAL EXPENDITURES	<u>552,613</u>	<u>712,090</u>	<u>574,217</u>	<u>137,873</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(134,977)	36,982	171,959
FUND BALANCES – BEGINNING OF YEAR	-	134,977	134,978	1
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 171,960</u>	<u>\$ 171,960</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
911 Emergency Telephone System
For the Fiscal Year Ended September 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 435,572	\$ 435,572	\$ 432,573	\$ (2,999)
Miscellaneous	2,110	2,110	3,033	923
TOTAL REVENUES	437,682	437,682	435,606	(2,076)
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
E-911 System	565,112	565,112	202,613	362,499
TOTAL EXPENDITURES	565,112	565,112	202,613	362,499
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEDITURES	(127,430)	(127,430)	232,993	360,423
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	(160,470)	(160,470)	(134,098)	26,372
TOTAL OTHER FINANCING SOURCES (USES)	(160,470)	(160,470)	(134,098)	26,372
NET CHANGE IN FUND BALANCES	(287,900)	(287,900)	98,895	386,795
FUND BALANCES – BEGINNING OF YEAR	340,000	420,528	420,528	-
FUND BALANCES – END OF YEAR	\$ 52,100	\$ 132,628	\$ 519,423	\$ 386,795

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Anti-Drug Abuse Fund
For the Fiscal Year Ended September 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ 82,602	\$ 82,602	\$ -
Miscellaneous	-	-	2	2
TOTAL REVENUES	-	82,602	82,604	2
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Anti-drug abuse	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
EXCESS OF REVENUES OVER EXPEDITURES	-	82,602	82,604	2
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	-	(82,602)	(82,602)	-
TOTAL OTHER FINANCING SOURCES (USES)	-	(82,602)	(82,602)	-
NET CHANGE IN FUND BALANCES	-	-	2	2
FUND BALANCES – BEGINNING OF YEAR	-	1,936	1,936	-
FUND BALANCES – END OF YEAR	\$ -	\$ 1,936	\$ 1,938	\$ 2

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
County Transit Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Intergovernmental	\$ 789,446	\$ 461,908	\$ 528,387	\$ 66,479
Charges for services	395,894	408,606	429,113	20,507
Miscellaneous	75	4,938	6,458	1,520
TOTAL REVENUES	1,185,415	875,452	963,958	88,506
<u>EXPENDITURES</u>				
Current:				
Transportation:				
Transit	1,689,164	1,477,839	1,405,575	72,264
TOTAL EXPENDITURES	1,689,164	1,477,839	1,405,575	72,264
DEFICIENCY OF REVENUES OVER EXPEDITURES	(503,749)	(602,387)	(441,617)	160,770
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	337,771	492,771	492,771	-
TOTAL OTHER FINANCING SOURCES (USES)	337,771	492,771	492,771	-
NET CHANGE IN FUND BALANCES	(165,978)	(109,616)	51,154	160,770
FUND BALANCES – BEGINNING OF YEAR	168,125	111,763	111,763	-
FUND BALANCES – END OF YEAR	\$ 2,147	\$ 2,147	\$ 162,917	\$ 160,770

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Sumter Government Office Building Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Miscellaneous	\$ 170,500	\$ 170,500	\$ 170,761	\$ 261
<u>EXPENDITURES</u>				
Current:				
General Government:				
Government Office Building	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
EXCESS OF REVENUES OVER EXPEDITURES	170,500	170,500	170,761	261
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	(170,500)	(203,505)	(203,505)	-
TOTAL OTHER FINANCING SOURCES (USES)	(170,500)	(203,505)	(203,505)	-
NET CHANGE IN FUND BALANCES	-	(33,005)	(32,744)	261
FUND BALANCES – BEGINNING OF YEAR	-	33,005	33,005	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 261	\$ 261

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Boating Improvement Fund
For the Fiscal Year Ended September 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Permits, Fees & Special Assessments	\$ 15,200	\$ 15,200	\$ 16,344	1,144
Miscellaneous	770	770	524	(246)
TOTAL REVENUES	15,970	15,970	16,868	898
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Boater Improvement	77,000	77,000	-	77,000
TOTAL EXPENDITURES	77,000	77,000	-	77,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(61,030)	(61,030)	16,868	77,898
FUND BALANCES – BEGINNING OF YEAR	195,250	205,375	205,375	-
FUND BALANCES – END OF YEAR	\$ 134,220	\$ 144,345	\$ 222,243	\$ 77,898

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Inter Governmental Radio Communications
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Charges for services	\$ 142,500	\$ 142,500	\$ 103,577	\$ (38,923)
Miscellaneous	2,161	2,161	4	(2,157)
TOTAL REVENUES	<u>144,661</u>	<u>144,661</u>	<u>103,581</u>	<u>(41,080)</u>
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Communications	82,856	65,376	27,852	37,524
Debt Service				
Principal Retirement	83,420	83,420	56,812	26,608
Interest and Fiscal Charges	10,079	10,079	6,864	3,215
TOTAL EXPENDITURES	<u>176,355</u>	<u>158,875</u>	<u>91,528</u>	<u>67,347</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(31,694)	(14,214)	12,053	26,267
FUND BALANCES – BEGINNING OF YEAR	<u>31,694</u>	<u>14,214</u>	<u>14,214</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,267</u>	<u>\$ 26,267</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Police Education Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 30,400	\$ 30,400	\$ 20,285	\$ (10,115)
Miscellaneous	635	635	94	(541)
TOTAL REVENUES	<u>31,035</u>	<u>31,035</u>	<u>20,379</u>	<u>(10,656)</u>
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Sheriff	31,035	76,191	32,072	44,119
TOTAL EXPENDITURES	<u>31,035</u>	<u>76,191</u>	<u>32,072</u>	<u>44,119</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	-	(45,156)	(11,693)	33,463
FUND BALANCES – BEGINNING OF YEAR	-	45,156	45,156	-
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,463</u>	<u>\$ 33,463</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Alcohol and Drug Abuse Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 41,940	\$ 41,940	\$ 17,470	\$ (24,470)
Miscellaneous	3	3	76	73
TOTAL REVENUES	41,943	41,943	17,546	(24,397)
<u>EXPENDITURES</u>				
Current:				
Human Services:				
Adult Drug Court	24,350	24,880	20,518	4,362
Dependency Drug Court	24,569	24,569	-	24,569
Alcohol/Drug Abuse	3,852	3,852	-	3,852
TOTAL EXPENDITURES	52,771	53,301	20,518	32,783
DEFICIENCY OF REVENUES OVER EXPENDITURES	(10,828)	(11,358)	(2,972)	8,386
FUND BALANCES – BEGINNING OF YEAR	16,628	40,292	40,292	-
FUND BALANCES – END OF YEAR	\$ 5,800	\$ 28,934	\$ 37,320	\$ 8,386

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Court Improvement Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 230,724	\$ 230,724	\$ 298,294	\$ 67,570
Miscellaneous	5,252	5,252	371	(4,881)
TOTAL REVENUES	<u>235,976</u>	<u>235,976</u>	<u>298,665</u>	<u>62,689</u>
<u>EXPENDITURES</u>				
Current:				
Court Costs:				
Judicial	-	5,866	5,865	1
TOTAL EXPENDITURES	<u>-</u>	<u>5,866</u>	<u>5,865</u>	<u>1</u>
EXCESS OF REVENUES OVER EXPENDITURES	235,976	230,110	292,800	62,690
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	(235,976)	(279,569)	(279,569)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(235,976)</u>	<u>(279,569)</u>	<u>(279,569)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	(49,459)	13,231	62,690
FUND BALANCES – BEGINNING OF YEAR	<u>-</u>	<u>49,459</u>	<u>49,460</u>	<u>1</u>
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,691</u>	<u>\$ 62,691</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Stormwater Management Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 477,000	\$ 477,000	\$ 7,091	\$ (469,909)
Miscellaneous	2,141	2,141	4,194	2,053
TOTAL REVENUES	479,141	479,141	11,285	(467,856)
<u>EXPENDITURES</u>				
Current:				
Physical environment:				
Stormwater Program	920,978	921,408	14,182	907,226
TOTAL EXPENDITURES	920,978	921,408	14,182	907,226
DEFICIENCY OF REVENUES OVER EXPENDITURES	(441,837)	(442,267)	(2,897)	439,370
FUND BALANCES – BEGINNING OF YEAR	441,837	442,267	442,268	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 439,371	\$ 439,371

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Choose Life Specialty Plates Fund
For the Fiscal Year Ended September 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 4,380	\$ 4,380	\$ 4,570	190
Miscellaneous	5	5	74	69
TOTAL REVENUES	4,385	4,385	4,644	259
EXPENDITURES				
Current:				
Human Services:				
Aid to Private Organizations	34,506	34,561	-	34,561
TOTAL EXPENDITURES	34,506	34,561	-	34,561
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(30,121)	(30,176)	4,644	34,820
FUND BALANCES – BEGINNING OF YEAR	30,121	30,176	30,177	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 34,821	\$ 34,821

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Secondary Trust Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 5,162,009	\$ 5,213,085	\$ 3,558,425	\$ (1,654,660)
Miscellaneous	7,702	7,702	29,921	22,219
TOTAL REVENUES	5,169,711	5,220,787	3,588,346	(1,632,441)
<u>EXPENDITURES</u>				
Current:				
Transportation:				
Road & Bridge	7,886,170	7,765,430	6,600,373	1,165,057
TOTAL EXPENDITURES	7,886,170	7,765,430	6,600,373	1,165,057
DEFICIENCY OF REVENUES OVER EXPENDITURES	(2,716,459)	(2,544,643)	(3,012,027)	(467,384)
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	13,329	13,329	-	(13,329)
TOTAL OTHER FINANCING SOURCES (USES)	13,329	13,329	-	(13,329)
NET CHANGE IN FUND BALANCES	(2,703,130)	(2,531,314)	(3,012,027)	(480,713)
FUND BALANCES – BEGINNING OF YEAR	2,703,130	2,531,314	2,531,314	-
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (480,713)</u>	<u>\$ (480,713)</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
SHIP Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ -	\$ 141,578	\$ 141,578
Miscellaneous	22,544	22,544	32,415	9,871
TOTAL REVENUES	<u>22,544</u>	<u>22,544</u>	<u>173,993</u>	<u>151,449</u>
<u>EXPENDITURES</u>				
Current:				
Economic environment:				
SHIP 08 - 09	35,205	391,705	326,541	65,164
SHIP	272,544	239,365	56,183	183,182
TOTAL EXPENDITURES	<u>307,749</u>	<u>631,070</u>	<u>382,724</u>	<u>248,346</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(285,205)	(608,526)	(208,731)	399,795
FUND BALANCES – BEGINNING OF YEAR	<u>285,205</u>	<u>608,526</u>	<u>608,526</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 399,795</u>	<u>\$ 399,795</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Crime Prevention Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 22,271	\$ 22,271	\$ 22,092	\$ (179)
Miscellaneous	200	200	203	3
TOTAL REVENUES	22,471	22,471	22,295	(176)
<u>EXPENDITURES</u>				
Current:				
Public Safety:	-	94,486	17,520	76,966
TOTAL EXPENDITURES	-	94,486	17,520	76,966
EXCESS (DEFICIENCY) OF REVENUES OVER EXPEDITURES	22,471	(72,015)	4,775	76,790
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	(26,071)	(24,651)	(9,570)	15,081
TOTAL OTHER FINANCING SOURCES (USES)	(26,071)	(24,651)	(9,570)	15,081
NET CHANGE IN FUND BALANCES	(3,600)	(96,666)	(4,795)	91,871
FUND BALANCES – BEGINNING OF YEAR	3,600	96,666	96,667	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 91,872	\$ 91,872

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
County Transportation Trust Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Taxes	\$ 4,739,784	\$ 4,739,784	\$ 5,038,003	\$ 298,219
Permits, Fees & Special Assessments	855	855	1,080	225
Intergovernmental	1,574,065	1,198,655	1,145,972	(52,683)
Charges for services	54,293	54,293	61,737	7,444
Miscellaneous	18,615	44,600	91,233	46,633
TOTAL REVENUES	<u>6,387,612</u>	<u>6,038,187</u>	<u>6,338,025</u>	<u>299,838</u>
<u>EXPENDITURES</u>				
Current:				
Transportation:				
Road & Bridge	11,109,954	10,812,066	7,299,907	3,512,159
TOTAL EXPENDITURES	<u>11,109,954</u>	<u>10,812,066</u>	<u>7,299,907</u>	<u>3,512,159</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(4,722,342)	(4,773,879)	(961,882)	3,811,997
FUND BALANCES – BEGINNING OF YEAR	<u>4,837,342</u>	<u>6,752,526</u>	<u>6,808,811</u>	<u>56,285</u>
FUND BALANCES – END OF YEAR	<u>\$ 115,000</u>	<u>\$ 1,978,647</u>	<u>\$ 5,846,929</u>	<u>\$ 3,868,282</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Court Local Requirements Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 124,387	\$ 124,387	\$ 98,143	\$ (26,244)
Miscellaneous	488	488	269	(219)
TOTAL REVENUES	124,875	124,875	98,412	(26,463)
<u>EXPENDITURES</u>				
Current:				
Court Costs:				
Law Library	20,658	20,658	19,786	872
Legal Aid	20,658	20,658	15,567	5,091
Innovative Court Programs	159,924	158,311	20,658	137,653
TOTAL EXPENDITURES	201,240	199,627	56,011	143,616
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(76,365)	(74,752)	42,401	117,153
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer out	(62,413)	(62,413)	(62,413)	-
TOTAL OTHER FINANCING SOURCES (USES)	(62,413)	(62,413)	(62,413)	-
NET CHANGE IN FUND BALANCES	(138,778)	(137,165)	(20,012)	117,153
FUND BALANCES – BEGINNING OF YEAR	138,778	137,165	137,166	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 117,154	\$ 117,154

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Court Technology Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 159,600	\$ 159,600	\$ 144,183	\$ (15,417)
Miscellaneous	2,642	2,642	1,204	(1,438)
TOTAL REVENUES	162,242	162,242	145,387	(16,855)
<u>EXPENDITURES</u>				
Current:				
Court Costs:				
Guardian Ad Litem	2,850	2,850	824	2,026
Court Functions	133,007	133,007	112,856	20,151
State Attorney	118,000	118,000	92,127	25,873
Public Defender	72,615	72,615	53,392	19,223
TOTAL EXPENDITURES	326,472	326,472	259,199	67,273
DEFICIENCY OF REVENUES OVER EXPENDITURES	(164,230)	(164,230)	(113,812)	50,418
FUND BALANCES – BEGINNING OF YEAR	426,257	504,283	504,284	1
FUND BALANCES – END OF YEAR	\$ 262,027	\$ 340,053	\$ 390,472	\$ 50,419

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Tourist Development Fund
For the Fiscal Year Ended September 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 357,444	\$ 357,444	\$ 350,984	\$ (6,460)
Miscellaneous	2,368	2,368	6,165	3,797
TOTAL REVENUES	359,812	359,812	357,149	(2,663)
EXPENDITURES				
Current:				
Culture and Recreation:				
County Promotion	745,712	745,712	145,658	600,054
TOTAL EXPENDITURES	745,712	745,712	145,658	600,054
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(385,900)	(385,900)	211,491	597,391
FUND BALANCES – BEGINNING OF YEAR	885,900	813,168	813,169	1
FUND BALANCES – END OF YEAR	\$ 500,000	\$ 427,268	\$ 1,024,660	\$ 597,392

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fire Districts
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Permits, Fees & Special Assessments	\$ 4,001,429	\$ 3,995,429	\$ 4,228,550	\$ 233,121
Intergovernmental	-	6,000	36,207	30,207
Charges for services	115,756	115,756	60,514	(55,242)
Miscellaneous	12,320	12,320	9,198	(3,122)
TOTAL REVENUES	4,129,505	4,129,505	4,334,469	204,964
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Sumter Fire District	3,085,249	3,214,513	2,909,658	304,855
FEMA Fire Grant	36,305	16,239	16,239	-
The Villages Fire District	3,654,185	3,690,580	3,688,264	2,316
Debt Service:				
Principal Retirement	200,000	200,000	200,000	-
Interest and Fiscal Charges	84,000	12,093	12,093	-
TOTAL EXPENDITURES	7,059,739	7,133,425	6,826,254	307,171
DEFICIENCY OF REVENUES OVER EXPENDITURES	(2,930,234)	(3,003,920)	(2,491,785)	512,135
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	3,056,882	3,056,882	2,929,093	(127,789)
TOTAL OTHER FINANCING SOURCES (USES)	3,056,882	3,056,882	2,929,093	(127,789)
NET CHANGE IN FUND BALANCES	126,648	52,962	437,308	384,346
FUND BALANCES – BEGINNING OF YEAR	9,082	522,708	522,708	-
FUND BALANCES – END OF YEAR	\$ 135,730	\$ 575,670	\$ 960,016	\$ 384,346

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fire Impact Fee
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Permits, Fees & Special Assessments	\$ 1,058,040	\$ 1,058,040	\$ 2,187,720	\$ 1,129,680
Miscellaneous	10,747	10,747	26,310	15,563
TOTAL REVENUES	1,068,787	1,068,787	2,214,030	1,145,243
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Sumter Fire District	268,500	268,500	218,748	49,752
The Villages Fire District	1,416,500	2,416,500	1,437,260	979,240
Debt Service:				
Principal Retirement	87,162	951,766	940,664	11,102
Interest and Fiscal Charges	45,039	62,331	73,432	(11,101)
TOTAL EXPENDITURES	1,817,201	3,699,097	2,670,104	1,028,993
DEFICIENCY OF REVENUES OVER EXPENDITURES	(748,414)	(2,630,310)	(456,074)	2,174,236
OTHER FINANCING SOURCES (USES)				
Transfer in	-	507,896	482,896	(25,000)
Transfer out	(430,576)	(31,576)	(19,515)	12,061
TOTAL OTHER FINANCING SOURCES (USES)	(430,576)	476,320	463,381	(12,939)
NET CHANGE IN FUND BALANCES	(1,178,990)	(2,153,990)	7,307	2,161,297
FUND BALANCES – BEGINNING OF YEAR	3,380,000	3,295,396	215,432	(3,079,964)
FUND BALANCES – END OF YEAR	\$ 2,201,010	\$ 1,141,406	\$ 222,739	\$ (918,667)

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Property Appraiser
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for Services	\$ 59,336	\$ 59,336	\$ 56,699	\$ (2,637)
<u>EXPENDITURES</u>				
Current:				
General Government	1,426,025	1,427,025	1,356,612	70,413
DEFICIENCY OF REVENUES OVER EXPENDITURES	(1,366,689)	(1,367,689)	(1,299,913)	67,776
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	1,366,689	1,367,689	1,367,689	-
Transfer out	-	-	(67,776)	(67,776)
TOTAL OTHER FINANCING SOURCES (USES)	1,366,689	1,367,689	1,299,913	(67,776)
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES – BEGINNING OF YEAR	-	-	-	-
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Sheriff Canteen Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for Services	\$ 20,225	\$ 20,225	\$ 28,157	\$ 7,932
Miscellaneous	139,729	139,729	113,327	(26,402)
TOTAL REVENUES	159,954	159,954	141,484	(18,470)
<u>EXPENDITURES</u>				
Current:				
Public Safety:				
Commissary	196,907	196,907	145,499	51,408
TOTAL EXPENDITURES	196,907	196,907	145,499	51,408
DEFICIENCY OF REVENUES OVER EXPENDITURES	(36,953)	(36,953)	(4,015)	32,938
FUND BALANCES – BEGINNING OF YEAR	-	-	48,090	48,090
FUND BALANCES – END OF YEAR	\$ (36,953)	\$ (36,953)	\$ 44,075	\$ 81,028

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Sheriff Federal Shared Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ -	\$ 2,895	\$ 2,895
Miscellaneous	-	-	8	8
TOTAL REVENUES	-	-	2,903	2,903
<u>EXPENDITURES</u>				
Current:				
Public Safety:	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	-	-	2,903	2,903
FUND BALANCES – BEGINNING OF YEAR	-	-	966	966
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,869</u>	<u>\$ 3,869</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Records Modernization Fund
For the Fiscal Year Ended September 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 50,000	\$ 50,000	\$ 49,909	\$ (91)
Miscellaneous	500	500	815	315
TOTAL REVENUES	50,500	50,500	50,724	224
<u>EXPENDITURES</u>				
Current:				
General Government:	320,000	320,000	108,266	211,734
TOTAL EXPENDITURES	320,000	320,000	108,266	211,734
DEFICIENCY OF REVENUES OVER EXPENDITURES	(269,500)	(269,500)	(57,542)	211,958
FUND BALANCES – BEGINNING OF YEAR	392,770	392,770	392,770	-
FUND BALANCES – END OF YEAR	\$ 123,270	\$ 123,270	\$ 335,228	\$ 211,958

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Clerk of Circuit Court
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES</u>				
Current:				
General Government Services	1,675,633	1,675,633	1,578,257	97,376
Court Related	62,413	62,413	51,743	10,670
TOTAL EXPENDITURES	<u>1,738,046</u>	<u>1,738,046</u>	<u>1,630,000</u>	<u>108,046</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(1,738,046)	(1,738,046)	(1,630,000)	108,046
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	1,738,046	1,738,046	1,738,046	-
Transfer out	-	-	(108,046)	(108,046)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,738,046</u>	<u>1,738,046</u>	<u>1,630,000</u>	<u>(108,046)</u>
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES – BEGINNING OF YEAR	-	-	-	-
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Clerk Fine and Forfeiture Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 1,590,122	\$ 1,590,122	\$ 1,626,581	\$ 36,459
Miscellaneous	1,275	1,275	1,795	520
TOTAL REVENUES	<u>1,591,397</u>	<u>1,591,397</u>	<u>1,628,376</u>	<u>36,979</u>
<u>EXPENDITURES</u>				
Current:				
Court Related	<u>1,842,816</u>	<u>1,842,816</u>	<u>1,659,738</u>	<u>183,078</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(251,419)	(251,419)	(31,362)	220,057
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	251,419	251,419	251,419	-
Transfer out	-	-	(157,177)	(157,177)
TOTAL OTHER FINANCING SOURCES (USES)	<u>251,419</u>	<u>251,419</u>	<u>94,242</u>	<u>(157,177)</u>
NET CHANGE IN FUND BALANCES	-	-	62,880	62,880
FUND BALANCES – BEGINNING OF YEAR	<u>98,505</u>	<u>98,505</u>	<u>98,505</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ 98,505</u>	<u>\$ 98,505</u>	<u>\$ 161,385</u>	<u>\$ 62,880</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Clerk Court Technology
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Charges for Services	\$ 150,000	\$ 150,000	\$ 136,975	\$ (13,025)
Fines and Forfeitures	120,000	120,000	126,724	6,724
Miscellaneous	1,000	1,000	-	(1,000)
TOTAL REVENUES	<u>271,000</u>	<u>271,000</u>	<u>263,699</u>	<u>(7,301)</u>
<u>EXPENDITURES</u>				
Current:				
Court Related	<u>635,000</u>	<u>635,000</u>	<u>96,986</u>	<u>538,014</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(364,000)	(364,000)	166,713	530,713
FUND BALANCES – BEGINNING OF YEAR	<u>558,908</u>	<u>558,908</u>	<u>558,908</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u><u>\$ 194,908</u></u>	<u><u>\$ 194,908</u></u>	<u><u>\$ 725,621</u></u>	<u><u>\$ 530,713</u></u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Tax Collector
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES</u>				
Current:				
General Government	1,754,941	1,754,941	1,730,923	24,018
DEFICIENCY OF REVENUES OVER EXPENDITURES	(1,754,941)	(1,754,941)	(1,730,923)	24,018
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	1,754,941	1,754,941	1,754,941	-
Transfer out	-	-	(24,018)	(24,018)
TOTAL OTHER FINANCING SOURCES (USES)	1,754,941	1,754,941	1,730,923	(24,018)
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES – BEGINNING OF YEAR	-	-	-	-
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Supervisor of Elections
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ 23,556	\$ 23,556	\$ -
<u>EXPENDITURES</u>				
Current:				
General Government	1,300,781	1,324,337	1,267,639	56,698
DEFICIENCY OF REVENUES OVER EXPENDITURES	(1,300,781)	(1,300,781)	(1,244,083)	56,698
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	1,259,125	1,259,125	1,259,125	-
Transfer out	-	-	(20,553)	(20,553)
TOTAL OTHER FINANCING SOURCES (USES)	1,259,125	1,259,125	1,238,572	(20,553)
NET CHANGE IN FUND BALANCES	(41,656)	(41,656)	(5,511)	36,145
FUND BALANCES – BEGINNING OF YEAR	885,420	885,420	41,656	(843,764)
FUND BALANCES – END OF YEAR	<u>\$ 843,764</u>	<u>\$ 843,764</u>	<u>\$ 36,145</u>	<u>\$ (807,619)</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
98, 03 and 06 Sinking Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 5,166,363	\$ 5,166,363	\$ 5,926,788	\$ 760,425
Miscellaneous	3,013	3,013	5,363	2,350
TOTAL REVENUES	<u>5,169,376</u>	<u>5,169,376</u>	<u>5,932,151</u>	<u>762,775</u>
<u>EXPENDITURES</u>				
Current:				
Debt Service				
Principal Retirement	495,000	2,845,000	2,845,000	-
Interest and Fiscal Charges	1,867,762	1,920,762	1,902,051	18,711
TOTAL EXPENDITURES	<u>2,362,762</u>	<u>4,765,762</u>	<u>4,747,051</u>	<u>18,711</u>
EXCESS OF REVENUES OVER EXPENDITURES	2,806,614	403,614	1,185,100	781,486
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	-	2,108,000	2,108,000	-
Transfer out	(2,806,614)	(2,511,614)	(3,428,805)	(917,191)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(2,806,614)</u>	<u>(403,614)</u>	<u>(1,320,805)</u>	<u>(917,191)</u>
NET CHANGE IN FUND BALANCES	-	-	(135,705)	(135,705)
FUND BALANCES – BEGINNING OF YEAR	<u>885,029</u>	<u>885,420</u>	<u>885,420</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ 885,029</u>	<u>\$ 885,420</u>	<u>\$ 749,715</u>	<u>\$ (135,705)</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
2006 Bond Construction Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Miscellaneous	\$ 40,000	\$ 40,000	\$ 308,393	\$ 268,393
<u>EXPENDITURES</u>				
Current:				
Capital Outlay				
County Administration	7,025,000	7,025,000	6,108,083	916,917
County Building/Detention Center	5,409,576	2,162,560	679,650	1,482,910
TOTAL EXPENDITURES	<u>12,434,576</u>	<u>9,187,560</u>	<u>6,787,733</u>	<u>2,399,827</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(12,394,576)	(9,147,560)	(6,479,340)	2,668,220
FUND BALANCES – BEGINNING OF YEAR	<u>12,394,576</u>	<u>9,147,560</u>	<u>9,147,261</u>	<u>(299)</u>
FUND BALANCES – END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,667,921</u></u>	<u><u>\$ 2,667,921</u></u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Capital Projects Fund
For the Fiscal Year Ended September 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Intergovernmental	\$ 370,500	\$ 910,314	\$ 480,000	\$ (430,314)
Miscellaneous	8,571	8,571	38,432	29,861
TOTAL REVENUES	<u>379,071</u>	<u>918,885</u>	<u>518,432</u>	<u>(400,453)</u>
<u>EXPENDITURES</u>				
Current:				
Capital Outlay:				
Facilities Dev & Maintenance	3,304,827	2,607,204	1,272,158	1,335,046
Sumter Fire District	639,000	766,610	292,222	474,388
FEMA Hazard Mitigation Grant	370,500	378,000	16,944	361,056
Library Program	1,827,121	900,000	699,632	200,368
Animal Control	-	49,100	42,862	6,238
Administration	-	579,519	461,084	118,435
TOTAL EXPENDITURES	<u>6,141,448</u>	<u>5,280,433</u>	<u>2,784,902</u>	<u>2,495,531</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(5,762,377)	(4,361,548)	(2,266,470)	2,095,078
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	826,476	1,083,593	1,074,748	(8,845)
Transfer out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>826,476</u>	<u>1,083,593</u>	<u>1,074,748</u>	<u>(8,845)</u>
NET CHANGE IN FUND BALANCES	(4,935,901)	(3,277,955)	(1,191,722)	2,086,233
FUND BALANCES – BEGINNING OF YEAR	<u>5,140,533</u>	<u>5,216,895</u>	<u>5,580,507</u>	<u>363,612</u>
FUND BALANCES – END OF YEAR	<u>\$ 204,632</u>	<u>\$ 1,938,940</u>	<u>\$ 4,388,785</u>	<u>\$ 2,458,690</u>

Sumter County, Florida
Combining Statement of Fiduciary Net Assets
Agency Funds
September 30, 2010

	Clerk of Circuit Court	Sheriff	Tax Collector	Totals
<u>ASSETS</u>				
Cash and equivalents	\$ 932,674	\$ 62,266	\$ 1,905,224	\$ 2,900,164
Due from other governments	-	-	127	127
Receivables	-	-	16,415	16,415
TOTAL ASSETS	932,674	62,266	1,921,766	2,916,706
<u>LIABILITIES</u>				
Assets held for others	932,674	62,266	1,921,766	2,916,706
NET ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Sumter County, Florida
Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended September 30, 2010

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	07-HM-4@-05-70-01-031	12,179	
Hazard Mitigation Grant	97.039	09HS-J6-05-70-01-010	12,650	
Hazard Mitigation Grant	97.039	09HM-7J-05-70-01-005	12,708	37,537
Emergency Management Performance Grnat	97.042	09-BG-20-05-70-01-153	35,980	
State Homeland Security Grant Issue 7	97.067	10-DS-39-05-70-01-314	84,500	
Homeland Security Grant - Issue 10	97.067	08-DS-60-05-70-01-351	7,546	
Homeland Security Grant - Issue 20	97.067	09-DS-51-05-70-01-216	6,225	
Community Emergency Response Team (CERT)	97.067	10-CI-49-05-70-01-344	10,000	
Community Emergency Response Team (CERT)	97.067	10-CC-43-05-70-01-274	10,000	118,271
Direct:				
ARRA - Firefighters Fire Station Construction	97.115	EMW-2009-FC-05940R	251,006	
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
Section 8 Housing Assistance	14.871	FL117	574,217	
<u>DEPARTMENT OF JUSTICE</u>				
Passed Through the Attorney General:				
VOCA	16.575	V9136	44,827	
Direct:				
Sumter County Corrections Safety and Security Enhancement	16.738	2009-DJ-BX-1031	15,923	
Sumter County Judicial and Corrections Safety and Security Enhancemen	16.804	2009-SB-B9-1090	65,525	
State Criminal Alien Assistance Program	16.606	2009-AP-BX-0145	17,509	
Passed Through State Department of Law Enforcement:				
Byrne Formula Grant - Drug Task Force	16.738	2009-JAGC-SUMT-1-T7-096	82,602	
Sumter County Stimulus Corrections/Law Enforcement Grant	16.803	2010-ARRC-SUMT-4-W7-158	157,427	
<u>DEPARTMENT OF TRANSPORTATION</u>				
Passed Through State Department of Transportation:				
Section 5311 - Transportation Operating Assistance Grant	20.509	AOX11	240,004	
Section 5316 - Program Grant	20.516	APA52	33,215	
ARRA - Highway Planning and Const. - Lake Pan Ped Trail	20.205	APQ87	249,507	
ARRA - Highway Planning and Const. - C476B	20.205	APZ20	15,030	
ARRA - Highway Planning and Const. - C476E	20.205	APT46	733,016	
ARRA - Highway Planning and Const. - C470	20.205	APT44	515,793	
ARRA - Highway Planning and Const. - C476 W Resurfacing	20.205	APO48	994,947	
ARRA - Highway Planning and Const. - C48 E Resurfacing	20.205	APN62	661,988	3,170,281
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Passed Through Department of Revenue:				
Child Support Enforcement Title IV - D	93.563	CD360	<u>124,300</u>	
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 4,968,624</u>	

Sumter County, Florida
Schedule of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended September 30, 2010

STATE FINANCIAL ASSISTANCE	STATE CSFA	CONTRACT/ GRANT NUMBER	EXPENDITURES	PROJECT TOTAL
<u>DEPARTMENT OF ENVIRONMENTAL PROTECTION</u>				
Small County Consolidated Grants	37.012	027SC	78,787	
Statewide surface water restoration and wastewater projects	37.039	LP6785	7,091	
Florida Organics Recycling Center of Excellence	37.074	S0441	114,001	
<u>DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES</u>				
Mosquito Control/Waste Tire Abatement	42.003	14164	3,152	
Mosquito Control/Waste Tire Abatement	42.003	14982	37,683	40,835
<u>DEPARTMENT OF STATE, SECRETARY OF STATE</u>				
State Aid to Libraries	45.030	07-ST-77	18,628	
State Aid to Libraries	45.030	08-ST-78	112,372	
State Aid to Libraries	45.030	09-ST-77	309,979	440,979
<u>DEPARTMENT OF COMMUNITY AFFAIRS</u>				
Emergency Management Preparedness & Assistance	52.008	10-BG-25-05-70-01-060	102,724	
<u>FLORIDA HOUSING FINANCE CORPORATION</u>				
State Housing Initiatives Partnership Program	52.901	N/A	382,724	
<u>DEPARTMENT OF TRANSPORTATION</u>				
Trip/Equipment Grant	55.001	248537-1-84-01 APL57	142,191	
Trip/Equipment Grant	55.001	248537-1-84-01 APZ93	46,944	189,135
Joint Participation Agreement - Expansion of Services	55.012	AP405	15,824	
Joint Participation Agreement - Expansion of Services	55.012	AP406	10,803	
Joint Participation Agreement - Expansion of Services	55.012	AP407	11,232	37,859
<u>DEPARTMENT OF HEALTH</u>				
Emergency Medical Services County Grant	64.005	C9060	29,615	
<u>DEPARTMENT OF MANAGEMENT SERVICES</u>				
Wireless 911 Emergency Telephone System	72.001	N/A	336,711	
E911 State Grant Program	72.002	S-08-04-29	1,077	
<u>OFFICE OF STATE COURTS ADMINISTRATOR</u>				
Small County Courthouse Facilities	22.004	N/A	480,000	
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			<u>\$ 2,241,538</u>	

Sumter County, Florida
Notes to Schedule of Expenditures of Federal Awards and
State Financial Assistance
For the Year Ended September 30, 2010

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, 2010, and have issued our report thereon dated June 3, 2011.

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. In that regard, there were no prior audit findings.

Financial Condition

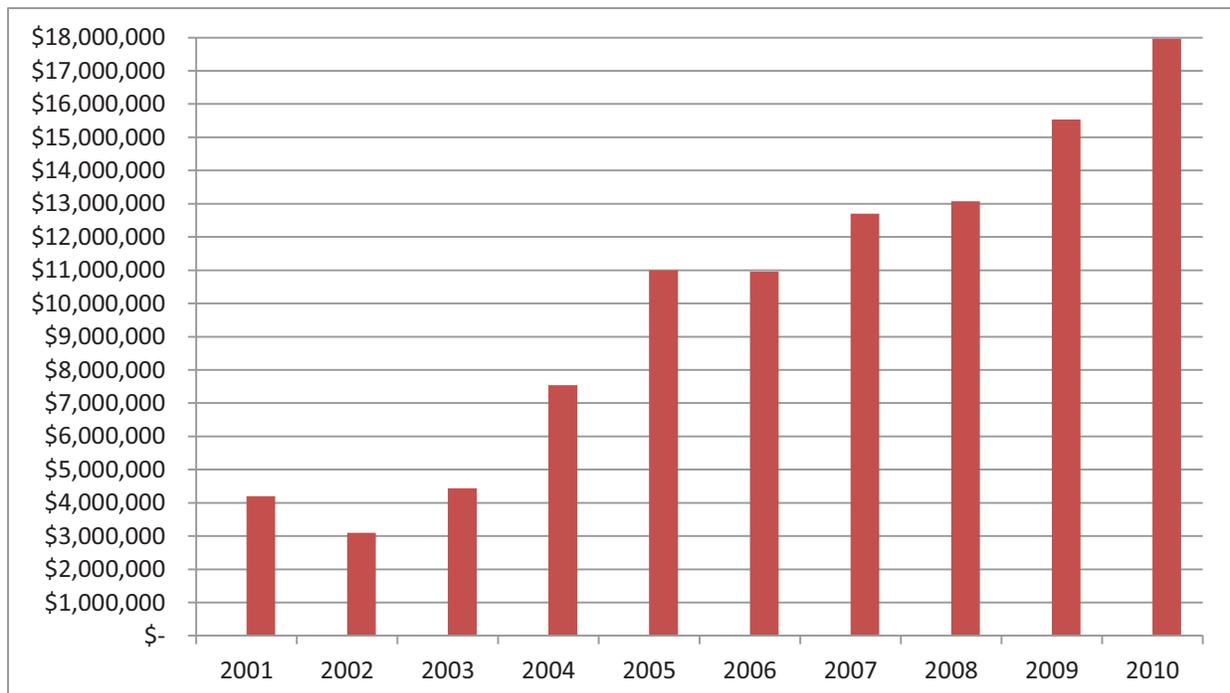
As required by the Rules of the Auditor General, the scope of our audit included a review of the provisions of Section 218.503, Florida Statutes, "Determination of Financial Emergency". In connection with our audit, we determined that the County has not met one or more of the conditions described in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

	Fund Balance/ Net Assets September 30, 2008	Fund Balance/ Net Assets September 30, 2009	Fund Balance/ Net Assets September 30, 2010
General Fund	\$ 13,073,753	\$ 15,538,851	\$ 17,969,123
Special Revenue Funds:			
County Transportation Trust	6,922,184	6,808,811	5,846,929
Secondary Trust	2,111,962	2,531,314	(480,713)
Solid Waste	837,573	730,108	637,280
Fire Districts	518,448	522,708	960,016
911 Emergency Telephone System	413,357	420,528	519,423
County Transit	255,184	111,763	162,917
Government Office Building	868,480	33,005	261
Road Impact Fee Fund	2,722,521	2,790,829	2,930,619
Internal Service Fund			
Self-Insurance Fund	2,318,705	1,380,257	1,178,362
Capital Projects Fund			
2006 Bond Construction	25,894,687	9,147,261	2,667,921

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, 2010, 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, 2010.

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.

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.

Carri Riggall / Ingram LLC

June 3, 2011
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, 2010, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 3, 2011. 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

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*.

We noted certain matters, which we have reported in separately-issued reports for the County's constitutional officers.

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.

Car, Riggs, & Ingram LLC

June 3, 2011
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, 2010. 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, 2010.

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.

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.



June 3, 2011
Gainesville, Florida

**Sumter County, Florida
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2010**

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 reported no significant deficiencies in internal control over the major federal award programs or state projects.
- (v) The report on compliance for the major federal programs and state projects was unqualified.
- (vi) The audit disclosed no findings relative to the major federal programs or 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	97.115
<u>State Projects</u>	<u>CSFA Number</u>
Small County Courthouse Facilities	22.004
State Aid To Libraries	45.030
State Housing Initiatives Partnership Program	52.901
Wireless 911 Emergency Telephone System	72.001
- (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.

PART III – FINDINGS AND QUESTIONED COSTS – FEDERAL PROGRAMS

There were no findings relative to federal programs

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, 2010**

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>



June 22, 2011

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, 2010

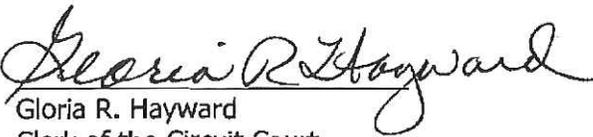
Dear Mr. Martin:

Sumter County acknowledges receipt of the audit report for Sumter County Board of County Commissioners for the fiscal year ending September 30, 2010.

There were no audit findings that require corrective action.

Very truly yours,



Don Burgess
Chairman
Gloria R. Hayward
Clerk of the Circuit Court

Richard "Dick" Hoffman, Dist 1
(352) 689-4400
7375 Powell Road
Wildwood, FL 34785

Doug Gilpin, Dist 2
2nd Vice Chairman
(352) 689-4400
7375 Powell Road
Wildwood, FL 34785

Don Burgess, Dist 3
Chairman
(352) 689-4400
7375 Powell Road
Wildwood, FL 34785

Garry Breeden, Dist 4
Vice Chairman
(352) 689-4400
7375 Powell Road
Wildwood, FL 34785

Randy Mask, Dist 5
Office: (352) 889-4400
Home: (352) 793-3930
7375 Powell Road
Wildwood, FL 34785

Bradley S. Arnold,
County Administrator
(352) 689-4400
7375 Powell Road
Wildwood, FL 34785

Gloria R. Hayward, Clerk & Auditor
(352) 793-0215
209 North Florida Street
Bushnell, FL 33513

County Attorney
The Hogan Law Firm
Post Office Box 485
Brooksville, Florida 34805

SUMTER COUNTY
CLERK OF THE CIRCUIT COURT

AUDIT REPORT

SEPTEMBER 30, 2010

**Sumter County Clerk of the Circuit Court
Audit Report
September 30, 2010**

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1
SPECIAL PURPOSE FINANCIAL STATEMENTS:	
Governmental Funds:	
Balance Sheet	3
Statement of Revenues, Expenditures and Changes in Fund Balances	4
Fiduciary Funds:	
Statement of Fiduciary Net Assets	5
Notes to Financial Statements	6
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	10
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Fine & Forfeiture Fund	11
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Records Modernization Fund	12
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Court Technology Fund.....	13
SUPPLEMENTAL INFORMATION:	
Combining Statement of Fiduciary Net Assets – Agency Funds	14
ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL:	
Management Letter	15
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters/Communication with Those Charged with Governance.....	17
ELECTED OFFICIAL'S RESPONSE TO AUDITORS' COMMENTS	--

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, 2010, 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, 2010, 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 May 19, 2011 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

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

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, 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.



May 19, 2011
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2010
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	\$ 217,244	\$ 395,080	\$ 330,616	\$ 706,908	\$ 1,649,848
Due From Other Funds	-	44	4,612	18,713	23,369
Due From Other Governments	-	16,870	-	-	16,870
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 217,244</u>	<u>\$ 411,994</u>	<u>\$ 335,228</u>	<u>\$ 725,621</u>	<u>\$ 1,690,087</u>
<u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES</u>					
Accounts Payable and Accrued Liabilities	\$ 63,785	\$ 31,160	\$ -	\$ -	\$ 94,945
Due to Other County Agencies	153,459	157,204	-	-	310,663
Deferred Revenue	-	62,245	-	-	62,245
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>217,244</u>	<u>250,609</u>	<u>-</u>	<u>-</u>	<u>467,853</u>
<u>FUND BALANCES</u>					
Reserved for Court	-	-	-	166,690	166,690
Unreserved	-	161,385	335,228	558,931	1,055,544
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUND BALANCES	<u>-</u>	<u>161,385</u>	<u>335,228</u>	<u>725,621</u>	<u>1,222,234</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 217,244</u>	<u>\$ 411,994</u>	<u>\$ 335,228</u>	<u>\$ 725,621</u>	<u>\$ 1,690,087</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, 2010
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	\$ -	\$ 1,626,581	\$ -	\$ -	\$ 1,626,581
Charges for Services	-	-	49,909	136,975	186,884
Fines and Forfeitures	-	-	-	126,724	126,724
Miscellaneous Revenue	-	1,795	815	-	2,610
TOTAL REVENUES	-	1,628,376	50,724	263,699	1,942,799
EXPENDITURES					
Current:					
General Government Services	1,578,257	-	108,266	-	1,686,523
Court Related	51,743	1,659,738	-	96,986	1,808,467
TOTAL EXPENDITURES	1,630,000	1,659,738	108,266	96,986	3,494,990
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,630,000)	(31,362)	(57,542)	166,713	(1,552,191)
OTHER FINANCING SOURCES (USES)					
Appropriation from Board of County Commissioners	1,738,046	251,419	-	-	1,989,465
Reversion to Board of County Commissioners	(108,046)	(157,177)	-	-	(265,223)
TOTAL OTHER FINANCING SOURCES (USES)	1,630,000	94,242	-	-	1,724,242
NET CHANGE IN FUND BALANCES	-	62,880	(57,542)	166,713	172,051
FUND BALANCES – October 1, 2009	-	98,505	392,770	558,908	1,050,183
FUND BALANCES – September 30, 2010	\$ -	\$ 161,385	\$ 335,228	\$ 725,621	\$ 1,222,234

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

Statement of Fiduciary Net Assets
September 30, 2010
Sumter County Clerk of the Circuit Court

	Agency Funds
<u>ASSETS</u>	
Cash and Equivalents	<u>\$ 1,040,867</u>
<u>LIABILITIES</u>	
Assets Held for Others	932,674
Due to Other Funds	23,369
Due to Other County Agencies	<u>84,824</u>
TOTAL LIABILITIES	<u>1,040,867</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, 2010
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 had no nonmajor 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 all financial resources, except those required to be accounted for 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, 2010
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 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.

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.

Notes to Financial Statements
September 30, 2010
Sumter County Clerk of the Circuit Court

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

NOTE 2 - INTERFUND BALANCES

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

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Fine & Forfeiture	\$ 44	\$ -
Records Modernization Fund	4,612	-
Court Technology	18,713	-
Agency Funds	-	23,369
	-	23,369
Total	\$ 23,369	\$ 23,369

NOTE 3 - CHANGES IN LONG-TERM LIABILITIES

A summary of changes in long-term liabilities follows:

	BALANCE OCTOBER 1, <u>2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	BALANCE SEPTEMBER 30, <u>2010</u>	DUE WITHIN <u>ONE YEAR</u>
Compensated Absences	<u>\$152,000</u>	<u>\$ 145,000</u>	<u>\$144,000</u>	<u>\$153,000</u>	<u>\$74,000</u>

Notes to Financial Statements
September 30, 2010
Sumter County Clerk of the Circuit Court

NOTE 4 - 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 is employee noncontributory. The Office is required to contribute at an actuarially determined rate. The rates at September 30, 2010 were as follows: Regular Employees 10.77%; Special Risk Employees 23.25%; Senior Management 14.57%; Elected Officials 18.64%. 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, 2010, 2009 and 2008 were \$231,000, \$241,000 and \$247,000, respectively, equal to the required contributions for each year.

NOTE 5 – 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, 2010
Sumter County Clerk of the Circuit Court

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
<u>REVENUES</u>	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES</u>				
Current:				
General Government Services	1,675,633	1,675,633	1,578,257	97,376
Court Related	62,413	62,413	51,743	10,670
TOTAL EXPENDITURES	1,738,046	1,738,046	1,630,000	108,046
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,738,046)	(1,738,046)	(1,630,000)	108,046
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	1,738,046	1,738,046	1,738,046	-
Reversion to Board of County Commissioners	-	-	(108,046)	(108,046)
TOTAL OTHER FINANCING SOURCES (USES)	1,738,046	1,738,046	1,630,000	(108,046)
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - October 1, 2009	-	-	-	-
FUND BALANCES - September 30, 2010	\$ -	\$ -	\$ -	\$ -

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, 2010
Sumter County Clerk of the Circuit Court

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		WITH FINAL <u>BUDGET</u>
<u>REVENUES</u>				
Intergovernmental	\$ 1,590,122	\$ 1,590,122	\$ 1,626,581	\$ 36,459
Miscellaneous	1,275	1,275	1,795	520
TOTAL REVENUES	1,591,397	1,591,397	1,628,376	36,979
<u>EXPENDITURES</u>				
Current:				
Court Related	1,842,816	1,842,816	1,659,738	183,078
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(251,419)	(251,419)	(31,362)	220,057
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	251,419	251,419	251,419	-
Reversion to Board of County Commissioners	-	-	(157,177)	(157,177)
TOTAL OTHER FINANCING SOURCES (USES)	251,419	251,419	94,242	(157,177)
NET CHANGE IN FUND BALANCES	-	-	62,880	62,880
FUND BALANCES - October 1, 2009	98,505	98,505	98,505	-
FUND BALANCES – September 30, 2010	\$ 98,505	\$ 98,505	\$ 161,385	\$ 62,880

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, 2010
 Sumter County Clerk of the Circuit Court**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL		WITH FINAL BUDGET
REVENUES				
Charges For Services	\$ 50,000	\$ 50,000	\$ 49,909	\$ (91)
Miscellaneous Revenues	500	500	815	315
TOTAL REVENUES	50,500	50,500	50,724	224
EXPENDITURES				
Current:				
General Government	320,000	320,000	108,266	(211,734)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(269,500)	(269,500)	(57,542)	211,958
FUND BALANCES - October 1, 2009	392,770	392,770	392,770	-
FUND BALANCES – September 30, 2010	<u>\$ 123,270</u>	<u>\$ 123,270</u>	<u>\$ 335,228</u>	<u>\$ 211,958</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, 2010
Sumter County Clerk of the Circuit Court**

	<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	\$ 150,000	\$ 150,000	\$ 136,975	\$ (13,025)
Fine and Forfeitures	120,000	120,000	126,724	6,724
Miscellaneous Revenues	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
TOTAL REVENUES	271,000	271,000	263,699	(7,301)
<u>EXPENDITURES</u>				
Current:				
Court Related	<u>635,000</u>	<u>635,000</u>	<u>96,986</u>	<u>538,014</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(364,000)	(364,000)	166,713	530,713
FUND BALANCES - October 1, 2009	<u>558,908</u>	<u>558,908</u>	<u>558,908</u>	<u>-</u>
FUND BALANCES – September 30, 2010	<u><u>\$ 194,908</u></u>	<u><u>\$ 194,908</u></u>	<u><u>\$ 725,621</u></u>	<u><u>\$ 530,713</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.

SUPPLEMENTAL INFORMATION

**Combining Statement of Fiduciary Net Assets
Agency Funds
September 30, 2010
Sumter County Clerk of the Circuit Court**

	TRUST FUND	COURT REGISTRY FUND	<u>TOTAL</u>
<u>ASSETS</u>			
Cash and Equivalents	\$ 620,784	\$ 420,083	\$ 1,040,867
<u>LIABILITIES</u>			
Assets Held for Others	512,591	420,083	932,674
Due to Other Funds	23,369	-	23,369
Due to Other County Agencies	84,824	-	84,824
TOTAL LIABILITIES	620,784	420,083	1,040,867
NET ASSETS	<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, 2010, and have issued our report thereon dated May 19, 2011.

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. There were no findings or recommendations in the preceding audit report.

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, except as discussed below.

With regard to the performance standards developed and certified pursuant to Section 28.35, Florida Statutes, the following conditions were noted:

- Outputs for State fiscal year-end 2010 did not achieve all projections.

- Office did not achieve the standard for timely issuance of juror payments in State fiscal year-end 2010.
- Collections Performance measures were achieved for 8 of 9 standards for State fiscal year-end 2010.

Other Matters

Our audit revealed the following matter that we are required to include in this management letter:

The expenditures reported to the State on the tracking report that is submitted to the State could not readily be reconciled to the underlying accounting records. We recommend that in the future all amounts reported in the tracking report be reconciled to the accounting records periodically during the fiscal year.

The Office's response to the matters identified above is described in its accompanying letter of response. We did not audit the Office's response, and, accordingly, we express no opinion on it.

This management letter is intended solely for the information and use of the Sumter County Clerk of the Circuit Court 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.

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.



May 19, 2011
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, 2010, which collectively comprise the Office's special purpose financial statements and have issued our report thereon dated May 19, 2011. 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*.

We noted certain matters that we reported to management in a separate letter dated May 19, 2011.

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. No new accounting policies were adopted and 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 noted no 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, 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.



May 19, 2011
Gainesville, Florida



GLORIA R. HAYWARD
CLERK OF THE CIRCUIT COURT
SUMTER COUNTY
209 North Florida Street
Bushnell, Florida 33513

Phone (352) 793-0215
Finance (352) 793-0217
Courts (352) 793-0211
Fax (352) 793-0218
Suncom 665-0215

May 19, 2011

Auditor General
Post Office Box 1735
Tallahassee, Florida 32302

RE: Annual Audit Report for the fiscal year 09/10

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, 2010.

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.

In response to the performance standards, I would like to respond on the following, to-wit:

Output Report – The output report contains projections of the number of new case filings, reopens filed and appeals filed in ten divisions of the courts. These numbers are projected a year before the budget is approved using previous years data as a base to average and project any growth. The Clerk has no knowledge of the upcoming budget impacts to state and local agencies that file cases in the criminal divisions including traffic tickets so these numbers will never be a hundred percent. The decline of the economy is definitely impacting our civil divisions which is another area that the Clerk has no control on the numbers so the output report is just a projection of workload for the upcoming budget and does not reflect any performance measures on the work performed by the Clerk's Office and is used more as a tool to help prepare the budget.



GLORIA R. HAYWARD
CLERK OF THE CIRCUIT COURT
SUMTER COUNTY
209 North Florida Street
Bushnell, Florida 33513

Phone (352) 793-0215
Finance (352) 793-0217
Courts (352) 793-0211
Fax (352) 793-0218
Suncom 665-0215

Juror Payments – The time standards for juror payments is 20 days after service and this is one of our performance reports. With the reduction of staff, we have been training new staff to assist in jury management. Sumter County uses a jury pool and jurors may be selected and return on future dates with payment being made at the end of service. We had a panel of return jurors that did not get paid within the 20 days and we have found that this was a training issue and have set up new procedures to help eliminate this issue.

Collections Reports – We have an internal collections department that works hard on keeping up within the standard collection performance measures. The felony division has a 9% minimum collections rate and this area is difficult as most defendants are sentenced to jail time with no means to pay fines and cost. The drug trafficking cases have caused this rate to be below standard as the Court must impose a mandatory fine and jail time which causes the percent to fall below the performance level. This is out of the control of the Clerk. We issue a noncompliance report with the actual fines and the mandatory drug trafficking fines to show the difference which creates the lower rate.

Bifurcated Court Budget – The monthly tracking report reflects the expenditures of the state funds for the fiscal year which were spent prior to using the other supplements. The Clerk receives appropriations from the state court trust fund, reimbursement of 4-D child support and supplemental funds from the Board of County Commissioners to fund total expenses for the court division. The bifurcated budget has created new challenges in identifying what funds are covering expenses. This is definitely a work in progress to set up new account codes, dealing with cash balances being brought forward at the end of the county fiscal year and having to close in June during the county fiscal year. The Clerk is creating new accounts to help identify the carry forward funds and establishing standard procedures to help understand the two separate year end closings and the priority order for which funds cover expenses.

Considering all the new mandates and the reduction of staff I am pleased with the development of new accounts for budgeting and performance measures and our successful completion of another financial audit.

Respectfully yours,

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

**SUMTER COUNTY
PROPERTY APPRAISER**

AUDIT REPORT

SEPTEMBER 30, 2010

**Sumter County Property Appraiser
Audit Report
September 30, 2010**

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1
SPECIAL PURPOSE FINANCIAL STATEMENTS:	
Governmental Funds:	
Balance Sheet	3
Statement of Revenues, Expenditures and Changes in Fund Balance	4
Notes to Financial Statements	5
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	8
ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL:	
Management Letter	9
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters/Communication with Those Charged with Governance	11
ELECTED OFFICIAL'S RESPONSE TO AUDITORS' COMMENTS	--

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, 2010, 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, 2010, 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 March 10, 2011 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.

A handwritten signature in cursive script that reads "Carr, Riggs & Ingram LLC". The signature is written in black ink on a light-colored background.

March 10, 2011
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2010
Sumter County Property Appraiser**

	GENERAL FUND
<u>ASSETS</u>	
Cash and Equivalents	\$ 88,920
Accounts Receivable	140
	140
TOTAL ASSETS	\$ 89,060
 <u>LIABILITIES AND FUND BALANCE</u>	
<u>LIABILITIES</u>	
Accounts Payable and Accrued Liabilities	\$ 19,987
Due to Other County Agencies	69,073
	69,073
TOTAL LIABILITIES	89,060
 FUND BALANCE	 -
TOTAL LIABILITIES AND FUND BALANCE	\$ 89,060

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, 2010
Sumter County Property Appraiser**

	<u>GENERAL FUND</u>
<u>REVENUES</u>	
Charges for Services	\$ 56,699
<u>EXPENDITURES</u>	
Current:	
General Government Services	<u>1,356,612</u>
EXCESS OF REVENUES UNDER EXPENDITURES	<u>(1,299,913)</u>
<u>OTHER FINANCING SOURCES (USES)</u>	
Appropriation from Board of County Commissioners	1,367,689
Reversion to Board of County Commissioners	<u>(67,776)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,299,913</u>
NET CHANGE IN FUND BALANCE	-
FUND BALANCE - October 1, 2009	<u>-</u>
FUND BALANCE - September 30, 2010	<u><u>\$ -</u></u>

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

Notes to Financial Statements
September 30, 2010
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 all financial resources, except those required to be accounted for in another fund.

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

Notes to Financial Statements
September 30, 2010
Sumter County Property Appraiser

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

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.

**Notes to Financial Statements
September 30, 2010
Sumter County Property Appraiser**

NOTE 2 - CHANGES IN LONG-TERM DEBT

A summary of changes in long-term debt follows:

	BALANCE OCTOBER 1, 2009	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30, 2010	DUE WITHIN ONE YEAR
Compensated Absences	<u>\$ 179,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 179,000</u>	<u>\$ -</u>

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 is employee noncontributory. The Office is required to contribute at an actuarially determined rate. The rates at September 30, 2010 were as follows: Regular Employees 10.77%; Special Risk Employees 23.25%; Senior Management 14.57%; Elected Officials 18.64%. 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, 2010, 2009 and 2008 were approximately \$89,000, \$95,000 and \$96,000, 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, 2010
Sumter County Property Appraiser

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>WITH FINAL</u>
<u>REVENUES</u>				<u>BUDGET</u>
Charges for Services	\$ 59,336	\$ 59,336	\$ 56,699	\$ (2,637)
<u>EXPENDITURES</u>				
Current:				
General Government Services	<u>1,426,025</u>	<u>1,427,025</u>	<u>1,356,612</u>	<u>70,413</u>
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	<u>(1,366,689)</u>	<u>(1,367,689)</u>	<u>(1,299,913)</u>	<u>67,776</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	1,366,689	1,367,689	1,367,689	-
Reversion to Board of County Commissioners	<u>-</u>	<u>-</u>	<u>(67,776)</u>	<u>(67,776)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,366,689</u>	<u>1,367,689</u>	<u>1,299,913</u>	<u>(67,776)</u>
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - October 1, 2009	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - September 30, 2010	<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, 2010, and have issued our report thereon dated March 10, 2011.

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. There were no findings or recommendations in the preceding audit report.

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.

A handwritten signature in cursive script that reads "Carr, Riggs & Ingram LLC". The signature is written in black ink on a light-colored background.

March 10, 2011
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, 2010, and have issued our report thereon dated March 10, 2011. 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. No new accounting policies were adopted and 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.



March 10, 2011
Gainesville, Florida

*Sumter
County*



RONNIE HAWKINS
CERTIFIED FLORIDA APPRAISER
PROPERTY APPRAISER
SUMTER COUNTY

218 E. MCCOLLUM AVENUE
BUSHNELL, FLORIDA 33513-6124
(352) 793-0210
TOLL FREE (800) 793-0201
FAX (352) 793-0248

March 10, 2011

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, 2010. I am pleased to note that there are no audit findings that require corrective action.

Sincerely,

A handwritten signature in cursive script, appearing to read "Ronnie Hawkins".

Ronnie Hawkins, CFA
Property Appraiser
RH/ml

SUMTER COUNTY SHERIFF

AUDIT REPORT

SEPTEMBER 30, 2010

**Sumter County Sheriff
Audit Report
September 30, 2010**

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1
SPECIAL PURPOSE FINANCIAL STATEMENTS:	
Governmental Funds:	
Balance Sheet	3
Statement of Revenues, Expenditures and Changes in Fund Balances	4
Fiduciary Funds:	
Statement of Fiduciary Net Assets	5
Notes to Financial Statements	6
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	12
SUPPLEMENTAL INFORMATION:	
Combining Balance Sheet – Nonmajor Governmental Funds.....	13
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds.....	14
Combining Statement of Fiduciary Net Assets – Agency Funds	15
ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL:	
Management Letter	16
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters/Communication with Those Charged with Governance	18
ELECTED OFFICIAL'S RESPONSE TO AUDITORS' COMMENTS	--

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, 2010, 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, 2010, 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.

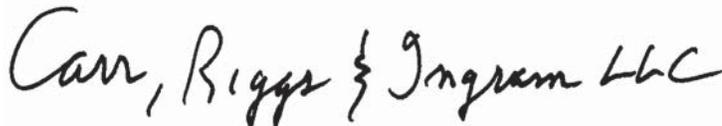
In accordance with *Government Auditing Standards*, we have also issued a report dated April 27, 2011, on our consideration of the Office's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other

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 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.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram LLC". The signature is written in a cursive, flowing style.

April 27, 2011
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2010
Sumter County Sheriff**

	GENERAL FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<u>ASSETS</u>			
Cash and Equivalents	\$ 1,560,460	\$ 48,458	\$ 1,608,918
Investments	2,055	-	2,055
Due From Other Funds	13,637	4,417	18,054
Due From Other County Agencies	235,718	-	235,718
Due From Other Governments	80,077	-	80,077
Accounts Receivable	24,984	8,764	33,748
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 1,916,931</u>	<u>\$ 61,639</u>	<u>\$ 1,978,570</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>LIABILITIES</u>			
Accounts Payable and Accrued Liabilities	\$ 1,443,193	\$ 58	\$ 1,443,251
Due to Other Funds	-	13,637	13,637
Due to Other County Agencies	473,738	-	473,738
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	1,916,931	13,695	1,930,626
<u>FUND BALANCES</u>			
Unreserved	-	47,944	47,944
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,916,931</u>	<u>\$ 61,639</u>	<u>\$ 1,978,570</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, 2010
Sumter County Sheriff**

	GENERAL FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<u>REVENUES</u>			
Intergovernmental	\$ 360,423	\$ 2,895	\$ 363,318
Charges for Services	-	28,157	28,157
Miscellaneous	174,727	113,335	288,062
	<u>535,150</u>	<u>144,387</u>	<u>679,537</u>
<u>EXPENDITURES</u>			
Current:			
Public Safety	21,422,041	145,499	21,567,540
Court Costs	659,745	-	659,745
	<u>22,081,786</u>	<u>145,499</u>	<u>22,227,285</u>
TOTAL EXPENDITURES			
	<u>22,081,786</u>	<u>145,499</u>	<u>22,227,285</u>
EXCESS OF REVENUES UNDER EXPENDITURES	<u>(21,546,636)</u>	<u>(1,112)</u>	<u>(21,547,748)</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Appropriation from Board of County Commissioners	21,589,119	-	21,589,119
Reversion to Board of County Commissioners	(42,483)	-	(42,483)
	<u>21,546,636</u>	<u>-</u>	<u>21,546,636</u>
TOTAL OTHER FINANCING SOURCES (USES)			
	<u>21,546,636</u>	<u>-</u>	<u>21,546,636</u>
NET CHANGE IN FUND BALANCES	-	(1,112)	(1,112)
FUND BALANCES – October 1, 2009	<u>-</u>	<u>49,056</u>	<u>49,056</u>
FUND BALANCES – September 30, 2010	<u>\$ -</u>	<u>\$ 47,944</u>	<u>\$ 47,944</u>

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

Statement of Fiduciary Net Assets
September 30, 2010
Sumter County Sheriff

	<u>AGENCY FUNDS</u>
<u>ASSETS</u>	
Cash and Equivalents	<u>\$ 69,984</u>
<u>LIABILITIES</u>	
Assets Held for Others	62,266
Due to Other Funds	4,417
Due to Other County Agencies	<u>3,301</u>
 TOTAL LIABILITIES	 <u>69,984</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, 2010
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 all financial resources, except those required to be accounted for 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, 2010
Sumter County Sheriff

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

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.

Notes to Financial Statements
September 30, 2010
Sumter County Sheriff

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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”).

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	\$	1,997
Fund B		58
Total	\$	<u>2,055</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.

Notes to Financial Statements
September 30, 2010
Sumter County Sheriff

NOTE 2 – DEPOSITS AND INVESTMENTS

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, 2010 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 52 days.

The weighted average life (WAL) of Fund B at September 30, 2010 was 7.74 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:

	BALANCE OCTOBER 1, 2009	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30, 2010
Tangible Personal Property	\$ 4,883,744	\$ 1,276,041	\$ 174,520	\$ 5,985,265
Less Accumulated Depreciation	<u>2,924,587</u>	<u>732,948</u>	<u>163,880</u>	<u>3,493,655</u>
Total Capital Assets, Net	<u>\$ 1,959,157</u>	<u>\$ 543,093</u>	<u>\$ 10,640</u>	<u>\$ 2,491,610</u>

Depreciation expense of \$732,948 applies to the *public safety* function.

NOTE 4 – CHANGES IN LONG-TERM DEBT

A summary of changes in long-term debt follows:

	BALANCE OCTOBER 1, 2009	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30, 2010	DUE WITHIN ONE YEAR
Compensated Absences	<u>\$ 1,674,000</u>	<u>\$ 781,900</u>	<u>\$ 868,600</u>	<u>\$ 1,587,300</u>	<u>\$ 418,500</u>

Notes to Financial Statements
September 30, 2010
Sumter County Sheriff

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 is employee noncontributory. The Office is required to contribute at an actuarially determined rate. The rates at September 30, 2010 were as follows: Regular Employees 10.77%; Special Risk Employees 23.25%; Senior Management 14.57%; Elected Officials 18.64%. 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, 2010, 2009 and 2008 were approximately \$2,123,000, \$1,906,000, and \$1,759,000, respectively, equal to the required contributions for each year.

NOTE 6 – 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 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.

The Office participates in the Florida Sheriffs' self-insurance fund for risks related to workers' compensation, professional police and automobile liability. There were no settlements that exceeded coverage in the 2009-2010 fiscal year.

Notes to Financial Statements
September 30, 2010
Sumter County Sheriff

NOTE 7 – INTERFUND BALANCES

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

	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 13,637	\$ -
Nonmajor Governmental Canteen Fund	4,417	13,637
Agency Funds Inmate Fund	<u>-</u>	<u>4,417</u>
Total	<u>\$ 18,054</u>	<u>\$ 18,054</u>

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – General Fund
For the Year Ended September 30, 2010
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	\$ -	\$ -	\$ 360,423	\$ 360,423
Miscellaneous	-	-	174,727	174,727
TOTAL REVENUES	-	-	535,150	535,150
<u>EXPENDITURES</u>				
Public Safety	20,406,734	20,406,734	21,422,041	(1,015,307)
Court Costs	651,644	651,644	659,745	(8,101)
TOTAL EXPENDITURES	21,058,378	21,058,378	22,081,786	(1,023,408)
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	(21,058,378)	(21,058,378)	(21,546,636)	(488,258)
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	21,058,378	21,058,378	21,589,119	530,741
Reversion to Board of County Commissioners	-	-	(42,483)	(42,483)
TOTAL OTHER FINANCING SOURCES (USES)	21,058,378	21,058,378	21,546,636	488,258
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - October 1, 2009	-	-	-	-
FUND BALANCES - September 30, 2010	\$ -	\$ -	\$ -	\$ -

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, 2010
Sumter County Sheriff**

	<u>CANTEEN FUND</u>	<u>FEDERAL SHARED FUND</u>	<u>TOTAL NONMAJOR GOVERNMENTAL FUNDS</u>
<u>ASSETS</u>			
Cash and Equivalents	\$ 44,589	\$ 3,869	\$ 48,458
Due From Other Funds	4,417	-	4,417
Accounts Receivable	<u>8,764</u>	<u>-</u>	<u>8,764</u>
TOTAL ASSETS	<u>\$ 57,770</u>	<u>\$ 3,869</u>	<u>\$ 61,639</u>
<u>LIABILITIES</u>			
Accounts Payable and Accrued Liabilities	\$ 58	\$ -	\$ 58
Due to Other Funds	<u>13,637</u>	<u>-</u>	<u>13,637</u>
TOTAL LIABILITIES	13,695	-	13,695
<u>FUND BALANCES</u>			
Unreserved	<u>44,075</u>	<u>3,869</u>	<u>47,944</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 57,770</u>	<u>\$ 3,869</u>	<u>\$ 61,639</u>

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
September 30, 2010
Sumter County Sheriff**

	CANTEEN FUND	FEDERAL SHARED FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<u>REVENUES</u>			
Intergovernmental	\$ -	\$ 2,895	\$ 2,895
Charges for Services	28,157	-	28,157
Miscellaneous	113,327	8	113,335
	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	141,484	2,903	144,387
<u>EXPENDITURES</u>			
Current:			
Public Safety	145,499	-	145,499
	<hr/>	<hr/>	<hr/>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(4,015)	2,903	(1,112)
FUND BALANCES - October 1, 2009	48,090	966	49,056
	<hr/>	<hr/>	<hr/>
FUND BALANCES - September 30, 2010	<u>\$ 44,075</u>	<u>\$ 3,869</u>	<u>\$ 47,944</u>

**Combining Statement of Fiduciary Net Assets
Agency Funds
September 30, 2010
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	\$ 3,930	\$ 14,572	\$ 51,482	\$ 69,984
<u>LIABILITIES</u>				
Assets Held for Others	3,930	6,854	51,482	62,266
Due to Other Funds	-	4,417	-	4,417
Due to Other County Agencies	-	3,301	-	3,301
TOTAL LIABILITIES	<u>3,930</u>	<u>14,572</u>	<u>51,482</u>	<u>69,984</u>
NET ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Management Letter

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, 2010, and have issued our report thereon dated April 27, 2011. 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. Prior year findings 09-1 and 09-2 have been corrected.

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.

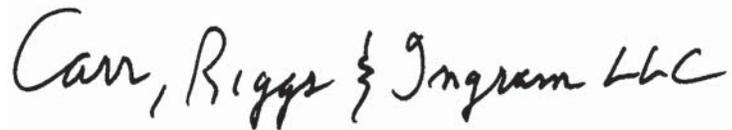
Other Matters

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
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.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram LLC". The signature is written in a cursive, flowing style.

April 27, 2011
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, 2010, which collectively comprise the Office's special purpose financial statements, and have issued our report thereon dated April 27, 2011. 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

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. No new accounting policies were adopted and 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.

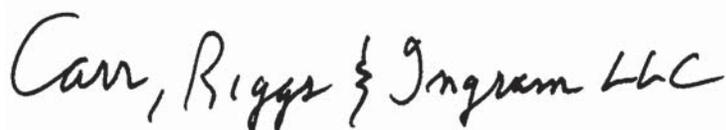
Disagreements with Management

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.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram LLC". The signature is written in a cursive, flowing style.

April 27, 2011
Gainesville, Florida

Sheriff

(352) 793-0222



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

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

April 27, 2011

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, 2010. I am pleased to note that there were no adverse comments which require corrective action.

Sincerely,

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

William O. Farmer, Jr.
Sheriff

WOF/g

SUMTER COUNTY
SUPERVISOR OF ELECTIONS

AUDIT REPORT

SEPTEMBER 30, 2010

**Sumter County Supervisor of Elections
Audit Report
September 30, 2010**

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1
SPECIAL PURPOSE FINANCIAL STATEMENTS:	
Governmental Funds:	
Balance Sheet	3
Statement of Revenues, Expenditures and Changes in Fund Balance	4
Notes to Financial Statements	5
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	8
ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL:	
Management Letter	9
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters/Communication with Those Charged with Governance	11
ELECTED OFFICIAL'S RESPONSE TO AUDITORS' COMMENTS	--

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, 2010, 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.

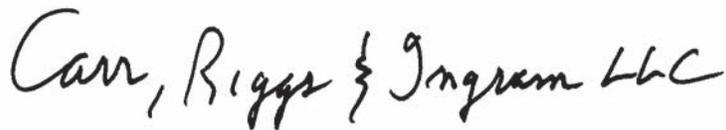
In our opinion, the special purpose financial statements referred to above present fairly, in all material respects, the financial position of the Office at September 30, 2010, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 20, 2010 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 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 black ink that reads "Carr, Riggs & Ingram LLC". The signature is written in a cursive, flowing style.

December 20, 2010
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2010
Sumter County Supervisor of Elections**

	GENERAL FUND
<u>ASSETS</u>	
Cash	<u>\$ 120,192</u>
<u>LIABILITIES AND FUND BALANCE</u>	
<u>LIABILITIES</u>	
Accounts Payable and Accrued Liabilities	\$ 63,494
Due to Other County Agencies	<u>20,553</u>
TOTAL LIABILITIES	84,047
<u>FUND BALANCE</u>	
Reserved - State Elections Grants	<u>36,145</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 120,192</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, 2010
Sumter County Supervisor of Elections**

	<u>GENERAL FUND</u>
<u>REVENUES</u>	
Intergovernmental	\$ 23,556
 <u>EXPENDITURES</u>	
Current:	
General Government Services	<u>1,267,639</u>
 EXCESS OF REVENUES UNDER EXPENDITURES	 <u>(1,244,083)</u>
 <u>OTHER FINANCING SOURCES (USES)</u>	
Appropriation from Board of County Commissioners	1,259,125
Reversion to Board of County Commissioners	<u>(20,553)</u>
 TOTAL OTHER FINANCING SOURCES (USES)	 <u>1,238,572</u>
 NET CHANGE IN FUND BALANCE	 (5,511)
 FUND BALANCE - October 1, 2009	 <u>41,656</u>
 FUND BALANCE - September 30, 2010	 <u><u>\$ 36,145</u></u>

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

Notes to Financial Statements
September 30, 2010
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 all financial resources.

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, 2010
Sumter County Supervisor of Elections

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

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.

Reserved Fund Balance

In the accompanying financial statements, use of the term *reserved* is limited to indicating that a portion of reported fund equity is legally restricted to a specific future use or is not available for appropriation or expenditure.

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, 2010
Sumter County Supervisor of Elections**

NOTE 2 – LONG-TERM LIABILITIES

A summary of changes in long-term liabilities follows:

	BALANCE OCTOBER 1, <u>2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	BALANCE SEPTEMBER 30, <u>2010</u>	DUE WITHIN <u>ONE YEAR</u>
Compensated Absences	<u>\$ 50,750</u>	<u>\$ 37,700</u>	<u>\$ 21,750</u>	<u>\$ 66,700</u>	<u>\$ 22,000</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 Florida Retirement System, 2639 North Monroe Street, Tallahassee, Florida 32399, or by calling (850) 488-5706.

Funding Policy. The System is employee noncontributory. The Office is required to contribute at an actuarially determined rate. The rates at September 30, 2010 were as follows: Regular Employees 10.77%; Special Risk Employees 23.25%; Senior Management 14.57%; Elected Officials 18.64%. 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, 2010, 2009 and 2008 were \$66,125, \$71,220 and \$67,924, 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, 2010
Sumter County Supervisor of Elections

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ 23,556	\$ 23,556	\$ -
<u>EXPENDITURES</u>				
Current:				
General Government Services	1,300,781	1,324,337	1,267,639	56,698
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,300,781)	(1,300,781)	(1,244,083)	56,698
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	1,259,125	1,259,125	1,259,125	-
Reversion to Board of County Commissioners	-	-	(20,553)	(20,553)
TOTAL OTHER FINANCING SOURCES (USES)	1,259,125	1,259,125	1,238,572	(20,553)
NET CHANGE IN FUND BALANCES	(41,656)	(41,656)	(5,511)	36,145
FUND BALANCES - October 1, 2009	41,656	41,656	41,656	-
FUND BALANCES - September 30, 2010	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,145</u>	<u>36,145</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, 2010, and have issued our report thereon dated December 20, 2010. 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. There were no findings or recommendations made in the preceding audit report.

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.

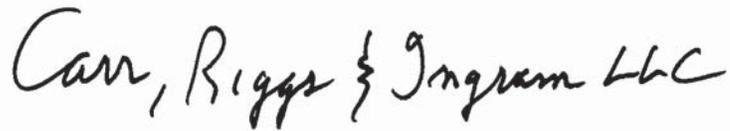
Other Matters

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
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.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram LLC". The signature is written in a cursive, flowing style.

December 20, 2010
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, 2010, and have issued our report thereon dated December 20, 2010. 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. No new accounting policies were adopted and 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. 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

December 20, 2010
Gainesville, Florida

Karen S. Krauss, Supervisor of Elections

Sumter County, Florida

900 N Main Street • Bushnell, FL 33513-5008 • Phone (352) 793-0230 • FAX: (352) 793-0232
• www.sumterelections.org • kkrauss@sumterelections.org



December 20, 2010

**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, 2010. 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**

SUMTER COUNTY
TAX COLLECTOR

AUDIT REPORT

SEPTEMBER 30, 2010

**Sumter County Tax Collector
Audit Report
September 30, 2010**

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1
SPECIAL PURPOSE FINANCIAL STATEMENTS:	
Governmental Funds:	
Balance Sheet	3
Statement of Revenues, Expenditures and Changes in Fund Balance	4
Fiduciary Funds:	
Statement of Fiduciary Net Assets	5
Notes to Financial Statements	6
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	9
ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL:	
Management Letter	10
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters/Communication with Those Charged with Governance	12
ELECTED OFFICIAL'S RESPONSE TO AUDITORS' COMMENTS	--

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, 2010, 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, 2010, 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 April 21, 2011 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". The signature is written in black ink and is positioned above a faint horizontal line.

April 21, 2011
Gainesville, Florida

**Balance Sheet – Governmental Funds
September 30, 2010
Sumter County Tax Collector**

	<u>GENERAL FUND</u>
<u>ASSETS</u>	
Cash and Equivalents	<u>\$ 86,852</u>
 <u>LIABILITIES AND FUND BALANCE</u>	
 <u>LIABILITIES</u>	
Accounts Payable and Accrued Liabilities	\$ 36,885
Due to Other County Agencies	<u>49,967</u>
TOTAL LIABILITIES	86,852
FUND BALANCE	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 86,852</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, 2010
Sumter County Tax Collector**

	<u>GENERAL FUND</u>
<u>REVENUES</u>	\$ -
<u>EXPENDITURES</u>	
Current:	
General Government Services	<u>1,730,923</u>
EXCESS OF REVENUES UNDER EXPENDITURES	<u>(1,730,923)</u>
<u>OTHER FINANCING SOURCES (USES)</u>	
Appropriation from Board of County Commissioners	1,754,941
Reversion to Board of County Commissioners	<u>(24,018)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,730,923</u>
NET CHANGE IN FUND BALANCE	-
FUND BALANCE - October 1, 2009	<u>-</u>
FUND BALANCE - September 30, 2010	<u><u>\$ -</u></u>

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

Statement of Fiduciary Net Assets
September 30, 2010
Sumter County Tax Collector

	<u>AGENCY</u> <u>FUND</u>
<u>ASSETS</u>	
Cash and Equivalents	\$ 1,942,464
Due From Other Governments	127
Receivables	<u>16,415</u>
 TOTAL ASSETS	 <u>1,959,006</u>
 <u>LIABILITIES</u>	
Assets Held for Others	1,921,766
Due to Other County Agencies	<u>37,240</u>
 TOTAL LIABILITIES	 <u>1,959,006</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, 2010
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 all financial resources, except those required to be accounted for 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, 2010
Sumter County Tax Collector

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 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, 2010
Sumter County Tax Collector**

NOTE 2 – CHANGES IN LONG-TERM LIABILITIES

A summary of changes in long-term liabilities follows:

	BALANCE OCTOBER 1, <u>2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	BALANCE SEPTEMBER 30, <u>2010</u>	DUE WITHIN <u>ONE YEAR</u>
Compensated Absences	<u>\$ 98,000</u>	<u>\$ 139,000</u>	<u>\$ 77,000</u>	<u>\$ 160,000</u>	<u>\$ 64,000</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 is employee noncontributory. The Office is required to contribute at an actuarially determined rate. The rates at September 30, 2010 were as follows: Regular Employees 10.77%; Special Risk Employees 23.25%; Senior Management 14.57%; Elected Officials 18.64%. 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, 2010, 2009 and 2008 were approximately \$111,000, \$107,000 and \$93,000, 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, 2010
Sumter County Tax Collector

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
<u>REVENUES</u>	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES</u>				
Current:				
General Government Services	1,754,941	1,754,941	1,730,923	24,018
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,754,941)	(1,754,941)	(1,730,923)	24,018
<u>OTHER FINANCING SOURCES (USES)</u>				
Appropriation from Board of County Commissioners	1,754,941	1,754,941	1,754,941	-
Reversion to Board of County Commissioners	-	-	(24,018)	(24,018)
TOTAL OTHER FINANCING SOURCES (USES)	1,754,941	1,754,941	1,730,923	(24,018)
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - October 1, 2009	-	-	-	-
FUND BALANCES - September 30, 2010	\$ -	\$ -	\$ -	\$ -

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, 2010, and have issued our report thereon dated April 21, 2011.

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. There were no findings or recommendations made in the preceding audit report.

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.

A handwritten signature in black ink that reads "Carr, Riggs, & Ingram LLC". The signature is written in a cursive style and is centered on the page.

April 21, 2011
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, 2010, which collectively comprise the Office's special purpose financial statements, and have issued our report thereon dated April 21, 2011. 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. No new accounting policies were adopted and 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 auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

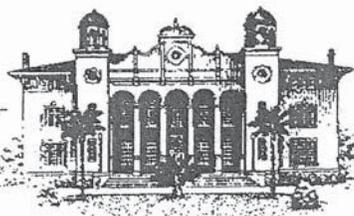
We have requested certain representations from management that are included in the management representation letter.

This report is intended solely for the information and use of the Sumter County 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.



April 21, 2011
Gainesville, Florida

*Sumter
County*



220 E. McCollum Ave.
Bushnell, FL 33513
(352) 793-0260
FAX (352) 793-0262
Driver License
(352) 793-0260

TOM SWAIN
Certified Tax Collector

Wildwood Branch Office
(352) 330-1390
FAX (352) 330-1393
Driver License
(352) 748-3634
Village Annex
(352) 753-1788

April 21, 2011

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, 2010. I am pleased to note that there were no adverse comments, which require corrective action.

Yours truly,

Tom Swain, Tax Collector
Sumter County

TS/bs