

**COLUMBIA COUNTY,
FLORIDA**

ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2006



Powell & Jones
Certified Public Accountants

COLUMBIA COUNTY, FLORIDA

ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2006

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INTRODUCTORY SECTION

COLUMBIA COUNTY, FLORIDA

LIST OF PRINCIPAL OFFICIALS

September 30, 2006

<u>Title</u>	<u>Name</u>
Board of County Commissioners	
District I	Ronald Williams
District II	Dewey Weaver
District III	George Skinner
District IV	Jennifer Flinn
District V	Elizabeth Porter
County Attorney	Marlin M. Feagle
Clerk of Circuit Court	P. DeWitt Cason
Property Appraiser	J. Doyle Crews
Sheriff	William Gootee
Supervisor of Elections	Elizabeth P. Horne
Tax Collector	Ronnie Brannon

FINANCIAL SECTION

GENERAL PURPOSE FINANCIAL STATEMENTS

INDEPENDENT AUDITOR'S REPORT

Honorable Board of
County Commissioners
and Constitutional Officers
Columbia County, Florida

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Columbia County, Florida (the County), as of and for the year ended September 30, 2006, 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 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Columbia County, Florida, as of September 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the major governmental funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated July 31, 2007, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis on pages 4 through 11 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting and Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

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



POWELL & JONES
Certified Public Accountants
July 31, 2007

COLUMBIA COUNTY, FLORIDA
Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2006

The County's management discussion and analysis presents an overview of the County's financial activities for the fiscal year ended September 30, 2006. The analysis provides summary financial information for the County and should be read in conjunction with the County's financial statements.

The County has implemented Governmental Accounting Standards Board (GASB) Statement 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. This statement requires governmental entities to report finances in accordance with specific guidelines. Among those guidelines are the components of this section dealing with management's discussion and analysis.

Its intent is to provide a brief, objective, and easily readable analysis of the County's financial performance for the year and its financial position at fiscal year end September 30, 2006.

One of the key changes in financial presentation is the requirement to capitalize infrastructure assets and record depreciation. Consequently, significant changes have resulted in the reporting of fixed assets, long term liabilities, and fund balances.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements consist of : 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The **Government-wide financial statements** present an overall picture of the County's financial position and results of operations. The **Fund financial statements** present financial information for the County's major funds. The **Notes to the financial statements** provide additional information concerning the County's finances that are not disclosed in the government-wide or fund financial statements.

Government-wide financial statements

The government-wide financial statements consist of the **statement of net assets** and the **statement of activities**, and are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. Emphasis is placed on the net assets of governmental activities and business-type activities and the change in net assets. Governmental activities are primarily supported by property and non ad valorem taxes, sales and use taxes, federal and state grants, and state shared revenues. Business-type activities are supported by charges to the users of those activities.

The statement of net assets presents information on all assets and liabilities of the County, 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 the County is improving or deteriorating. Net assets are reported in three categories: 1) invested in capital assets, net of related debt, 2) restricted, and 3) unrestricted. Assets, liabilities, and net assets are reported for all Governmental Activities separate from those of business-type activities.

The **statement of activities** presents information on all revenues and expenses of the County and the change in net assets. Expenses are reported by major function and program revenues

relating to those functions are reported, providing the net cost of all functions provided by the County. To assist in understanding the County's operations, expenses have been reported as governmental activities or business-type activities. Governmental activities financed by the County include public safety, physical environment, transportation, economic environment, human services, culture and recreation, and general government services. Business-type activities financed by user charges include the landfill operation.

Fund financial statements

A fund is a separate accounting entity with a self-balancing set of accounts, and is used to maintain control over resources that have been segregated for specific activities or objectives in accordance with special regulations, restrictions, or limitations. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental fund financial statements provide information on the current assets and liabilities of the funds, changes in current financial resources (revenues and expenditures), and current available resources.

Proprietary fund financial statements provide information on all assets and liabilities of the fund, changes in the economic resources (revenues and expenses), and total economic resources.

Fund financial statements include a **balance sheet** and a **statement of revenues, expenditures, and changes in fund balances** for all governmental funds. A **statement of revenues, expenditures, and changes in fund balances - budget and actual**, is provided for the County's general fund and major special revenue, capital projects, and debt service funds. For the proprietary funds, which includes business-type activities, a **statement of net assets**; a **statement of revenues, expenses, and changes in fund net assets**; and a **statement of cash flows** are presented. A combining statement of fiduciary net assets is presented for the County's agency funds.

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

The *government-wide financial statements* and the *fund financial statements* provide different pictures of the County. The government-wide financial statements provide an overall picture of the County's financial standing, split between governmental activities and business-type activities. These statements are comparable to private-sector companies and give a good understanding of the County's overall financial health and how the County paid for the various activities, or functions, provided by the County. All assets of the County, including buildings, land, roads, and bridges and reported in the **statement of net assets**. All liabilities, including principal outstanding on bonds, landfill closure liabilities, and future employee benefits obligated but not paid by the County, are included. The **statement of activities** includes depreciation on all long lived assets of the County, but transactions between the different functions of the County have been eliminated in order to avoid "doubling up" the revenues and expenses.

The *fund financial statements* provide a picture of the major funds of the County and a column for all non-major funds. In the case of governmental activities, outlays for long lived assets are reported as expenditures, and long-term liabilities are not included in the fund financial statements. To provide a link from the *fund financial statements* to the *government-wide financial statements*, a reconciliation is provided from the fund financial statements to the *government wide financial statements*.

Notes to the financial statements

The **Notes to the financial statements** provide additional detail concerning the financial activities and financial balances of the County. Additional information about the accounting practices of the County, investments of the County, long-term debt, and pension plan are some of the items included in the notes to the financial statements.

FINANCIAL HIGHLIGHTS

Total assets of the County exceeded total liabilities by \$136,509,214 (net assets). Unrestricted net assets for governmental activities were \$21,367,721, and for business-type activities were \$1,550,683. Governmental Activities restricted net assets were \$10,941,226, and were \$3,936,497 for Business-type Activities.

Total net assets increased by \$9,606,690. Of that amount, \$9,506,844 is attributable to Governmental Activities and Business-type Activities \$99,847.

Governmental Funds revenues decreased by \$2,280,967 to \$56,916,241. This 3.9% decrease in revenue was due primarily to a decrease in intergovernmental grants during the year. Governmental Fund expenditures decreased by \$2,547,855 to \$56,916,241. This decrease in expenditures of 4.3% was primarily due to completion of various County facilities and road projects during the prior year.

Business-type activities revenues increased 7.9% to \$2,782,166, while business-type expenses increased 26.5% to \$2,682,309. The increase in revenue was attributable to greater tonnage and increased interest earnings.

FINANCIAL ANALYSIS OF THE COUNTY

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. At September 30, 2006, the assets of the County exceed liabilities by \$136,509,214.

The following schedule provides a summary of the assets, liabilities, and net assets of the county.

Net Assets

	Governmental	Business-type	Total Government	
	Activities	Activities	2006	2005
Assets				
Current assets	\$ 33,708,311	\$ 8,389,037	\$ 42,097,348	\$ 43,521,701
Restricted assets	-	3,936,497	3,936,497	3,046,956
Noncurrent assets	104,949,482	6,642,179	111,591,661	106,330,281
Total assets	<u>138,657,793</u>	<u>18,967,713</u>	<u>157,625,506</u>	<u>152,898,938</u>
Liabilities				
Current liabilities (payable from current assets)	1,399,364	132,166	1,531,530	1,731,848
Current liabilities (payable from restricted assets)	-	415,000	415,000	400,000
Noncurrent liabilities	9,904,008	9,265,754	19,169,762	23,954,461
Total liabilities	<u>11,303,372</u>	<u>9,812,920</u>	<u>21,116,292</u>	<u>26,086,309</u>
Net assets				
Net assets invested in capital assets, net of related debt	95,045,474	3,667,613	98,713,087	102,929,362
Net assets - restricted	10,941,226	3,936,497	14,877,723	12,380,119
Net assets - unrestricted	21,367,721	1,550,683	22,918,404	11,503,148
	<u>\$ 127,354,421</u>	<u>\$ 9,154,793</u>	<u>\$ 136,509,214</u>	<u>\$ 126,812,629</u>

72% of the County's net assets reflect its investment in capital assets (land, buildings, infrastructure, 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 11% of the County's net assets represent resources that are dedicated or subject to restrictions on how they may be used. The remaining balance of unrestricted net assets (\$22,918,404) may be used to meet the government's ongoing obligations to citizens and creditors.

The following schedule provides a summary of the changes in net assets. The increase in Governmental Activities net assets is due primarily to various road improvement and other capital grants received for capital road projects which have been capitalized. The County received \$1,804,832 for these paving project in the 2006 fiscal year. The decrease in Business-type Activities net assets is due to lower tippage fees at the landfill facility.

Changes in Net Assets

	Governmental Activities	Business-type Activities	Total Government	
			2006	2005
Revenues:				
Program revenues				
Charges for services	\$ 12,827,711	\$ 2,084,544	\$ 14,912,255	\$ 13,527,178
Operating grants/ contributions	2,480,187	191,176	2,671,363	4,995,766
Capital grants/contributions	2,103,007	-	2,103,007	4,725,306
General revenues				
Property taxes	15,745,083	-	15,745,083	14,479,409
Sales and use taxes	10,982,048	-	10,982,048	11,891,334
Federal and State shared revenues	8,697,742	-	8,697,742	8,177,082
Interest	1,550,203	495,028	2,045,231	1,102,400
Other	1,641,750	11,408	1,653,158	1,394,865
Total revenues	56,027,731	2,782,156	58,809,887	60,293,340
Expenses:				
General government	11,276,089	-	11,276,089	10,159,799
Public safety	20,530,027	-	20,530,027	16,711,319
Physical environment	3,052,257	2,682,309	5,734,566	8,074,716
Transportation	5,516,212	-	5,516,212	7,118,857
Economic environment	1,552,302	-	1,552,302	1,756,756
Human services	2,328,492	-	2,328,492	2,006,719
Culture/recreation	1,914,487	-	1,914,487	1,791,258
Interest on long-term debt	351,021	-	351,021	579,121
Total expenses	46,520,887	2,682,309	49,203,196	48,198,545
Increase in net assets	\$ 9,506,844	\$ 99,847	\$ 9,606,691	\$ 12,094,795

Property taxes provide 28% of the revenues for Governmental Activities, while sales taxes provide 20%. Most of the Governmental Activities resources are spent for Public Safety (44%), General Government (24%), Transportation (12%), and Physical Environment (7%).

FUND FINANCIAL INFORMATION

Governmental Funds

General Fund

The County's General Fund is the main operating fund of the County. It is used to account for all financial resources that are not restricted by State or Federal laws, County Ordinances or other externally imposed requirements. As of September 30, 2006, total assets were \$15,612,438 and total liabilities were \$2,409,932. The ending fund balance was \$13,202,506, all of which is undesignated and unreserved.

During the year ended September 30, 2006, total revenues, \$24,372,286, exceeded total expenditures, \$11,316,923, by \$13,055,363. \$13,227,759 was also transferred to other funds for operational and capital related purposes, and \$828,437 was transferred in. The net increase in the fund balance in the General Fund was therefore, \$656,041.

During the fiscal year, the County amended the General Fund budget by \$249,240, primarily due to State and Federal grants being received during the course of the year in excess of the original approved budget. The County budgeted ad valorem taxes at 95% of the total tax levy, as allowed by State law; actual collections were 94%. Other revenues were approximately the same as the prior year.

Other Governmental Funds

The *County Transportation Trust Fund* accounts for motor fuel taxes designated for the annual maintenance of roads, bridges, right-of-way, drainage systems, etc. The County has the legal authority to levy ad valorem taxes for the Transportation Fund, but has elected not to do so. As of September 30, 2006, expenditures exceeded revenues, debt proceeds, and transfers by \$689,915.

The *Municipal Services Benefit Unit Fund (MSBU)* accounts for expenditures incurred for the solid waste collection in the unincorporated area, and other services which primarily benefit residents of the unincorporated area of the County. Financing is provided by non-ad valorem assessments and other revenues derived from the unincorporated area. For the fiscal year ended September 30, 2006, expenditures exceeded revenues and transfers by \$812,314. This was primarily due to fire control related capital expenditures.

The *Municipal Services Special District Fund (MSSD)* accounts for expenditures incurred for emergency medical services, fire control, and 911 communications. Financing is provided by non ad valorem assessments, service fees, and distribution of state shared revenues. For the fiscal year ended September 30, 2006, revenues were exceeded by expenditures by \$20,835.

The *Sheriff General Fund* is the general operating fund of the Sheriff, a Constitutional Officer. The primary source of funds are transfers from the Board of County Commission General Fund. Expenditures for the year were \$12,216,721, and by law this fund has no ending fund balance.

The *Clerk General Fund* is the general operating fund of the Clerk of the Circuit Court, a Constitutional Officer. The primary source of funds are various court related fees and service charges and transfers from the Board of County Commission General Fund. Expenditures for the year were \$2,843,439, and this fund also had no ending fund balance.

The *Economic Development Fund* accounts for expenditures associated with debt service and other outlays for economic development projects authorized by the Board of County Commissioners. During the year, expenditures exceeded revenues by \$571,314, leaving an ending fund balance of \$124,604.

The *Connector Road Project Fund* accounts for the ongoing project to provide bypass roads to relieve traffic congestion throughout the county. Financing is provided by a dedicated local option gas tax and state construction grants. During the year, expenditures exceeded revenues by \$758,823, leaving an ending fund balance of \$3,941,788 to be used in subsequent years for this project.

The *Road Improvement Fund* accounts for the ongoing resurfacing and improvements to various roads within the County. Financing is provided by State construction grants and various transfers from other Board funds. During the year, revenues exceeded expenditures by \$1,526,776, leaving an ending fund balance of \$3,584,629.

Proprietary Funds

The *Landfill Enterprise Fund* accounts for the revenues, expenses, assets, and liabilities associated with the County-operated solid waste disposal facility. This fund is substantially financed by tipage fees charged to users of the services. Total assets as of September 30, 2006, were \$18,967,713, total liabilities were \$9,812,920, and net assets were \$9,154,793. Total income was \$2,782,156, and total expenses were \$2,682,309, leaving a net income of \$99,847.

CAPITAL ASSETS ACTIVITY

The County's capital assets for its governmental and business-type activities as of September 30, 2006, is \$111,462,095 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, infrastructure, and construction in progress, net of depreciation. Prior to 2003, general fixed assets were recorded at cost or fair market value at the time of acquisition. Depreciation was not recognized for governmental activities.

The most significant change in capital assets during the fiscal year was the completion of various road and other capital projects.

The following schedule provides a summary of the County's capital assets balances for the year ended September 30, 2006, compared to the prior year:

	Capital Assets			
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total Government</u>	
			<u>2006</u>	<u>2005</u>
Land and improvements	\$ 4,704,272	\$ 10,748,642	\$ 15,452,914	\$ 11,215,893
Construction	-	-	-	2,995,135
Buildings and improvements	104,155,113	493,668	104,648,781	100,283,121
Equipment	18,869,853	2,531,015	21,400,868	18,182,243
	<u>127,729,238</u>	<u>13,773,325</u>	<u>141,502,563</u>	<u>132,676,392</u>
Less accumulated depreciation	<u>(22,779,756)</u>	<u>(7,260,712)</u>	<u>(30,040,468)</u>	<u>(26,502,030)</u>
Total expenses	<u>\$ 104,949,482</u>	<u>\$ 6,512,613</u>	<u>\$ 111,462,095</u>	<u>\$ 106,174,362</u>

DEBT MANAGEMENT

Governmental Activities Debt

During the year, total long-term debt decreased by \$3,252,231 leaving the following balances:

Bank loan	\$ 802,823
Revenue bonds	6,047,134
Government loan	308,026
Capital leases	903,382
Compensated absences	1,842,643
	<u>\$ 9,904,008</u>

Business-type Activities Debt

On September 1, 1995, the County refinanced the Series 1994 Solid waste Disposal Revenue Bonds with a fixed rate loan from the City of Gulf Breeze, Florida Local Government Loan program. The loan of \$6,090,000 is being repaid over a period of seventeen years with interest rates ranging from 3.70% to 5.90%. The debt is payable from the net revenues of the Solid Waste Disposal facility. Principal payments of \$400,000 were made on this loan during the year, leaving a balance of \$2,845,000 at year end. The County has internally escrowed funds to fully pay this debt.

OTHER FINANCIAL INFORMATION

Economic Factors and Next Year's Budget

- The current *unemployment rate* for the County, was 3.1%.
- The official *population* for the County in 2006 was 63,538, and is estimated to be 67,007 by the end of 2007, a 5% increase.
- The *ad valorem tax millage rate* for the County was 8.864 mills in 2006, which has remained unchanged for many years. During the ensuing year, the value of the tax roll is estimated to increase by 17%.

REQUEST FOR INFORMATION

This financial report is designed to present users with a general overview of the County's finances and to demonstrate the County's accountability. Questions concerning this report or requests for additional information should be addressed to the County Manager, P. O. Drawer 1529, Lake City, Florida 32025, or by calling (386) 758-1005.

COLUMBIA COUNTY, FLORIDA

**STATEMENT OF NET ASSETS
For the Fiscal Year Ended September 30, 2006**

	<u>Governmental Activities</u>	<u>Business - type Activities</u>	<u>Total</u>
ASSETS			
Current Assets			
Cash	\$ 12,323,116	\$ 7,140,762	\$ 19,463,878
Accounts receivable	259,614	173,152	432,766
Due from other funds	905,262	-	905,262
Due from other governmental units	1,606,497	-	1,606,497
Inventories	16,358	-	16,358
Investments	18,597,464	1,075,123	19,672,587
Total current assets	<u>33,708,311</u>	<u>8,389,037</u>	<u>42,097,348</u>
Noncurrent Assets			
Restricted assets			
Cash	-	97,229	97,229
Investments	-	3,839,268	3,839,268
Total restricted assets	<u>-</u>	<u>3,936,497</u>	<u>3,936,497</u>
Capital assets, net	<u>104,949,482</u>	<u>6,512,613</u>	<u>111,462,095</u>
Other assets			
Unamortized bond issuance costs	-	129,566	129,566
Total noncurrent assets	<u>104,949,482</u>	<u>10,578,676</u>	<u>115,528,158</u>
Total assets	<u>\$ 138,657,793</u>	<u>\$ 18,967,713</u>	<u>\$ 157,625,506</u>
LIABILITIES			
Current Liabilities			
Accounts payable	\$ 715,108	\$ 39,068	\$ 754,176
Accrued payroll liabilities	167,271	-	167,271
Interest payable	69,471	48,397	117,868
Due to other governmental units	247,150	-	247,150
Deferred revenue	167,063	-	167,063
Accrued compensated absences	-	44,701	44,701
Deposits	20,000	-	20,000
Other current liabilities	13,301	-	13,301
Total current liabilities	<u>1,399,364</u>	<u>132,166</u>	<u>1,531,530</u>
Current Liabilities Payable from Restricted Assets			
Note payable Gulf Breeze, short-term portion	-	415,000	415,000
Noncurrent Liabilities			
Due within one year:			
Notes and loans payable	71,690	-	71,690
Capital leases	219,153	-	219,153
Bonds payable	2,641,646	-	2,641,646
Due in more than one year:			
Notes and loans payable	1,039,159	2,430,000	3,469,159
Capital leases	684,229	-	684,229
Bonds payable	3,405,488	-	3,405,488
Estimated landfill closure liability	-	6,835,754	6,835,754
Accrued compensated absences	1,842,643	-	1,842,643
Total noncurrent liabilities	<u>9,904,008</u>	<u>9,265,754</u>	<u>19,169,762</u>
Total liabilities	<u>11,303,372</u>	<u>9,812,920</u>	<u>21,116,292</u>

(Continued)

COLUMBIA COUNTY, FLORIDA

STATEMENT OF NET ASSETS
For the Fiscal Year Ended September 30, 2006

	<u>Governmental Activities</u>	<u>Business - type Activities</u>	<u>Total</u>
NET ASSETS			
Invested in capital assets, net of related debt	\$ 95,045,474	\$ 3,667,613	\$ 98,713,087
Restricted for:			
Library	2,116,405	-	2,116,405
Road projects	7,526,417	-	7,526,417
Other purposes	1,298,404	3,936,497	5,234,901
Unrestricted	21,367,721	1,550,683	22,918,404
Total net assets	<u>\$ 127,354,421</u>	<u>\$ 9,154,793</u>	<u>\$ 136,509,214</u>

COLUMBIA COUNTY, FLORIDA
GOVERNMENTAL FUNDS
BALANCE SHEET
For the Fiscal Year Ended September 30, 2006

	Special Revenue Funds						Debt Service Fund	Capital Projects funds		Other Governmental Funds	Total Governmental Funds
	General Fund	County Transportation Trust	Municipal Services Benefit Unit	Municipal Services Special District	Clerk of Courts Operating	Sheriff Operating	Economic Development	Connector Road Project	Road Improvement		
ASSETS											
Current assets											
Cash	\$ -	\$ 1,470,479	\$ 2,033,627	\$ -	\$ 101,613	\$ 281,101	\$ 1,154,793	\$ 1,365,516	\$ 2,934,526	\$ 2,981,461	\$ 12,323,116
Accounts receivable	1,801	225	7,015	242,010	-	7,873	-	-	-	690	259,614
Due from other funds	1,846,748	-	163,363	1,066,584	214,656	-	-	3,010,287	429,695	796,587	7,527,920
Due from other governmental units	554,178	291,142	31,537	331,926	21,280	41,767	-	-	220,408	114,259	1,606,497
Inventories	-	16,358	-	-	-	-	-	-	-	-	16,358
Investments	13,209,711	1,544,157	19,238	2,523,424	-	-	-	-	-	1,300,934	18,597,464
Total assets	\$ 15,612,438	\$ 3,322,361	\$ 2,254,780	\$ 4,163,944	\$ 337,549	\$ 330,741	\$ 1,154,793	\$ 4,375,803	\$ 3,584,629	\$ 5,193,931	\$ 40,330,969
LIABILITIES AND FUND BALANCES											
LIABILITIES											
Accounts payable	\$ 261,396	\$ 8,337	\$ 122,189	\$ 7,790	\$ 4,696	\$ 261,752	\$ 20,189	\$ 4,320	\$ -	\$ 24,439	\$ 715,108
Due to other funds	1,976,338	-	1,000,000	1,070,735	105,580	12,614	1,000,000	429,695	-	1,027,696	6,622,658
Due to other governmental units	-	-	-	-	227,273	-	-	-	-	19,877	247,150
Accrued payroll liabilities	166,637	-	-	-	-	-	-	-	-	634	167,271
Deposits	-	10,000	-	-	-	-	10,000	-	-	-	20,000
Revenues collected in advance	-	-	-	84,499	-	56,375	-	-	-	26,189	167,063
Other current liabilities	5,561	-	4,438	2,597	-	-	-	-	-	705	13,301
Total liabilities	2,409,932	18,337	1,126,627	1,165,621	337,549	330,741	1,030,189	434,015	-	1,099,540	7,952,551
Fund balances											
Unreserved	13,202,506	3,304,024	1,128,153	2,998,323	-	-	124,604	3,941,788	3,584,629	4,094,391	32,378,418
Total fund balances	13,202,506	3,304,024	1,128,153	2,998,323	-	-	124,604	3,941,788	3,584,629	4,094,391	32,378,418
Total liabilities and fund balances	\$ 15,612,438	\$ 3,322,361	\$ 2,254,780	\$ 4,163,944	\$ 337,549	\$ 330,741	\$ 1,154,793	\$ 4,375,803	\$ 3,584,629	\$ 5,193,931	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, are therefore not reported in funds.

104,949,482

Long-term debt transactions including bonds payable (\$6,047,134), notes payable (\$1,110,849), capital leases payable (\$903,382), accrued interest (\$69,471), and compensated absences (\$1,842,643), are not due and payable in the current period and therefore are not reported in the funds.

(9,973,479)

Net assets of governmental activities

\$ 127,354,421

COLUMBIA COUNTY, FLORIDA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended September 30, 2006

	Special Revenue Funds						Debt Service Fund	Capital Projects funds		Other Governmental Funds	Total Governmental Funds
	General Fund	County Transportation Trust	Municipal Services Benefit Unit	Municipal Services Special District	Clerk of Courts Operating	Sheriff Operating	Economic Development	Connector Road Project	Road Improvement		
REVENUES											
Taxes	\$ 21,244,089	\$ 3,177,687	\$ 46,097	\$ -	\$ -	\$ -	\$ -	\$ 656,724	\$ 236,844	\$ 1,411,787	\$ 26,773,228
Licenses and permits	-	-	655,405	-	-	-	-	-	-	-	655,405
Intergovernmental	1,055,136	2,870,838	471,070	655,612	98,676	676,599	1,600,000	-	4,370,672	1,401,219	13,199,822
Charges for services	1,009,171	177,819	-	1,462,674	2,593,209	216,468	-	-	-	2,049,163	7,508,504
Fines and forfeitures	156,081	-	650	-	-	-	-	-	-	510,565	667,296
Miscellaneous	907,809	282,014	2,715,189	2,418,398	-	43,354	205,056	189,485	30,510	431,661	7,223,476
Total revenues	24,372,286	6,508,358	3,888,411	4,536,684	2,691,885	936,421	1,805,056	846,209	4,638,026	5,804,395	56,027,731
EXPENDITURES											
Current expenditures											
General government	3,296,159	-	413,877	131,394	361,206	-	-	20,000	-	3,134,827	7,357,463
Public safety	1,675,290	-	1,244,960	4,136,901	-	11,440,421	-	-	-	754,330	19,251,902
Physical environment	910,430	-	2,138,830	-	-	-	-	-	-	-	3,049,260
Transportation	-	4,823,026	-	-	-	-	-	164,150	35,623	926	5,023,725
Economic environment	320,971	-	-	-	-	-	81,809	-	-	1,132,078	1,534,858
Human services	2,297,966	-	-	-	-	-	-	-	-	-	2,297,966
Culture/recreation	1,258,039	-	84,079	-	-	-	-	-	-	507,703	1,849,821
Court-related	-	-	-	-	2,473,306	-	-	-	-	189,703	2,663,009
Capital outlay											
General government	1,221,529	-	-	-	-	-	-	-	-	37,332	1,258,861
Public safety	286,748	-	2,009,941	247,554	-	776,300	-	-	-	47,254	3,367,797
Physical environment	38,521	-	-	-	-	-	-	-	-	-	38,521
Transportation	-	496,800	-	-	-	-	-	40,919	3,075,627	411,684	4,025,030
Economic environment	-	-	-	-	-	-	713,204	-	-	4,738	717,942
Human services	11,270	-	-	-	-	-	-	-	-	-	11,270
Culture/recreation	-	-	-	-	-	-	-	-	-	19,592	19,592
Court-related	-	-	-	-	8,927	-	-	-	-	38,693	47,620
Debt services											
Principal	-	454,384	-	-	-	-	1,375,000	1,350,000	-	840,457	4,019,841
Interest	-	44,233	1,687	-	-	-	206,357	29,963	-	99,523	381,763
Total expenditures	11,316,923	5,818,443	5,893,374	4,515,849	2,843,439	12,216,721	2,376,370	1,605,032	3,111,250	7,218,840	56,916,241
Excess of revenues over (under) expenditures	13,055,363	689,915	(2,004,963)	20,835	(151,554)	(11,280,300)	(571,314)	(758,823)	1,526,776	(1,414,445)	(888,510)
Other financing sources											
Interfund transfers in	828,437	-	1,000,000	300,000	151,554	11,190,924	-	-	-	1,585,281	15,056,196
Interfund transfers out	(13,227,759)	-	-	(1,000,000)	-	-	-	-	-	(828,437)	(15,056,196)
Debt proceeds	-	-	192,649	-	-	89,376	-	-	-	-	282,025
Total other financing sources (uses)	(12,399,322)	-	1,192,649	(700,000)	151,554	11,280,300	-	-	-	756,844	282,025
Net change in fund balances	656,041	689,915	(812,314)	(679,165)	-	-	(571,314)	(758,823)	1,526,776	(657,601)	(606,485)
Fund balances beginning of year	12,546,465	2,614,109	1,940,467	3,677,488	-	-	695,918	4,700,611	2,057,853	4,751,992	32,984,903
Fund balances end of year	\$ 13,202,506	\$ 3,304,024	\$ 1,128,153	\$ 2,998,323	\$ -	\$ -	\$ 124,604	\$ 3,941,788	\$ 3,584,629	\$ 4,094,391	\$ 32,378,418

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

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

For the Fiscal Year Ended September 30, 2006

Net change in fund balances - total governmental funds		\$ (606,485)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
Expenditures for capital assets	\$ 9,486,632	
Less current year depreciation	<u>(2,429,000)</u>	7,057,632
Governmental funds do not report gain or loss on trade-in or disposition of capital assets. However, the statement of activities reports these gains or losses.		
Loss on disposition of capital assets		(233,277)
Debt and capital lease proceeds provide current financial resources to governmental funds, but debt and capital leases increase long-term liabilities in the statement of net assets.		
Loan proceeds		(282,025)
Repayments of notes, capital leases and bonds are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
Bond principal payments	3,490,836	
Capital lease principal payments	460,177	
Note principal payments	<u>68,829</u>	4,019,842
Some expenses reported in the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.		
Net change in compensated absences	(479,585)	
Accrued interest expense	<u>30,742</u>	<u>(448,843)</u>
Change in net assets of governmental activities		<u>\$ 9,506,844</u>

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

**STATEMENT OF NET ASSETS
PROPRIETARY FUND**

For the Fiscal Year Ended September 30, 2006

	<u>Landfill Enterprise</u>
ASSETS	
Current Assets	
Cash	\$ 7,140,762
Accounts receivable	173,152
Investments	1,075,123
Total current assets	<u>8,389,037</u>
Noncurrent Assets	
Restricted assets	
Cash	97,229
Investments	3,839,268
Total restricted assets	<u>3,936,497</u>
Fixed assets	
Land	887,973
Buildings	493,668
Improvements other than buildings	9,860,669
Equipment	2,531,015
Allowance for depreciation	(7,260,712)
Total fixed assets	<u>6,512,613</u>
Other assets	
Unamortized bond issuance costs	129,566
Total noncurrent assets	<u>10,578,676</u>
Total assets	<u>18,967,713</u>
LIABILITIES	
Current Liabilities	
Accounts payable	39,068
Interest payable	48,397
Accrued compensated absences	44,701
Total current liabilities	<u>132,166</u>
Current Liabilities Payable from Restricted Assets	
Note payable Gulf Breeze, short-term portion	<u>415,000</u>
Noncurrent Liabilities	
Note payable Gulf Breeze, long-term portion	2,430,000
Estimated landfill closure liability	6,835,754
Total noncurrent liabilities	<u>9,265,754</u>
Total liabilities	<u>9,812,920</u>
(Continued)	

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

**STATEMENT OF NET ASSETS
PROPRIETARY FUND**

For the Fiscal Year Ended September 30, 2006

	<u>Landfill Enterprise</u>
NET ASSETS	
Invested in capital assets, net of related debt	\$ 3,667,613
Unrestricted	5,487,180
Total net assets	<u>\$ 9,154,793</u>

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

PROPRIETARY FUND

For the Fiscal Year Ended September 30, 2006

	<u>Landfill Enterprise</u>
OPERATING REVENUES	
Physical environment	
Garbage/solid waste revenue	
Landfill fees commercial	\$ 832,340
Landfill fees Waste Control	1,252,204
Total physical environment	<u>2,084,544</u>
Miscellaneous	
Sale of surplus recycling	11,318
Other miscellaneous	90
Total miscellaneous	<u>11,408</u>
Total operating revenue	<u>2,095,952</u>
OPERATING EXPENSES	
Landfill	
Personal services	
Regular salaries	427,129
FICA	31,233
Retirement	36,537
Life and health insurance	61,841
Workers' compensations	72,999
Total personal services	<u>629,739</u>
Operating expenses	
Professional services	257,621
Depreciation	466,507
Other contractual services	9,164
Travel and per diem	273
Communications services	581
Utility services	14,630
Rentals and leases	2,052
Insurance	27,764
Repairs and maintenance	90,433
Other current charges and obligations	770
Administration fees	74,800
Office supplies	1,767
Operating supplies	23,591
Gas and oil	121,714
Leachate disposal	187,227
Hazardous waste disposal	16,052
Total operating expenses	<u>1,294,946</u>
Total landfill	<u>1,924,685</u>

(Continued)

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

PROPRIETARY FUND

For the Fiscal Year Ended September 30, 2006

	<u>Landfill Enterprise</u>
OPERATING EXPENSES (Continued)	
Central Landfill Closure	
Operating expenses	
Professional services	\$ 51,176
Contractual services	8,014
Landfill closure	196,252
Rents and leases	1,833
Total landfill closure	<u>257,275</u>
Litter Removal	
Operating expenses	
Contractual services	190,443
Waste tire grant	105,048
Other	1,090
Total litter removal	<u>296,581</u>
Total operating expenses	<u>2,478,541</u>
Operating loss	<u>(382,589)</u>
NONOPERATING REVENUES (EXPENSES)	
State grants	
Physical environment	
Small county grant	191,176
Interest earnings	
SBA	49,573
Other	445,455
Debt service costs	
Interest	(165,403)
Other debt service costs	(12,012)
Amortization	(26,353)
Total nonoperating revenues (expenses)	<u>482,436</u>
Net income	99,847
Net assets at beginning of year	7,741,226
Prior period adjustment	1,313,720
Net assets at end of year	<u>\$ 9,154,793</u>

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

**STATEMENT OF CASH FLOWS
PROPRIETARY FUND**

For the Fiscal Year Ended September 30, 2006

	<u>Landfill Enterprise</u>
Cash Flows From Operating Activities	
Cash flows from customers	\$ 2,223,672
Cash paid to employees	(427,743)
Cash paid for employee benefits	(202,610)
Cash paid to vendors	<u>(1,145,514)</u>
Net cash provided by operating activities	<u>447,805</u>
Cash Flows From Noncapital Financing Activities	
State grants received	<u>191,176</u>
Net cash provided by noncapital financing activities	<u>191,176</u>
Cash Flows From Capital and Related Financing Activities	
Payments to acquire or construct capital assets	(147,925)
Principal paid on bonds	(400,000)
Interest paid on capital debt	(171,552)
Other debt service costs	<u>(12,012)</u>
Net cash used for capital and related financing activities	<u>(731,489)</u>
Cash Flows From Investing Activities	
Interest received	469,244
Increase in investments	<u>(938,436)</u>
Net cash used for investing activities	<u>(469,192)</u>
Net decrease in cash	(561,700)
Cash at beginning of year	<u>7,799,691</u>
Cash at end of year	<u>\$ 7,237,991</u>

(continued)

COLUMBIA COUNTY, FLORIDA

**STATEMENT OF CASH FLOWS
PROPRIETARY FUND**

For the Fiscal Year Ended September 30, 2006

	<u>Landfill Enterprise</u>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities	
Operating Loss	<u>\$ (382,589)</u>
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation	466,507
Amortization	26,353
(Increase) decrease in assets:	
Accounts receivable	51,925
Due from other funds	75,795
Increase (decrease) in liabilities:	
Accounts payable	14,176
Accrued compensated absences	(614)
Landfill closure liability	<u>196,252</u>
Total adjustments	<u>830,394</u>
Net cash provided by operating activities	<u><u>\$ 447,805</u></u>

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

STATEMENT OF FIDUCIARY NET ASSETS

**AGENCY FUNDS
September 30, 2006**

	Clerk of Circuit Court						Sheriff		Tax Collector		Totals
	Clerk's Trust	Employee Sunshine	Domestic Relations	Jury Witness	Public Defender Occupancy Trust	Registry of Court	Bond and Fine	Inmate Welfare	Ad Valorem Tax	Tag Agency	
ASSETS											
Cash	\$ 1,509,753	\$ 597	\$ 2,574	\$ 3,605	\$ 36,324	\$ 53,420	\$ 10,325	\$ 196,605	\$ 1,221,876	\$ 162,396	\$ 3,197,475
Accounts receivable	18,032	-	-	-	-	-	-	3,365	234	413	22,044
Total assets	\$ 1,527,785	\$ 597	\$ 2,574	\$ 3,605	\$ 36,324	\$ 53,420	\$ 10,325	\$ 199,970	\$ 1,222,110	\$ 162,809	\$ 3,219,519
LIABILITIES											
Cash bond liability	130,685	-	-	-	-	-	-	-	-	-	130,685
Due to individuals	117,562	-	-	-	-	-	-	2,429	-	-	119,991
Court fees payable	387,094	-	-	-	-	-	-	-	-	-	387,094
Deposits held in escrow	2,242	-	-	-	-	36,561	-	-	17,592	-	56,395
Due to other funds	289,652	-	694	-	388	6	5,855	-	587,497	21,170	905,262
Due to other governmental units	486,751	-	454	3,605	35,936	-	-	-	514,482	141,245	1,182,473
Interest payable	-	-	-	-	-	16,853	-	-	101,315	-	118,168
Installments payable	7,318	-	-	-	-	-	-	-	-	-	7,318
Tax deeds payable	101,928	-	-	-	-	-	-	-	-	-	101,928
Other current liabilities	4,553	597	1,426	-	-	-	4,470	197,541	1,224	394	210,205
Total liabilities	1,527,785	597	2,574	3,605	36,324	53,420	10,325	199,970	1,222,110	162,809	3,219,519
NET ASSETS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2006

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Columbia County, Florida, (the "County") is a political subdivision of the State pursuant to Article VIII, Section 1(a) of the Constitution of the State of Florida. The County is governed by the Board of County Commissioners and five elected constitutional officers (Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector) in accordance with State statues and regulations. The constitutional officers maintain separate accounting records and budgets from the Board of County Commissioners. The Constitution of the State of Florida, Article VIII, Section 1(d) created the constitutional officers and Article VIII, Section 1(e), created the Board of County Commissioners.

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

In June, 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement 34-Basic Financial Statement and Management's Discussion and Analysis - for State and Local Governments. This Statement provides for the most significant change in financial reporting in over twenty years and is scheduled for a phased implementation (based on the size of government) starting with the fiscal year ending 2002. As part of this statement, there is a new reporting requirement regarding the local government's infrastructure (roads, bridges, traffic signals, etc.). This requirement permits an optional four-year further delay for implementation of the infrastructure related portion to the fiscal year ending in 2007. The County fully implemented the basic model in the FY 2002-2003, and will implement the infrastructure related portion by 2007.

A. Reporting Entity

The concept underlying the definition of the reporting entity is that elected officials are accountable to their constituents for their actions. The reporting entity's financial statements should allow users to distinguish between the primary government (the Board) and its component units. However, some component units, because of the closeness of their relationships with the Board, should be blended as though they are part of the Board. Otherwise, most component units should be discretely presented. As required by generally accepted accounting principles, the financial reporting entity consists of (1) the primary government (the Board), (2) organizations for which the County is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading

or incomplete. The County is financially accountable if it appoints a voting majority of the organization's governing body and (a) it is able to impose its will on that organization or (b) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County. The County may be financially accountable if an organization is fiscally dependent on the County regardless of whether the organization has (a) a separately elected governing body, (b) a governing board appointed by a higher level of government, or (c) a jointly appointed board. Based on these criteria, County management examined all organizations which are legally separate in order to determine which organizations, if any, should be included in the Board's special purpose financial statements. Management determined that the Columbia County Industrial Development Authority was the only organization that should be included in the County's financial statements as a component unit.

Blended Component Unit

Columbia County Industrial Development Authority (CCIDA) created pursuant to the provisions of Section 159.45, *Florida Statutes*, the Board of County Commissioners appoints the governing body, approves the millage rate and the budget of the CCIDA. Although legally separate, the CCIDA is appropriately blended as a governmental fund-type (special revenues) component unit into the primary government.

B. Measurement Focus and Basis of Accounting

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

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

1. Government-wide Financial Statements

Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. These statements include separate columns for the governmental and business-type activities of the primary government (including its blended 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 and charges for support. Likewise, the primary government is reported separately from the legally separate component unit for which the primary government is financially accountable.

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

Program revenues include charges for services, special assessments, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. As applicable, the County also chooses to eliminate the indirect costs between governmental activities to avoid a "doubling up" effect.

2. Fund Financial Statements

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

Fund financial statements for the primary government's governmental and proprietary funds are presented after the government-wide financial statements. These statements display information about major funds individually, and nonmajor funds in the aggregate for governmental and enterprise funds.

Governmental Funds

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 40 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Franchise fees, licenses, sales taxes, gas taxes, operating and capital grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the County.

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

Any noncurrent portions of long-term receivables (special assessments) due to governmental funds are reported on their balance sheets in spite of their spending measurement focus.

Noncurrent portions of other long-term receivables are offset by fund balance reserve accounts.

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes 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.

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

Proprietary Funds

The County's Landfill Enterprise Fund is a proprietary fund. In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods and services are delivered. In the fund financial statements, proprietary funds are presented using the economic resources measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net assets. The County applies all GASB pronouncements as well as all FASB Statements and Interpretations, APB Opinions and Accounting Research Bulletins, issued on or before November 30, 1989, which do not conflict with or contradict GASB pronouncements.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies, taxes, and investment earnings, result from nonexchange transactions or ancillary activities.

Amounts paid to acquire capital assets are capitalized as assets in the fund financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as a liability in the fund financial statements, rather than as an other financing source. Amounts paid to reduce long-term indebtedness are reported as a reduction of the related liabilities, rather than as an expense.

C. Basis of Presentation

GASB Statement 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category and the governmental and enterprise combined) for the determination of major funds. The County has used GASB 34 minimum criteria for major fund determination and has also electively disclosed funds which either had debt outstanding or specific community focus as major funds. The nonmajor funds are combined in a column in the fund financial statements and detailed in the combining section.

1. Governmental Major Funds:

General Fund - The General Fund is the general operating fund of the County. It is used to account for all financial resources, except those required to be accounted for in another fund.

County Transportation Trust Fund - The County Transportation Trust Fund accounts for expenditures incurred for the maintenance and repairs of County roads. Financing is provided by local option fuel taxes and distributions of state shared fuel taxes and other revenues.

Municipal Services Benefit Unit Fund - The Municipal Services Benefit Unit Fund (MSBU) accounts for expenditures incurred for the solid waste collection in the unincorporated area, and other services which primarily benefit residents of the unincorporated area of the County.

Financing is provided by non-ad valorem assessments and other revenues derived from the unincorporated area.

Municipal Services Special District Fund - The Municipal Services Special District Fund (MSSD) accounts for expenditures incurred for emergency medical services, fire control, and 911 communications. Financing is provided by non ad valorem assessments, service fees, and distribution of state shared revenues.

Clerk of Courts Operating Fund - The Operating Fund of the Clerk of Circuit Court is used to account for all financial resources which are generated from operations of the Office or any other resources not required to be accounted for in another fund.

Sheriff Operating Fund - The Operating Fund of the Sheriff is used to account for all financial resources, which are generated from operations of the office or any other resources not required to be accounted for in another fund.

Economic Development Debt Service Fund - The Economic Development Debt Service Fund accounts for expenditures associated with debt service and other outlays for economic development projects authorized by the Board of County Commissioners.

Connector Road Project Fund - The Connector Road Project Fund accounts for the ongoing project to provide bypass roads to relieve traffic congestion throughout the County. Financing is provided by a dedicated local option gas tax and state construction grants.

Road Improvement Fund - The Road Improvement Fund accounts for the ongoing resurfacing and improvements to various roads within the County. Financing is provided by State construction grants and various transfers from other County funds.

2. Proprietary Funds:

Landfill Enterprise Fund - The Landfill Enterprise Fund accounts for the revenues, expenses, assets, and liabilities associated with the County operated solid waste disposal services.

3. Non-current Governmental Assets/Liabilities:

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

D. Assets, Liabilities and Net Assets or Equity

1. Cash and Cash Equivalents

The County maintains a cash pool that is available for use by most funds. Earnings from the pooled cash are allocated to the respective funds based on applicable cash participation by each fund. The cash pool is managed such that all participating funds have the ability to deposit and withdraw cash as if they were demand deposit accounts. Therefore, all balances representing participants' equity in the cash pools are classified as cash and cash equivalents for financial statement purposes. In addition, longer-term investments are held by certain of the County's funds and are reported as investments on these statements.

2. Investments

Investments, consisting of investments in the Florida Local Government Surplus Funds Trust Fund and Florida Counties Investment Trust Fund, are stated at cost which approximated market value. All such investments are secured as required by State law.

3. Allowance for Doubtful Accounts

The County provides an allowance for Landfill Enterprise Fund accounts receivable that may become uncollectible. At September 30, 2006, this allowance was \$18,762. No other allowances for doubtful accounts are maintained since other fund accounts receivable are considered collectible as reported at September 30, 2006.

4. Receivables and Payables

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

All receivables are shown net of an allowance for doubtful accounts. Any receivables in excess of 180 days would comprise the trade accounts receivable allowance for doubtful accounts.

5. Inventories

Inventories are valued at cost, which approximates market, using the "first-in, first-out" method of accounting. Supplies inventories of certain governmental funds are recorded as expenditures when consumed rather than when purchased.

6. Restricted Assets

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

7. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund, County-administered Special Revenue Funds, Capital Projects Funds, and the Enterprise Fund. Material encumbrances outstanding at year end, if any, are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

8. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, right-of-ways, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Except for roads and bridges constructed prior to October 1, 1981, assets are recorded at historical cost. Roads and bridges constructed prior to October 1, 1981 are reported at estimated historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

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

The County holds legal title to the capital assets used in the operations of the Board, Clerk of the Circuit Court, Property Appraiser, Supervisor of Elections and Tax Collector, as is accountable for them under Florida Law.

The Sheriff is accountable for and thus maintains capital asset records pertaining only to equipment used in his operations.

Property, plant, and equipment of the County, as well as component units, are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Building and improvements	5 - 40
Machinery and equipment	3 - 12
Road and bridge construction	20 - 40

9. Capitalization of Interest

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

10. Deferred Revenues

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

11. Accrued Compensated Absences

The County accrues accumulated unpaid vacation and sick leave when earned by the employee. The current portion is the amount estimated to be used in the following year. The noncurrent portion is the amount estimated to be used in subsequent fiscal years. Both the current and noncurrent estimated accrued compensated absences amounts for governmental funds are maintained separately and represent a reconciling item between the fund and government-wide presentation.

12. Obligation for Bond Arbitrage Rebate

Pursuant to Section 148(f) of the U.S. Internal Revenue Code, the County must rebate to the United States Government the excess of interest earned from the investment of certain debt proceeds and pledged revenues over the yield rate of the applicable debt. The County uses the "revenue reduction" approach in accounting to rebatable arbitrage. This approach treats excess

earnings as a reduction of revenue. The County has no arbitrage liability outstanding as of September 30, 2006.

13. Landfill Closure Costs

Under the terms of current state and federal regulations, the County was required to place a final cover on closed landfill areas, and to perform certain monitoring and maintenance functions for a period of twenty years after closure. The County recognizes these costs of post-closure maintenance annually. Required obligations for closure and post-closure costs are recognized in the Landfill Fund.

14. Capital Contributions

The capital contributions accounted for in the proprietary fund type represents contributions from other funds. Any current year contributions are reported after nonoperating revenues and expenses on the statement of revenues, expenses, and changes in fund assets in accordance with GASB Statement 33.

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

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

“Total fund balances” of the County’s governmental funds \$32,378,418 differs from “net assets” of governmental activities \$127,354,421 reported in the statement of net assets. This difference primarily results from the long-term economical focus of the statement of net assets versus the current financial resources focus of the governmental fund balance sheet.

Capital related items

When capital assets (property, plant, equipment) that are to be used in governmental activities are purchased or constructed, the cost of these assets are reported as expenditures in governmental funds. However, the statement of net assets included those capital assets among the assets of the County as a whole.

Cost of capital assets	\$ 127,729,238
Accumulated depreciation	<u>(22,779,756)</u>
Total	<u><u>\$ 104,949,482</u></u>

Long-term debt transactions

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities (both current and long-term) are reported in the statement of net assets. Balances at September 30, 2006, were:

Revenue Notes/Bonds Payable	\$ 6,047,134
Notes and loans payable	1,110,849
Capital leases payable	903,382
Compensated absences	<u>1,842,643</u>
Total	<u><u>\$ 9,904,008</u></u>

Accrued interest

Accrued liabilities in the statement of net assets differs from the amount reported in governmental funds due to accrued interest on the Revenue Bonds and certain capital lease debts.

Notes payable	\$	2,335
Revenue bonds		54,591
Capital lease debts		12,545
Total	\$	<u>69,471</u>

Elimination of interfund receivables/payable

Interfund receivables and payables in the amount of \$6,622,658 between governmental funds must be eliminated for the statement of net assets.

Amounts receivable and payable to agency funds totaling \$6,622,658 have been reclassified to cash.

COLUMBIA COUNTY, FLORIDA

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

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

	Total Governmental Funds	Capital Related Items	Long-Term Debt Transactions	Reclassifications and Eliminations	Statement of Net Assets
ASSETS					
Cash and cash equivalents	\$ 12,323,116	\$ -	\$ -	\$ -	\$ 12,323,116
Accounts receivable - net	259,614	-	-	-	259,614
Due from other funds	7,527,920	-	-	(6,622,658)	905,262
Due from other governmental units	1,606,497	-	-	-	1,606,497
Investments	18,597,464	-	-	-	18,597,464
Inventories	16,358	-	-	-	16,358
Capital assets - net	-	104,949,482	-	-	104,949,482
Total assets	\$ 40,330,969	\$ 104,949,482	\$ -	\$ (6,622,658)	\$ 138,657,793
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 715,108	\$ -	\$ -	\$ -	\$ 715,108
Accrued payroll liabilities	167,271	-	-	-	167,271
Accrued interest payable	-	-	69,471	-	69,471
Due to other funds	6,622,658	-	-	(6,622,658)	-
Due to other governmental units	247,150	-	-	-	247,150
Deposits	20,000	-	-	-	20,000
Deferred revenues	167,063	-	-	-	167,063
Other current liabilities	13,301	-	-	-	13,301
Accrued compensated absences	-	-	1,842,643	-	1,842,643
Capital leases payable	-	-	903,382	-	903,382
Notes and loans payable	-	-	1,110,849	-	1,110,849
Revenue bonds payable	-	-	6,047,134	-	6,047,134
Total liabilities	7,952,551	-	9,973,479	(6,622,658)	11,303,372
Fund balances/net assets	32,378,418	104,949,482	(9,973,479)	-	127,354,421
Total liabilities and fund balance/net assets	\$ 40,330,969	\$ 104,949,482	\$ -	\$ (6,622,658)	\$ 138,657,793

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

The "net change in fund balances" for governmental funds (\$606,485) differs from the "change in net assets" for governmental activities (\$9,506,844) reported in the statement of activities. The differences arise primarily from the long-term economic focus of the statement of activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

Capital related items

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balances decrease by the amount of financial resources expended, whereas net assets decrease by the amount of depreciation expense charges for the year. The statement of activities reports gains or losses arising from the disposition of capital assets. Conversely, governmental funds do not report these gains or losses.

Loss on deleted assets	\$ (233,277)
Capital outlay	9,486,633
Depreciation expense	<u>(2,429,000)</u>
Difference	<u>\$ 6,824,356</u>

Long-term debt transactions

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

Debt proceeds	<u>\$ (282,025)</u>
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Repayments of debt principal are reported as an expenditure in the governmental funds and, thus, have the effect of reducing fund balance because current financial resources have been used. However, the principal payments reduce the liabilities in the statement of net assets and do not result in an expense in the statement of activities.

Debt principal payments made	\$ 4,019,841
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Some expenses reported in the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.

Net change in compensated absences	<u>\$ (479,585)</u>
Net change in accrued interest	<u>\$ 30,742</u>

Reclassification and Eliminations

Transfers in and transfers out in the amount of \$15,056,195 between governmental activities should be eliminated.

COLUMBIA COUNTY, FLORIDA

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

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

	Total Governmental Funds	Capital Related Items	Long-term Debt Transactions	Compensated Absences	Accrued Interest	Reclassifications and Eliminations	Statement of Activities
REVENUES							
Taxes	\$ 26,773,228	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 26,773,228
Licenses and permits	655,405	-	-	-	-	-	655,405
Intergovernmental	13,199,822	-	-	-	-	-	13,199,822
Charges for services	7,508,504	-	-	-	-	-	7,508,504
Fines and forfeitures	667,296	-	-	-	-	-	667,296
Special assessments	4,774,883	-	-	-	-	-	4,774,883
Interest	1,550,203	-	-	-	-	-	1,550,203
Miscellaneous	898,390	-	-	-	-	-	898,390
Total revenues	56,027,731	-	-	-	-	-	56,027,731
EXPENDITURES							
Current Expenditures							
General government	7,357,463	1,190,661	-	64,956	-	-	8,613,080
Public safety	19,251,902	888,433	-	389,692	-	-	20,530,027
Physical environment	3,049,260	-	-	2,997	-	-	3,052,257
Transportation	5,023,725	477,874	-	14,613	-	-	5,516,212
Economic environment	1,534,858	11,378	-	6,066	-	-	1,552,302
Human services	2,297,966	30,526	-	-	-	-	2,328,492
Culture/recreation	1,849,821	63,405	-	1,261	-	-	1,914,487
Court related	2,663,009	-	-	-	-	-	2,663,009
Capital outlay							
General government	1,258,861	(1,258,861)	-	-	-	-	-
Public safety	3,367,797	(3,367,797)	-	-	-	-	-
Physical environment	38,521	(38,521)	-	-	-	-	-
Transportation	4,025,030	(4,025,030)	-	-	-	-	-
Economic environment	717,942	(717,942)	-	-	-	-	-
Human services	11,270	(11,270)	-	-	-	-	-
Culture/recreation	19,592	(19,592)	-	-	-	-	-
Court related	47,620	(47,620)	-	-	-	-	-
Debt Service							
Principal	4,019,841	-	(4,019,841)	-	-	-	-
Interest	381,763	-	-	-	(30,742)	-	351,021
Total expenditures	56,916,241	(6,824,356)	(4,019,841)	479,585	(30,742)	-	46,520,887
Excess of revenues over (under) expenditures	(888,510)	6,824,356	4,019,841	(479,585)	30,742	-	9,506,844
OTHER FINANCING SOURCES (USES)							
Debt proceeds	282,025	-	(282,025)	-	-	-	-
Transfers in	15,056,196	-	-	-	-	(15,056,195)	-
Transfers out	(15,056,196)	-	-	-	-	15,056,195	-
Total other financing sources (uses)	282,025	-	(282,025)	-	-	-	-
Net change in fund balance	(606,485)	6,824,356	3,737,816	(479,585)	30,742	-	9,506,844
Fund balances at beginning of year	32,984,903	99,343,167	(11,793,181)	(1,363,058)	(100,213)	-	119,071,618
Prior period adjustment	-	(1,218,041)	(6,000)	-	-	-	(1,224,041)
Fund balances at end of year	\$ 32,378,418	\$ 104,949,482	\$ (8,061,365)	\$ (1,842,643)	\$ (69,471)	\$ -	\$ 127,354,421

NOTE 3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

The County uses the following procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to July 15, the County Manager serving as Budget Officer submits to the Board of County Commissioners a tentative budget for the fiscal year commencing October 1.
2. Public hearings are conducted by the Board of County Commissioners to obtain taxpayer comments.
3. Prior to September 30, the budget is legally enacted through passage of a resolution by the Board of County Commissioners.
4. The Constitutional Officers submit, at various times, to the Board and to certain divisions within the Department of Revenue, State of Florida, a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them, as set forth in Chapter 129 of the *Florida Statutes*.
5. The Department of Revenue, State of Florida, has the final authority on the operating budgets for the Tax Collector and the Property Appraiser, which are classified as separate special revenue funds.
6. The Board of County Commissioners is authorized to amend fixed appropriations by motion to the extent that appropriations do not exceed the total approved budget of the fund; or appropriate for the special purpose intended, reserves or unanticipated receipts. Appropriations lapse at year end. No supplemental appropriations were necessary during the year. Various such amendments were made during the year.
7. Formal budgetary integration is employed as a management control device in all governmental funds.
8. Governmental fund budgets are initially adopted on the modified accrual basis. The legally amended budgetary data presented in the accompanying financial statements for the fiscal year ending September 30, 2006, are shown on this basis of accounting. Therefore, the actual and budgetary data are on a comparable basis. The Enterprise Fund budget is adopted on the accrual basis.
9. Legal control of the budget is exercised pursuant to applicable provisions of *Florida Statutes*.
10. Appropriations for the County lapse at the close of the fiscal year.
11. The following is a comparison of the appropriations to total expenses for the proprietary fund for the fiscal year ended September 30, 2006.

	<u>Appropriations</u>	<u>Expenses</u>	<u>Variance Positive</u>
Primary government			
Enterprise fund			
Landfill	<u>\$ 3,437,467</u>	<u>\$ 2,682,309</u>	<u>\$ 755,158</u>

The appropriations budget did not include debt service payments that are considered to be defeased by the County.

NOTE 4. CASH AND CASH EQUIVALENTS

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

1. Deposits

At September 30, 2006, the carrying amount of the County's deposits was \$19,463,878. All deposits with financial institutions were 100% insured by federal depository insurance or by collateral provided by qualified public depositories to the State Treasurer pursuant to the Public Depository Security Act of the State of Florida. The Act established a Trust Fund, maintained by the State Treasurer, which is a multiple financial institution pool with the ability to assess its member financial institutions for collateral shortfalls if a member fails.

2. Investments -

Florida Statutes, and various bond covenants authorize investments in certificates of deposit, money market accounts, savings accounts, repurchase agreements, the Local Government Surplus Funds Trust Fund, administered by the Florida State Board of Administration, Florida Local Government Investment Trust Fund, obligations of the U.S. Government, obligations of government agencies unconditionally guaranteed by the U.S. Government, obligations of the Federal Farm Credit Banks, obligations of the Federal Home Loan Mortgage Corporation, including Federal Home Loan Mortgage Corporation participation certificates, obligations of the Federal Home Loan Bank, obligations of the Government National Mortgage Association, obligations of the Federal National Mortgage Association and securities of any management type investment company or investment trust registered under the Investment Company Act of 1940, 15 U.S.C. ss.80a-1 et seq., provided the portfolio is limited to U.S. Government obligations and to repurchase agreements fully collateralized by U.S. Government obligations. The County invested in only these types of instruments during the fiscal year.

In accordance with generally accepted accounting principles, the County's investments are categorized in the following schedule to give an indication of the level of custodial credit risk assumed at year end. Category 1 includes investments that are insured or registered, or for which the securities are held by the County or its agent in the County's name. Investments in the Local Government Surplus Funds Trust Fund, the Florida Local Government Investment Trust Fund, money market accounts and guaranteed investment contracts are not categorized since the investments are not evidenced by securities that exist in physical or book entry form.

The Local Government Surplus Funds Trust Fund Investment Pool (Pool) is a "2a-7" like pool, and therefore, the County's account balance is used for fair value reporting. All units of local government in Florida are eligible, but not required, to participate in the Pool. In addition to a variety of fixed coupon investments, the Pool also purchases floating rate and adjustable rate securities. These floating rate and adjustable rate securities are used to hedge against interest rate risk and provide diversification to the portfolio. The floating rate and adjustable rate securities all float relative to prevailing short-term interest rates such as LIBOR, Prime, or Fed Funds rates. On September 30, 2006, the Pool held floating rate securities, either directly or as invested securities lending collateral, at a fair value of \$11.91 billion. The Pool also participates in securities lending programs. As of September 30, 2006, the collateral held by the Pool, \$2.705 billion, exceeded the fair value of the securities underlying the agreements. As of September 30, 2006, the Pool had approximately 880 local government participants with total investments of approximately \$23.75 billion.

The Florida Local Government Investment Trust Fund (Trust) is a professionally managed fund available only to public entities in Florida. The investment policy of the trust restricts investments to direct obligations of or securities fully guaranteed by the United States; obligations of certain federal agencies, including collateralized mortgage obligations; repurchase agreements; corporate bonds; and commercial paper. As of September 30, 2006, the Trust had investments, at fair value, of approximately \$428 million. Of the total investments in the Trust, 3.6% was invested in asset backed securities 16.58% was invested in Federal Agency Mortgage-backed securities.

Investments in the Pool and Trust are reported at fair value based on the fair value per share of the underlying portfolio.

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County's investment policy to minimize interest rate risk is by structuring the investment portfolio so that the investments are readily convertible to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

Foreign Currency Risk: Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment on a deposit. The County does not hold foreign or foreign currency investments and therefore is not subject to foreign currency risk.

Credit Risk: The County also mitigates credit risk, which is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Custodial credit risk is the risk that, in the event of the failure of the counterparty to a transaction, the County will not be able to recover the value of investment or collateral securities that are held in the possession of an outside party. The County limits this risk by investing only in permitted investments.

Concentrations of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The implementation of GASB Statement No. 40 requires the disclosure of investments in any on issuer that represent 5% or more of total investments. As of September 30, 2006, the County had investments with the following issuers in the percentages of total investments shown below.

Schedule of Investments at September 30, 2006

	Fair Value	Percent	Category
Florida Local Government Surplus Funds Trust Fund	\$ 3,839,268	16.3%	1
Local Government Surplus Funds Trust Fund	7,009,449	29.8%	*
First Federal Money Market Funds	12,663,137	59.9%	*
	<u>\$ 23,511,854</u>	<u>106.0%</u>	

NOTE 5. PROPERTY TAX REVENUES

Taxable values for all property are established as of January 1, which is the date of lien, for the fiscal year starting October 1. Property tax revenues recognized for the 2005-2006 fiscal year were levied in October 2005. All taxes are due and payable on November 1 or as soon as the assessment roll is certified and delivered to the Tax Collector. Discounts are allowed for early payment at the rate of 4% in November, 3% in December, 2% in January, and 1% in February. Taxes paid in March are without discount. All unpaid taxes become delinquent as of April 1.

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

NOTE 6. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2006, was as follows:

Primary Government

	Beginning Balance	Additions	Deletions/ Reclassifica- tions	Prior Period Adjustment	Balance
Governmental activities:					
Capital assets:					
Land	\$ 3,462,386	\$ 1,241,886	\$ -	\$ -	\$ 4,704,272
Buildings	44,576,739	-	-	-	44,576,739
Improvements other than buildings	55,212,714	4,365,660	-	-	59,578,374
Equipment	15,522,639	3,879,087	(531,873)	-	18,869,853
Total capital assets	118,774,478	9,486,633	(531,873)	-	127,729,238
Less accumulated depreciation	(19,431,311)	(2,429,000)	298,596	(1,218,041)	(22,779,756)
Governmental activities capital assets, net	\$ 99,343,167	\$ 7,057,633	\$ (233,277)	\$ (1,218,041)	\$ 104,949,482
Business-type activities:					
Landfill	\$ 887,973	\$ -	\$ -	\$ -	\$ 887,973
Equipment	2,659,604	147,925	(276,514)	-	2,531,015
Buildings	493,668	-	-	-	493,668
Improvements	9,860,669	-	-	-	9,860,669
Total capital assets	13,901,914	147,925	(276,514)	-	13,773,325
Less accumulated depreciation	(7,070,719)	(466,507)	276,514	-	(7,260,712)
Business-type activities capital assets, net	\$ 6,831,195	\$ (318,582)	\$ -	\$ -	\$ 6,512,613

Depreciation expense was charges to functions/programs of the County as follows:

Governmental activities:	
General government	\$ 957,386
Public safety	888,432
Transportation	477,874
Economic environment	11,377
Human services	30,526
Culture/recreation	63,405
Total depreciation expense - governmental activities	\$ 2,429,000
Business-type activities:	
Landfill enterprise	\$ 466,507
Total depreciation expense - business-type activities	\$ 466,507

NOTE 7. INTERFUND RECEIVABLES/PAYABLES

NOTE 7. INTERFUND RECEIVABLES/PAYABLES

Balances at September 30, 2006, were:

Fund	Interfund Receivables	Interfund Payables
General fund	\$ 1,846,748	\$ 1,976,338
Special revenue funds:		
Municipal services benefit unit	163,363	1,000,000
Municipal services special district	1,066,584	1,070,735
Court service fund	12,832	-
Library enhancement	763,611	-
Sheriff:		
Operating	-	12,614
Clerk of Courts:		
Operating	214,656	105,580
Public records modernization	16,295	-
Teen court	554	-
Property Appraiser operating	-	18,062
Supervisor of Elections operating	-	4,402
Tax Collector operating	2,959	241,621
Capital projects funds:		
Connector road project	3,010,287	429,695
Road improvement	429,695	-
Paving assessments	336	381,716
Debt serfice funds:		
Road improvement	-	381,895
Economic development	-	1,000,000
Agency funds:		
Clerk of Circuit Court		
Trust	-	289,652
Domestic relations	-	694
Public defender occupancy trust	-	388
Registry of courts	-	6
Sheriff		
Bond and fine	-	5,855
Tax Collector		
Ad valorem tax	-	587,497
Tag agency	-	21,170
Totals	\$ 7,527,920	\$ 7,527,920

NOTE 8. INTERFUND TRANSFERS

Interfund transfers for the year ended September 30, 2006, consisted of the following:

Transfers from general fund to:	
Municipal Services Special District Fund	\$ 300,000
Tourist Development Tax Fund	36,171
Clerk of Courts operating fund	151,554
Property Appraiser operating fund	943,082
Sheriff operating fund	11,272,859
Supervisor of Elections operating fund	524,093
Transfer from Municipal Services Special District Fund to:	
Municipal Services Benefit Unit	1,000,000
Transfers from Court Facilities Debt Service Fund to:	
General Fund	828,437
Total transfers	<u><u>\$ 15,056,196</u></u>

Transfers are used to 1) move revenues from the fund that state law requires to collect them to the fund that state law requires to expend them, 2) provide matching funds for grants, 3) use unrestricted general fund revenues to finance transportation activities which must be accounted for in another fund, and 4) fund Constitutional Officer operations.

NOTE 9. RECEIVABLE AND PAYABLE BALANCES

Receivables

Receivables at September 30, 2006, were as follows:

	<u>Accounts</u>	<u>Due from Other Governmental Units</u>	<u>Total Receivables</u>
Governmental activities:			
General	\$ 1,801	\$ 554,178	\$ 555,979
County transportation trust	225	291,142	291,367
Municipal services benefit unit	7,015	31,537	38,552
Municipal services special district	242,010	331,926	573,936
Sheriff operating	7,873	41,767	49,640
Clerk operating	-	21,280	21,280
Road improvement	-	220,408	220,408
Other governmental	690	114,259	114,949
Total governmental activities	<u><u>\$ 259,614</u></u>	<u><u>\$ 1,606,497</u></u>	<u><u>\$ 1,866,111</u></u>
Business-type activities:			
Landfill enterprise	<u><u>\$ 173,152</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 173,152</u></u>

Payables

Payables at September 30, 2006, were as follows:

	<u>Vendors</u>	<u>Other Governmental Units</u>	<u>Total Payables</u>
Governmental activities:			
General	\$ 261,396	\$ -	\$ 261,396
County transportation trust	8,337	-	8,337
Municipal services benefit unit	122,189	-	122,189
Municipal services special district	7,790	-	7,790
Clerk of Court operating	4,696	227,273	231,969
Sheriff operating	261,752	-	261,752
Economic development	20,189	-	20,189
Connector road project	4,320	-	4,320
Other governmental	24,439	19,877	44,316
Total governmental activities	<u>\$ 715,108</u>	<u>\$ 247,150</u>	<u>\$ 962,258</u>
Business-type activities:			
Landfill enterprise	<u>\$ 39,068</u>	<u>\$ -</u>	<u>\$ 39,068</u>

NOTE 10. LONG-TERM LIABILITIES

A. Governmental Activities

Notes Payable

The County has a note with Columbia County Bank, associated with the County owned Florida Sports Hall of Fame and Tourist Information Center Complex. This loan is secured by proceeds of the Three Cent Tourist Development Tax levied by the County, and certain revenues of the complex. Details of this loan follow:

Original amount	\$ 1,170,000
Current interest rate	3.49%
Payment, monthly	\$ 8,213
Due date	04-21-2016

The scheduled payment of principal and interest on this note payable are as follows:

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 71,690	\$ 26,865	\$ 98,555
2008	74,232	24,323	98,555
2009	76,865	21,690	98,555
2010	79,591	18,964	98,555
2011	82,413	16,142	98,555
Thereafter	418,031	34,083	452,114
Total	<u>\$ 802,822</u>	<u>\$ 142,067</u>	<u>\$ 944,889</u>

Loan Payable

On July 14, 2004, the County entered into a loan agreement with the State of Florida Department of Environmental Protection (FDEP) for State Revolving Fund financial assistance for a wastewater treatment system at the I-75 exit 80 area (Ellisville). The terms of this agreement called for a \$276,864 disburseable amount of loan funds plus \$8,800 in capitalized interest for a total loan principal of \$285,664.

This loan was subsequently amended on June 14, 2006 for a total loan amount of \$755,809 when fully disbursed. Upon full disbursement, the loan is payable in forty semi-annual payments of \$24,345 including interest at 2.07%, beginning October 15, 2009. At September 30, 2006, a total of \$173,649 had been drawn on this loan.

Also, in conjunction with the project, the County entered into an additional loan with the FDEP in the amount of \$248,000. This loan is payable in ten semi-annual payments of \$14,491 including interest at 2.65%, beginning on July 15, 2009. At September 30, 2006, \$45,000 had been drawn on this loan.

Both of these loans are subject to future amendments as to principal amounts, and semi-annual payment amounts and payment inception dates.

Revenue Bonds

- A. On April 15, 1996, the County closed on a Revenue Term Bond in the amount of \$1,700,000. The proceeds were used to construct a manufacturing plant to be leased by the County to Homes of Merit, a mobile home manufacturer. The bonds are being repaid over a period of eleven years with an average interest rate of 7.23%. The debt is secured by the State Half-Cent Sales Tax revenue. Debt service is accounted for in the applicable debt service fund and is being reimbursed by the tenant.

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	<u>\$ 810,000</u>	<u>\$ 31,911</u>	<u>\$ 841,911</u>

- B. On December 27, 2000, the County closed on a serial bond issue held by SunTrust Bank in the amount of \$6,001,500. The proceeds are being used for the County connector road project. The bonds were repaid over five years with a fixed interest rate of 4.5%. The debt was secured by the County Five Cent Local Option Gas Tax, and was fully paid from this revenue source in the current year.

- C. On February 1, 2003, the County closed on the Transportation Improvement and Refunding Revenue Bond, Series 2003 in the amount of \$4,600,000. The purpose of this issuance was to refinance the remaining balance of the 1993 Revenue Bonds at a lower interest rate and provide additional funds to finance the costs of certain transportation related improvements. The bonds are being repaid over a period of six years with a fixed interest rate of 2.69%. The debt is secured by and paid from the County's Four Cent Local Option Fuel tax levied pursuant to County ordinance no. 2002-20.

The scheduled payments of principal and interest on these bonds are as follows:

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 786,646	\$ 46,130	\$ 832,776
2008	788,297	44,479	832,776
2009	412,191	4,195	416,386
Total	<u>\$ 1,987,134</u>	<u>\$ 94,804</u>	<u>\$ 2,081,938</u>

- D. On December 20, 2002, the County closed on the Sales Tax Revenue Refunding Bond, Series 2002 in the amount of \$6,370,000. The purpose of this issuance was to refinance the remaining balances of the SunTrust 1996-A Note Series and the SunTrust 2000-A Series Notes at a lower interest rate. The Bonds were repaid over a period of four years with a fixed interest rate of 3.5%. The debt was secured by and paid from the State Half-Cent Sales Tax revenues, was fully paid in the current year.

- E. On August 23, 2004, the County issued Sales Tax Revenue Bonds in the amount of \$3,250,000. The purpose of the issuance was to purchase and improve real property to be used for economic development and other public projects. The bonds are being repaid over a period of five years with a fixed interest rate of 3.44%. The debt is secured by and paid from the State Half-Cent Sales Tax revenue.

The scheduled payment of principal and interest on these bonds are as follows:

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 1,045,000	\$ 96,429	\$ 1,141,429
2008	1,085,000	57,190	1,142,190
2009	1,120,000	19,264	1,139,264
Total	<u>\$ 3,250,000</u>	<u>\$ 172,883</u>	<u>\$ 3,422,883</u>

Capital Leases

The County has the following installment payment agreements for equipment purchases:

- A. Purchase of a motor grader costing \$129,155. The terms of the agreement called for five annual payments of \$10,507 payable to John Deere Credit. The payments include interest at 5.983%, with a terminating payment of \$111,000 on October 1, 2005. This lease was paid out in the current year.
- B. Purchase of a motor grader costing \$135,117. The terms of the agreement call for five annual payments of \$11,247 payable to John Deere Credit. The payments include interest at 5.25% with a terminating payment of \$109,588 on June 1, 2006.

- C. Purchase of three motor graders costing \$441,915. The terms of the agreement call for four annual payments of \$95,943, including interest at 4.25%, with a terminating payment of \$197,040 on January 20, 2010.
- D. Purchase of seven motor graders costing \$1,081,439. The terms of the agreement call for five annual payments of \$150,272. The payments include interest at 3.75%, beginning in July, 2003, and a balloon payment of \$450,760 in July, 2008.
- E. Purchase of a motor grader costing \$145,949. The terms of the agreement call for five annual payments of \$31,814 and a concluding payment of one dollar in July, 2007. Interest at 4.3% beginning in July, 2003.
- F. The Supervisor of Elections has an installment payment agreement with Xerox Corporation for the purchase of a copy machine costing \$34,050. The agreement is being paid in sixty monthly installments of \$733, including interest at 10.9%.

The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at September 30, 2006:

Year Ending September 30	
2007	\$ 255,016
2008	564,504
2009	104,744
2010	203,640
Less amount representing interest	
Total	<u>\$ 1,127,904</u>

B. Business-type Activities

Notes Payable

On September 1, 1995, the County refinanced the Series 1994 Solid Waste Disposal Revenue Bonds with a fixed rate loan from the City of Gulf Breeze, Florida Local Government Loan program. The loan of \$6,090,000 is being repaid over a period of seventeen years with interest rates ranging from 3.70% to 5.90%. The debt is payable from the net revenues of the Solid Waste Disposal facility. Debt service is accounted for in the Landfill Enterprise Fund.

The scheduled payment of principal and interest on this loan are as follows:

Year Ending September 30	Principal	Interest	Total
2007	\$ 415,000	\$ 150,429	\$ 565,429
2008	435,000	127,681	562,681
2009	460,000	102,833	562,833
2010	485,000	75,894	560,894
2011-2014	1,050,000	62,835	1,112,835
Total	<u>\$ 2,845,000</u>	<u>\$ 519,672</u>	<u>\$ 3,364,672</u>

F. Changes in Long-term Liabilities

Long-term liability activity for the year ended September 30, 2006, was as follows:

	Balance at 10/01/05	Additions	Deletions	Balance at 09/30/06	Due Within One Year
Governmental activities:					
Revenue notes payable:					
Notes payable					
Columbia County Bank	\$ 871,652	\$ -	\$ 68,829	\$ 802,823	\$ 71,690
Revenue bonds:					
Transportation -Series 2003	2,752,970	-	765,836	1,987,134	786,646
Sales tax revenue-Series 2004	3,250,000	-	-	3,250,000	1,045,000
SunTrust Revenue Term	935,000	-	125,000	810,000	810,000
SunTrust Revenue Term	1,350,000	-	1,350,000	-	-
SunTrust Revenue Term	1,250,000	-	1,250,000	-	-
	<u>9,537,970</u>	<u>-</u>	<u>3,490,836</u>	<u>6,047,134</u>	<u>2,641,646</u>
Loan agreements payable:					
Computer Information Systems, Inc.					
	-	89,377	-	89,377	-
Dept. of Environmental Protection					
	26,000	192,649	-	218,649	-
	<u>26,000</u>	<u>282,026</u>	<u>-</u>	<u>308,026</u>	<u>-</u>
Capital leases:					
A. John Deere Credit	110,449	-	110,449	-	-
B. John Deere Credit	105,366	-	105,366	-	-
C. Caterpillar Financial	358,899	-	81,331	277,568	84,146
D. Caterpillar Financial	723,544	-	124,511	599,033	128,823
E. Caterpillar Financial	32,727	-	32,727	-	-
F. Xerox Corporation	26,574	6,000	5,793	26,781	6,184
	<u>1,357,559</u>	<u>6,000</u>	<u>460,177</u>	<u>903,382</u>	<u>219,153</u>
Other liabilities -					
Compensated absences payable					
	1,363,058	479,585	-	1,842,643	-
	<u>\$ 13,156,239</u>	<u>\$ 767,611</u>	<u>\$ 4,019,842</u>	<u>\$ 9,904,008</u>	<u>\$ 2,932,489</u>
Business activities:					
Note payable:					
Gulf Breeze loan	\$ 3,245,000	\$ -	\$ 400,000	\$ 2,845,000	\$ 415,000
Other liabilities -					
Compensated absences payable					
	45,315	-	614	44,701	-
Estimated liability for landfill closure					
	7,953,219	196,252	1,313,717	6,835,754	-
	<u>\$ 11,243,534</u>	<u>\$ 196,252</u>	<u>\$ 1,714,331</u>	<u>\$ 9,725,455</u>	<u>\$ 415,000</u>

NOTE 11. LANDFILL CLOSURE AND POSTCLOSURE COST

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure.

Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

\$6,835,754 reported as landfill closure and postclosure care liability at September 30, 2006, represents the cumulative amount reported to date based on the use of eight years of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and annual postclosure care in 2006. The County expects to close this landfill cell in the year 2012. Actual cost may be higher because of inflation, changes in technology, or changes in regulations.

The County is required by state and federal laws and regulations to make annual contributions to an escrow account to finance closure. The County is in compliance with these requirements, and at September 30, 2006, restricted cash of \$3,936,497 is held for its purpose. The County expects future inflation costs to be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional postclosure care requirements are determined (because of changes in technology or applicable laws and regulations, for example), these costs may need to be covered by charges to future landfill users or from other future revenues of the County.

NOTE 12. OPERATING LEASES

The County leases office space and equipment under various long-term operating lease commitments with noncancellable terms. Scheduled minimum rental payments for succeeding fiscal years ending September 30, are as follows:

<u>Year Ending September 30</u>	
2007	\$ 126,175
2008	113,802
2008	52,485
2009	4,404
2010	1,835
	<u>\$ 298,701</u>

NOTE 13. DEFINED BENEFIT PENSION PLAN

Florida Retirement System

Plan Description - The County employees participate in the Florida Retirement System (FRS), a cost-sharing multiple-employer public employee retirement system, administered by the Florida Department of Administration. The FRS is noncontributory for all members; all contributions are made by the employer. The FRS provides for vesting of benefits after six years of creditable service. Normal retirement benefits are available to employees who retire at or after age 62 with six or more years of service. Early retirement is available after six years of service with a five percent reduction in benefits for each year prior to the normal retirement age. Retirement benefits are based on age, average compensation, and years-of-service credit where average compensation is computed as the average of an individual's five highest years of earnings.

Florida Statutes Chapter 121, as may be amended from time to time by the state legislature, determines contribution rates for the various membership classes of the FRS. The FRS issues a publicly available financial report that includes financial statements, ten-year historical trend information and other required supplementary information. That report may be obtained by writing to the Department of Administration, Division of Retirement, Cedars Executive Center, Building C, 2639 North Monroe Street, Tallahassee, Florida 32399-1560.

Funding Policy - The FRS has the following classes of membership applicable to the County with descriptions and contribution rates in effect during the period ended September 30, 2006, as follows (contribution rates are in agreement with the actuarially determined rates):

	<u>10/01/05 to 06/30/06</u>	<u>07/01/06 to 09/30/06</u>
<u>Regular Class</u> - Members not qualifying for other classes.	7.83%	9.85%
<u>Senior Management Service Class</u> - Members of senior management who do not elect the optional annuity management program.	10.45%	13.12%
<u>Special Risk Class</u> - members employed as law enforcement officers, firefighters, correctional officers, or emergency services and meet the criteria set to qualify for this class.	18.53%	20.92%
<u>Special Risk Administrative Support Class</u> - Special risk members who are transferred or reassigned to non-special risk and meet the criteria.		
<u>Elected County Officer's Class</u> - Certain elected county officials.	19.23%	16.53%
<u>Deferred Retirement Option Program</u> - Members who are eligible for normal retirement that have elected to participate in the deferred retirement option program.	9.33%	10.94%

Contributions to the FRS for the fiscal year ended September 30, 2006, were equal to 120.5% of the annual covered payroll. Contributions to the FRS for the fiscal years ended September 30, 2004, 2005, and 2006, were \$1,599,937, \$1,728,364, and \$1,963,262, respectively, which are equal to 100% of the required contribution for each year.

NOTE 14. CONTINGENT LIABILITIES

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

Litigation - The County is defendant in various pending or threatened litigation. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County Attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

NOTE 15. RISK MANAGEMENT

The County participates in various public entity risk pools for certain of its insurance coverages. Under these insurance risk pools, the County's entity risk pool pays annual premiums to the pools for its insurance coverages. The agreements for formation of the pools provide that the pools will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specific amounts.

The County continues to carry commercial insurance for other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The pooling agreements allow for the pools to make additional assessments to make the pools self-sustaining. It is not possible to estimate the amount of such additional assessments, which might have to be paid by the County.

The pooling agreements require the pool to be self-sustaining. It is not possible to estimate the amount of losses, which might have to be borne by the County.

NOTE 16. CONSTRUCTION COMMITMENTS

During the year, the County had in progress several construction projects including road improvements and facilities renovations. At year end, the significant portion of these related construction commitments were completed and existing funds had been earmarked for any incomplete projects.

NOTE 17. PRIOR PERIOD ADJUSTMENT

The following prior period adjustments have been made to the net assets in the financial statements of the County.

<u>Fund/Account</u>	<u>Net Assets Increase/ (Decrease)</u>	<u>Account Corrected</u>	<u>Reason for adjustment</u>
General Fund		Charges for services	There was an over accrual of general government charges for services in the prior year.
Net Capital Assets		Equipment	General fixed assets were overstated in the prior fiscal year.
Landfill		Estimated liability for landfill closure	Post closure costs for the landfill were understated in the prior fiscal year.

REQUIRED SUPPLEMENTARY INFORMATION

COLUMBIA COUNTY, FLORIDA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the fiscal year ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
TAXES				
Advalorem taxes				
Ad valorem taxes	\$ 16,293,845	\$ 16,293,845	\$ 15,405,803	\$ (888,042)
Delinquent taxes	25,000	25,000	87,844	62,844
Sales and Use Taxes				
Small County Infrastructure Surtax	5,483,828	5,483,828	5,750,442	266,614
Total Taxes	<u>21,802,673</u>	<u>21,802,673</u>	<u>21,244,089</u>	<u>(558,584)</u>
INTERGOVERNMENTAL				
Federal Grants				
Public Safety				
Mutijurisdictional Task Force	-	-	63,814	63,814
Emergency preparedness grants	-	-	71,154	71,154
Physical environment				
Land and water conservation	75,000	75,000	74,500	(500)
Total Federal Grants	<u>75,000</u>	<u>75,000</u>	<u>209,468</u>	<u>134,468</u>
Federal payments in lieu of taxes	-	-	2,840	2,840
State Grants				
Public Safety				
State Emergency Preparedness	114,587	114,587	102,959	(11,628)
Human Services				
Mosquito Control	45,191	45,191	37,822	(7,369)
Culture and recreation				
State Aid to Libraries	50,000	50,000	37,946	(12,054)
Other culture/recreation	-	-	26,518	26,518
Other	-	-	2,926	2,926
Total State Grants	<u>209,778</u>	<u>209,778</u>	<u>208,171</u>	<u>(1,607)</u>
State Shared Revenues				
Insurance Agents' Licenses	15,000	15,000	29,693	14,693
Alcohol Beverage Licenses	12,500	12,500	12,738	238
State revenue sharing	-	-	574,861	574,861
Total State Shared Revenues	<u>27,500</u>	<u>27,500</u>	<u>617,292</u>	<u>589,792</u>
State Payments in Lieu of Taxes				
SRWMD	20,000	20,000	16,815	(3,185)
Grants from Other Local Units	-	-	550	550
Total Intergovernmental Revenue	<u>332,278</u>	<u>332,278</u>	<u>1,055,136</u>	<u>722,858</u>

(Continued)

COLUMBIA COUNTY, FLORIDA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the fiscal year ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
CHARGES FOR SERVICES				
General Government				
Copies	\$ -	\$ -	\$ 179	\$ 179
Tax Collector Fees	-	-	241,621	241,621
Sheriff Fees	95,000	95,000	81,129	(13,871)
Clerk fees	-	-	8,418	8,418
Supervisor fees	-	-	4,403	4,403
Administrative	386,850	386,850	386,850	-
SHIP Administration	-	-	22,619	22,619
Public Safety				
911 Surcharge	-	-	-	-
School Resource Officer	-	-	97	97
Room and Board for Prisoners	12,000	12,000	13,030	1,030
Human Services				
Animal Control Fees	3,000	3,000	4,496	1,496
Culture and Recreation				
Lake City Library Fees	-	-	1,981	1,981
Lake City Printing	-	-	4,922	4,922
Ft. White Library Fees	-	-	129	129
Ft. White Printing	-	-	547	547
West Branch Library Fees	-	-	221	221
West Branch Printing	-	-	800	800
Court Related				
Court Costs	-	-	39,220	39,220
Court Facility Fee	110,000	110,000	195,683	85,683
Court Service Reimbursements	-	-	2,772	2,772
Other Charges for Services	-	-	54	54
Total Charges for Services	606,850	606,850	1,009,171	402,321
FINES AND FORFEITURES				
Communications Surcharge	90,000	90,000	122,972	32,972
Library Fines	30,000	30,000	33,109	3,109
Total fines	120,000	120,000	156,081	36,081
MISCELLANEOUS				
Interest	250,000	250,000	699,874	449,874
Rentals and Leases	8,400	8,400	9,300	900
Disposition of Fixed Assets	-	-	44,331	44,331
Contributions	-	-	19,225	19,225
Other	30,500	30,500	135,079	104,579
Total Miscellaneous	288,900	288,900	907,809	618,909
TOTAL REVENUES	23,150,701	23,150,701	24,372,286	1,221,585

(Continued)

COLUMBIA COUNTY, FLORIDA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the fiscal year ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES				
General Government				
Legislative				
Personal services	\$ 706,207	\$ 706,207	\$ 707,490	\$ (1,283)
Operating expenses	185,000	168,518	191,542	(23,024)
Capital outlay	-	20,000	1,196,094	(1,176,094)
Total legislative	<u>891,207</u>	<u>894,725</u>	<u>2,095,126</u>	<u>(1,200,401)</u>
Executive				
Personal services	<u>1,500</u>	<u>1,465</u>	<u>1,465</u>	<u>-</u>
Tax Collector				
Operating expenses	<u>625,000</u>	<u>677,315</u>	<u>288,591</u>	<u>388,724</u>
Accounting and Auditing				
Operating expenses	<u>80,000</u>	<u>80,000</u>	<u>88,813</u>	<u>(8,813)</u>
Data Processing				
Operating expenses	<u>32,000</u>	<u>32,000</u>	<u>26,763</u>	<u>5,237</u>
Legal Counsel				
Personal services	85,933	85,933	97,132	(11,199)
Operating expenses	<u>2,000</u>	<u>2,000</u>	<u>743</u>	<u>1,257</u>
Total legal counsel	<u>87,933</u>	<u>87,933</u>	<u>97,875</u>	<u>(9,942)</u>
Circuit Court				
Capital outlay	<u>-</u>	<u>-</u>	<u>35,430</u>	<u>(35,430)</u>
County Court Mediation				
Operating expenses	<u>-</u>	<u>-</u>	<u>15</u>	<u>(15)</u>
General Government				
Personal services	-	1,396	1,396	-
Operating expenses	<u>-</u>	<u>-</u>	<u>38,085</u>	<u>(38,085)</u>
Total general government	<u>-</u>	<u>1,396</u>	<u>39,481</u>	<u>(38,085)</u>
Elections				
Personal services	-	-	5,992	(5,992)
Operating expenses	<u>-</u>	<u>167,300</u>	<u>167,300</u>	<u>-</u>
Total elections	<u>-</u>	<u>167,300</u>	<u>173,292</u>	<u>(5,992)</u>
Nondepartmental				
Personal services	10,000	10,000	2,577	7,423
Operating expenses	<u>493,500</u>	<u>503,500</u>	<u>532,559</u>	<u>(29,059)</u>
Total nondepartmental	<u>503,500</u>	<u>513,500</u>	<u>535,136</u>	<u>(21,636)</u>

(Continued)

COLUMBIA COUNTY, FLORIDA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the fiscal year ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Courthouse Maintenance				
Personal services	\$ 669,005	\$ 669,005	\$ 635,651	\$ 33,354
Operating expenses	333,100	345,600	357,645	(12,045)
Capital outlay	5,000	5,000	25,435	(20,435)
Total courthouse maintenance	1,007,105	1,019,605	1,018,731	874
Annex				
Operating expenses	60,000	60,000	51,376	8,624
Montgomery Building				
Operating expenses	16,500	16,500	20,465	(3,965)
Witt Building				
Operating expenses	19,000	19,000	21,063	(2,063)
Utilities Sheriff				
Operating expenses	38,300	38,300	5,698	32,602
Watertown Building				
Operating expenses	24,900	24,900	18,368	6,532
Total general government	3,386,945	3,633,939	4,517,688	(883,749)
Public Safety				
Emergency				
Operating expenses	8,400	11,326	17,444	(6,118)
Preparedness				
Personal services	95,472	95,472	95,635	(163)
Operating expenses	35,700	35,700	26,932	8,768
Total preparedness	131,172	131,172	122,567	8,605
Safety				
Personal services	61,366	61,366	62,746	(1,380)
Operating expenses	25,450	25,450	20,961	4,489
Total safety	86,816	86,816	83,707	3,109
Public Safety Services				
Operating expenses	125,000	125,000	194,955	(69,955)
Communications				
Operating expenses	85,232	85,232	72,708	12,524
Capital outlay	22,240	22,240	12,324	9,916
Total communications	107,472	107,472	85,032	22,440

(Continued)

COLUMBIA COUNTY, FLORIDA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the fiscal year ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Corrections				
Personal services	\$ -	\$ -	\$ 100,000	\$ (100,000)
Corrections Maintenance				
Personal services	40,324	40,324	42,341	(2,017)
Operating expenses	403,623	403,623	484,046	(80,423)
Total corrections maintenance	443,947	443,947	526,387	(82,440)
Law Enforcement				
Personal services	-	-	250,000	(250,000)
Judicial				
Personal services	35,000	35,000	35,000	-
Emergency services				
Operating expenses	-	-	272,522	(272,522)
EMS Tower				
Capital outlay	-	-	274,424	(274,424)
Total Public Safety	937,807	940,733	1,962,038	(1,021,305)
Physical Environment				
Conservation and Resource Management				
Personal services	165,669	165,669	168,899	(3,230)
Operating expenses	65,872	65,872	66,876	(1,004)
Total conservation and resource management	231,541	231,541	235,775	(4,234)
Landscaping				
Personal expenses	102,722	102,722	107,636	(4,914)
Operating expenses	41,900	41,900	28,329	13,571
Total landscaping	144,622	144,622	135,965	8,657

(Continued)

COLUMBIA COUNTY, FLORIDA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the fiscal year ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Soil Conservation Grants and aids	\$ 7,646	\$ 7,646	\$ 7,646	\$ -
Florida Forest Grants and aids	3,000	3,000	3,000	-
Recreational Facilities Operating expenses	236,718	236,718	218,852	17,866
Capital outlay	150,000	150,000	38,521	111,479
	<u>386,718</u>	<u>386,718</u>	<u>257,373</u>	<u>129,345</u>
FEMA Frances Personal operating expenses	83,834	83,834	82,341	1,493
Operating expenses	9,350	9,350	9,096	254
Total FEMA Frances	<u>93,184</u>	<u>93,184</u>	<u>91,437</u>	<u>1,747</u>
Conservation and Resource Management Grants and aids	-	-	3,082	(3,082)
FEMA Operating expenses	-	-	67,162	(67,162)
Local Mitigation Strategy Operating expenses	520,229	520,229	147,511	372,718
Total Physical Environment	<u>1,386,940</u>	<u>1,386,940</u>	<u>948,951</u>	<u>437,989</u>
Economic Environment				
Downtown Redevelopment Grants and aids	125,000	125,000	134,975	(9,975)
Special Projects Capital outlay	348,201	348,201	185,996	162,205
Total Economic Environment	<u>473,201</u>	<u>473,201</u>	<u>320,971</u>	<u>152,230</u>

(Continued)

COLUMBIA COUNTY, FLORIDA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the fiscal year ended September 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Human Services				
Mosquito Control				
Personal services	\$ 22,895	\$ 22,895	\$ 17,093	\$ 5,802
Operating expenses	35,292	35,292	40,406	(5,114)
Capital outlay	37,340	37,340	11,270	26,070
Total mosquito control	<u>95,527</u>	<u>95,527</u>	<u>68,769</u>	<u>26,758</u>
Human Services				
Grants and aids	<u>1,713,884</u>	<u>1,713,884</u>	<u>1,906,839</u>	<u>(192,955)</u>
Mental Health				
Grants and aids	<u>137,954</u>	<u>137,954</u>	<u>137,954</u>	<u>-</u>
Welfare and Public Assistance				
Operating expenses	11,387	11,387	14,239	(2,852)
Grants and aids	113,425	113,425	113,435	(10)
Total welfare and public assistance	<u>124,812</u>	<u>124,812</u>	<u>127,674</u>	<u>(2,862)</u>
Retardation				
Grants and aids	<u>40,000</u>	<u>40,000</u>	<u>50,000</u>	<u>(10,000)</u>
Other Human Services				
Grants and aids	<u>18,000</u>	<u>18,000</u>	<u>18,000</u>	<u>-</u>
Total Human Services	<u>2,130,177</u>	<u>2,130,177</u>	<u>2,309,236</u>	<u>(179,059)</u>
Culture/Recreation				
Library				
Personal services	521,024	521,024	471,255	49,769
Operating expenses	826,445	826,445	164,222	662,223
Total library	<u>1,347,469</u>	<u>1,347,469</u>	<u>635,477</u>	<u>711,992</u>
Ft. White Library				
Personal services	54,890	54,890	56,769	(1,879)
Operating expenses	17,500	17,500	22,609	(5,109)
Capital outlay	14,500	14,500	-	14,500
Total Ft. White Library	<u>86,890</u>	<u>86,890</u>	<u>79,378</u>	<u>7,512</u>

(Continued)

COLUMBIA COUNTY, FLORIDA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the fiscal year ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Parks and recreation				
Operating expenses	\$ 35,000	\$ 35,000	\$ 42,167	\$ (7,167)
Grants and aids	647,442	647,442	488,517	158,925
Total parks and recreation	<u>682,442</u>	<u>682,442</u>	<u>530,684</u>	<u>151,758</u>
Special Events				
Grants and aids	12,500	12,500	12,500	-
Total Culture/Recreation	<u>2,129,301</u>	<u>2,129,301</u>	<u>1,258,039</u>	<u>871,262</u>
Total Expenditures	<u>10,444,371</u>	<u>10,694,291</u>	<u>11,316,923</u>	<u>(622,632)</u>
Excess of revenues over (under) expenditures	<u>12,706,330</u>	<u>12,456,410</u>	<u>13,055,363</u>	<u>598,953</u>
Other financing sources (uses)				
Operating transfers in	-	-	828,437	828,437
Operating transfers out	(336,171)	(336,171)	(336,171)	-
Transfer to Officer Funds	(13,356,159)	(13,356,159)	(12,891,588)	464,571
Total other financing sources (uses)	<u>(13,692,330)</u>	<u>(13,692,330)</u>	<u>(12,399,322)</u>	<u>1,293,008</u>
Net change in fund balance	<u>(986,000)</u>	<u>(1,235,920)</u>	<u>656,041</u>	<u>1,891,961</u>
Fund balance, beginning of year	<u>12,546,465</u>	<u>12,546,465</u>	<u>12,546,465</u>	<u>-</u>
Fund balance, end of year	<u>\$ 11,560,465</u>	<u>\$ 11,310,545</u>	<u>\$ 13,202,506</u>	<u>\$ 1,891,961</u>

COLUMBIA COUNTY, FLORIDA

COUNTY TRANSPORTATION TRUST FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes				
Sales and use taxes				
County 1 - cent voted gas tax	\$ 624,830	\$ 624,830	\$ 628,812	\$ 3,982
Local option gas tax/alternative fuel	1,625,295	1,625,295	1,797,875	172,580
Small county infrastructure surtax	751,000	751,000	751,000	-
Total taxes	3,001,125	3,001,125	3,177,687	176,562
Intergovernmental revenue				
Federal grants				
Title III	125,000	125,000	128,020	3,020
Federal payments in lieu of taxes				
Federal forestry	35,000	35,000	54,549	19,549
State shared revenues				
General government				
State revenue sharing	289,391	289,391	311,407	22,016
Fiscally constrained	-	-	175,918	175,918
Transportation				
Motor fuel tax rebate	30,000	30,000	36,372	6,372
Constitutional gas tax	1,512,703	1,512,703	1,492,004	(20,699)
County gas tax	680,609	680,609	664,888	(15,721)
Special and motor fuel use tax	5,000	5,000	7,680	2,680
Total intergovernmental revenue	2,677,703	2,677,703	2,870,838	193,135
Charges for services				
Transportation	55,000	55,000	177,819	122,819
Miscellaneous				
Interest				
SBA	-	-	71,199	71,199
Other interest	-	-	62,306	62,306
Sale of equipment	-	-	148,509	148,509
Other miscellaneous	18,000	18,000	-	(18,000)
Total miscellaneous	18,000	18,000	282,014	264,014
Total revenues	5,751,828	5,751,828	6,508,358	756,530
(Continued)				

COLUMBIA COUNTY, FLORIDA

COUNTY TRANSPORTATION TRUST FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the Fiscal Year Ended September 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES				
Transportation				
Contracted mowing				
Operating expenses	\$ 250,000	\$ 250,000	\$ 198,370	\$ 51,630
Total contracted mowing	<u>250,000</u>	<u>250,000</u>	<u>198,370</u>	<u>51,630</u>
Graded roads				
Personal services	847,491	847,491	770,194	77,297
Operating expenses	52,250	66,750	50,115	16,635
Capital outlay	-	158,292	158,292	-
Debt service	220,000	220,000	498,617	(278,617)
Total graded roads	<u>1,119,741</u>	<u>1,292,533</u>	<u>1,477,218</u>	<u>(184,685)</u>
Drainage and equipment				
Personal services	305,472	305,472	293,819	11,653
Operating expenses	358,700	424,165	416,124	8,041
Capital outlay	-	97,682	97,681	1
Total drainage and equipment	<u>664,172</u>	<u>827,319</u>	<u>807,624</u>	<u>19,695</u>
Sign shop				
Personal services	107,994	107,994	90,356	17,638
Operating expenses	270,000	271,500	311,698	(40,198)
Total sign shop	<u>377,994</u>	<u>379,494</u>	<u>402,054</u>	<u>(22,560)</u>
Repair shop				
Personal services	397,574	371,472	371,472	-
Operating expenses	230,000	217,979	217,979	-
Total repair shop	<u>627,574</u>	<u>589,451</u>	<u>589,451</u>	<u>-</u>
Stock room				
Personal services	30,555	30,555	30,902	(347)
Operating expenses	405,000	506,500	475,436	31,064
Total stock room	<u>435,555</u>	<u>537,055</u>	<u>506,338</u>	<u>30,717</u>

(Continued)

COLUMBIA COUNTY, FLORIDA

COUNTY TRANSPORTATION TRUST FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Administration				
Personal services	\$ 640,441	\$ 640,441	\$ 542,174	\$ 98,267
Operating expenses	518,750	572,662	636,693	(64,031)
Capital outlay	-	101,685	91,334	10,351
Total administration	<u>1,159,191</u>	<u>1,314,788</u>	<u>1,270,201</u>	<u>44,587</u>
Tree trimming				
Personal services	268,427	268,427	230,573	37,854
Operating expenses	25,000	40,000	36,553	3,447
Capital outlay	-	102,995	103,314	(319)
Total tree trimming	<u>293,427</u>	<u>411,422</u>	<u>370,440</u>	<u>40,982</u>
Secondary maintenance				
Personal services	167,721	167,721	121,864	45,857
Operating expenses	12,000	12,000	10,335	1,665
Capital outlay	-	46,200	46,179	
Total secondary maintenance	<u>179,721</u>	<u>225,921</u>	<u>178,378</u>	<u>47,522</u>
Suwannee Valley Transit				
Grants and aids	24,492	24,492	18,369	6,123
Total expenditures	<u>5,131,867</u>	<u>5,852,475</u>	<u>5,818,443</u>	<u>34,011</u>
Excess of revenues over (under) expenditures	<u>619,961</u>	<u>(100,647)</u>	<u>689,915</u>	<u>790,541</u>
OTHER FINANCING SOURCES (USES)				
Debt proceeds	-	-	-	-
Interfund transfers out	-	-	-	-
Total other financing sources uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>619,961</u>	<u>(100,647)</u>	<u>689,915</u>	<u>790,541</u>
Fund balance at beginning of year	<u>2,614,109</u>	<u>2,614,109</u>	<u>2,614,109</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,234,070</u>	<u>\$ 2,513,462</u>	<u>\$ 3,304,024</u>	<u>\$ 790,541</u>

COLUMBIA COUNTY, FLORIDA

MUNICIPAL SERVICES BENEFIT UNIT FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes				
Franchise fees				
Solid waste	\$ 50,000	\$ 50,000	\$ 46,097	\$ (3,903)
Licenses and permits				
Professional and occupational	80,000	80,000	110,790	30,790
Building permits	380,000	380,000	377,918	(2,082)
Other licenses and permits				
Permits land use	160,500	160,500	162,065	1,565
Building inspection	5,000	5,000	4,632	(368)
Total licenses and permits	<u>625,500</u>	<u>625,500</u>	<u>655,405</u>	<u>29,905</u>
Intergovernmental				
State grants				
Technical assistance program	-	-	15,000	15,000
State shared revenues				
General government				
Mobile home permits	24,000	24,000	25,746	1,746
State revenue sharing	135,000	135,000	156,187	21,187
Communications service taxes	235,182	235,182	274,137	38,955
Total intergovernmental	<u>394,182</u>	<u>394,182</u>	<u>471,070</u>	<u>76,888</u>
Fines and forfeitures				
General government				
Violation of local ordinances	500	500	650	150
Miscellaneous				
Interest earnings				
Interest on investments	-	-	103,105	103,105
Interest SBA and other	35,500	35,500	6,721	(28,779)
Special assessments/impact fees				
Special assessments				
Partial year solid waste	35,000	35,000	46,673	11,673
Physical environment	2,400,000	2,400,000	2,378,822	(21,178)
Delinquent fees	1,000	1,000	101,139	100,139
Other miscellaneous				
Special lighting	1,500	1,500	1,404	(96)
Other	500	500	77,325	76,825
Total miscellaneous	<u>2,473,500</u>	<u>2,473,500</u>	<u>2,715,189</u>	<u>241,689</u>
Total revenues	<u><u>3,543,682</u></u>	<u><u>3,543,682</u></u>	<u><u>3,888,411</u></u>	<u><u>344,729</u></u>

(Continued)

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

MUNICIPAL SERVICES BENEFIT UNIT FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES				
General government				
Legislative				
Operating expenses	\$ 103,750	\$ 253,750	\$ 242,301	\$ 11,449
Debt service	-	-	1,687	(1,687)
Total legislative	<u>103,750</u>	<u>253,750</u>	<u>243,988</u>	<u>9,762</u>
Tax Collector				
Operating expenses	75,000	75,000	70,958	4,042
Total general government	<u>178,750</u>	<u>328,750</u>	<u>314,946</u>	<u>13,804</u>
Public safety				
Protective inspections				
Personal services	502,116	502,116	371,702	130,414
Operating expenses	131,750	131,750	131,981	(231)
Capital outlay	-	-	15,276	(15,276)
Total protective inspections	<u>633,866</u>	<u>633,866</u>	<u>518,959</u>	<u>114,907</u>
Fire departments				
Personal services	390,814	390,814	287,073	103,741
Operating expenses	510,250	438,250	373,171	65,079
Capital outlay	1,441,000	1,513,000	1,976,667	(463,667)
Total fire departments	<u>2,342,064</u>	<u>2,342,064</u>	<u>2,636,911</u>	<u>(294,847)</u>
Code enforcement				
Personal services	62,285	62,285	63,728	(1,443)
Operating expenses	15,300	15,300	17,305	(2,005)
Capital outlay	18,000	18,000	17,998	2
Total code enforcement	<u>95,585</u>	<u>95,585</u>	<u>99,031</u>	<u>(3,446)</u>
Addressing services				
Personal services	39,759	39,759	61,386	(21,627)
Operating expenses	25,700	79,122	39,232	39,890
Total addressing services	<u>65,459</u>	<u>118,881</u>	<u>100,618</u>	<u>18,263</u>
Total public safety	<u>3,136,974</u>	<u>3,190,396</u>	<u>3,355,519</u>	<u>(165,123)</u>
Physical environment				
Container service				
Operating expenses	<u>2,300,000</u>	<u>2,300,000</u>	<u>2,138,830</u>	<u>161,170</u>
Culture/recreation				
Parks and recreation				
Operating expenses	42,600	32,600	23,545	9,055
Grants and aids	50,000	59,000	59,348	(348)
Total parks and recreation	<u>92,600</u>	<u>91,600</u>	<u>82,893</u>	<u>8,707</u>

(Continued)

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

**MUNICIPAL SERVICES BENEFIT UNIT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Spring Hollow Subdivision				
Operating expenses	\$ -	\$ 1,500	\$ 1,186	\$ 314
Total culture/recreation	92,600	93,100	84,079	9,021
Total expenditures	5,708,324	5,912,246	5,893,374	18,872
Excess of revenues over (under) expenditures	(2,164,642)	(2,368,564)	(2,004,963)	363,601
OTHER FINANCING SOURCES				
Interfund transfers in	-	-	1,000,000	1,000,000
Debt proceeds	-	-	192,649	192,649
Total other financing sources	-	-	1,192,649	1,192,649
Net change in fund balance	(2,164,642)	(2,368,564)	(812,314)	1,556,250
Fund balance beginning of year	(1,940,467)	(1,940,467)	(1,940,467)	-
Fund balance end of year	\$ (224,175)	\$ (428,097)	\$ 1,128,153	\$ 1,556,250

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

MUNICIPAL SERVICES SPECIAL DISTRICT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental revenue				
State grants				
Public safety				
Intergovernmental grant	\$ -	\$ -	\$ 8,313	\$ 8,313
State shared revenue				
General government				
State revenue sharing	455,000	455,000	479,861	24,861
Racing tax	223,250	223,250	167,438	(55,812)
Total intergovernmental revenue	678,250	678,250	655,612	(22,638)
Charges for services				
Public safety				
Ambulance fees	1,020,000	1,020,000	1,164,974	144,974
911 Telephone assessments	280,000	280,000	297,700	17,700
Total charges for services	1,300,000	1,300,000	1,462,674	162,674
Miscellaneous				
Interest earnings				
Interest on investments	55,000	55,000	117,930	62,930
Interest SBA	-	-	70,128	70,128
Rents				
Rents and leases	1,800	1,800	1,900	100
Special assessments/impact fees				
Special assessments				
Current	2,844,642	2,844,642	1,934,682	(909,960)
Delinquent special assessments	5,000	5,000	16,457	11,457
Partial year	20,000	20,000	26,422	6,422
City EMS assessments	476,426	476,426	250,000	(226,426)
Other miscellaneous	500	500	879	379
Total miscellaneous	3,403,368	3,403,368	2,418,398	(984,970)
Total revenues	5,381,618	5,381,618	4,536,684	(844,934)

(Continued)

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

MUNICIPAL SERVICES SPECIAL DISTRICT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES				
General government				
Legislative				
Operating expenses	\$ 108,750	\$ 108,750	\$ 131,394	\$ (22,644)
Financial and administrative				
Operating expenses	-	51,622	-	51,622
Total general government	<u>108,750</u>	<u>160,372</u>	<u>131,394</u>	<u>28,978</u>
Public safety				
Fire departments				
Personal services	13,200	13,200	-	13,200
Operating expenses	807,175	755,553	221,607	533,946
Capital outlay	65,000	65,000	64,272	728
Total fire departments	<u>885,375</u>	<u>833,753</u>	<u>285,879</u>	<u>547,874</u>
FireControl				
Operating expenses	-	-	-	-
Grants and aids	2,579,986	2,579,986	1,893,640	686,346
Total fire control	<u>2,579,986</u>	<u>2,579,986</u>	<u>1,893,640</u>	<u>686,346</u>
EMS Communications				
Personal services	-	-	256	(256)
Operating expenses	-	-	133,638	(133,638)
Total EMS communications	<u>-</u>	<u>-</u>	<u>133,894</u>	<u>(133,894)</u>
EMS billings				
Personal services	96,418	96,418	91,820	4,598
Operating expenses	13,600	14,575	14,465	110
Total EMS billings	<u>110,018</u>	<u>110,993</u>	<u>106,285</u>	<u>4,708</u>
EMS Medical Director				
Personal services	12,462	12,462	11,369	1,093
Total EMS medical director	<u>12,462</u>	<u>12,462</u>	<u>11,369</u>	<u>1,093</u>

(Continued)

COLUMBIA COUNTY, FLORIDA

MUNICIPAL SERVICES SPECIAL DISTRICT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Ambulance services				
Personal services	\$ 1,376,824	\$ 1,303,824	\$ 1,116,573	187,251
Operating expenses	386,300	479,997	306,353	173,644
Capital outlay	100,000	510,163	524,942	(14,779)
Total ambulance services	1,863,124	2,293,984	1,947,868	346,116
EMS Tower				
Operating expenses	-	7,900	5,520	2,380
Total EMS tower	-	7,900	5,520	2,380
Total public safety	5,450,965	5,839,078	4,384,455	1,454,623
Total expenditures	5,559,715	5,999,450	4,515,849	1,431,979
Excess of revenues over (under) expenditures	(178,097)	(617,832)	20,835	587,045
OTHER FINANCING SOURCES (USES)				
Interfund transfers in	503,982	503,982	300,000	(203,982)
Interfund transfers out	-	-	(1,000,000)	(1,000,000)
Total other financing sources (uses)	503,982	503,982	(700,000)	(1,203,982)
Net change in fund balance	325,885	(113,850)	(679,165)	(616,937)
Fund balance beginning of year	3,677,488	3,677,488	3,677,488	-
Fund balance end of year	\$ 4,003,373	\$ 3,563,638	\$ 2,998,323	\$ (616,937)

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

**CLERK OF THE CIRCUIT COURT
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental revenue				
Federal grants				
IV - D grant	\$ 42,991	\$ 42,991	\$ 98,676	\$ 55,685
Charges for services				
General government				
Noncourt related charges				
Recording	197,842	197,842	328,349	130,507
Documentary stamp commissions	41,985	41,985	53,435	11,450
Marriage licenses fees and charges	24,734	24,734	24,491	(243)
Passports	21,600	21,600	29,490	7,890
Copies	63,422	63,422	60,125	(3,297)
Other charges	25,440	25,440	26,830	1,390
Court related charges				
County court criminal	299,957	299,957	340,584	40,627
Circuit court criminal	201,182	201,182	144,894	(56,288)
County court civil	236,176	236,176	236,130	(46)
Circuit court civil	284,662	284,662	263,517	(21,145)
Traffic	756,233	756,233	967,356	211,123
Probate	50,867	50,867	56,641	5,774
Miscellaneous				
Interest	22,206	22,206	61,367	39,161
Total revenues	2,269,297	2,269,297	2,691,885	422,588
EXPENDITURES				
Board of County Commissioners				
Personal services	287,404	287,404	300,424	(13,020)
Operating expenses	1,800	1,800	265	1,535
Total Board of County Commissioners	289,204	289,204	300,689	(11,485)
Other general government				
Personal services	303,565	338,442	357,110	(18,668)
Operating expenses	551,755	471,128	288,864	182,264
Capital outlay	4,468	4,468	5,462	(994)
Total other general government	859,788	814,038	651,436	162,602
Clerk administration				
Personal services	368,140	368,140	381,672	(13,532)
Operating expenses	31,618	31,618	460,490	(428,872)
Capital outlay	3,954	3,954	725	3,229
Total Clerk administration	403,712	403,712	842,887	(439,175)

(Continued)

COLUMBIA COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Jury Management				
Personal services	\$ 17,093	\$ 17,093	\$ 20,399	\$ (3,306)
Operating expenses	1,265	1,265	1,346	(81)
Capital outlay	158	158	-	158
Total jury management	18,516	18,516	21,745	(3,229)
Circuit Criminal				
Personal services	175,403	175,403	174,449	954
Operating expenses	16,441	16,441	13,412	3,029
Capital outlay	2,056	2,056	1,615	441
Total circuit criminal	193,900	193,900	189,476	4,424
Circuit Civil				
Personal services	68,866	68,866	76,379	(7,513)
Operating expenses	6,324	6,324	3,136	3,188
Capital outlay	791	791	-	791
Total circuit civil	75,981	75,981	79,515	(3,534)
Circuit Family				
Personal services	119,823	160,413	159,707	706
Operating expenses	20,235	25,395	20,315	5,080
Capital outlay	2,530	2,530	300	2,230
Total circuit family	142,588	188,338	180,322	8,016
Circuit Juvenile				
Personal services	56,008	56,008	61,377	(5,369)
Operating expenses	6,324	6,324	3,843	2,481
Capital outlay	791	791	-	791
Total circuit juvenile	63,123	63,123	65,220	(2,097)
Circuit Probate				
Personal services	34,816	34,816	40,189	(5,373)
Operating expenses	3,794	3,794	1,253	2,541
Capital outlay	474	474	-	474
Total circuit probate	39,084	39,084	41,442	(2,358)
Information Technology				
Personal services	52,918	52,918	69,469	(16,551)
Operating expenses	5,790	5,790	4,384	1,406
Capital outlay	1,500	1,500	-	1,500
Total information technology	60,208	60,208	73,853	(13,645)

(Continued)

COLUMBIA COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURT
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
County Criminal				
Personal services	\$ 137,717	\$ 137,717	\$ 155,194	\$ (17,477)
Operating expenses	16,441	16,441	12,567	3,874
Capital outlay	2,056	2,056	297	1,759
Total county criminal	<u>156,214</u>	<u>156,214</u>	<u>168,058</u>	<u>(11,844)</u>
County Civil				
Personal services	53,915	53,915	62,051	(8,136)
Operating expenses	6,324	6,324	5,134	1,190
Capital outlay	791	791	498	293
Total County Civil	<u>61,030</u>	<u>61,030</u>	<u>67,683</u>	<u>(6,653)</u>
County Traffic				
Personal services	175,235	175,235	151,829	23,406
Operating services	17,704	17,704	9,254	8,450
Capital outlay	2,214	2,214	30	2,184
Total county traffic	<u>195,153</u>	<u>195,153</u>	<u>161,113</u>	<u>34,040</u>
Total expenditures	<u>2,558,501</u>	<u>2,558,501</u>	<u>2,843,439</u>	<u>(284,938)</u>
Excess of revenues over (under) expenditures	(289,204)	(289,204)	(151,554)	137,650
Other financing sources				
Transfer from Board of County Commissioners	289,204	289,204	151,554	(137,650)
Net change in fund balance	-	-	-	-
Fund balance beginning of year	-	-	-	-
Fund balance end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COLUMBIA COUNTY, FLORIDA

**SHERIFF
OPERATING FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental revenue				
Federal grants				
E. Byrne Memorial	\$ -	\$ 134,051	\$ 134,591	\$ 540
COPS	-	116,376	116,376	-
STOP	-	67,878	67,878	-
Terrorism	-	-	970	970
DOT	-	47,295	47,295	-
FEMA	-	29,988	29,988	-
Bullet proof vest	-	7,410	7,410	-
State grants				
Drug task force	-	55,833	55,833	-
Rural County 911	-	-	216,258	216,258
Charges for Services				
Public safety				
Police services	-	216,467	216,468	1
Miscellaneous				
Interest	-	12,708	12,708	-
Other	-	30,646	30,646	-
Total revenue	-	718,652	936,421	217,769
Expenditures				
Administration				
Personal services	801,523	859,692	842,436	17,256
Operating expenses	112,134	137,881	168,027	(30,146)
Capital outlay	-	67,407	69,413	(2,006)
Total administration	913,657	1,064,980	1,079,876	(14,896)
Road Patrol				
Personal services	1,921,850	1,839,798	1,800,940	38,858
Operating expenses	510,156	512,156	604,482	(92,326)
Capital outlay	125,000	110,191	148,536	(38,345)
Total road patrol	2,557,006	2,462,145	2,553,958	(91,813)
Detective				
Personal services	535,072	652,920	642,340	10,580
Operating expenses	121,252	155,710	164,720	(9,010)
Capital outlay	-	33,770	41,279	(7,509)
Total Detective	656,324	842,400	848,339	(5,939)
Courts Judicial				
Personal services	902,165	902,165	922,090	(19,925)
Operating expenses	167,364	165,906	111,439	54,467
Capital outlay	-	-	3,408	(3,408)
Total court judicial	1,069,529	1,068,071	1,036,937	31,134

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

**SHERIFF
OPERATING FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Records Evidence				
Personal services	\$ 152,367	\$ 152,121	\$ 147,159	\$ 4,962
Operating expenses	29,328	26,628	35,275	(8,647)
Capital outlay	-	-	5,188	(5,188)
Total records evidence	181,695	178,749	187,622	(8,873)
Communications				
Personal services	703,747	652,405	636,130	16,275
Operating expenses	119,368	119,368	132,554	(13,186)
Capital outlay	-	35,751	61,970	(26,219)
Total communications	823,115	807,524	830,654	(23,130)
Corrections				
Personal services	2,635,483	2,635,483	2,604,258	31,225
Operating expenses	1,131,445	1,159,474	1,212,320	(52,846)
Capital outlay	30,000	92,410	157,130	(64,720)
Total corrections	3,796,928	3,887,367	3,973,708	(86,341)
Sheriff Task Force				
Personal services	175,791	247,475	217,520	29,955
Operating expenses	-	-	69,122	(69,122)
Capital outlay	-	1,802	1,802	-
Total Sheriff Task Force	175,791	249,277	288,444	(39,167)
Community Affairs				
Personal services	304,601	486,515	473,019	13,496
Operating expenses	94,712	88,595	88,261	334
Capital outlay	-	2,163	2,163	-
Total community affairs	399,313	577,273	563,443	13,830
New Complex				
Operating expenses	-	-	26,452	(26,452)
Bullet Proof Vest				
Operating expenses	-	14,820	14,820	-
Jag Grant Program				
Operating expenses	-	14,810	8,744	6,066
Capital outlay	-	-	6,066	(6,066)
Total Jag Grant Program	-	14,810	14,810	-

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

**SHERIFF
OPERATING FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Wireless 911 Grant				
Operating expenses	\$ -	\$ 3,033	\$ 3,033	\$ -
Capital outlay	-	213,225	213,225	-
Total wireless 911 grant	-	216,258	216,258	-
COPS				
Personal services	137,987	116,376	116,377	(1)
Livescan Grant				
Capital outlay	-	38,431	38,431	-
Jag Comm Grant				
Operating expenses	-	2,298	2,298	-
Capital outlay	-	27,689	27,689	-
Total Jag Comm Grant	-	29,987	29,987	-
STOP				
Personal services	49,957	84,610	85,139	(529)
Operating expenses	-	5,811	5,918	(107)
Total Stop	49,957	90,421	91,057	(636)
DOT				
Personal services	55,879	97,264	100,777	(3,513)
E. Byrne Memorial Grant				
Personal services	20,144	60,964	58,122	2,842
Operation Snow Wash				
Personal services	-	28,980	94,458	(65,478)
Operating expenses	-	71,020	51,221	19,799
Total Operation Snow Wash	-	100,000	145,679	(45,679)
Homeland Security				
Operating expenses	-	970	970	-
Total expenditures	10,837,325	11,918,087	12,216,721	(298,634)

(Continued)

COLUMBIA COUNTY, FLORIDA

**SHERIFF
OPERATING FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Excess of revenues over (under) expenditures	\$ (10,837,325)	\$ (11,199,435)	\$ (11,280,300)	\$ 80,865
Other financing sources				
Debt proceeds	-	-	89,376	(89,376)
Transfers from the Board of County Commissioners	10,837,325	11,199,435	11,190,924	8,511
Total other financing sources	<u>10,837,325</u>	<u>11,199,435</u>	<u>11,280,300</u>	<u>(80,865)</u>
Net change in fund balance	-	-	-	-
Fund balance beginning of year	-	-	-	-
Fund balance end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COLUMBIA COUNTY, FLORIDA

CONNECTOR ROAD PROJECT FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes				
Sales taxes				
City local option gas tax	\$ 200,402	\$ 200,402	\$ 182,674	\$ (17,728)
County local option gas tax	520,054	520,054	474,049	(46,005)
Total taxes	720,456	720,456	656,723	(63,733)
Miscellaneous				
Interest	20,000	20,000	189,172	169,172
Other miscellaneous	-	-	314	314
Total miscellaneous	20,000	20,000	189,486	169,486
Total revenues	740,456	740,456	846,209	105,753
EXPENDITURES				
Legislative				
Operating expenses	20,000	20,000	20,000	-
Transportation				
Road and street legislative				
Personal services	-	-	10,601	(10,601)
Debt service	1,380,375	1,380,375	1,379,963	412
Total road and street legislative	1,380,375	1,380,375	1,390,564	(10,189)
State Road 247 to Mary Ethel				
Operating expenses	-	-	530	(530)
US 90 to CSX				
Operating expenses	1,500,000	1,500,000	89,662	1,410,338
Capital outlay	-	-	40,919	(40,919)
Total US 90 to CSX	1,500,000	1,500,000	130,581	1,369,419
CSX Railroad Bridge				
Operating expenses	-	-	2,518	(2,518)
CSX to US 41				
Operating expenses	-	-	46,699	(46,699)
Real Road extension				
Capital outlay	-	-	14,140	(14,140)
Total transportation	2,880,375	2,880,375	1,585,032	1,295,343
Total expenditures	2,900,375	2,900,375	1,605,032	1,295,343
Excess of revenues over (under) expenditures	(2,159,919)	(2,159,919)	(758,823)	1,401,096
Fund balance at beginning of year	4,700,611	4,700,611	4,700,611	-
Fund balance at end of year	\$ 2,540,692	\$ 2,540,692	\$ 3,941,788	\$ 1,401,096

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

ECONOMIC DEVELOPMENT DEBT SERVICE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental				
State shared revenues				
Half-cent sales tax	\$ 1,600,000	\$ 1,600,000	\$ 1,600,000	-
Miscellaneous				
Interest	-	-	21,616	21,616
Rents	191,687	191,687	177,304	(14,383)
Other	6,136	6,136	6,136	
Total miscellaneous	197,823	197,823	205,056	7,233
Total revenues	1,797,823	1,797,823	1,805,056	7,233
EXPENDITURES				
Economic environment				
Economic development				
Operating expenses	-	-	834	(834)
Debt services	1,383,675	1,383,675	1,271,997	111,678
	1,383,675	1,383,675	1,272,831	110,844
Hunter Panels				
Operating expenses	-	-	660	(660)
New Millenium				
Operating expenses	-	-	72,688	(72,688)
Capital outlay	-	-	713,204	(713,204)
Debt service	-	-	-	-
Total New Millenium	-	-	785,892	(785,892)
Industry Development				
Grants and aids	46,000	46,000	7,627	38,373
Homes of Merit				
Debt service	191,687	191,687	309,360	(117,673)
Total expenditures	1,621,362	1,621,362	2,376,370	(755,008)
Excess of revenues over (under) expenditures	176,461	176,461	(571,314)	(747,775)
Fund balance beginning of year	695,918	695,918	695,918	-
Fund balance end of year	\$ 872,379	\$ 872,379	\$ 124,604	\$ (747,775)

See notes to financial statements.

COLUMBIA COUNTY, FLORIDA

ROAD IMPROVEMENT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2006

	Budgeted amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes				
Local Option gas tax	\$ -	\$ -	\$ 236,844	\$ 236,844
Intergovernmental				
State grants				
Transportation				
Small County Road Assistance Program	2,932,931	2,932,931	1,307,687	(1,625,244)
Small County Outreach	497,145	497,145	497,145	-
State shared revenues				
General government				
Half-cent sales tax	2,200,000	2,200,000	2,565,840	365,840
Total intergovernmental	<u>5,630,076</u>	<u>5,630,076</u>	<u>4,370,672</u>	<u>(1,259,404)</u>
Miscellaneous				
Interest	20,000	20,000	29,800	9,800
Other miscellaneous	-	-	710	710
Total miscellaneous	<u>20,000</u>	<u>20,000</u>	<u>30,510</u>	<u>10,510</u>
Total revenues	<u>5,650,076</u>	<u>5,650,076</u>	<u>4,638,026</u>	<u>(1,012,050)</u>
EXPENDITURES				
Legislative				
Operating expenses	-	-	8,000	(8,000)
Transportation				
Kirby Road Drainage				
Operating expenses	-	-	2,382	(2,382)
Booker - T Combs Road				
Operating expenses	104,000	104,000	14,574	89,426
Haltiwanger Road				
Capital outlay	400,000	-	-	-
Boone Road				
Capital outlay	-	-	69,681	(69,681)
(Continued)				

COLUMBIA COUNTY, FLORIDA

ROAD IMPROVEMENT FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the Fiscal Year Ended September 30, 2006

	Budgeted amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Hope Henry Road Operating expenses	\$ -	\$ -	\$ 308	\$ (308)
Thomas Gabriel Road Capital outlay	-	-	238,618	(238,618)
Jones Terrace Capital outlay	-	-	20,561	(20,561)
Lulu Area Operating expenses	-	-	670	(670)
Capital outlay	-	-	24,950	(24,950)
Total Lulu Area	-	-	25,620	(25,620)
CR131 Capital outlay	-	-	799,219	(799,219)
CR 240 Capital outlay	-	-	122,079	(122,079)
CR 240 (247-47) Capital outlay	2,400,000	2,400,000	598,734	1,801,266
CR 133 Capital outlay	700,000	700,000	127,129	572,871
CR 252 Capital outlay	650,000	500,000	335,587	164,413
Kerce Road Operating expenses	-	-	154	(154)
Cypress Lake Road Capital outlay	90,000	90,000	115,622	(25,622)
Fiddler's Way Capital outlay	-	-	42,631	(42,631)

(Continued)

COLUMBIA COUNTY, FLORIDA

ROAD IMPROVEMENT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2006

	Budgeted amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Sherwood Forest Capital outlay	\$ 500,000	\$ 500,000	\$ 361,483	\$ 138,517
Woodland Avenue Capital outlay	300,000	300,000	100,148	199,852
CR133 Operating expenses	-	-	3,735	(3,735)
Turner Road Operating expenses	-	10,000	2,863	7,137
Capital outlay	-	723,000	-	723,000
Total Turner Road	-	733,000	2,863	730,137
Brown Road Operating expenses	-	10,000	-	10,000
Capital outlay	-	723,000	-	723,000
Total Brown Road	-	733,000	-	733,000
Noegel Road Operating expenses	-	10,000	-	10,000
Capital outlay	-	723,000	108,185	614,815
Total Noegel Road	-	733,000	108,185	624,815
Turner Road Operating expenses	-	-	2,937	(2,937)
Huntsville Church Road Capital outlay	-	11,000	11,000	-
Total expenditures	5,144,000	6,804,000	3,111,250	3,692,750
Excess of revenues over (under) expenditures	506,076	(1,153,924)	1,526,776	2,680,700
Fund balance beginning of year	2,057,853	2,057,853	2,057,853	-
Fund balance end of year	<u>\$ 2,563,929</u>	<u>\$ 903,929</u>	<u>\$ 3,584,629</u>	<u>\$ 2,680,700</u>

FUND COMBINING STATEMENTS

COLUMBIA COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

For the Fiscal Year Ended September 30, 2006

	Clerk of Courts		Property Appraiser	Special	
	Public Records Modernization		Operating	Minimum Standards	
	Trust	Teen Court		School	Forfeiture
ASSETS					
Current assets					
Cash	\$ 175,133	\$ 82	\$ 19,605	\$ 15,989	\$ 2,086
Accounts receivable	-	-	594	-	-
Due from other funds	16,295	554	-	-	-
Due from other governmental units	-	-	-	-	-
Investments	-	-	-	-	-
Total assets	\$ 191,428	\$ 636	\$ 20,199	\$ 15,989	\$ 2,086
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Current liabilities					
Accounts payable	\$ 2,552	\$ 522	-	-	-
Due to other funds	-	-	18,062	-	-
Due to other governmental units	-	-	2,137	-	-
Accrued payroll deductions and matching	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Revenues collected in advance	-	-	-	-	-
Total liabilities	2,552	522	20,199	-	-
FUND BALANCES					
Unreserved fund balances	188,877	113	-	15,989	2,086
Total fund balances	188,877	113	-	15,989	2,086
Total liabilities and fund balances	\$ 191,429	\$ 635	\$ 20,199	\$ 15,989	\$ 2,086

COLUMBIA COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

For the Fiscal Year Ended September 30, 2006

Revenue		Funds					
Sheriff				Supervisor of Elections	Tax Collector		
Inmate Welfare	Forfeiture Nongrant	Work Program	Operating	Operating	Community Development Block Grant	Court Service	
\$ 54,919	\$ 217,970	\$ 39,189	\$ 11,992	\$ 223,843	\$ 49	\$ 514,315	
-	-	-	-	-	-	-	
-	-	-	-	2,959	-	12,832	
-	-	-	-	53,099	-	-	
-	-	-	-	-	-	-	
<u>\$ 54,919</u>	<u>\$ 217,970</u>	<u>\$ 39,189</u>	<u>\$ 11,992</u>	<u>\$ 279,901</u>	<u>\$ 49</u>	<u>\$ 527,147</u>	
\$ 15	\$ -	\$ -	\$ -	\$ 20,246	\$ -	\$ -	
-	-	-	4,402	241,621	-	-	
-	-	-	-	17,740	-	-	
340	-	-	-	294	-	-	
-	-	-	-	-	-	-	
-	-	-	7,590	-	-	-	
<u>355</u>	<u>-</u>	<u>-</u>	<u>11,992</u>	<u>279,901</u>	<u>-</u>	<u>-</u>	
<u>54,565</u>	<u>217,970</u>	<u>39,189</u>	<u>-</u>	<u>-</u>	<u>49</u>	<u>527,147</u>	
<u>54,565</u>	<u>217,970</u>	<u>39,189</u>	<u>-</u>	<u>-</u>	<u>49</u>	<u>527,147</u>	
<u>\$ 54,920</u>	<u>\$ 217,970</u>	<u>\$ 39,189</u>	<u>\$ 11,992</u>	<u>\$ 279,901</u>	<u>\$ 49</u>	<u>\$ 527,147</u>	

COLUMBIA COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

For the Fiscal Year Ended September 30, 2006

	Special Revenue Funds				
	Board of County				
	Court Reporters	Industrial Development Authority	Law Enforcement Special	Law Library	Library Enhancement Grant
ASSETS					
Cash	\$ 18,940	\$ 347,355	\$ 115,749	\$ 4,121	\$ 98,941
Accounts receivable	34	62	-	-	-
Due from other funds	-	-	-	-	763,611
Due from other governmental units	5,436	-	-	-	-
Investments	-	-	1,319	-	1,254,558
Total assets	\$ 24,410	\$ 347,417	\$ 117,068	\$ 4,121	\$ 2,117,110
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Current liabilities					
Accounts payable	\$ 1,104	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Due to other governmental units	-	-	-	-	-
Accrued payroll deductions and matching	-	-	-	-	-
Other current liabilities	-	-	-	-	705
Revenues collected in advance	-	18,599	-	-	-
Total liabilities	1,104	18,599	-	-	705
FUND BALANCES					
Unreserved fund balances	23,306	328,817	117,068	4,121	2,116,405
Total fund balances	23,306	328,817	117,068	4,121	2,116,405
Total liabilities and fund balances	\$ 24,410	\$ 347,416	\$ 117,068	\$ 4,121	\$ 2,117,110

COLUMBIA COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

For the Fiscal Year Ended September 30, 2006

Commissioners		Debt Service Funds			Capital Projects	Total Nonmajor Governmental Funds
Local Housing Assistance	Tourist Development Tax	Tourist Development	Road Improvement	Courthouse Facilities	Paving Assess- ments	
\$ 656,609	\$ 40,242	\$ 424,332	\$ -	\$ -	\$ -	\$ 2,981,461
-	-	-	-	-	-	690
-	-	-	-	-	336	796,587
-	27,862	27,862	-	-	-	114,259
-	-	45,057	-	-	-	1,300,934
<u>\$ 656,609</u>	<u>\$ 68,104</u>	<u>\$ 497,251</u>	<u>\$ -</u>	<u>\$ -</u>	<u>336</u>	<u>5,193,931</u>
-	-	-	-	-	-	24,439
-	-	-	381,895	-	381,716	1,027,696
-	-	-	-	-	-	19,877
-	-	-	-	-	-	634
-	-	-	-	-	-	705
-	-	-	-	-	-	26,189
-	-	-	381,895	-	381,716	1,099,540
656,609	68,104	497,251	(381,895)	-	(381,380)	4,094,391
656,609	68,104	497,251	(381,895)	-	(381,380)	4,094,391
<u>\$ 656,609</u>	<u>\$ 68,104</u>	<u>\$ 497,251</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 336</u>	<u>\$ 5,193,931</u>

COLUMBIA COUNTY, FLORIDA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Fiscal Year Ended September 30, 2006

Special

	Clerk of Courts		Property Appraiser	Special	
	Public Records Modernization		Operating	Minimum Standards	
	Trust	Teen Court		School	Forfeiture
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	-	42,896	-	-	-
Charges for services	193,240	-	111,568	-	-
Fines and forfeitures	-	-	-	28,130	-
Miscellaneous	-	32,071	6,501	1,482	847
Total revenues	193,240	74,967	118,069	29,612	847
EXPENDITURES					
Current Expenditures					
General government	97,181	-	1,061,151	-	-
Public safety	-	-	-	25,012	-
Transportation	-	-	-	-	-
Economic environment	-	-	-	-	-
Culture/recreation	-	-	-	-	-
Court - related	-	46,236	-	-	-
Capital outlay					
General government	15,268	-	-	-	-
Public safety	-	-	-	-	-
Transportation	-	-	-	-	-
Economic environment	-	-	-	-	-
Culture/recreation	-	-	-	-	-
Court - related	-	-	-	-	-
Debt services					
General government					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Transportation					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Economic environment					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	112,449	46,236	1,061,151	25,012	-
Excess of revenues over (under) expenditures	80,791	28,731	(943,082)	4,600	847
OTHER FINANCING SOURCES (USES)					
Interfund transfers in	-	-	943,082	-	-
Interfund transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	943,082	-	-
Net change in fund balances	80,791	28,731	-	4,600	847
Fund balances beginning of year	108,085	(28,617)	-	11,388	1,239
Fund balances end of year	\$ 188,876	\$ 114	\$ -	\$ 15,988	\$ 2,086

COLUMBIA COUNTY, FLORIDA

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended September 30, 2006**

Revenue Funds

Sheriff			Supervisor of Elections	Tax Collector	Community Development Block Grant	Court Service
Inmate Welfare	Forfeiture Nongrant	Work Program	Operating	Operating		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300,002
-	-	-	12,378	-	-	-
140,000	-	30,490	-	1,175,239	-	272,328
-	447,579	-	-	-	-	-
<u>98,126</u>	<u>2,168</u>	<u>3,871</u>	<u>2,721</u>	<u>36,187</u>	-	<u>17,668</u>
<u>238,126</u>	<u>449,747</u>	<u>34,361</u>	<u>15,099</u>	<u>1,211,426</u>	-	<u>589,998</u>
-	-	-	530,392	1,189,362	-	30,919
210,608	416,188	8,897	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	143,467
-	-	-	-	22,064	-	-
-	47,254	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	38,693
-	-	-	5,792	-	-	-
-	-	-	3,008	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>210,608</u>	<u>463,442</u>	<u>8,897</u>	<u>539,192</u>	<u>1,211,426</u>	-	<u>213,079</u>
<u>27,518</u>	<u>(13,695)</u>	<u>25,464</u>	<u>(524,093)</u>	-	-	<u>376,919</u>
-	81,935	-	524,093	-	-	-
-	-	-	-	-	-	-
-	<u>81,935</u>	-	<u>524,093</u>	-	-	-
27,518	68,240	25,464	-	-	-	376,919
27,046	149,730	13,726	-	-	49	150,228
<u>\$ 54,564</u>	<u>\$ 217,970</u>	<u>\$ 39,190</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49</u>	<u>\$ 527,147</u>

COLUMBIA COUNTY, FLORIDA

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended September 30, 2006**

	Special Revenue Funds				
	Board of County				
	Court Reporters	Industrial Development Authority	Law Enforcement Special	Law Library	Library Enhancement Grant
REVENUES					
Taxes	\$ -	\$ 251,436	\$ -	\$ -	\$ -
Intergovernmental revenue	92,620	-	-	-	673,979
Charges for services	88,098	-	-	-	-
Fines and forfeitures	-	-	34,856	-	-
Miscellaneous	-	17,295	6,551	-	68,497
Total revenues	180,718	268,731	41,407	-	742,476
EXPENDITURES					
Current Expenditures					
General government	223,364	-	-	220	-
Public safety	-	-	93,625	-	-
Transportation	-	-	-	-	-
Economic environment	-	303,895	-	-	-
Culture/recreation	-	-	-	-	507,703
Court -related	-	-	-	-	-
Capital outlay					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Transportation	-	-	-	-	-
Economic environment	-	2,725	-	-	-
Culture/recreation	-	-	-	-	19,592
Court -related	-	-	-	-	-
Debt services					
General government					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Transportation					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Economic environment					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	223,364	306,620	93,625	220	527,295
Excess of revenues over (under) expenditures	(42,646)	(37,889)	(52,218)	(220)	215,181
OTHER FINANCING SOURCES (USES)					
Interfund transfers in	-	-	-	-	-
Interfund transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balances	(42,646)	(37,889)	(52,218)	(220)	215,181
Fund balances beginning of year	65,952	366,707	169,285	4,341	1,901,224
Fund balances end of year	\$ 23,306	\$ 328,818	\$ 117,067	\$ 4,121	\$ 2,116,405

COLUMBIA COUNTY, FLORIDA

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended September 30, 2006**

Commissioners		Debt Service Funds			Capital Projects Fund	Total Nonmajor Governmental Funds
Local Housing Assistance	Tourist Development Tax	Tourist Development Debt Service	Road Improvement Debt Service	Courthouse Facilities	Paving Assess- ments	
\$ -	\$ 282,734	\$ 133,902	\$ 443,713	\$ -	\$ -	\$ 1,411,787
575,179	4,167	-	-	-	-	1,401,219
38,200	-	-	-	-	-	2,049,163
-	-	-	-	-	-	510,565
540	74,880	17,793	3,418	9,815	31,230	431,661
613,919	361,781	151,695	447,131	9,815	31,230	5,804,395
-	-	-	-	2,238	-	3,134,827
-	-	-	-	-	-	754,330
-	-	-	-	-	926	926
486,193	341,990	-	-	-	-	1,132,078
-	-	-	-	-	-	507,703
-	-	-	-	-	-	189,703
-	-	-	-	-	-	37,332
-	-	-	-	-	-	47,254
-	-	-	-	-	411,684	411,684
-	2,013	-	-	-	-	4,738
-	-	-	-	-	-	19,592
-	-	-	-	-	-	38,693
-	-	-	-	-	-	5,792
-	-	-	-	-	-	3,008
-	-	-	765,836	-	-	765,836
-	-	-	66,790	-	-	66,790
-	-	68,829	-	-	-	68,829
-	-	29,725	-	-	-	29,725
486,193	344,003	98,554	832,626	2,238	412,610	7,218,840
127,726	17,778	53,141	(385,495)	7,577	(381,380)	(1,414,445)
-	36,171	-	-	-	-	1,585,281
-	-	-	-	(828,437)	-	(828,437)
-	36,171	-	-	(828,437)	-	756,844
127,726	53,949	53,141	(385,495)	(820,860)	(381,380)	(657,601)
528,883	14,155	444,111	3,600	820,860	-	4,751,992
\$ 656,609	\$ 68,104	\$ 497,252	\$ (381,895)	\$ -	\$ (381,380)	\$ 4,094,391

**SINGLE AUDIT AND
COMPLIANCE SECTION**

COLUMBIA COUNTY FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For The Fiscal Year Ended September 30, 2006

Federal and State Grantor/Pass Through Grantor Program Title	CFDA#	GRANT #	PROGRAM OR AWARD AMOUNT	REPORTED IN PRIOR YEARS	DEFERRED IN PRIOR YEARS	REVENUES RECOGNIZED	EXPENDITURES	DEFERRED REVENUES 9/30/2006
FEDERAL AWARDS								
MAJOR PROGRAMS								
<i>Federal Environmental Protection Agency</i>								
<i>passed through Florida Department of Environmental Protection</i>								
Capitalization Grant for Clean Water State Revolving Funds	66.458	WW74202P	\$ 755,809	\$ -	\$ -	\$ 171,962	\$ 26,000	\$ 145,962
Capitalization Grant for Drinking Water State Revolving Funds	66.468	DW1201010	240,000	-	-	45,000	-	45,000
			<u>995,809</u>	<u>-</u>	<u>-</u>	<u>216,962</u>	<u>26,000</u>	<u>190,962</u>
 <i>US Department of Justice</i>								
<i>passed through Florida Department of Law Enforcement</i>								
Multi-Jurisdictional Task Force Byrne Formula Grant/Livescan	16.579	06-CJ-5A-03-22-01-278	28,823	-	-	28,823	28,823	-
Byrne Formula Justice Assistance Grant/County-wide	16.579	2006-JAGC-COLU-1-M8-027	60,964	-	-	60,964	60,964	-
			<u>89,787</u>	<u>-</u>	<u>-</u>	<u>89,787</u>	<u>89,787</u>	<u>-</u>
 <i>passed through Florida Department of Juvenile Justice</i>								
<i>Juvenile Justice and Delinquency Prevention Program</i>								
Office of Community Police Services COPS In Schools Grant	16.710	2003SHWX0100	342,126	225,749	-	116,377	116,377	-
 <i>Federal Bureau of Land Management</i>								
<i>passed through Florida Department of Environmental Protection</i>								
Land and Water Conservation Fund Grant	15.916	LW447	75,000	-	-	74,500	74,500	-
Total major programs			<u>1,502,722</u>	<u>225,749</u>	<u>-</u>	<u>497,626</u>	<u>306,664</u>	<u>190,962</u>
 NONMAJOR PROGRAMS								
<i>US Department of Justice</i>								
<i>Bureau of Justice Assistance/Office of Criminal Justice Grants</i>								
Bulletproof Vest Grant	16.607	FY2006	7,410	-	-	7,410	7,410	-
 <i>passed through Florida Department of Law Enforcement</i>								
E. Byrne Memorial Justice Assistance Grant	16.738	2005-DJ-BX-1016	29,987	-	-	29,987	29,987	-
E. Byrne Memorial Justice Assistance Grant	16.738	2006-DJ-BX-0068	14,810	-	-	14,810	14,810	-
			<u>44,797</u>	<u>-</u>	<u>-</u>	<u>44,797</u>	<u>44,797</u>	<u>-</u>
 <i>passed through Florida Department of Children and Families</i>								
Stop Violence Against Women Grant	16.588	LN017	211,573	16,953	-	67,878	67,878	-
 <i>US Department of Homeland Security</i>								
<i>passed through the Florida Department of Community Affairs</i>								
Emergency Management Performance Grant	97.042	06BG-04-03-22-01-066	15,740			15,740	15,740	-
Emergency Management Planning Grant	97.004	05DS-2N-03-22-01-035	76,447	21,033	-	55,414	55,414	-
Homeland Security Grant	97.004	05DS-2N-03-12-01-301	87,600	86,584	-	970	970	-
			<u>92,187</u>	<u>21,033</u>	<u>-</u>	<u>72,124</u>	<u>72,124</u>	<u>-</u>

COLUMBIA COUNTY FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For The Fiscal Year Ended September 30, 2006

Federal and State Grantor/Pass Through Grantor Program Title	CFDA#	GRANT #	PROGRAM OR AWARD AMOUNT	REPORTED IN PRIOR YEARS	DEFERRED IN PRIOR YEARS	REVENUES RECOGNIZED	EXPENDITURES	DEFERRED REVENUES 9/30/2006
Federal Emergency Management Agency								
passed through Florida Department of Community Affairs								
Hurricane Katrina Fema	97.036	FSA 1604	29,988	-	-	29,988	29,988	-
U.S. Department of Transportation								
passed through Florida Department of Transportation								
Highway Safety Grant	20.605	SC-06-13-05	48,632	-	-	47,295	47,295	-
Federal Bureau of Land Management								
passed through Florida Department of Agriculture and Consumer Services								
Volunteer Fire Assistance Grant	15.228	FY 2005/2006	4,500	-	-	4,500	4,500	-
Title IV-A Rural Fire Grant	15.228	2005VFD	3,813	-	-	3,813	3,813	-
			8,313	-	-	8,313	8,313	-
U.S. Department of Health and Human Services								
passed through Florida Department of Revenue								
Title IV-D Funds	93.563	CC312	355,216	256,536	-	98,680	98,680	-
Help America Vote Act								
passed through State of Florida Division of Elections								
Voting Systems Assistance/Pollworker Recruitment	90.400	FY 2005-06	9,984	-	-	9,984	9,984	-
General Services Administration								
passed through State of Florida Division of Elections								
Election Reform Payments/Voter Education Funds	39.011	FY 2005-06	9,984	-	-	9,984	9,984	-
Total nonmajor programs			818,084	294,522	-	396,453	396,453	-
Total federal awards			\$2,320,806	\$ 520,271	\$ -	\$ 894,079	\$ 703,117	\$ 190,962

COLUMBIA COUNTY FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For The Fiscal Year Ended September 30, 2006

Federal and State Grantor/Pass Through Grantor Program Title	CSFA#	GRANT #	PROGRAM OR AWARD AMOUNT	REPORTED IN PRIOR YEARS	DEFERRED IN PRIOR YEARS	REVENUES RECOGNIZED	EXPENDITURES	DEFERRED REVENUES 9/30/2006
STATE FINANCIAL ASSISTANCE								
MAJOR PROGRAMS								
<i>Florida Department of Transportation</i>								
Reimbursement Agreement/SR 47 Street Lights	55.000	208402-2-56-01	\$ 103,666	-	-	\$ 103,666	\$ 103,666	-
Small County Outreach Program/SCRAP Grant CR 133	55.016	417314-1-58-01	461,993	-	-	461,993	461,993	-
Small County Road Assistance Program/SCOPE CR 252A	55.009	417300-1-58-01	497,145	-	-	497,145	497,145	-
Small County Road Assistance Program/SCRAP CR 240	55.016	211683-2-58-01	1,675,195	-	-	845,694	845,694	-
			2,172,340	-	-	1,342,839	1,342,839	-
 <i>State Housing Initiatives Program</i>								
SHIP Funds 2006	52.901	FY 2005/06	452,385	-	452,385	452,385	452,385	-
SHIP Funds 2007	52.901	FY 2006/07	575,179	-	-	575,179	-	575,179
			1,027,564	-	452,385	1,027,564	452,385	575,179
Total major programs			3,199,904	-	452,385	2,370,403	1,795,224	575,179
 NONMAJOR PROGRAMS:								
<i>Department of State</i>								
<i>Division of Library Information Services</i>								
Communities Libraries in Caring (CLIC) Grant	45.042	06-CLIC-02	10,000	-	-	10,000	10,000	-
State Aid to Libraries Operating/Equalization Grant	45.030	05-ST-13	703,423	222,096	481,327	-	481,327	-
State Aid to Libraries Operating/Equalization Grant	45.030	06-ST-13	701,897	-	-	701,897	105,081	596,816
			1,415,320	222,096	481,327	711,897	596,408	596,816
 <i>Department of Environmental Protection</i>								
Small County Solid Waste Grant Agreement	RR-1 37.012	SC604	191,176	-	-	191,176	191,176	-
 <i>Department of Agriculture and Consumer Services</i>								
Arthropod Mosquito Control State Aid	42.003	FY05/06	37,822	-	-	37,822	37,822	-
 <i>Florida Fish and Wildlife Conservation Commission</i>								
Florida Boating Improvement Program Grant	RR-12	FY05/06	46,840	-	-	46,840	46,840	-
 <i>Department of Community Affairs</i>								
Hazardous Materials Analysis Grant	52.023	06CP-11-03-22-01-290	2,926	-	-	2,926	2,926	-
Capital Improvements Element Technical Assistance Grant	52.033	06-DR-73-03-22-01-120	15,000	-	-	15,000	15,000	-
Emergency Management Performance Grant/MATCH	52.008	06BG-0403-22-01-066	102,959	-	-	102,959	102,959	-
			120,885	-	-	120,885	120,885	-
 <i>Department of Health</i>								
Emergency Medical Services County Grant Program	64.005	C1012	21,170	-	21,170	-	-	21,170
Emergency Medical Services County Grant Program	64.005	C2012	20,121	-	20,121	-	-	20,121
Emergency Medical Services County Grant Program	64.005	C3012	43,208	-	43,208	-	-	43,208
			84,499	-	84,499	-	-	84,499

COLUMBIA COUNTY FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For The Fiscal Year Ended September 30, 2006

Federal and State Grantor/Pass Through Grantor Program Title	CSFA#	GRANT #	PROGRAM OR AWARD AMOUNT	REPORTED IN PRIOR YEARS	DEFERRED IN PRIOR YEARS	REVENUES RECOGNIZED	EXPENDITURES	DEFERRED REVENUES 9/30/2006
Florida Department of Law Enforcement								
Drug Control/Money Laundering Investigations Grant	71.005	FY 2005/2006	100,000	-	-	100,000	46,225	53,775
Multi-Jurisdictional Task Force Byrne Formula Grant/MATCH	16.579	06-CJ-5A-03-22-01-278	9,608	-	-	9,608	9,608	-
			109,608	-	-	109,608	55,833	53,775
Florida Wireless 911 Board								
Rural County Grant/911 Grant		FY 2005/2006	216,258	-	-	216,258	216,258	-
Total nonmajor programs			2,222,408	222,096	565,826	1,434,486	1,265,222	735,090
Total state financial assistance			\$5,422,312	\$ 222,096	\$ 1,018,211	\$ 3,804,889	\$ 3,060,446	\$ 1,310,269

COLUMBIA COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTES TO FINANCIAL SCHEDULE

September 30, 2006

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial schedule of expenditures of federal awards of Columbia County, Florida (the "County") has been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Reporting Entity

Columbia County, Florida (the "County") is a political subdivision of the State of Florida created under Section 1, Article VIII of the State Constitution. It is governed by an elected Board of County Commissioners (the "Board") which is governed by state statutes and regulations, and ordinances adopted by the Board. In addition, there are five Constitutional Officers who are separately elected, which include the Clerk of Circuit Court, Sheriff, Tax Collector, Property Appraiser, and the Supervisor of Elections. Pursuant to Florida Statutes, the Clerk of the Circuit Court for the County serves as clerk and accountant of the Board of County Commissioners. The Board currently has budgetary control, but not administrative control, over the activities for the other Constitutional Officers, some of whom have the authority and responsibility for collecting revenues within their areas of jurisdiction and remitting such collections to the Board.

During the fiscal year ended September 30, 2006, the Board, Sheriff and Clerk of the Circuit Court received and expended federal grants, which were separately accounted for in their individual funds.

The purpose of this financial report is to provide annual audit information to the grantor agencies in compliance with the provisions of OMB Circular A-133. Information in this financial report will be included in the audited annual financial report of Columbia County, Florida for the fiscal year ended September 30, 2006. This report will be issued in August, 2007.

B. Basis of Accounting

The accounting and financial reporting treatment applied to a fund type is determined by its measurement focus. All general and special revenue funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these fund types present increases (i.e., revenue and other financing sources) and decreases (i.e., expenditures and other financial uses) in net current assets.

The modified accrual basis of accounting is used by all general and special revenue funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers most revenues as available if they are collected within sixty days after year end. Expenditures are recorded when the related fund liability is incurred.

As applicable, the County reports deferred revenue on its balance sheet. Deferred revenues arise when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when government has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

NOTE 2. CONTINGENT LIABILITIES

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

NOTE 3. ESTIMATES

The preparation of financial statements and schedules in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL SCHEDULE PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

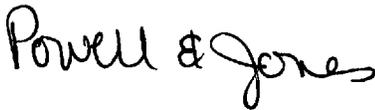
To the Board of County Commissioners
and Constitutional Officers
Columbia County, Florida

We have audited the schedule of expenditures of federal awards (financial schedule) of Columbia County, Florida, for the year ended September 30, 2006, and have issued our report thereon dated July 31, 2007. 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 Columbia County, Florida's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial schedule of expenditures of federal awards and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial schedule being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to the management of Columbia County, Florida in a separate management letter dated July 31, 2007 on pages 98 - 101.

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

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



POWELL & JONES
Certified Public Accountants
July 31, 2007

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND INTERNAL
CONTROL OVER COMPLIANCE APPLICABLE TO EACH MAJOR
FEDERAL AWARDS PROGRAM**

To the Board of County Commissioners
and Constitutional Officers
Columbia County, Florida

Compliance - We have audited the compliance of Columbia County, Florida with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement*, that are applicable to each of its major federal awards programs for the year ended September 30, 2006. Columbia County, Florida's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal awards programs is the responsibility of Columbia County, Florida's management. Our responsibility is to express an opinion on Columbia County, Florida's compliance based on our audit.

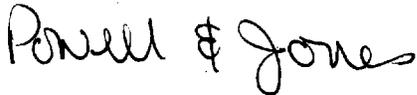
We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States: OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 occurred. An audit includes examining, on a test basis, evidence about Columbia County, Florida'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 of Columbia County, Florida's compliance with those requirements.

In our opinion, Columbia County, Florida complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal awards programs for the year ended September 30, 2006.

Internal Control Over Compliance - The management of Columbia County, Florida is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal awards programs. In planning and performing our audit, we considered Columbia County, Florida's internal control over compliance with requirements that could have a direct and material effect on a major federal awards program 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.

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

This report is intended solely for the information and use of the Board of County Commissioners, Constitutional Officers, management, and federal awarding agencies, and pass-through entities, 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 "Powell & Jones". The script is cursive and fluid, with the ampersand being a simple loop.

POWELL & JONES
Certified Public Accountants
July 31, 2007

**COLUMBIA COUNTY, FLORIDA
PROGRAM SPECIFIC AUDIT
SCHEDULE OF FINDINGS
For the Fiscal Year Ended September 30, 2006**

Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting

- Material weakness identified: No
- Reportable condition identified not considered to be material weaknesses? None reported

Noncompliance material to financial statements no: No

Federal Awards

Internal control over major programs:

- Material weaknesses identified? No
- Reportable condition identified not considered to be material weaknesses? None reported

Type of auditor's report issued on compliance for major programs Unqualified

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section 510(a)? No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Programs</u>
66.458/66.468	Federal Environmental Protection Agency Capitalization Grants/Drinking Water
16.579	U.S. Department of Justice Byrne Formula Grants
15.916	Federal Bureau of Land Management Land and Water Conservation Fund Grant

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

Auditee qualified as low-risk auditee? Yes

Financial Statement Findings

None

Federal Award Findings and Questioned Costs

None

MANAGEMENT LETTER

Honorable Board of
County Commissioners
and Constitutional Officers
Columbia County, Florida

We have audited the financial statements of the Columbia County, Florida, as of and for the year ended September 30, 2006, and have issued our report thereon dated July 31, 2007.

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. We have issued our Independent Auditor's Report on Compliance and Internal Control over Financial Reporting, Independent Auditor's Report on Compliance and Internal Control over Compliance Applicable to each Major Federal Awards Program and State Financial Assistance Project, and Schedule of Findings. Disclosures in those reports and schedule, which are dated July 31, 2007, should be considered in conjunction with this management letter. Additionally, our audit was conducted in accordance with 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 the following items be addressed in this letter.

BOARD OF COUNTY COMMISSIONERS

PRIOR YEAR FINDINGS

Governmental Accounting Standards No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments (GASB 34) – In prior years, we advised the Board that recent pronouncements by the Governmental Accounting Standards Board (GASB), with which the Board must comply, require that governments must record depreciation on all fixed assets and record such depreciation in it applicable funds. This change became effective for the County beginning in 2002. Due to the fact that the County currently has in excess of \$140 million in fixed assets, we recommended that proper procedures be developed to implement this major forthcoming requirement. In addition to establishing depreciable lives and methods for the various classes of depreciable fixed assets, clear guidelines should also be established as to classifying items as depreciable fixed assets.

During the prior years, the Board fully implemented the current requirements of GASB 34 and developed proper financial information for the preparation of required financial statements. The Board now has until 2007 to implement the retroactive reporting of infrastructure assets. We have been advised that the Board is currently working on completing this remaining requirement.

All other prior year findings were substantially corrected during the current year.

CURRENT YEAR FINDINGS

Fuel Purchases - From our review of vehicle fuel purchases by the Emergency Medical Services Department, we found instances where the vehicle odometer readings were not recorded on the automated billings from the vendor. For proper accountability, odometer readings should be recorded for each vehicle fuel purchase and the resulting usage reports should be examined and reconciled for any resulting out-of-range readings.

Fixed Assets Records - From our review of the Board's general fixed assets records, we found where several large purchases of capital assets during the year had not been included in the fixed assets records. Those items were subsequently included by the County.

Due to the fact that governmental activities capital assets are now an integral component of the financial statements under GASB 34, it is important that a formal reconciliation of capital outlay expenditures and fixed assets additions be performed as a part of the year end closeout procedures.

CLERK OF THE CIRCUIT COURT

PRIOR YEAR FINDINGS

There were no reportable findings in the prior year.

CURRENT YEAR FINDINGS

There were no reportable findings in the current year.

PROPERTY APPRAISER

PRIOR YEAR FINDINGS

The prior year findings were corrected during the current year.

CURRENT YEAR FINDINGS

There were no reportable findings in the current year.

SHERIFF

PRIOR YEAR FINDINGS

Payment of Sales Taxes – From our review of expenditure records in the prior and current years, we found instances of purchases that included sales tax. These instances were primarily found in our review of credit card transactions. To avoid such occurrences in the future, we recommend that the Sheriff's sales tax exemption certificate be utilized for all purchases possible. This finding was improved during the current year.

All other prior year findings were substantially cleared during the current year.

CURRENT YEAR FINDINGS

Inmate Trust Fund – Transactions and financial records of the Inmate Trust Fund are maintained on the Keefe software system which maintains individual inmate balances and the Quickbooks software that records financial transactions. From our audit procedures for this fund, we had difficulty in tracing transactions between the two accounting systems due to the inconsistent dating of individual deposit and disbursements. To increase the audit trail over these transactions, we recommend that a uniform recording of transactions be utilized, and that a periodic reconciliation of these two systems be performed.

SUPERVISOR OF ELECTIONS

PRIOR YEAR FINDINGS

There were no reportable findings in the prior year.

CURRENT YEAR FINDINGS

There were no reportable findings in the current year.

TAX COLLECTOR

PRIOR YEAR FINDINGS

There were no reportable findings in the prior year.

CURRENT YEAR FINDINGS

There were no reportable findings in the current year.

AUDITOR GENERAL COMPLIANCE MATTERS

Annual Local Government Financial Report - The Financial Report filed with the Department of Financial Services pursuant to Section 218.32(l)(a), *Florida Statutes*, is in agreement with the accompanying financial statements of Columbia County, Florida, for the year ended September 30, 2006.

Investment of Public Funds - The County complied with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the fiscal year.

Financial Emergency Status - Nothing came to our attention that caused us to believe that the County had met any of conditions described in Section 218.503(1), *Florida Statutes*, that might result in a financial emergency.

Financial Condition Assessment - As required by the *Rules of the Auditor General* (Sections 10.554(g)(6)c. and 10.556), we applied financial condition assessment procedures. It is management's responsibility to monitor the entity's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information they provided.

Requirements of Section 28.35 Florida Statutes - For the fiscal year ended September 30, 2006, the Clerk of the Circuit Court complied with the following:

- a. The budget certified by the Florida Clerk of Courts Operations Corporation.
- b. The performance standards developed and certified to Section 28.35, *Florida Statutes*.

Our audit did not disclose any further items that would be required to be reported under the *Rules of the Auditor General*, Chapter 10.554(1)(f).

CONCLUSION - We have reviewed information regarding our audit with appropriate County officials and management and have provided them with appropriate documentation as requested. We very much enjoyed the challenges and experiences associated with this audit of the County. We look forward to a long and mutually beneficial relationship with the Board of

County Commissioners and other County Officials and employees. We also appreciate the helpful assistance and courtesy afforded us by all County employees.

Powell & Jones

POWELL & JONES
Certified Public Accountants
July 31, 2007

**Data Collection Form for Reporting on
AUDITS OF STATES, LOCAL GOVERNMENTS, AND NON-PROFIT ORGANIZATIONS
for Fiscal Year Ending Dates in 2004, 2005, or 2006**

▶ Complete this form, as required by OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations."

Federal Audit Clearinghouse
1201 E. 10th Street
Jeffersonville, IN 47132

GENERAL INFORMATION (To be completed by auditee, except for Items 4 and 7)

<p>1. Fiscal period ending date for this submission</p> <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:15%;">Month</td> <td style="width:15%;">Day</td> <td style="width:15%;">Year</td> <td rowspan="2" style="width:55%;">Fiscal Period End Dates Must Be In 2004, 2005, or 2006</td> </tr> <tr> <td align="center">09</td> <td align="center">/ 30</td> <td align="center">/ 06</td> </tr> </table>	Month	Day	Year	Fiscal Period End Dates Must Be In 2004, 2005, or 2006	09	/ 30	/ 06	<p>2. Type of Circular A-133 audit</p> <p>1 <input checked="" type="checkbox"/> Single audit 2 <input type="checkbox"/> Program-specific audit</p>					
Month	Day	Year	Fiscal Period End Dates Must Be In 2004, 2005, or 2006										
09	/ 30	/ 06											
<p>3. Audit period covered</p> <p>1 <input checked="" type="checkbox"/> Annual 2 <input type="checkbox"/> Biennial 3 <input type="checkbox"/> Other - <input style="width:40px;" type="text"/> Months</p>	<p>4. FEDERAL GOVERNMENT USE ONLY Date received by Federal clearinghouse</p>												
<p>5. Auditee Identification Numbers</p> <p>a. Primary Employer Identification Number (EIN)</p> <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:10%;">5</td><td style="width:10%;">9</td><td style="width:10%;">-</td><td style="width:10%;">6</td><td style="width:10%;">0</td><td style="width:10%;">0</td><td style="width:10%;">0</td><td style="width:10%;">5</td><td style="width:10%;">6</td><td style="width:10%;">4</td> </tr> </table>		5	9	-	6	0	0	0	5	6	4	<p>b. Are multiple EINs covered in this report? 1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No</p> <p>c. If Part I, Item 5b = "Yes," complete Part I, Item 5c on the continuation sheet on Page 4.</p>	
5	9	-	6	0	0	0	5	6	4				
<p>d. Data Universal Numbering System (DUNS) Number</p> <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:10%;"><input style="width:20px;" type="text"/></td> <td style="width:10%;">-</td> <td style="width:10%;"><input style="width:20px;" type="text"/></td> <td style="width:10%;">-</td> <td style="width:10%;"><input style="width:20px;" type="text"/></td> <td style="width:10%;"><input style="width:20px;" type="text"/></td> <td style="width:10%;"><input style="width:20px;" type="text"/></td> <td style="width:10%;"><input style="width:20px;" type="text"/></td> </tr> </table>		<input style="width:20px;" type="text"/>	-	<input style="width:20px;" type="text"/>	-	<input style="width:20px;" type="text"/>	<input style="width:20px;" type="text"/>	<input style="width:20px;" type="text"/>	<input style="width:20px;" type="text"/>	<p>e. Are multiple DUNS covered in this report? 1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No</p> <p>f. If Part I, Item 5e = "Yes," complete Part I, Item 5f on the continuation sheet on Page 4.</p>			
<input style="width:20px;" type="text"/>	-	<input style="width:20px;" type="text"/>	-	<input style="width:20px;" type="text"/>	<input style="width:20px;" type="text"/>	<input style="width:20px;" type="text"/>	<input style="width:20px;" type="text"/>						

6. AUDITEE INFORMATION

a. Auditee name Columbia County, Florida	
b. Auditee address (Number and street) P.O. Drawer 1529	
City Lake City	
State Florida	ZIP + 4 Code 3 2 0 5 6 - 1 5 2 9
c. Auditee contact Name Dale Williams	
Title County Manager	
d. Auditee contact telephone (386) 758 - 1005	
e. Auditee contact FAX (386) 758 - 2182	
f. Auditee contact E-mail	

7. AUDITOR INFORMATION (To be completed by auditor)

a. Auditor name Powell and Jones, CPAs	
b. Auditor address (Number and street) 1359 S.W. Main Blvd.	
City Lake City	
State Florida	ZIP + 4 Code 3 2 0 2 5 -
c. Auditor contact Name Ricahrd C. Powell	
Title Partner	
d. Auditor contact telephone (386) 755 - 4200	
e. Auditor contact FAX (386) 719 - 5504	
f. Auditor contact E-mail	

g. AUDITEE CERTIFICATION STATEMENT - This is to certify that, to the best of my knowledge and belief, the auditee has: (1) engaged an auditor to perform an audit in accordance with the provisions of OMB Circular A-133 for the period described in Part I, Items 1 and 3; (2) the auditor has completed such audit and presented a signed audit report which states that the audit was conducted in accordance with the provisions of the Circular; and, (3) the information included in **Parts I, II, and III** of this data collection form is accurate and complete. I declare that the foregoing is true and correct.

Signature of certifying official	Date Month / Day / Year
Printed Name of certifying official Dale Williams	
Printed Title of certifying official County Manager	

9. AUDITOR STATEMENT - The data elements and information included in this form are limited to those prescribed by OMB Circular A-133. The information included in Parts II and III of the form, except for Part III, Items 7, 8, and 9a-9f, was transferred from the auditor's report(s) for the period described in Part I, Items 1 and 3, and **is not a substitute** for such reports. The auditor has not performed any auditing procedures since the date of the auditor's report(s). A copy of the reporting package required by OMB Circular A-133, which includes the complete auditor's report(s), is available in its entirety from the auditee at the address provided in Part I of this form. As required by OMB Circular A-133, the information in **Parts II and III** of this form was entered in this form by the auditor based on information included in the reporting package. The auditor has not performed any additional auditing procedures in connection with the completion of this form.

Signature of auditor	Date Month / Day / Year
----------------------	----------------------------

FINANCIAL STATEMENTS (To be completed by auditor)

1. Type of audit report

Mark either: 1 [X] Unqualified opinion OR any combination of: 2 [] Qualified opinion 3 [] Adverse opinion 4 [] Disclaimer of opinion

2. Is a "going concern" explanatory paragraph included in the audit report? 1 [] Yes 2 [X] No

3. Is a reportable condition disclosed? 1 [] Yes 2 [] No - SKIP to Item 5

4. Is any reportable condition reported as a material weakness? 1 [] Yes 2 [X] No

5. Is a material noncompliance disclosed? 1 [] Yes 2 [X] No

FEDERAL PROGRAMS (To be completed by auditor)

1. Does the auditor's report include a statement that the auditee's financial statements include departments, agencies, or other organizational units expending \$500,000 or more in Federal awards that have separate A-133 audits which are not included in this audit? (AICPA Audit Guide, Chapter 12) 1 [] Yes 2 [X] No

2. What is the dollar threshold to distinguish Type A and Type B programs? (OMB Circular A-133 § .520(b)) \$ []

3. Did the auditee qualify as a low-risk auditee? (§ .530) 1 [X] Yes 2 [] No

4. Is a reportable condition disclosed for any major program? (§ .510(a)(1)) 1 [] Yes 2 [X] No -SKIP to Item 6

5. Is any reportable condition reported as a material weakness? (§ .510(a)(1)) 1 [] Yes 2 [] No

6. Are any known questioned costs reported? (§ .510(a)(3) or (4)) 1 [] Yes 2 [X] No

7. Were Prior Audit Findings related to direct funding shown in the Summary Schedule of Prior Audit Findings? (§ .315(b)) 1 [] Yes 2 [X] No

8. Indicate which Federal agency(ies) have current year audit findings related to direct funding or prior audit findings shown in the Summary Schedule of Prior Audit Findings related to direct funding. (Mark (X) all that apply or None)

- 98 [] U.S. Agency for International Development 83 [] Federal Emergency Management Agency 43 [] National Aeronautics and Space Administration 96 [] Social Security Administration
10 [] Agriculture 39 [] General Services Administration 89 [] National Archives and Records Administration 19 [] U.S. Department of State
23 [] Appalachian Regional Commission 93 [] Health and Human Services 05 [] National Endowment for the Arts 20 [] Transportation
11 [] Commerce 97 [] Homeland Security 06 [] National Endowment for the Humanities 21 [] Treasury
94 [] Corporation for National and Community Service 03 [] Institute of Museum and Library Services 47 [] National Science Foundation 82 [] United States Information Agency
12 [] Defense 15 [] Interior 07 [] Office of National Drug Control Policy 64 [] Veterans Affairs
84 [] Education 16 [] Justice 59 [] Small Business Administration 00 [X] None
81 [] Energy 17 [] Labor [] Other - Specify:
66 [] Environmental Protection Agency 09 [] Legal Services Corporation

Each agency identified is required to receive a copy of the reporting package.

In addition, one copy each of the reporting package is required for:

- the Federal Audit Clearinghouse archives [X]
• and, if not marked above, the Federal cognizant agency []

Count total number of boxes marked above and submit this number of reporting packages [1]

FORM SF-SAC (5-2004)

FEDERAL PROGRAMS - Continued

9. FEDERAL AWARDS EXPENDED DURING FISCAL YEAR

10. AUDIT FINDINGS

CFDA Number		Research and development (c)	Name of Federal program (d)	Amount expended (e)	Direct award (f)	Major program		Type(s) of compliance requirement(s) ⁴ (a)	Audit finding reference number(s) ⁵ (b)
Federal Agency Prefix ¹ (a)	Extension ² (b)					Major program (g)	If yes, type of audit report ³ (h)		
6	6 .458	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	Federal Environmental Protection Agency Capitalization Grant for Clean Water	\$ 171,962 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	U	0	N/A
6	6 .468	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	Federal Environmental Protection Agency Capitalization Grant for Drinking Water	\$ 45,000 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	U	0	N/A
1	6 .579	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Justice Byrne Formula Grant	\$ 89,787 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	U	0	N/A
1	6 .710	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Justice Public Safety Partnership and Community Policing	\$ 116,377 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	U	0	N/A
1	5 .916	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	Federal Bureau of Land Management Outdoor Recreation Acquisition, Development and Planning	\$ 74,500 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	U	0	N/A
1	6 .607	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Justice Bulletproof Vest Grant	\$ 7,410 .00	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
1	6 .738	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Justice E. Byrne Memorial Justice Assistance	\$ 44,797 .00	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
1	6 .588	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Justice Stop Violence Against Women	\$ 67,878 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
9	7 .042	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Homeland Security Emergency Management Performing	\$ 15,740 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
9	7 .036	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Homeland Security Disaster Assistance	\$ 29,988 .00	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No			

TOTAL FEDERAL AWARDS EXPENDED

continued on next page
\$.00

IF ADDITIONAL LINES ARE NEEDED, PLEASE PHOTOCOPY THIS PAGE, ATTACH ADDITIONAL PAGES TO THE FORM, AND SEE INSTRUCTIONS

¹ See Appendix 1 of instructions for valid Federal Agency two-digit prefixes.

² Or other identifying number when the Catalog of Federal Domestic Assistance (CFDA) number is not available. (See Instructions)

³ If major program is marked "Yes," enter only one letter (U = Unqualified opinion, Q = Qualified opinion, A = Adverse opinion, D = Disclaimer of opinion) corresponding to the type of audit report in the adjacent box. If major program is marked "No," leave the type of audit report box blank.

⁴ Enter the letter(s) of all type(s) of compliance requirement(s) that apply to audit findings (i.e., noncompliance, reportable conditions (including material weaknesses), questioned costs, fraud, and other items reported under § .510(a)) reported for each Federal program.

- A. Activities allowed or unallowed
- B. Allowable costs/cost principles
- C. Cash management
- D. Davis - Bacon Act

- E. Eligibility
- F. Equipment and real property management
- G. Matching, level of effort, earmarking
- H. Period of availability of Federal funds

- I. Procurement and suspension and debarment
- J. Program income
- K. Real property acquisition and relocation assistance

- L. Reporting
- M. Subrecipient monitoring
- N. Special tests and provisions
- O. None
- P. Other

⁵ N/A for NONE

FORM SF-SAC (5-2004)

FEDERAL PROGRAMS - Continued

9. FEDERAL AWARDS EXPENDED DURING FISCAL YEAR							10. AUDIT FINDINGS		
CFDA Number		Research and development (c)	Name of Federal program (d)	Amount expended (e)	Direct award (f)	Major program		Type(s) of compliance requirement(s) ⁴ (a)	Audit finding reference number(s) ⁵ (b)
Federal Agency Prefix ¹ (a)	Extension ² (b)					Major program (g)	If yes, type of audit report ³ (h)		
97	.004	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Homeland Security Domestic Preparedness Equipment Support	\$ 56,384 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
20	.605	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Transportation Highway Safety Grant	\$ 47,295 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
15	.228	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	Federal Bureau of Land Management Rural Fire Assistance	\$ 8,313 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
913	.563	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	U.S. Department of Health and Human Services Title IV-D Funds	\$ 98,680 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
319	.011	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	General Services Administration Voter Education Funds	\$ 9,984 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
910	.400	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	Help America Vote Act Pollworker Recruitment	\$ 9,984 .00	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		0	N/A
		1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$.00	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No			
		1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$.00	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No			
		1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$.00	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No			
		1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$.00	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No			
TOTAL FEDERAL AWARDS EXPENDED →				\$ 894,079 .00	IF ADDITIONAL LINES ARE NEEDED, PLEASE PHOTOCOPY THIS PAGE, ATTACH ADDITIONAL PAGES TO THE FORM. AND SEE INSTRUCTIONS				

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³ If major program is marked "Yes," enter only one letter (U = Unqualified opinion, Q = Qualified opinion, A = Adverse opinion, D = Disclaimer of opinion) corresponding to the type of audit report in the adjacent box. If major program is marked "No," leave the type of audit report box blank.

⁴ Enter the letter(s) of all type(s) of compliance requirement(s) that apply to audit findings (i.e., noncompliance, reportable conditions (including material weaknesses), questioned costs, fraud, and other items reported under § 510(a)) reported for each Federal program.

- | | | | |
|------------------------------------|--|--|---------------------------------|
| A. Activities allowed or unallowed | E. Eligibility | I. Procurement and suspension and debarment | L. Reporting |
| B. Allowable costs/cost principles | F. Equipment and real property management | J. Program income | M. Subrecipient monitoring |
| C. Cash management | G. Matching, level of effort, earmarking | K. Real property acquisition and relocation assistance | N. Special tests and provisions |
| D. Davis - Bacon Act | H. Period of availability of Federal funds | | O. None |
| ⁵ N/A for NONE | | | P. Other |

Item 5 Continuation Sheet

c. List the multiple Employer Identification Numbers (EINs) covered in this report.

f. List the multiple DUNS covered in the report.

1	59-6000568	21	-	41	-	1	-	21	-
2	59-1766767	22	-	42	-	2	-	22	-
3	59-2140183	23	-	43	-	3	-	23	-
4	-	24	-	44	-	4	-	24	-
5	-	25	-	45	-	5	-	25	-
6	-	26	-	46	-	6	-	26	-
7	-	27	-	47	-	7	-	27	-
8	-	28	-	48	-	8	-	28	-
9	-	29	-	49	-	9	-	29	-
10	-	30	-	50	-	10	-	30	-
11	-	31	-	51	-	11	-	31	-
12	-	32	-	52	-	12	-	32	-
13	-	33	-	53	-	13	-	33	-
14	-	34	-	54	-	14	-	34	-
15	-	35	-	55	-	15	-	35	-
16	-	36	-	56	-	16	-	36	-
17	-	37	-	57	-	17	-	37	-
18	-	38	-	58	-	18	-	38	-
19	-	39	-	59	-	19	-	39	-
20	-	40	-	60	-	20	-	40	-

IF ADDITIONAL LINES ARE NEEDED, PLEASE PHOTOCOPY THIS PAGE, ATTACH ADDITIONAL PAGES TO THE FORM, AND SEE INSTRUCTIONS.