

Pasco County Florida

Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2008

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
OF
PASCO COUNTY, FLORIDA
FOR THE
FISCAL YEAR ENDED
SEPTEMBER 30, 2008**

Prepared in the Office of

Paula S. O'Neil
Clerk of Circuit Court and County Comptroller
Chief Fiscal Officer

Jay S. Kominsky, CPA, CPM
Director of Financial Services

PASCO COUNTY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2008

BOARD OF COUNTY COMMISSIONERS

Honorable Jack Mariano, Chairman
Honorable Pat Mulieri, Ed.D., Vice Chairman
Honorable Michael Cox, CFP
Honorable Ann Hildebrand
Honorable Theodore J. Schrader

CLERK OF CIRCUIT COURT AND COUNTY COMPTROLLER
CHIEF FISCAL OFFICER
Paula S. O'Neil

COUNTY ADMINISTRATOR
John Gallagher

**PASCO COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2008**

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INTRODUCTORY SECTION



Mailing Addresses:

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Dade City, FL 33523-3894

New Port Richey:
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New Port Richey, FL 34656-0338

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Dade City, FL 33523-3894

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New Port Richey, FL 34654

East Pasco Government Center
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Dade City, FL 33523

West Pasco Government Center
7530 Little Road, Suite 220
New Port Richey, FL 34654

East Pasco Records Center
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Dade City, FL 33523

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Excellence....Always

Paula S. O'Neil
Clerk & Comptroller
Pasco County, Florida

June 2, 2009

The Honorable Jack Mariano, Chairman
Board of County Commissioners
Pasco County, Florida
37918 Meridian Avenue
Dade City, FL 33525

Dear Chairman Mariano:

The Comprehensive Annual Financial Report (CAFR) of Pasco County, Florida (the "County") for the fiscal year ended September 30, 2008 is submitted herewith. The Division of Financial Services, within the Office of the Clerk of Circuit Court and County Comptroller, prepared this report. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County. We believe the data, as presented, are accurate in all material aspects and are presented in a manner designed to present fairly the financial position and results of operations of the various funds. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

In accordance with Florida Statutes, that require each county to have an annual financial audit of its accounts and records by an independent certified public accountant, the firm of KPMG LLP has audited Pasco County's financial statements. The goal of the independent audit was to obtain reasonable assurance about whether the financial statements are free of material misstatement. The independent audit included examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. It also included assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. KPMG LLP concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Pasco County, Florida's financial statements for the fiscal year ended September 30, 2008, are fairly presented, in all material respects, in conformity with generally accepted accounting principles (GAAP). KPMG LLP's independent auditors' report is presented as the first component of the Financial Section of the CAFR.

ORGANIZATION AND CONTENT OF THE CAFR

The Comprehensive Annual Financial Report complies with the financial reporting model as required by Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*.

The CAFR is organized into three sections:

- **Introductory Section**

This section is intended to familiarize the reader with the organizational structure of the County, the nature and scope of the services it provides, and the specifics of its legal environment. It also provides economic and major initiative highlights.

- **Financial Section**

This section includes the audited Basic Financial Statements, notes to the financial statements, and supporting statements and schedules necessary to fairly present the financial position and the results of operations of the County in conformity with generally accepted accounting principles, as well as the independent auditors' report on the Basic Financial Statements. Also included in this section is the narrative introduction, overview and analysis found in management's discussion and analysis (MD&A). MD&A is intended to disclose any known significant events or decisions that affect or may affect the financial condition of the County.

- **Statistical Section**

This section includes selected financial and demographic information, generally presented on a multi-year basis.

In addition to fund-by-fund financial information in the County's financial statements, the CAFR includes government-wide financial statements. The government-wide financial statements include a Statement of Net Assets that provides information on the total net assets of the County, including infrastructure, and the Statement of Activities that reports the cost of providing County services. The government-wide financial statements have been prepared using the accrual basis of accounting versus the modified accrual basis of accounting used in the governmental fund financial statements. The current reporting model includes an emphasis on the County's major funds.

THE REPORTING ENTITY AND ITS SERVICES

Pasco County is a Non-Charter County established under the Constitution and the laws of the State of Florida. This Comprehensive Annual Financial Report is a County-wide report which discloses the results of operations for the following entities: the Board of County Commissioners (the "Board"); the Clerk of Circuit Court and County Comptroller (the "Clerk and Comptroller"); the Property Appraiser; the Sheriff; the Supervisor of Elections; and the Tax Collector. The Board of County Commissioners is the legislative body for Pasco County and, as such, budgets and provides all funding used by the Board's departments and the separate Constitutional Officers, with the exception of certain fees and service charges collected by the Clerk of Circuit Court and County Comptroller, Property Appraiser, Supervisor of Elections and Tax Collector. Under the direction of the Clerk and Comptroller, the Division of Financial Services maintains separate accounting systems for the Board of County Commissioners and the Clerk and Comptroller operations. The Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector maintain their own accounting systems. However, for purposes of this Comprehensive Annual Financial Report, the operations of the County as a whole, including those of the Constitutional Officers, have been presented.

The process of evaluating potential component units involved the application of criteria set forth in Governmental Accounting Standards Board Statement (GASBS) No. 14, *The Financial Reporting Entity*, as amended by GASBS 39. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The definition of the reporting entity is based primarily on the notion of financial accountability. The primary government is financially accountable for the organizations that make up its legal entity - the

Board of County Commissioners and the Constitutional Officers. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and, either it is able to impose its will on that organization or, there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government.

Based on the application of the aforementioned criteria, the Pasco County Housing Finance Authority was determined to be a discretely presented component unit properly included in the County's reporting entity.

The County provides a full range of services. These include public safety (police and fire), culture and recreation, health and social services, streets and highways, public improvements, planning and zoning, water and sewer, resource recovery, as well as general and administrative services.

ECONOMIC CONDITION AND OUTLOOK

Pasco County is comprised of three distinct demographic areas:

- The largely rural, agricultural eastside is the location of the County Seat in Dade City.
 - The heavily developed, residential west side is home to the Government Center in New Port Richey.
 - The developing central part of the County contains growing office space and a correctional facility in Land O'Lakes.
-
- ❑ Five major north-south highways and three main east-west highways serve the County. Interstate 75, which bisects the County north to south, connects Pasco County with Interstate 4, the City of Tampa, and other major cities along Florida's west coast. The most heavily traveled road in the County is U.S. 19 on the West Side, which connects Pasco County with Hernando County to the north and Pinellas County to the south. The Suncoast Parkway, part of the Florida Turnpike system, connects Pasco County to Hillsborough County to the south, and Hernando County to the north.
 - ❑ The population of Pasco County increased to 438,668 in 2008. In the last ten years, the County's population has grown by more than 34%. The County's unemployment rate at September 30, 2008 is 8.1%, as compared to the State of Florida at 6.9% (both not seasonally adjusted).
 - ❑ The County's 2008 Florida Price Level Index of 98.99, calculated by the Bureau of Economic and Business Research at the University of Florida, under the direction of the Florida Department of Education and the Florida Legislature, ranks Pasco County 21st in the State. This represents a change from the previous year's ranking of 16th and an index of 99.36. The index indicates, in general, that Pasco County's cost of living compares favorably with the Florida State average of 100.00.
 - ❑ During fiscal 2008, the value of new construction building permits was \$585 million, an increase of \$60 million, or 11% over the previous year, but well below the 2006 total of \$1.16 billion.
 - ❑ Pasco County primarily attracts companies from the Tampa Bay Region that are interested in the relative lack of traffic congestion and good land values that the County offers.
 - ❑ The County's Economic Development Incentive Ordinance, adopted in 1995, is used to attract value-added jobs. Incentives are available to companies that create jobs, construct facilities, and pay wages above stated minimum standards. The incentives are in the form of reduced transportation, water, and sewer impact fees.

MAJOR INITIATIVES

The following capital projects give only a partial listing of major improvements recently completed or currently being made by the County:

- The reconstruction of Fire Rescue Station 16, located outside of Zephyrhills.
- The reconstruction of Fire Rescue Station 23, located in Land O' Lakes on SR54.
- The construction of Fire Rescue Station 37, located near Concord Station on SR54.
- The construction and relocation of Fire Rescue Station 15, located on Trinity Boulevard.
- The expansion of the Land O' Lakes Detention Facility with a three story addition that will eventually house 768 inmates. This facility is scheduled to be partially occupied in 2009.
- Finalized in November 2007, Penny for Pasco funds were used to purchase seven parcels of environmentally sensitive lands acres in Aripeka Heights that total 210 acres.

FINANCIAL INFORMATION

The County's accounting records for general governmental operations are maintained on the modified accrual basis, with revenues recorded when measurable and available and expenditures recorded when the services or goods are received and the liabilities are incurred, except for principal and interest on general long-term debt and compensated absences, which are recognized as expenditures to the extent that they have matured. Accounting records for the County's enterprise and internal service operations are maintained on the accrual basis, with the revenues recorded when earned and expenses recorded when the liabilities are incurred. Procedures have been developed for financial report adjustments and reconciliation data in order to apply the accrual method of accounting across all funds in accordance with GASB Statement No. 34.

In developing the County's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding:

- the safeguarding of assets against loss from unauthorized use or disposition; and
- the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

- the cost of a control should not exceed the benefits likely to be derived; and
- the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained at the subfunction level by encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Purchase orders, which would result in

an overrun of subfunction balances, are not released until additional appropriations are made available. Open encumbrances at September 30, 2008 are reported as reservations of fund balance.

Capital Assets

The capital assets of the County are used in the performance of governmental and business-type activities. Under Florida Statutes, only assets that cost \$1,000 or more, and which have a useful life of one year or more, are considered capital assets. In accordance with generally accepted accounting principles, capital assets in Pasco County are recorded at either historical (original) costs or estimated historical costs if original cost data is not available, except for contributed property which is recorded at its estimated fair value at the date of contribution. In accordance with Governmental Accounting Standards Board Statement No. 34, the County has recorded and reported all infrastructure acquired since 1980. Infrastructure includes streets, roads, sidewalks, and bridges.

Debt Administration

Long-term debt, including bonds, notes payable, and compensated absences, totaled \$294.6 million as of September 30, 2008.

Cash Management

The County uses a pooled cash concept in order to invest greater amounts of cash at favorable interest rates. At September 30, 2008 the County's equity in pooled cash and various other deposits and investments were principally in accounts with the State Board of Administration of Florida ("SBA") and qualified public depositories, in repurchase agreements, in the Florida Local Government Investment Trust (FLGIT), and in certain money market funds, and totaled \$648.2 million. The rates of return during the year on deposits with the SBA's Fund A ranged between 2.10% and 5.85%, and money market funds earned yields ranging from .20% to 4.52%. The amount of interest and investment earnings during fiscal 2008 was \$17 million. Certain excess funds are transferred daily between various County bank accounts and the SBA, as well as money market funds.

Risk Management

The County is self-insured for workers compensation, general and automobile liability, and certain group health claims, with outside contractors providing various administrative services. Participating funds make payment to the County's applicable Internal Service Funds based upon their personnel staffing levels. Resources have been accumulated in order to meet potential losses.

Independent Audit

Section 218.39 of the Florida Statutes requires an independent certified public accountant's financial audit of counties in the State. This requirement has been complied with and the report of our independent auditor, KPMG LLP, has been included in this report. As a recipient of federal and state assistance, the County is responsible for maintaining an adequate internal control framework to ensure compliance with applicable laws and regulations related to these assistance programs. This internal control framework is reviewed by the independent certified public accountant in the annual Single Audit, which covers major federal grant programs, and in the annual Florida Single Audit, which covers major state grant programs. The federal and state Single Audits were designed to meet the requirements of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of Local Governments, and Non-Profit Organizations*, as well as Section 215.97, Florida Statutes, respectively. The independent certified public accountants' *Single Audit Report* is issued separately.

Reporting Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pasco County, Florida for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2007. This was the twenty-fifth consecutive year that Pasco County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

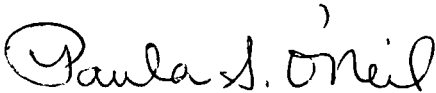
Acknowledgements

We would like to express our appreciation to the members of the staff of the Division of Financial Services, who so greatly contributed to the preparation of this report. In particular, we acknowledge the hard work and professionalism of Colleen Scott and Patrice Monaco, Managers, Accounting and Financial Reporting.

We would also like to offer our gratitude to the Board of County Commissioners and its staff, Pasco County's Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector and the certified public accounting firm of KPMG LLP, to name a few, who have been instrumental in the completion of this report.

We want to further extend our thanks to all of the departments and agencies outside the County that contributed financial information for use in this report.

Sincerely,



Paula S. O'Neil, MSM, CPM
Clerk of Circuit Court and County Comptroller
Chief Financial Officer



Jay S. Kominsky, CPA, CPM
Director of Financial Services

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Pasco County
Florida

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



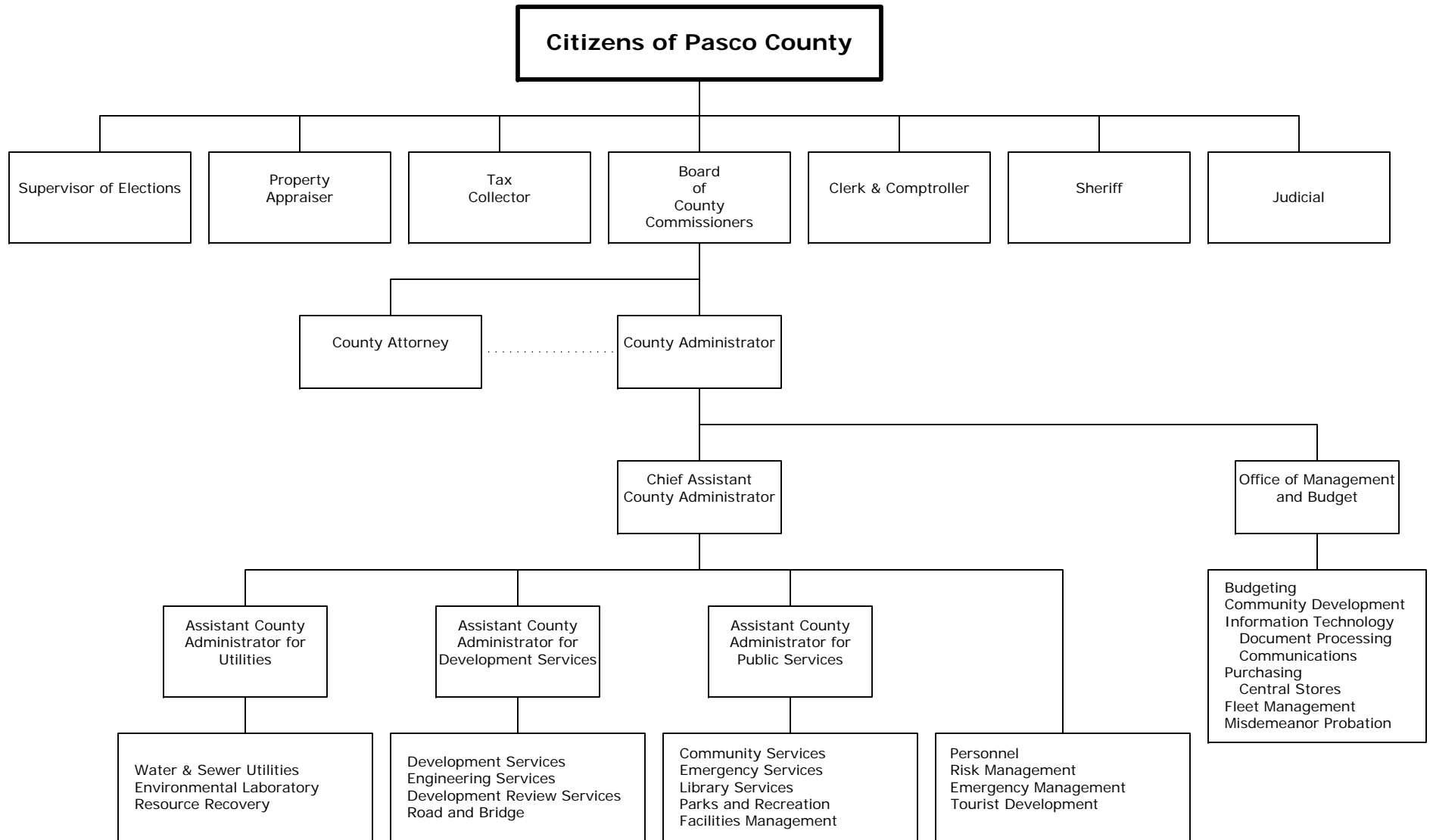
A stylized handwritten signature in black ink.

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Enen".

Executive Director

Organizational Chart of Pasco County



FINANCIAL SECTION

- ▣ **Independent Auditors' Report**

- ▣ **Management's Discussion and Analysis**
 - ▣ **Basic Financial Statements**
 - Government-Wide Financial Statements**
 - Fund Financial Statements**
 - Notes to Financial Statements**

 - ▣ **Combining and Individual Fund Statements and Schedules**



KPMG LLP
Suite 1700
100 North Tampa Street
Tampa, FL 33602

Independent Auditor's Report

Distinguished Members of the
Board of County Commissioners
Pasco County, Florida:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Pasco County, Florida, as of and for the year ended September 30, 2008, which collectively comprise Pasco County, Florida's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Pasco County, Florida's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Pasco County, Florida's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Pasco County, Florida as of September 30, 2008, and the respective changes in financial position, and where applicable, cash flows thereof and the respective budgetary comparison for the general, local option gas tax, state housing initiatives partnership, and transportation impact fee – east funds for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 2, 2009 on our consideration of Pasco County, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and Schedule of Funding Progress and Schedule of Employer Contributions on pages 11 through 25 and 93 and 94, respectively, are not a required part of the basic financial statements but is supplementary information required by U.S. generally accepted accounting



principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pasco County, Florida's basic financial statements. The introductory section, combining and individual fund statements and schedules, schedule in compliance with section 714(3) of the indenture of trust, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section, schedule in compliance with section 714(3) of the indenture of trust, and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

As discussed in Note 15 to the financial statements, Pasco County, Florida adopted the recognition and disclosure provisions of Governmental Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* as of October 1, 2007.

KPMG LLP

June 2, 2009
Certified Public Accountants

MANAGEMENT'S DISCUSSION AND ANALYSIS

Provides an objective analysis of the County's financial activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

Management's discussion and analysis provides an overview of the financial activities of Pasco County, Florida (the "County") for the fiscal year ended September 30, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the Letter of Transmittal on page 1, and in the County's financial statements that begin on page 26.

Financial Highlights

- ❑ At September 30, 2008, the County's total assets exceeded its total liabilities by \$1.531 billion (net assets), an increase of \$170 million over net assets in 2007 of \$1.361 billion.
- ❑ At September 30, 2008, governmental funds reported a combined ending fund balance total of \$429.9 million, an increase of \$3.37 million (or .8%) over the prior year. Of the total, \$375.4 million is unreserved fund balance available for spending at the County's discretion.
- ❑ At September 30, 2008, the fund balance of the County's General Fund was \$59.1 million, representing an increase of \$3.4 million (or 6.2%) from the prior year. \$52.9 million of the fund balance total was unreserved.
- ❑ The County's total long-term liabilities increased by \$8.4 million during the fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Pasco County's *Basic Financial Statements*. The *Basic Financial Statements* include three components: government-wide financial statements, fund financial statements, and notes to the financial statements. This comprehensive annual financial report also contains other statements and schedules which are presented as supplemental information.

Government-wide Financial Statements

The government-wide financial statements provide a broad overview of Pasco County's finances, using the accrual basis of accounting that is similar to the accounting method used by private-sector business. They are comprised of the statement of net assets and the statement of activities.

The statement of net assets presents information on the assets and liabilities of the County as a whole. The difference between assets and liabilities is reported as net assets. Net assets are reported in three categories: invested in capital assets, net of related debt; restricted; and unrestricted. The assets, liabilities and net assets of governmental activities are reported separately from the assets, liabilities, and net assets of business-type activities. The governmental activities of the County include general government, public safety, physical environment, transportation, economic environment, human services, culture and recreation, and court-related functions. The business-type activities of the County are the Water and Sewer Unit and the Solid Waste Disposal and Resource Recovery System. In the government-wide financial statements, emphasis is placed on the net assets of governmental activities and business-type activities and on the change in those net assets. Over time, changes in net assets may serve as an indicator as to whether the financial position of the County is improving or deteriorating.

The statement of activities presents information on all revenues and expenses of the County and shows how the County's net assets changed during the fiscal year. Expenses are reported by major function. Program revenues related to those functions are reported, resulting in the net cost of all functions provided by the County. Changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of when cash is received or paid. Therefore, some of the revenues and expenses reported in the statement of activities will only result in cash flows in future periods. For example, certain uncollected taxes are shown as revenues although cash receipts will occur in the

following year. Also, an increase in earned, unused vacation leave is recorded as an expense although the related cash outflows will occur in the future.

Both of the government-wide financial statements distinguish between activities of the County that are supported primarily by program revenues, taxes, and intergovernmental revenues (governmental activities) and activities that recover all or most of their costs through user fees and charges (business-type activities).

Within the government-wide financial statements, all assets of the County, including land, buildings, improvements other than buildings, equipment, and infrastructure, are reported in the statement of net assets. All liabilities, including the principal outstanding on bonds, and future employment benefits obligated but not yet paid by the County, are reported. 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 government-wide financial statements include not only the County itself (known as the *primary government*), but also a legally separate entity, the Pasco County Housing Finance Authority, for which the County is financially accountable. The financial information for this component unit is reported separately from the financial information of the primary government. To obtain separately issued financial statements of this discretely presented component unit, see Note 1, *Summary of Significant Accounting Policies, Reporting Entity*, in the *Notes to Financial Statements*.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements, including those involving legislative, administrative and contractual obligations. The fund financial statements provide a picture of each of the major funds of the County as well as a column that groups all nonmajor funds.

All of the County's funds can be divided into three categories: governmental, proprietary, and fiduciary. The governmental fund financial statements provide information on the current assets and liabilities of the funds, as well as changes in current financial resources (revenues and expenditures) and current available resources. In the case of governmental activities, outlays for long-lived assets are reported as expenditures and long-term liabilities, such as bonds, are not included in the fund financial statements. The proprietary funds financial statements provide information on all assets and liabilities of the funds, as well as changes in economic resources (revenues and expenses), and total economic resources. The fiduciary fund statement provides information concerning assets held in an agency capacity by the County on behalf of others.

Notes to the Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in both the government-wide financial and fund financial statements. The notes begin on page 45 of this report.

Reconciliations – The Link Between Government-Wide and Fund Financial Statements

The government-wide financial statements and the fund financial statements provide different pictures of the County. In order to link the fund financial statements to the government-wide financial statements, reconciliations are provided *from* the fund financial statements *to* the government-wide financial statements.

The reconciliations describe the relationship (or differences) between governmental *activities* (reported in the *Statement of Net Assets* and the *Statement of Activities* --- in the government-wide financial statements) and governmental *funds* (reported in the fund financial statements). These reconciliations are located after the *Balance Sheet – Governmental Funds* and after the *Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds*, in the *Basic Financial Statements*.

The Funds of the County

Governmental Funds

Most of the County's basic services are reported in governmental funds. Governmental funds are used to account for essentially the same functions as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. Consequently, governmental fund financial statements provide a detailed focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. This information may be useful in evaluating a government's near-term financing requirements.

Funds that are most significant in terms of revenues, expenditures, assets or liabilities are identified as major funds in the *Basic Financial Statements*. In addition, budget and actual comparison statements are presented in the *Basic Financial Statements* for the General Fund and for each major special revenue fund with a legally adopted annual budget. The County's nonmajor funds, and budget and actual comparison schedules for any nonmajor funds with legally adopted annual budgets, are presented as supplemental information in the *Combining and Individual Fund Statements and Schedules* section of this report.

Proprietary Funds

The County maintains two types of proprietary funds. The first type, enterprise funds, is used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its Water and Sewer Unit and its Solid Waste Disposal and Resource Recovery System. Both of these funds are considered to be major funds of the County. The second type of proprietary funds, internal service funds, is used to account for the Equipment Service, County Insurance, and Clerk & Comptroller's Insurance operations. Internal service funds are used to accumulate and allocate costs internally among the County's various functions. As these operations predominantly benefit governmental rather than business-type functions, they are included within governmental activities in the government-wide financial statements. The three internal service funds are combined into a single column in the proprietary fund financial statements. The proprietary fund financial statements can be found in the *Basic Financial Statements*. Individual fund data for the internal service funds are provided in the *Combining and Individual Fund Statements and Schedules* section of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside of the primary government. Agency funds are the only type of fiduciary fund used by the County in fiscal year 2008. These agency funds are not included in the government-wide financial statements because the resources of these funds are not available to support the County's own programs. However, the separate *Statement of Fiduciary Net Assets – Agency Funds* is included in the *Basic Financial Statements*, since the County has custodial responsibility. Additionally, the individual agency funds are included in the *Combining and Individual Fund Statements and Schedules* section of this report.

Other Information

The combining statements for the nonmajor funds, internal service funds, agency funds, as well as individual fund budget and actual comparison schedules, are found in the *Combining and Individual Fund Statements and Schedules* section of this report beginning on page 95.

Also, see the Statistical Section beginning on page 175 for additional financial, demographic and economic information about the County.

Government-Wide Financial Analysis

In accordance with the requirements of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* (GASBS No. 34), the government-wide financial statements have been prepared using accrual accounting for all of the County's activities. Accrual accounting measures not just current assets and liabilities but also long-term assets and liabilities, such as capital assets and bond issue debt. The use of accrual accounting results in the reporting of all revenues and all costs of providing services each year, not just those received or paid in the current year or soon after year-end, as does modified accrual basis accounting.

As noted earlier, net assets may serve, over time, as a useful gauge of a government's financial position. At September 30, 2008, the County's total net assets, or total assets less total liabilities, were \$1.531 billion. The largest portion of the County's net assets, \$959.1 million (or 62.6%), is reflected in its investment in capital assets (e.g., land, buildings, equipment, infrastructure), less any related debt outstanding that was used to acquire those assets. Since Pasco County uses these capital assets to provide services to its citizens, the net assets represented by "investment in capital assets, net of related debt" are not available for future spending. Although the County's investment in capital assets is reported net of related debt, 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.

Pasco County's net assets include restricted net assets of \$255.2 million (or 16.7%) that are subject to external restrictions on how they may be used, such as those imposed by debt covenants, grantors, laws and regulations. The balance in net assets, \$316.3 million (or 20.7%), is unrestricted and may be used to meet the County's ongoing obligations to citizens and creditors.

Table of Net Assets and Table of Changes in Net Assets

As shown in the table of Net Assets, below, the County reported positive balances at September 30, 2008 and 2007 in all three categories of net assets for both governmental activities and business-type activities.

Pasco County, Florida **Net Assets** **September 30, 2008 and 2007** **(in thousands)**

	Governmental Activities		Business-Type Activities		Total – All Activities	
	2008	2007	2008	2007	2008	2007
Current Assets	\$ 569,428	\$528,070	\$ 43,198	\$ 48,850	\$ 612,626	\$ 576,920
Restricted - total	-	-	166,260	170,659	166,260	170,659
Noncurrent assets:						
Capital, net	601,308	511,346	533,498	457,928	1,134,806	969,274
Other	37,722	34,781	26,258	25,215	63,980	59,996
Total assets	1,208,458	1,074,197	769,214	702,652	1,977,672	1,776,849
Current Liabilities:						
Payable from						
current assets	71,084	50,236	26,934	25,362	98,018	75,598
Payable from						
restricted assets	-	-	18,986	28,809	18,986	28,809
Long-term liabilities	124,613	126,099	205,372	185,274	329,985	311,373
Total liabilities	195,697	176,335	251,292	239,445	446,989	415,780
Net assets:						
Invested in capital assets,						
net of related debt	525,317	435,255	433,848	359,798	959,165	795,053
Restricted	180,065	287,408	75,161	78,961	255,226	366,369
Unrestricted	307,379	175,199	8,913	24,448	316,292	193,998
Total net assets	\$1,012,761	\$897,862	\$517,922	\$463,207	\$1,530,683	\$1,361,069

The changes in net assets for the years ended September 30, 2008 and 2007 are presented below, followed by information regarding those governmental and business-type activities contributing most significantly to the changes.

Pasco County, Florida
Changes in Net Assets
For the Years Ended September 30, 2008 and 2007
(in thousands)

	Governmental Activities		Business-Type Activities		Total - All Activities	
	2008	2007	2008	2007	2008	2007
Revenues:						
Program revenues:						
Charges for services	\$ 78,706	\$105,143	\$120,802	\$112,931	\$ 199,508	\$ 218,074
Operating grants and contributions	56,357	42,500	250	2,204	56,607	44,704
Capital grants and contributions	67,951	73,970	42,178	38,856	110,129	112,826
General revenues:						
Property taxes	182,973	175,580	-	-	182,973	175,580
State-shared revenue	32,172	33,655	-	-	32,172	33,655
Grants/contributions	8,208	6,202	-	-	8,208	6,202
Other taxes	32,312	34,020	-	-	32,312	34,020
Investment earnings	9,980	27,111	6,697	11,821	16,677	38,932
Miscellaneous	20,794	20,436	-	-	20,794	20,436
Total revenues	489,453	518,617	169,927	165,812	659,380	684,429
Expenses:						
General government	88,666	88,258	-	-	88,666	88,258
Public Safety	161,257	152,172	-	-	161,257	152,172
Physical environment	5,713	2,676	-	-	5,713	2,676
Transportation	35,630	42,110	-	-	35,630	42,110
Economic environment	18,279	14,600	-	-	18,279	14,600
Human services	12,051	11,483	-	-	12,051	11,483
Culture and recreation	20,025	21,297	-	-	20,025	21,297
Court-related	25,914	24,148	-	-	25,914	24,148
Interest – long-term debt	6,962	7,336	-	-	6,962	7,336
Water/Sewer and Solid Waste Disposal/Resource Recovery	-	-	115,269	105,396	115,269	105,396
Total expenses	374,497	364,080	115,269	105,396	489,766	469,476
Increase in net assets before transfers	114,956	154,537	54,658	60,416	169,614	214,953
Transfers (net)	(57)	(57)	57	57	-	-
Change in net assets	114,899	154,480	54,715	60,473	169,614	214,953
Net assets, October 1	897,862	743,382	463,207	402,734	1,361,069	1,146,116
Net assets, September 30	\$1,012,761	\$897,862	\$517,922	\$463,207	\$1,530,683	\$1,361,069

Governmental Activities

Governmental activities increased Pasco County's net assets by \$114.9 million during fiscal year 2008. This represented 67.7% of the County's total growth in net assets. The cost of all governmental activities in 2008 was \$374.5 million. However, the amount that taxpayers paid for these activities through property, sales, franchise, telecommunications, gasoline, and tourist development taxes was only \$215.3 million. Those who directly benefited from the programs paid some of the cost (\$78.7 million), while other governments and organizations subsidized programs with grants and contributions, and shared revenues (\$164.6 million). Interest earnings and a variety of other general revenues and transfers (\$30.8 million) offset the balance of the costs.

Business-type Activities

As stated earlier, the County has two business-type activities, the Water and Sewer Unit and the Solid Waste Disposal and Resource Recovery System.

The **Water and Sewer Unit** provides a potable water supply, and its distribution, as well as wastewater collection and treatment, disposal and reuse. These services are provided through facilities owned by the County and through contracts with other entities. The water distribution system, including pump stations, treatment plants, water mains, and water storage facilities, is connected to two major supply sources - Tampa Bay Water (Starkey, Cypress Creek, and Lake Bridge) and fifty-eight individual water supply wells throughout the County. The County also operates eight wastewater treatment plants, in addition to a Residual Management Facility and a Grease Facility. Effluent disposal is primarily accomplished through the use of reclaimed water systems, spray irrigation evaporation/percolation ponds, and cooling tower water for the County's Waste-to Energy Facility (see below).

The County is proceeding with a Reclaimed Water Reuse Master Plan and a Capital Improvements Plan Update which will produce population and wastewater flow projections, examine service areas, wastewater treatment and disposal alternatives, and include recommendations concerning construction and implementation schedules.

The **Solid Waste Disposal and Resource Recovery System** provides an integrated approach to waste management. Collection is primarily achieved by private hauling firms that are licensed by the Board of County Commissioners. Processible solid waste is trucked either directly to the mass-burn resource recovery facility (the "Facility") or to the East Pasco Transfer Station, for subsequent transportation to the Facility. The Facility converts solid waste to electrical power through a combustion process that generates approximately 23 megawatts of electricity per hour for sale to Progress Energy under a power purchase agreement. The facility has a current capacity of 1,050 tons per day with long-term plans to expand to 1,600 tons per day.

Non-processible solid waste disposal is provided for by landfill facilities. The County also actively pursues recycling, following the mandate provided for in the Recycling Act. The recycling rate in the County was 28% (for 2006, the latest reporting period available).

The activities of the Water and Sewer Unit, and the Solid Waste Disposal and Resource Recovery System are analyzed below in the proprietary funds section of the **Financial Analysis of the County's Funds**.

Financial Analysis of the County's Funds

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

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. This information is useful in assessing Pasco County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the net resources available for spending at the end of the fiscal year. The governmental fund types include the general, special revenue, debt service, and capital projects funds.

As noted above, at September 30, 2008, Pasco County governmental funds reported an increase in combined fund balances of \$3.37 million over the prior year. While approximately 87.3%, or \$375.4 million of the combined ending fund balances constitutes unreserved fund balance, the remainder of fund balance, \$54.5 million, is reserved to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchase orders of the prior period (\$49.9 million), pay debt service (\$4.3 million), and provide resources for a variety of other restricted purposes (\$.33 million).

Major Governmental Funds

As noted above, the fund balance of the **General Fund**, the chief operating fund of the County, increased by \$3.4 million during fiscal 2008. Overall, revenues decreased by \$1.8 million from 2007, primarily due to a decrease in state intergovernmental revenue of more than \$7.3 million, principally in capital grants. While the tax base broadened in 2008, as assessed values increased by 14.7%, this was the smallest increase since 2004. This was coupled with a decrease in the countywide operating millage rate of 9.3%. Overall, tax revenues increased by the smallest percentage in the past 9 years. In addition, interest and other earnings declined by \$3.5 million from the prior year. While the General Fund's revenues decreased by 1.0% from 2007, expenditures in the fund increased by 1.3%. Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditure for specified purposes. The **Local Option Gas Tax Fund**, a special revenue fund, saw a \$1.2 million increase in its fund balance, primarily due to a decrease in expenditures of approximately 50%, to \$8.1 million, despite a decline in revenues. The **State Housing Initiatives Partnership Fund**, also a special revenue fund, experienced a \$1.4 million decrease in fund balance from the prior year. While there was a decrease in expenditures of approximately \$1.3 million, there was an overall decline in revenues of \$1.8 million. Nearly \$.9 million in additional state funding over the prior year was offset, as miscellaneous revenue was down by more than \$2.5 million from 2007. The **Transportation Impact Fee Zone East Fund**, a special revenue fund, saw a decline of \$12.7 million in fund balance, as project expenditures of \$22.2 million topped the prior year by more than \$3.6 million and revenues fell \$8.0 million, as overall construction slowed in the midst of significant, and continuing, economic pressures.

Nonmajor Governmental Funds

Those funds that do not meet the GASBS No. 34 criteria for major fund classification are considered nonmajor. Total fund balances of all nonmajor special revenue funds increased \$6.9 million over the prior year. The largest increases occurred in the Transportation Impact Fee Central Fund (\$4.9 million), the Park Impact Fee Central Fund (\$1.1 million), and the Stormwater Management Fund (\$6.5 million). These and other increases were offset by decreases, most significantly, in the Road and Bridge Fund (\$2.0 million) and in the Municipal Fire Service Unit Fund (\$2.6 million).

Debt service funds, all of which are classified as nonmajor, are used to account for the accumulation of resources for, and the payment of long-term debt principal and interest. During fiscal year 2008, there was no significant overall change in fund balances in the debt service funds.

Capital projects funds, which account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds), exhibited an increase in fund balances of \$5.9 million during fiscal 2008. Among the nonmajor capital projects funds, the Board Capital Improvements Fund reported an increase of \$8.5 million in fund balance. While the fund's revenues increased by nearly \$1.0 million, and its expenditures increased by \$.7 million, this fund also received \$10.8 million in transfers from the General Fund.

Analyzing General Governmental Functions

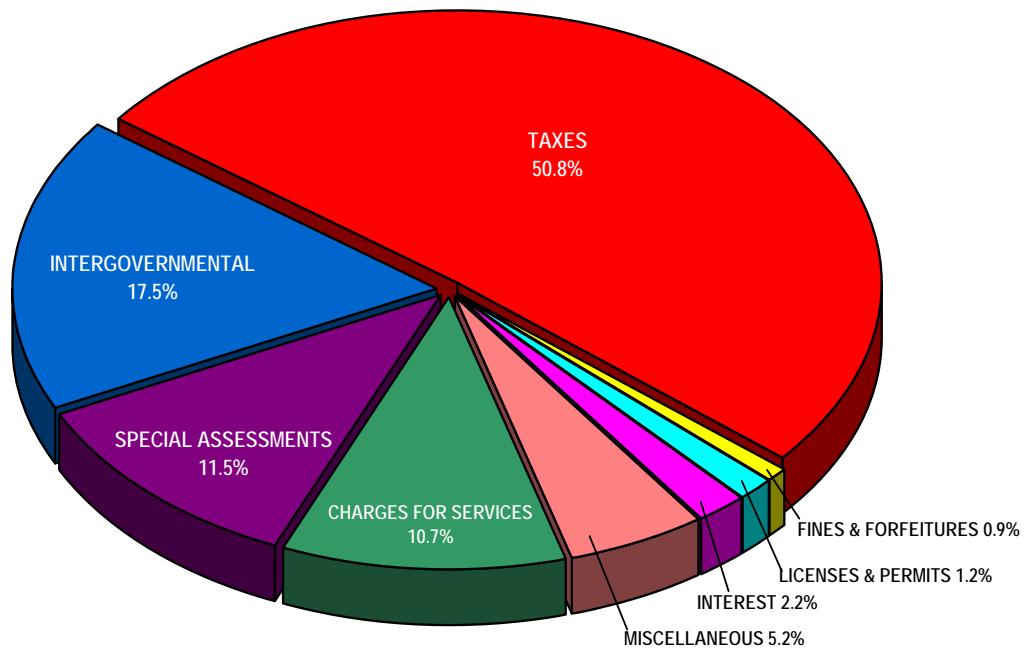
In addition to the information above, the tables that follow provide analyses of changes in revenues and expenditures for general governmental functions from the prior year that resulted in changes in the various fund balances, as noted above.

General Governmental Functions

For the purpose of this section, general governmental functions are defined as those that include the General, Special Revenue, Debt Service, and Capital Projects Funds. This data is the result of the application of the modified accrual basis of accounting for general governmental functions.

The amount of revenues from various sources and the increase or decrease from the prior year are shown in the following tabulation:

Total Governmental Funds Revenues	Amount (in millions)	Percent of Total	Increase (Decrease) From 2007 (in millions)
Taxes	\$215.9	50.8%	\$ 6.3
Special assessments	48.8	11.5	(8.2)
Licenses and permits	4.9	1.2	(1.8)
Intergovernmental	74.3	17.5	3.4
Charges for services	45.6	10.7	2.7
Fines and forfeitures	3.7	.9	(0.4)
Interest	9.5	2.2	(16.5)
Miscellaneous	21.9	5.2	(3.3)
Total	\$424.6	100.0%	\$(17.8)

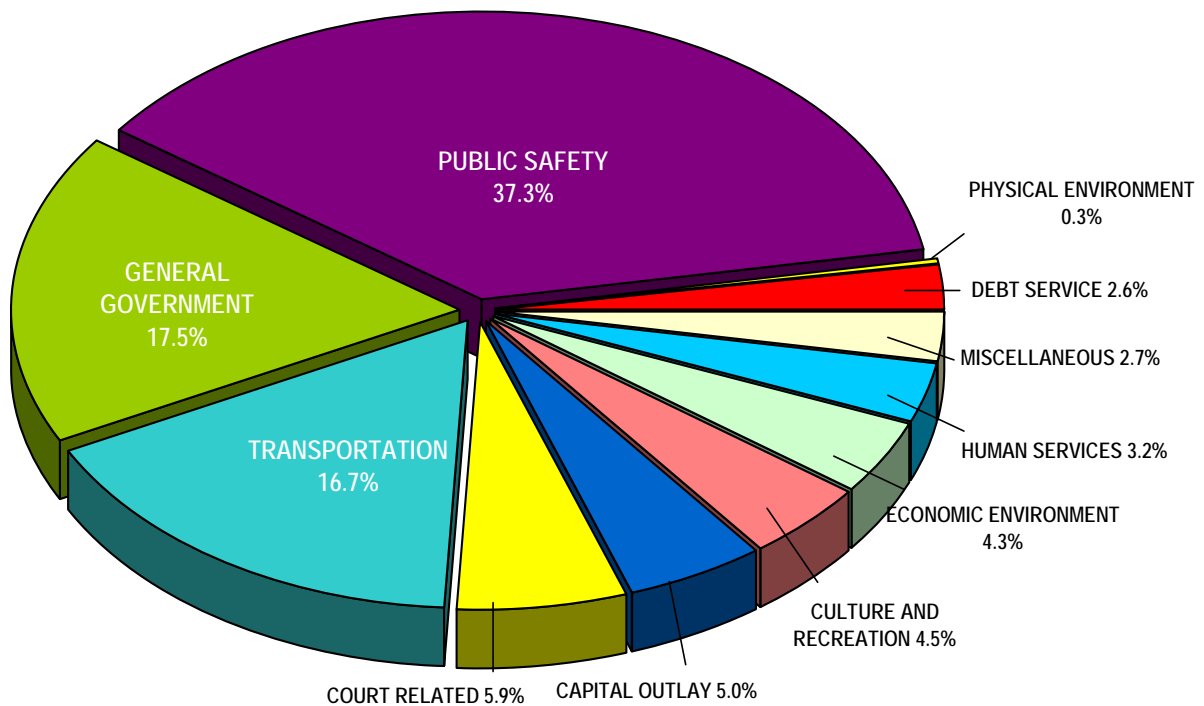


REVENUE SOURCES

General Governmental Functions

The changes in the levels of expenditures for major functions of the County and the increase or decrease from the prior year is shown in the following tabulation.

Total Governmental Funds Expenditures	Amount (in millions)	Percent of Total	Increase (Decrease) From 2007 (in millions)
General government	\$ 73.8	17.5%	\$ (6.1)
Public safety	157.0	37.3	8.9
Physical environment	1.2	0.3	-
Transportation	70.2	16.7	(1.3)
Economic environment	18.2	4.3	4.5
Human services	13.5	3.2	.3
Culture and recreation	18.8	4.5	(11.3)
Court related	24.8	5.9	2.0
Debt service	10.8	2.6	(.1)
Capital outlay	21.0	5.0	.5
Miscellaneous	11.4	2.7	(1.5)
Total	\$420.7	100.0%	\$(4.1)



EXPENDITURE FUNCTIONS

General Governmental Functions

Revenues for total governmental funds totaled \$424.6 million in fiscal 2008, a decrease of 4.0% from fiscal 2007. Current tax collections were 95.5% of the tax levy, a decrease of .8% from prior year and the lowest collection percentage over the past ten years. The ratio of total collections (current and delinquent) to the current tax levy was 95.7%, a decrease of 1.2% from the prior year. This represented the largest decline in the ratio, as well as the lowest ratio over the past ten years. These rates mirror the economic climate as foreclosures reached record highs.

The growth of \$6.3 million in tax revenues was primarily due to an increase in the assessed value of taxable property over the previous year, given the reduction in the millage rate. The decrease of \$8.2 million in special assessments revenues, the second consecutive year of decline, was primarily due to decreases in the County's various impact fee funds, notably in the Transportation Impact Fee East Fund (down \$8.0 million), School Impact Fees Fund (down \$5.9 million), Transportation Impact Fee West Fund (down \$3.7 million), Transportation Impact Fee Central Fund (down \$3.5 million), and the Park Impact Fee Central Fund (down \$1.3 million). Overall, revenues in all impact fee funds dropped by \$24.3 million from the previous year, a decline of 39.5%, as the County's development and construction slowed dramatically in line with the general economic conditions.

Expenditures for total governmental funds totaled \$420.7 million in fiscal 2008, a decrease of \$4.1 million, or 1.0%, from fiscal 2007. General government expenditures decreased by \$6.1 million, and culture and recreation expenditures declined \$11.3 million. While Public Safety expenditures increased \$8.9 million, this increase represented a 29.4% decline from the prior year's growth in this function.

Proprietary Funds

Proprietary funds statements provide the same type of information found in the government-wide financial statements, because they follow the accrual method of accounting; however, the information is in more detail.

As noted above, the County's proprietary funds include enterprise funds, comprised of the Water and Sewer Unit Fund and the Solid Waste Disposal and Resource Recovery System Fund, both of which are classified as major funds of the County, and internal service funds that account for equipment and insurance services.

The **Water and Sewer Unit Fund** had total net assets of \$489.0 million at September 30, 2008, which represented a \$46.3 million increase over the prior year. Net asset changes are a result of operations, and of non-operating revenues and expenses, including interest earnings, interest expense, grants, and capital contributions. Total revenues (operating and non-operating) during the year were \$88.3 million, a decline of \$.3 million from 2007. However, while charges for services, representing operating revenues of \$82.2 million, were up \$6.3 million from the prior year, non-operating revenues, including grants and contributions, and interest earnings, were down \$6.6 million, in total. The decline in interest earnings is, primarily, attributable to the general decline in interest rates.

The **Solid Waste Disposal and Resource Recovery System Fund's** net assets at year-end were \$29.0 million, which represented an increase of \$8.4 million over the prior year. Total revenues (operating and non-operating) were \$39.6 million, an increase of \$1.0 million, primarily the result of an increase in charges for services of \$1.6 million.

The **Internal Service Funds** had net assets at year-end of \$41.9 million, an increase of \$5.3 million over the prior year, primarily due to a decrease in operating expenses, specifically, in contractual services, which declined by \$4.9 million from 2007.

General Fund Budgetary Highlights

The budget and actual comparison statement for the General Fund displays the original adopted budget, the final revised budget, and actual costs. The original budget, as approved, may be revised during the year for a number of reasons. The General Fund's amendments and supplemental appropriations for the year were not material. Actual expenditures for fiscal year 2008 were \$38.8 million less than budgeted. This included \$13.3 million less in general government (non-court related) costs, of which \$1.0 million, \$2.6 million, \$2.8 million and \$3.7 million related to the Clerk of the Circuit Court, Information Technology, Facilities Management, and the Tax Collector, respectively. Public Safety expenditures were \$3.0 million under budget, of which \$2.5 million was related to a reduction in the anticipated costs for the Sheriff. Culture and recreation expenditures were \$4.8 million under budget, as capital expenditures for parks and libraries were cut by \$3.6 million. Appropriations of \$13.8 million, in reserve for contingencies, were not expended. Generally, the County exercised numerous cost-cutting measures in light of the flagging economic environment. Revenues in the General Fund exceeded budgeted revenues by \$6.7 million. However, and as noted previously, tax revenues grew by an historically low rate and were \$5.2 million under budget for the year. This decline is traceable to overall economic conditions affecting the housing market and the pace of development. While there was a \$4.3 million increase in charges for services, the County experienced a decrease of \$2.3 million in interest and other earnings. Actual interest and other earnings were more than \$2.2 million under their budget estimate, with interest rates dropping dramatically. This was coupled with unrealized losses experienced in the Florida State Board of Administration's investment Fund B, due to market valuations on distressed portfolio investments.

Capital Assets

The County's investment in capital assets, for both governmental and business-type activities at September 30, 2008, totaled approximately \$1.1 billion, net of accumulated depreciation. This investment in capital assets includes land, buildings, improvements other than buildings, equipment, construction in process, and infrastructure. Infrastructure includes roads, streets, and sidewalks. The balances are summarized below.

Pasco County, Florida Capital Assets At September 30, 2008 and 2007 (in thousands)

	Governmental Activities		Business-Type Activities		Total All Activities	
	2008	2007	2008	2007	2008	2007
Land	\$ 62,850	\$ 44,152	\$ 21,834	\$ 19,295	\$ 84,684	\$ 63,447
Buildings	179,152	174,065	69,192	67,457	248,344	241,522
Improvements	36,813	36,480	631,086	521,327	667,899	557,807
Equipment	121,602	118,070	4,729	4,519	126,331	122,589
Construction in process	118,829	113,641	50,735	69,159	169,564	182,800
Infrastructure	300,156	224,603	-	-	300,156	224,603
	819,402	711,011	777,576	681,757	1,596,978	1,392,768
Accumulated depreciation	(218,094)	(199,664)	(244,078)	(223,829)	(462,172)	(423,493)
Total capital assets	\$ 601,308	\$ 511,347	\$ 533,498	\$ 457,928	\$1,134,806	\$ 969,275

The total increase in the investment in capital assets from the prior year was \$165.5 million, or 17.1%.

Additional information about Pasco County's capital assets can be found in Note 7.

Debt Administration

At September 30, 2008 Pasco County had total bonded debt (net) outstanding of \$264.9 million. Of this amount, \$90.8 million comprises debt related to governmental activities, and \$174.1 million of the total is bonded debt of business-type activities. All bonded debt of the County is in the form of revenue bonds.

Additional information regarding bond issues can be found in Note 9.

Pasco County, Florida
Bonded Debt – Revenue Bonds
At September 30, 2008 and 2007
(in thousands)

Governmental Activities	
2008	2007
\$90,815	\$93,651

Business-Type Activities	
2008	2007
\$174,145	\$162,015

Total – All Activities	
2008	2007
\$264,960	\$255,666

Debt Ratings

The following table shows the ratings for each County bond issue as of September 30, 2008:

Debt Issues	Standard and Poors	Fitch	Moody's
Governmental Activities:			
\$32,250,000 Guaranteed Entitlement Refunding Revenue Bonds, Series 2003	-	AAA	Aaa
\$47,870,000 Half-cent Sales Tax Revenue Bonds, Series 2003	-	AAA	Aaa
\$19,435,000 Gas Tax Refunding Revenue Bonds, Series 2002	AAA	-	Aaa
\$3,615,000 Public Improvement Refunding Revenue Bonds, Series 1996	Bank Qualified	-	-
Business-Type Activities:			
\$57,285,000 Water and Sewer Refunding Revenue Bonds, Series 2002	AAA	-	Aaa
\$71,160,000 Water and Sewer Refunding Revenue Bonds, Series 2006	AAA	-	-
\$45,700,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008A	AAA	-	Aaa
\$15,090,000 Solid Waste Disposal and Resource Recovery System, Revenue Bonds, Series 2008B	AAA	-	Aaa
\$4,545,000 Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 2008C	AAA	-	Aaa
\$19,945,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008D	AAA	-	Aaa

The highest quality ratings available from the respective services are as follows: S&P AAA; Fitch AAA; Moody's Aaa. All of Pasco County's bond issues that are rated by these services, as noted above, are insured, and the payment of principal and interest is guaranteed. Such insurance is noncancellable.

(Note: Bonds with higher ratings offer cost savings to issuers like Pasco County)

Currently Known Facts and Conditions

While the County continues to experience growth, it is markedly slowed, as the economic downturns that are being felt nationwide are affecting Pasco County, as well. As reported in the Final Tax Roll for 2008 that is prepared by the Pasco County Property Appraiser, the total assessed value of property will increase \$3.8 billion in 2008, or 14.7%, over 2007, the smallest percentage increase since 2004. The

approved County budget for fiscal 2009 is \$980.4 million, a decrease of over 19%, or \$232.1 million, from the fiscal 2008 budget.

On January 29, 2008, the Florida electorate approved an amendment to the Florida Constitution relative to property taxation. This amendment, referred to as **Amendment 1**, was placed on the ballot by the Florida Legislature, as the result of a special session held in October 2007. With respect to homestead property, Amendment 1 increases the current homestead exemption by an additional \$25,000 (for property values between \$50,000 and \$75,000), except for school district taxes. Amendment 1 also allows property owners to transfer (make portable) up to \$500,000 of their Save Our Homes benefits to their next homestead, when they move. Save Our Homes became effective in 1995 and limits (caps) the annual increase in assessed value for homestead property to three percent (3%) or the percentage change in the Consumer Price Index, whichever is less. With respect to non-homestead property, Amendment 1 limits (caps) the annual increase in assessed value for such property (e.g., businesses, industrial property, rental property, second homes) to ten percent (10%), except for school district taxes. The Amendment also provides a \$25,000 exemption for tangible personal property.

With the exception of the ten percent (10%) assessment cap on non-homestead property, which becomes effective on January 1, 2009, the effective date of Amendment 1 is October 1, 2008.

Amendment 1 has resulted in reductions of the amounts budgeted for property taxes of \$15.29 million in the General Fund, and \$2.56 million in the Municipal Fire Service Unit Fund, for a total reduction of \$17.85 million.

Economic Factors and Next Year's Budgets and Rates

Pasco County considered many factors in preparing the budget for the 2009 fiscal year, including the following:

- While the County millage rate declined in 2008, for the seventh year in a row, the property tax base continues to grow, with the assessed value of taxable property increasing by \$3.8 billion over 2007. However, the percentage increase over the prior year of 14.7% represented the smallest growth since 2004.
- The County anticipates that State Revenue Sharing and the Half-Cent Sales Tax will produce \$3.9 million less in fiscal 2009, and projects decreased revenues from Federal sources, impact fees, and intergovernmental transfers.
- Building permit values were \$585.0 million in 2008, an increase of \$60.0 million over the prior year, but still well below the 2006 total of \$1.16 billion.
- While the County continues to experience population growth, with an increase of 16.9% over the past five years, the increase of .1% from 2007 to 2008 represented the smallest annual percentage increase in the last ten years.
- The unemployment rate for Pasco County at September 30, 2008 was 8.1%. This represented a 76.1% increase over 2007.
- During fiscal 2008, total fund balance in the General Fund increased by \$3.4 million, to \$59.1 million. Of this amount, \$52.8 million has been appropriated for spending in the 2009 fiscal year budget.

Requests for Information

This financial report is designed to provide a general overview of Pasco County's finances. Questions concerning information provided in this report, or requests for additional information, should be addressed to the Director of Financial Services, Clerk of the Circuit Court, Pasco County, 38053 Live Oak Avenue, Dade City, FL 33523.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS
AND
FUND FINANCIAL STATEMENTS**

PASCO COUNTY, FLORIDA

STATEMENT OF NET ASSETS
September 30, 2008

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS	
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 461,700,672	\$ 29,551,716	\$ 491,252,388	\$ -
Investments	34,071,946	-	34,071,946	-
Restricted assets:				
Cash and cash equivalents	-	60,685,136	60,685,136	-
Accrued interest receivable	-	52,774	52,774	-
Accounts receivable, net	1,785,872	12,207,138	13,993,010	109,567
Notes receivable	2,839,237	-	2,839,237	-
Assessments receivable	12,775,648	-	12,775,648	-
Impact fee receivable	37,614,436	-	37,614,436	-
Due from other governments	17,615,090	725,727	18,340,817	13,491
Inventories	514,259	713,019	1,227,278	-
Other	511,318	182	511,500	-
Total current assets	569,428,478	103,935,692	673,364,170	123,058
Noncurrent assets:				
Restricted cash and cash equivalents	-	55,151,636	55,151,636	-
Restricted investments	-	50,370,325	50,370,325	-
Notes receivable	37,721,293	-	37,721,293	-
Due from other governments	-	22,656,792	22,656,792	-
Deferred charges	-	1,865,138	1,865,138	-
Water entitlements	-	1,736,512	1,736,512	-
Capital assets:				
Land	62,849,741	21,834,612	84,684,353	-
Buildings	179,151,558	69,191,931	248,343,489	-
Improvements other than buildings	36,813,219	631,086,111	667,899,330	-
Equipment	121,601,659	4,728,625	126,330,284	-
Construction in process	118,829,481	50,735,001	169,564,482	-
Infrastructure	300,156,803	-	300,156,803	-
Less accumulated depreciation	(218,094,230)	(244,077,974)	(462,172,204)	-
Capital assets, net	601,308,231	533,498,306	1,134,806,537	-
Total noncurrent assets	639,029,524	665,278,709	1,304,308,233	-
Total assets	1,208,458,002	769,214,401	1,977,672,403	123,058

The notes to the financial statements are an integral part of this statement.

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS	
LIABILITIES				
Current liabilities:				
Vouchers payable	43,189,028	15,979,208	59,168,236	-
Contracts payable	1,966,479	3,970,034	5,936,513	-
Accrued liabilities	7,811,515	671,915	8,483,430	-
Claims payable	2,957,122	-	2,957,122	-
Internal balances	(44)	44	-	-
Due to other governments	2,531,817	575,470	3,107,287	12,938
Deposits	299,721	-	299,721	-
Unearned revenue	3,666,636	5,681,361	9,347,997	109,567
Interest payable	1,383,752	-	1,383,752	-
Other liabilities	102,763	-	102,763	-
Compensated absences	1,431,239	55,889	1,487,128	-
Notes payable	568,694	-	568,694	-
Bonds payable, net	5,175,000	-	5,175,000	-
Payable from restricted assets:				
Deposits	-	3,714,891	3,714,891	-
Interest payable	-	3,236,312	3,236,312	-
Escrowed payments	-	78,193	78,193	-
Bonds payable, net	-	11,956,912	11,956,912	-
Total current liabilities	71,083,722	45,920,229	117,003,951	122,505
Noncurrent liabilities:				
Estimated landfill closure costs	-	19,468,688	19,468,688	-
Claims payable	6,822,634	-	6,822,634	-
Compensated absences	16,459,247	1,591,686	18,050,933	-
Unearned revenue	-	24,505,872	24,505,872	-
Notes payable	12,073,417	-	12,073,417	-
Other post employee benefits	3,617,617	184,482	3,802,099	-
Bonds payable, net	85,640,000	159,621,861	245,261,861	-
Total noncurrent liabilities	124,612,915	205,372,589	329,985,504	-
Total liabilities	195,696,637	251,292,818	446,989,455	122,505
NET ASSETS				
Invested in capital assets, net of related debt	525,317,223	433,847,484	959,164,707	-
Restricted for:				
Debt service	4,337,925	28,052,580	32,390,505	-
Road projects	99,760,062	-	99,760,062	-
Public safety	23,770,651	-	23,770,651	-
Culture and recreation	23,658,339	-	23,658,339	-
Impact fees	-	29,355,874	29,355,874	-
Other purposes	28,537,972	17,752,676	46,290,648	553
Unrestricted	307,379,193	8,912,969	316,292,162	-
Total net assets	\$ 1,012,761,365	\$ 517,921,583	\$ 1,530,682,948	\$ 553

PASCO COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2008

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
PRIMARY GOVERNMENT:				
Governmental activities:				
General government	\$ 88,666,086	\$ 20,127,946	\$ 9,260,957	\$ -
Public safety	161,257,069	27,933,834	8,421,891	2,443,105
Physical environment	5,712,782	992,232	89,637	-
Transportation	35,630,141	10,063,816	28,370,553	63,285,352
Economic environment	18,278,620	3,523,528	4,095,275	83,791
Human services	12,051,138	937,923	926,901	-
Culture and recreation	20,024,865	1,188,515	627,058	2,139,052
Court-related	25,914,035	13,938,063	4,564,946	-
Interest and debt service charges	<u>6,962,210</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total governmental activities	<u>374,496,945</u>	<u>78,705,857</u>	<u>56,357,218</u>	<u>67,951,300</u>
Business-type activities:				
Water and sewer unit	84,092,561	82,250,146	250,000	42,177,763
Solid waste and resource recovery	<u>31,176,229</u>	<u>38,551,560</u>	<u>-</u>	<u>-</u>
Total business-type activities	<u>115,268,790</u>	<u>120,801,706</u>	<u>250,000</u>	<u>42,177,763</u>
Total primary government	<u>\$ 489,765,735</u>	<u>\$ 199,507,563</u>	<u>\$ 56,607,218</u>	<u>\$ 110,129,063</u>
COMPONENT UNIT:				
Housing Finance Authority	<u>\$ 727</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

General revenues:

Taxes:

Property taxes

Sales tax

Franchise tax

Telecommunications tax

Gas taxes

Tourist development tax

State shared revenues not restricted to specific programs

Grants and contributions not restricted to specific programs

Interest earnings

Miscellaneous

Transfers

Total general revenues and transfers

Change in net assets

Net assets - beginning

Net assets - ending

The notes to the financial statements are an integral part of this statement.

**NET (EXPENSE) REVENUE AND
CHANGES IN NET ASSETS**

PRIMARY GOVERNMENT			
GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMPONENT UNIT
\$ (59,277,183)	\$ -	\$ (59,277,183)	\$ -
(122,458,239)	-	(122,458,239)	-
(4,630,913)	-	(4,630,913)	-
66,089,580	-	66,089,580	-
(10,576,026)	-	(10,576,026)	-
(10,186,314)	-	(10,186,314)	-
(16,070,240)	-	(16,070,240)	-
(7,411,026)	-	(7,411,026)	-
(6,962,210)	-	(6,962,210)	-
(171,482,570)	-	(171,482,570)	-
-	40,585,348	40,585,348	-
-	7,375,331	7,375,331	-
-	47,960,679	47,960,679	-
(171,482,570)	47,960,679	(123,521,891)	-
-	-	-	(727)
182,972,458	-	182,972,458	-
13,466,951	-	13,466,951	-
19,500	-	19,500	-
5,683,181	-	5,683,181	-
12,301,405	-	12,301,405	-
841,488	-	841,488	-
32,172,421	-	32,172,421	-
8,207,608	-	8,207,608	-
9,980,061	6,696,514	16,676,575	226
20,793,607	-	20,793,607	1,273
(56,991)	56,991	-	-
286,381,689	6,753,505	293,135,194	1,499
114,899,119	54,714,184	169,613,303	772
897,862,246	463,207,399	1,361,069,645	(219)
\$ 1,012,761,365	\$ 517,921,583	\$ 1,530,682,948	\$ 553

PASCO COUNTY, FLORIDA

GOVERNMENTAL FUNDS

BALANCE SHEET
September 30, 2008

	GENERAL FUND	LOCAL OPTION GAS TAX	STATE HOUSING INITIATIVES PARTNERSHIP	TRANS- PORTATION IMPACT FEE EAST	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS						
Cash and cash equivalents	\$ 45,755,960	\$ 68,131,065	\$ 929,806	\$ 56,626,362	\$ 263,443,535	\$ 434,886,728
Investments	19,044,079	-	-	-	15,027,867	34,071,946
Accounts receivable	1,554,778	139	-	1,218	220,384	1,776,519
Notes receivable	-	-	26,119,715	-	14,440,815	40,560,530
Assessments receivable	163	-	-	-	12,775,485	12,775,648
Due from:						
Other funds	8,263,065	457,828	9,842	1,642	8,413,939	17,146,316
Other governments	970,118	1,273,621	12,938	-	15,346,058	17,602,735
Inventories	99,566	-	-	-	228,855	328,421
Other assets	30,317	-	-	-	-	30,317
Total assets	<u>\$ 75,718,046</u>	<u>\$ 69,862,653</u>	<u>\$ 27,072,301</u>	<u>\$ 56,629,222</u>	<u>\$ 329,896,938</u>	<u>\$ 559,179,160</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Vouchers payable	\$ 5,235,308	\$ 708,373	\$ 344,189	\$ 22,202,906	\$ 13,744,580	42,235,356
Contracts payable	169,736	69,763	-	195,512	1,511,567	1,946,578
Accrued liabilities	5,200,948	-	19,447	-	2,508,896	7,729,291
Due to:						
Other funds	4,650,224	753,790	-	280,625	11,271,087	16,955,726
Other governments	629,394	977	22,797	1,879	1,876,770	2,531,817
Deposits	257,435	-	-	-	42,286	299,721
Deferred revenue	441,584	290,526	26,119,715	2,031	30,646,035	57,499,891
Other liabilities	49,531	-	-	-	53,232	102,763
Total liabilities	<u>16,634,160</u>	<u>1,823,429</u>	<u>26,506,148</u>	<u>22,682,953</u>	<u>61,654,453</u>	<u>129,301,143</u>
Fund balances:						
Reserved for:						
Inventories	99,566	-	-	-	228,855	328,421
Encumbrances	6,132,202	1,557,385	510,329	3,177,568	38,469,343	49,846,827
Debt service	-	-	-	-	4,337,925	4,337,925
Unreserved reported in:						
General fund	52,852,118	-	-	-	-	52,852,118
Special revenue funds	-	66,481,839	55,824	30,768,701	163,741,335	261,047,699
Capital projects funds	-	-	-	-	61,465,027	61,465,027
Total fund balances	<u>59,083,886</u>	<u>68,039,224</u>	<u>566,153</u>	<u>33,946,269</u>	<u>268,242,485</u>	<u>429,878,017</u>
Total liabilities and fund balances	<u>\$ 75,718,046</u>	<u>\$ 69,862,653</u>	<u>\$ 27,072,301</u>	<u>\$ 56,629,222</u>	<u>\$ 329,896,938</u>	<u>\$ 559,179,160</u>

The notes to the financial statements are an integral part of this statement.

PASCO COUNTY, FLORIDA

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
SEPTEMBER 30, 2008

Total fund balances for governmental funds	\$ 429,878,017
Total net assets reported for governmental activities in the Statement of Net Assets is different because:	
Capital assets used in governmental activities are not expense. This is the amount by which capital outlay (67,267,853) exceeded depreciation (\$22,878,718) in the current period.	575,576,304
Long-term liabilities, including bonds payable (\$90,815,000), notes payable (\$12,642,111) and accrued compensated absences (\$17,623,597) are not due and payable in the current period and, therefore, are not reported in the funds.	(121,080,708)
Accrued long-term debt interest expense is not a financial use and, therefore, is not reported in the fund.	(1,383,752)
Notes receivables are not financial resources in the current period and, therefore, are deferred in the funds.	40,560,530
Impact fee receivables are not financial resources in the current period and, therefore, are not reported in the funds.	37,614,436
Special assessment receivables are not financial resources in the current period and, therefore, are deferred in the fund.	13,272,725
Other post employee benefits are not due and payable in the current period and, therefore, are not reported in the funds	(3,617,617)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and equipment services, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.	41,941,430
Total net assets of governmental activities	<u>\$ 1,012,761,365</u>

The notes to the financial statements are an integral part of this statement.

PASCO COUNTY, FLORIDA

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	GENERAL FUND	LOCAL OPTION GAS TAX	STATE HOUSING INITIATIVES PARTNERSHIP	TRANSPORT IMPACT FEE EAST	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES						
Taxes	\$ 156,510,497	\$ 10,194,275	\$ -	\$ -	\$ 49,145,645	\$ 215,850,417
Special assessments	-	-	-	5,989,716	42,816,329	48,806,045
Licenses and permits	6,768	-	-	-	4,939,179	4,945,947
Intergovernmental:						
Federal	337,397	-	-	-	10,408,393	10,745,790
State	2,278,813	3,416,626	2,864,957	-	54,393,778	62,954,174
Local	108,147	-	-	-	502,521	610,668
Charges for services	26,733,870	150,342	-	-	18,668,547	45,552,759
Fines and forfeits	388,198	-	-	-	3,327,636	3,715,834
Interest and other earnings	2,023,698	1,199,725	95,440	929,015	5,223,644	9,471,522
Miscellaneous	12,689,600	102,437	1,422,741	2,604,332	5,154,690	21,973,800
Total revenues	<u>201,076,988</u>	<u>15,063,405</u>	<u>4,383,138</u>	<u>9,523,063</u>	<u>194,580,362</u>	<u>424,626,956</u>
EXPENDITURES						
Current:						
General government (noncourt-related)	56,600,739	-	-	-	17,161,891	73,762,630
Public safety	102,947,320	-	-	-	54,020,214	156,967,534
Physical environment	544,632	-	-	-	687,606	1,232,238
Transportation	-	8,067,172	-	22,180,720	39,991,371	70,239,263
Economic environment	241,623	-	5,804,756	-	12,192,622	18,239,001
Human services	9,978,860	-	-	-	3,479,769	13,458,629
Culture and recreation	16,914,744	-	-	-	1,866,776	18,781,520
Court-related	5,103,348	-	-	-	19,702,814	24,806,162
Miscellaneous	6,023,128	-	-	-	5,396,369	11,419,497
Capital outlay	-	-	-	-	21,041,439	21,041,439
Debt service:						
Principal	-	-	-	-	3,379,463	3,379,463
Interest and debt service charges	-	-	-	-	7,369,610	7,369,610
Total expenditures	<u>198,354,394</u>	<u>8,067,172</u>	<u>5,804,756</u>	<u>22,180,720</u>	<u>186,289,944</u>	<u>420,696,986</u>
Excess (deficiency) of revenues over expenditures	<u>2,722,594</u>	<u>6,996,233</u>	<u>(1,421,618)</u>	<u>(12,657,657)</u>	<u>8,290,418</u>	<u>3,929,970</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	17,189,356	-	-	-	36,757,999	53,947,355
Transfers out	(16,464,073)	(5,813,041)	-	-	(32,227,232)	(54,504,346)
Total other financing sources (uses)	<u>725,283</u>	<u>(5,813,041)</u>	<u>-</u>	<u>-</u>	<u>4,530,767</u>	<u>(556,991)</u>
Net change in fund balances	3,447,877	1,183,192	(1,421,618)	(12,657,657)	12,821,185	3,372,979
Fund balances at beginning of year	<u>55,636,009</u>	<u>66,856,032</u>	<u>1,987,771</u>	<u>46,603,926</u>	<u>255,421,300</u>	<u>426,505,038</u>
Fund balances at end of year	<u>\$ 59,083,886</u>	<u>\$ 68,039,224</u>	<u>\$ 566,153</u>	<u>\$ 33,946,269</u>	<u>\$ 268,242,485</u>	<u>\$ 429,878,017</u>

The notes to the financial statements are an integral part of this statement.

PASCO COUNTY, FLORIDA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

Net change in fund balances reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances – Total Governmental Funds	\$ 3,372,979
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The change in net assets reported for governmental activities
in the Statement of Activities is different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay (67,267,853) exceeded depreciation (\$22,878,718) in the current period.	44,389,135
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The net effect of various miscellaneous transactions involving capital assets that are not reported in governmental funds (i.e., sales, trade-ins) is to increase net assets.	6,554,631
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Governmental funds do not report capital asset donations. In the Statement of Activities, donations of capital assets (road infrastructure) are reported as revenue.	36,372,184
--	------------

Repayments of bond principal (\$2,836,414) and notes payable (\$543,049) are expenditures in the governmental funds, but the repayments reduce long-term liabilities in the Statement of Net Assets.	3,379,463
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Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds [Compensated absences of \$940,603 and accrued bond and note interest of \$407,400, the net of prior year accrual of \$1,791,152 and current year accrual of \$1,383,752].	(533,203)
---	-----------

Internal service funds are used by management to charge the costs of insurance and equipment services to individual funds. \$499,760 of total operating loss and \$5,809,087 of total non-operating revenues and capital contributions of the internal service funds are reported with governmental activities.	5,309,327
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Revenues reported in the Statement of Activities do not provide current financial resources (related to collection of Notes Receivable) and, therefore, are not reported as revenues in governmental funds.	3,008,635
--	-----------

Some impact fee revenues reported in the Statement of Activities do not provide current financial resources and, therefore, are not reported as revenues in governmental funds.	14,978,275
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Other post - employment benefits reported in the Statement of Activities do not require the use of current financial resources and, are not reported as expenditures in governmental funds.	(3,617,617)
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Some special assessment revenues reported in the Statement of Activities do not provide current financial resources and, therefore, are not reported as revenues in governmental funds.	1,685,310
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Change in net assets of governmental activities	<u>\$ 114,899,119</u>
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The notes to the financial statements are an integral part of this statement.

PASCO COUNTY, FLORIDA

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 161,701,817	\$ 161,701,817	\$ 156,510,497	\$ (5,191,320)
Licenses and permits	6,500	6,500	6,768	268
Intergovernmental:				
Federal	304,000	304,000	337,397	33,397
State	2,290,185	2,348,263	2,278,813	(69,450)
Local	131,612	131,612	108,147	(23,465)
Charges for services	22,865,721	22,450,721	26,733,870	4,283,149
Fines and forfeits	183,000	183,000	388,198	205,198
Interest and other earnings	4,300,000	4,300,000	2,023,698	(2,276,302)
Miscellaneous	12,097,182	12,171,513	12,689,600	518,087
Less 5%	<u>(9,231,458)</u>	<u>(9,231,458)</u>	<u>-</u>	<u>9,231,458</u>
Total revenues	<u>194,648,559</u>	<u>194,365,968</u>	<u>201,076,988</u>	<u>6,711,020</u>
EXPENDITURES				
Current:				
General government (noncourt-related):				
Board of County Commissioners	843,853	894,686	876,823	17,863
County administration	647,557	665,312	654,037	11,275
Office of management and budget	1,081,438	1,135,554	814,680	320,874
County Attorney	1,560,164	1,764,281	1,509,187	255,094
Property Appraiser	4,963,353	4,993,403	4,446,909	546,494
Tax Collector	11,755,500	11,755,500	8,001,703	3,753,797
Supervisor of Elections	3,502,839	3,502,839	3,304,380	198,459
Clerk of the Circuit Court	9,155,638	9,680,638	8,628,099	1,052,539
Technology-Clerk	204,000	328,289	87,387	240,902
Facilities management	14,305,272	14,825,888	11,998,881	2,827,007
Information technology	7,629,042	8,215,858	5,644,773	2,571,085
Information technology projects and capital	247,505	1,515,659	1,018,398	497,261
Document processing	453,691	453,691	423,096	30,595
Communications	2,797,527	2,837,287	2,338,210	499,077
Purchasing	488,945	489,162	403,039	86,123
Central stores	340,989	340,989	349,088	(8,099)
County personnel	813,192	818,170	781,093	37,077
GIS	266,210	330,622	303,427	27,195
Contracts	4,687,145	5,091,566	4,746,283	345,283
Public services - administration	<u>229,355</u>	<u>283,855</u>	<u>271,246</u>	<u>12,609</u>
Total general government (noncourt-related)	<u>65,973,215</u>	<u>69,923,249</u>	<u>56,600,739</u>	<u>13,322,510</u>
Public safety:				
Sheriff	86,085,099	86,085,099	83,567,214	2,517,885
Medical examiner	1,174,386	1,409,386	1,392,030	17,356
Public defender-jail diversion	198,000	198,000	142,332	55,668
S.A.V.E. Program	113,316	113,316	97,194	16,122
Ambulance billing	899,957	904,233	787,753	116,480
Rescue	14,285,156	14,411,866	13,914,221	497,645
Contracts	2,864,638	2,864,638	3,043,375	(178,737)
Hurricane season 2007-2008	-	3,202	3,201	1
Incident support unit	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total public safety	<u>105,630,552</u>	<u>105,999,740</u>	<u>102,947,320</u>	<u>3,052,420</u>
Physical environment:				
Cooperative extension	389,699	395,857	382,320	13,537
Florida yards and neighborhoods	58,640	58,640	48,129	10,511
Cooperative - SWFWMD	62,331	62,331	58,181	4,150
Contracts	<u>75,000</u>	<u>75,000</u>	<u>56,002</u>	<u>18,998</u>
Total physical environment	<u>585,670</u>	<u>591,828</u>	<u>544,632</u>	<u>47,196</u>

(Continued)

The notes to the financial statements are an integral part of this statement.

PASCO COUNTY, FLORIDA

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
Economic environment:				
Veteran services	<u>261,955</u>	<u>261,984</u>	<u>241,623</u>	<u>20,361</u>
Human services:				
Community services administration	260,655	442,905	438,260	4,645
Human services	8,480,645	8,332,726	5,763,599	2,569,127
Contracts	2,747,284	2,761,689	2,761,689	-
Contracts - ADA 2/3	108,092	108,092	5,474	102,618
Elderly nutrition	<u>1,064,629</u>	<u>1,067,585</u>	<u>1,009,838</u>	<u>57,747</u>
Total human services	<u>12,661,305</u>	<u>12,712,997</u>	<u>9,978,860</u>	<u>2,734,137</u>
Culture and recreation:				
Parks and recreation	9,958,796	10,094,106	9,494,014	600,092
Parks - capital	1,800,000	1,800,000	-	1,800,000
Libraries - community services	7,852,053	8,036,402	7,420,730	615,672
Libraries - capital	<u>1,800,000</u>	<u>1,800,000</u>	<u>-</u>	<u>1,800,000</u>
Total culture and recreation	<u>21,410,849</u>	<u>21,730,508</u>	<u>16,914,744</u>	<u>4,815,764</u>
Court-related:				
Misdemeanor program	668,118	668,583	642,225	26,358
Guardian ad litem	25,454	7,380	2,895	4,485
Court costs-judges	23,300	23,300	8,453	14,847
Court tech-administration	3,993,925	3,974,471	480,335	3,494,136
Court tech-state attorney	197,548	288,124	163,773	124,351
Court tech-public defender	167,813	176,189	108,153	68,036
Court tech-CJIS	426,931	501,467	415,532	85,935
Court technology - G.A.L.	-	18,254	6,413	11,841
Court innovations	173,640	173,640	118,754	54,886
State attorney administration	7,536	10,036	5,675	4,361
Public defender administration	4,641	4,641	4,291	350
Public defender-costs	500	500	-	500
Contracts	218,942	218,942	218,942	-
Sheriff	<u>-</u>	<u>-</u>	<u>2,927,907</u>	<u>(2,927,907)</u>
Total court-related	<u>5,908,348</u>	<u>6,065,527</u>	<u>5,103,348</u>	<u>962,179</u>
Miscellaneous:				
Intergovernmental services	5,971,306	5,971,306	5,971,306	-
Refund prior year revenue	100,000	100,000	51,822	48,178
Reserve for contingencies	<u>18,766,072</u>	<u>13,815,977</u>	<u>-</u>	<u>13,815,977</u>
Total miscellaneous	<u>24,837,378</u>	<u>19,887,283</u>	<u>6,023,128</u>	<u>13,864,155</u>
Total expenditures	<u>237,269,272</u>	<u>237,173,116</u>	<u>198,354,394</u>	<u>38,818,722</u>
Excess (deficiency) of revenues over expenditures	<u>(42,620,713)</u>	<u>(42,807,148)</u>	<u>2,722,594</u>	<u>45,529,742</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	17,448,499	17,547,977	17,189,356	(358,621)
Transfers out	<u>(16,852,319)</u>	<u>(17,749,362)</u>	<u>(16,464,073)</u>	<u>1,285,289</u>
Total other financing sources (uses)	<u>596,180</u>	<u>(201,385)</u>	<u>725,283</u>	<u>926,668</u>
Net change in fund balances	(42,024,533)	(43,008,533)	3,447,877	46,456,410
Fund balances at beginning of year	<u>42,024,533</u>	<u>43,008,533</u>	<u>55,636,009</u>	<u>12,627,476</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,083,886</u>	<u>\$ 59,083,886</u>

PASCO COUNTY, FLORIDA

LOCAL OPTION GAS TAX FUND

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 10,800,000	\$ 10,800,000	\$ 10,194,275	\$ (605,725)
Intergovernmental - State	3,590,380	3,590,380	3,416,626	(173,754)
Charges for services	80,000	80,000	150,342	70,342
Interest and other earnings	3,300,000	3,300,000	1,199,725	(2,100,275)
Miscellaneous	120,000	120,000	102,437	(17,563)
Less 5%	<u>(894,519)</u>	<u>(894,519)</u>	<u>-</u>	<u>894,519</u>
Total revenues	<u>16,995,861</u>	<u>16,995,861</u>	<u>15,063,405</u>	<u>(1,932,456)</u>
EXPENDITURES				
Current:				
Transportation:				
Local option gas tax	<u>77,861,606</u>	<u>77,861,606</u>	<u>8,067,172</u>	<u>69,794,434</u>
Excess (deficiency) of revenues over expenditures	(60,865,745)	(60,865,745)	6,996,233	67,861,978
OTHER FINANCING USES				
Transfers out	<u>(4,111,318)</u>	<u>(4,111,318)</u>	<u>(5,813,041)</u>	<u>(1,701,723)</u>
Net change in fund balances	(64,977,063)	(64,977,063)	1,183,192	66,160,255
Fund balances at beginning of year	<u>64,977,063</u>	<u>64,977,063</u>	<u>66,856,032</u>	<u>1,878,969</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 68,039,224</u>	<u>\$ 68,039,224</u>

The notes to the financial statements are an integral part of this statement.

PASCO COUNTY, FLORIDA

STATE HOUSING INITIATIVES PARTNERSHIP FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental - State	\$ -	\$ 6,796,869	\$ 2,864,957	\$ (3,931,912)
Interest and other earnings	-	165,000	95,440	(69,560)
Miscellaneous	-	2,340,000	1,422,741	(917,259)
Less 5%	-	(147,278)	-	147,278
Total revenues	-	9,154,591	4,383,138	(4,771,453)
EXPENDITURES				
Current:				
Economic environment:				
Public service/comm services	-	360,000	179,784	180,216
SHIP administration	-	754,245	357,758	396,487
SHIP other	-	8,340,346	5,267,214	3,073,132
Total economic environment	-	9,454,591	5,804,756	3,649,835
Net change in fund balances	-	(300,000)	(1,421,618)	(1,121,618)
Fund balances at beginning of year	-	300,000	1,987,771	1,687,771
Fund balances at end of year	\$ -	\$ -	\$ 566,153	\$ 566,153

The notes to the financial statements are an integral part of this statement.

PASCO COUNTY, FLORIDA

TRANSPORTATION IMPACT FEE FUND - EAST

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 42,886,300	\$ 42,886,300	\$ 5,989,716	\$ (36,896,584)
Interest and other earnings	2,300,000	2,300,000	929,015	(1,370,985)
Miscellaneous	9,638,800	9,686,898	2,604,332	(7,082,566)
Less 5%	<u>(1,391,771)</u>	<u>(1,391,771)</u>	<u>-</u>	<u>1,391,771</u>
Total revenues	<u>53,433,329</u>	<u>53,481,427</u>	<u>9,523,063</u>	<u>(43,958,364)</u>
EXPENDITURES				
Current:				
Transportation:				
Transportation improvements	<u>101,594,557</u>	<u>101,642,655</u>	<u>22,180,720</u>	<u>79,461,935</u>
Net change in fund balances	(48,161,228)	(48,161,228)	(12,657,657)	35,503,571
Fund balances at beginning of year	<u>48,161,228</u>	<u>48,161,228</u>	<u>46,603,926</u>	<u>(1,557,302)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,946,269</u>	<u>\$ 33,946,269</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

PROPRIETARY FUNDS

STATEMENT OF NET ASSETS
September 30, 2008

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	WATER AND SEWER UNIT	SOLID WASTE DISPOSAL AND RESOURCE RECOVERY SYSTEM	TOTALS	
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 20,317,167	\$ 9,234,549	\$ 29,551,716	\$ 26,813,944
Accounts receivable, net	9,346,570	2,860,568	12,207,138	9,353
Restricted assets:				
Cash and cash equivalents	14,587,494	46,097,642	60,685,136	-
Accrued interest receivable	-	52,774	52,774	-
Due from other governments	723,851	1,876	725,727	12,355
Inventories	713,019	-	713,019	185,838
Other	-	182	182	481,000
Total current assets	<u>45,688,101</u>	<u>58,247,591</u>	<u>103,935,692</u>	<u>27,502,490</u>
Noncurrent assets:				
Restricted cash and cash equivalents	55,151,636	-	55,151,636	-
Restricted investments	50,370,325	-	50,370,325	-
Due from other governments	22,656,792	-	22,656,792	-
Deferred charges	-	1,865,138	1,865,138	-
Water entitlements	1,736,512	-	1,736,512	-
Capital assets:				
Land	17,098,130	4,736,482	21,834,612	1,817,318
Buildings	33,263,562	35,928,369	69,191,931	2,359,636
Improvements other than buildings	520,808,213	110,277,898	631,086,111	1,730,308
Equipment	3,813,202	915,423	4,728,625	51,116,218
Construction in process	49,689,252	1,045,749	50,735,001	425,978
Less accumulated depreciation	<u>(169,996,842)</u>	<u>(74,081,132)</u>	<u>(244,077,974)</u>	<u>(31,717,530)</u>
Capital assets, net	<u>454,675,517</u>	<u>78,822,789</u>	<u>533,498,306</u>	<u>25,731,928</u>
Total noncurrent assets	<u>584,590,782</u>	<u>80,687,927</u>	<u>665,278,709</u>	<u>25,731,928</u>
Total assets	<u>630,278,883</u>	<u>138,935,518</u>	<u>769,214,401</u>	<u>53,234,418</u>

The notes to the financial statements are an integral part of this statement.

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	WATER AND SEWER UNIT	SOLID WASTE DISPOSAL AND RESOURCE RECOVERY SYSTEM	TOTALS	
LIABILITIES				
Current liabilities:				
Vouchers payable	14,271,473	1,707,735	15,979,208	953,672
Contracts payable	3,963,504	6,530	3,970,034	19,901
Accrued liabilities	594,546	77,369	671,915	82,224
Claims payable	-	-	-	2,957,122
Due to:				
Other funds	-	44	44	190,546
Other governments	564,809	10,661	575,470	-
Compensated absences	43,311	12,578	55,889	21,351
Unearned revenue	821,171	4,860,190	5,681,361	-
Payable from restricted assets:				
Deposits	3,694,362	20,529	3,714,891	-
Interest payable	2,112,178	1,124,134	3,236,312	-
Escrowed payments	78,193	-	78,193	-
Bonds payable (net)	8,702,761	3,254,151	11,956,912	-
Total current liabilities	34,846,308	11,073,921	45,920,229	4,224,816
Noncurrent liabilities:				
Claims payable	-	-	-	6,822,634
Compensated absences	1,344,161	247,525	1,591,686	245,538
Estimated landfill closure costs	-	19,468,688	19,468,688	-
Unearned revenue	24,505,872	-	24,505,872	-
Other post employee benefits	81,744	102,738	184,482	-
Revenue bonds (net)	80,483,402	79,138,459	159,621,861	-
Total noncurrent liabilities	106,415,179	98,957,410	205,372,589	7,068,172
Total liabilities	141,261,487	110,031,331	251,292,818	11,292,988
NET ASSETS				
Invested in capital assets, net of related debt	410,979,379	22,868,105	433,847,484	25,731,928
Restricted for:				
Debt service	17,949,082	10,103,498	28,052,580	-
Impact fees	29,355,874	-	29,355,874	-
Other purposes	12,645,236	5,107,440	17,752,676	-
Unrestricted (deficit)	18,087,825	(9,174,856)	8,912,969	16,209,502
Total net assets	\$ 489,017,396	\$ 28,904,187	\$ 517,921,583	\$ 41,941,430

PASCO COUNTY, FLORIDA

PROPRIETARY FUNDS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	WATER AND SEWER UNIT	SOLID WASTE DISPOSAL AND RESOURCE RECOVERY SYSTEM	TOTALS	
OPERATING REVENUES				
Charges for services	\$ 82,250,146	\$ 38,551,560	\$ 120,801,706	\$ 26,627,006
OPERATING EXPENSES				
Personal services	17,170,093	2,464,946	19,635,039	2,455,454
Contractual services	29,900,187	18,472,945	48,373,132	10,274,787
Materials and supplies	5,013,743	342,385	5,356,128	8,182,832
Heat, light and power	5,829,727	134,703	5,964,430	65,068
Equipment rental and maintenance	3,215,648	568,745	3,784,393	270,995
Communications	188,195	11,285	199,480	13,363
Administrative charge from General Fund	1,680,108	156,734	1,836,842	653,810
Depreciation	16,787,485	3,827,794	20,615,279	5,210,457
Miscellaneous	1,159,652	736,761	1,896,413	-
Total operating expenses	80,944,838	26,716,298	107,661,136	27,126,766
Operating income (loss)	1,305,308	11,835,262	13,140,570	(499,760)
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental revenue	250,000	-	250,000	-
Interest and other earnings	5,675,473	1,021,041	6,696,514	374,224
Interest and debt service charges	(2,024,284)	(4,009,515)	(6,033,799)	-
Net amortization of bond premium (discount)	156,494	(33,925)	122,569	-
Miscellaneous	(1,279,933)	(416,491)	(1,696,424)	321,593
Total nonoperating revenues (expenses)	2,777,750	(3,438,890)	(661,140)	695,817
Income before contributions and transfers	4,083,058	8,396,372	12,479,430	196,057
Capital contributions	42,177,763	-	42,177,763	4,613,270
Transfers in	56,991	-	56,991	500,000
Change in net assets	46,317,812	8,396,372	54,714,184	5,309,327
Net assets - beginning	442,699,584	20,507,815	463,207,399	36,632,103
Net assets - ending	\$ 489,017,396	\$ 28,904,187	\$ 517,921,583	\$ 41,941,430

The notes to the financial statements are an integral part of this statement.

PASCO COUNTY, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	WATER AND SEWER UNIT	SOLID WASTE DISPOSAL AND RESOURCE RECOVERY SYSTEM	TOTALS	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 81,932,311	\$ 40,197,688	\$ 122,129,999	\$ 2,370,537
Receipts from interfund services provided	229,700	100,322	330,022	25,851,098
Payments to suppliers for goods and services	(29,821,043)	(17,405,790)	(47,226,833)	(21,281,989)
Payments for interfund services used	(6,062,573)	(981,675)	(7,044,248)	(950,710)
Payments for personal services	(16,804,148)	(2,441,480)	(19,245,628)	(1,962,248)
Payments for other operating expenses	(872,055)	(736,091)	(1,608,146)	-
Net cash provided by operating activities	28,602,192	18,732,974	47,335,166	4,026,688
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating grants received	250,000	-	250,000	8,880
Transfers in	56,991	-	56,991	500,000
Cash provided by noncapital financing activities	306,991	-	306,991	508,880
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	-	86,155,383	86,155,383	-
Principal payments - bonds and notes	(8,235,000)	(64,915,000)	(73,150,000)	-
Cost of issuance of bonds	-	(1,865,138)	(1,865,138)	-
Interest and fiscal charges paid	(4,463,484)	(7,551,736)	(12,015,220)	-
Proceeds from sale of assets	38,488	995	39,483	254,042
Acquisition of capital assets	(2,908,543)	(519,464)	(3,428,007)	(3,184,024)
Construction	(70,139,739)	(1,071,666)	(71,211,405)	-
Capital contributions	12,485,303	-	12,485,303	-
Net cash provided by (used for) capital and related financing activities	(73,222,975)	10,233,374	(62,989,601)	(2,929,982)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investment securities	17,322,312	-	17,322,312	-
Investment income	5,675,473	1,018,439	6,693,912	374,224
Cash provided by investing activities	22,997,785	1,018,439	24,016,224	374,224
Net increase (decrease) in cash and cash equivalents	(21,316,007)	29,984,787	8,668,780	1,979,810
Cash and cash equivalents at October 1, 2007	111,372,304	25,347,404	136,719,708	24,834,134
Cash and cash equivalents at September 30, 2008	\$ 90,056,297	\$ 55,332,191	\$ 145,388,488	\$ 26,813,944

The notes to the financial statements are an integral part of this statement.

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	WATER AND SEWER UNIT	SOLID WASTE DISPOSAL AND RESOURCE RECOVERY SYSTEM	TOTALS	
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	\$ 1,305,308	\$ 11,835,262	\$ 13,140,570	\$ (499,760)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	16,787,485	3,827,794	20,615,279	5,210,457
Non-capital, non-financing activity	(1,302,900)	(305,180)	(1,608,080)	-
Decrease in non-current due from other governments	723,851	-	723,851	-
Decrease in non-current assets, net	238,590	24,409	262,999	-
Decrease in long-term deferred revenue	(821,171)	-	(821,171)	-
Changes in current assets and current liabilities:				
(Increase) decrease in accounts receivable	(347,549)	1,366,729	1,019,180	(1,270)
(Increase) decrease in due from other governments	761,446	(209)	761,237	(3,116)
(Increase) in inventory	(380,036)	-	(380,036)	(25,686)
(Increase) decrease in other assets	371	(182)	189	-
Increase in vouchers payable	11,529,620	1,529,020	13,058,640	(168,094)
Decrease in contracts payable	-	(1,309,102)	(1,309,102)	(196,748)
Increase (decrease) in accrued liabilities	55,290	(3,655)	51,635	4,718
Decrease in claims payable	-	-	-	(502,236)
Increase in compensated absences	6,120	2,712	8,832	20,037
Increase in escrowed payments	1,341	-	1,341	-
Increase in due to other funds	-	-	-	188,386
Increase in due to other governments	280,688	5,013	285,701	-
Increase in deferred revenue	29,510	277,861	307,371	-
Increase (decrease) in deposits	(347,516)	750	(346,766)	-
Increase in other post employee benefits	81,744	102,738	184,482	-
Increase in estimated landfill closure costs	-	1,379,014	1,379,014	-
Total adjustments	27,296,884	6,897,712	34,194,596	4,526,448
Net cash provided by operating activities	\$ 28,602,192	\$ 18,732,974	\$ 47,335,166	\$ 4,026,688
Noncash capital activities:				
Contributed capital assets	\$ 29,693,535	\$ -	\$ 29,693,535	\$ 4,613,270
Total noncash capital activities	\$ 29,693,535	\$ -	\$ 29,693,535	\$ 4,613,270

PASCO COUNTY, FLORIDA

AGENCY FUNDS

STATEMENT OF FIDUCIARY NET ASSETS
September 30, 2008

	TOTAL AGENCY FUNDS
ASSETS	
Cash and cash equivalents	\$ 14,745,692
LIABILITIES	
Due to other governments	\$ 6,267,440
Deposits	8,478,252
Total liabilities	\$ 14,745,692

The notes to the financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

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PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements in this report have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The following is a summary of Pasco County's significant accounting policies.

The following is a brief overview of major components of the current reporting model, as prescribed by GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*:

Management's Discussion and Analysis

This is a narrative introduction and analytical overview of the County's financial activities and is similar to the analysis provided in private sector annual reports .

Government-wide Financial Statements

These financial statements are prepared using full accrual accounting for all of the County's activities. This approach includes not just current assets and liabilities but also capital assets and long-term liabilities. Accrual accounting also reports all of the revenues and costs of providing services each year, not just those received or paid in the current year or soon thereafter. Included in the government-wide financial statements are the following:

Statement of Net Assets

This statement is designed to display the financial position of the County, as to both its government and business-type activities. In this statement, the County reports all capital assets, including infrastructure acquired since 1980. The net assets of the County are reported in three categories: invested in capital assets, net of related debt; restricted; and unrestricted.

Statement of Activities

This statement reports revenues and expenses in a format that focuses on each of the government's functions. It identifies the extent to which each function draws from the general revenues of the County or is self-financing through program revenue (fees and intergovernmental aid).

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity

Pasco County (the "County"), founded in 1887, is a non-chartered political subdivision of the State of Florida and is authorized the power of self-government by the Constitution of the State of Florida and Florida Statutes. The Board of County Commissioners (the "Board") is the legislative and governing body of the County. A County Administrator is appointed by the Board and is responsible for administrative and budgetary control of the resources of the Board.

The Constitution of the State of Florida also provides for five Constitutional Officers with specific duties and reporting responsibilities prescribed by Statute. These Officers are:

Clerk of Circuit Court and County Comptroller
Property Appraiser
Sheriff
Supervisor of Elections
Tax Collector

The Constitutional Officers and the Board maintain separate accounting records and budgets.

Annual operating budgets of the Clerk of the Circuit Court, Sheriff, and Supervisor of Elections are submitted to the Board for approval, as the Board's share of the funding for the operations of these Officers is provided primarily from general revenues of the County and is supplemented by fees charged by these Officers pursuant to Statute. The budgets of the Property Appraiser and the Tax Collector are submitted to the State's Department of Revenue for approval. The budget for court-related functions of the Clerk & Comptroller's operations is submitted to and approved by the Florida Clerks of Court Operations Corporation, a public corporation created under Section 28.35, Florida Statutes.

Separate financial reports are prepared for each of the Constitutional Officers. The financial statements in this report represent a combination of those separate financial reports, together with the operations of the Board. The Board and the Constitutional Officers constitute the Pasco County *primary government*.

As required by generally accepted accounting principles, these financial statements comprise the Pasco County reporting entity, which includes the primary government and its component units. The process of evaluating potential component units involves the application of criteria set forth in GASB Statement No. 14, *The Financial Reporting Entity*, and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units (an amendment of GASB Statement No. 14)*. In accordance with the criteria of GASB Statement No. 14, component units are organizations for which the primary government is financially accountable, or other organizations, for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body *and* either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. GASB Statement No. 39 provides additional guidance to determine whether certain organizations for which the primary government is not financially accountable should be reported as component units based on the nature and significance of their relationship with the primary government. Generally, it requires reporting, as a component unit, an organization that raises and holds economic resources for the direct benefit of a governmental unit.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Based on the aforementioned criteria, the following determinations have been made:

Discretely Presented Component Unit

Pasco County Housing Finance Authority

The Pasco County Housing Finance Authority was created by County ordinance as a public body corporate and politic under authority granted by Sec. 159.604, Florida Statutes. The Housing Finance Authority functions to alleviate a shortage of housing and capital for investment in housing within the territorial boundaries of Pasco County. The Board of County Commissioners appoints all members of the Housing Finance Authority and may remove members without cause. The Board is empowered to terminate the Housing Finance Authority and may, at its sole discretion, and at any time, alter or change the structure, organization, programs, or activities of the Authority. All rules, regulations, and program guidelines of the Authority are effective only upon approval by the Board. Any and all fees earned by the Authority are required to be placed in a separate fund and the Board shall determine how such funds are to be used; funds are to be used only for low and moderate income housing purposes in Pasco County. The component unit column in the government-wide financial statements includes the financial data of the Pasco County Housing Finance Authority.

For information on obtaining separate component unit financial statements, contact the Clerk and Comptroller, Division of Financial Services, 38053 Live Oak Avenue, Dade City, Florida 33523.

Related Organizations

Pasco County Health Facilities Authority

The Pasco County Health Facilities Authority was created by County ordinance as a public body corporate and politic under Sec. 154.207, Florida Statutes. It functions to assist health facilities in the acquisition, construction, financing, and refinancing of projects within Pasco County.

Pasco County Educational Facilities Authority

The Pasco County Educational Facilities Authority was created by County resolution as a public body corporate and politic under authority granted by Sec. 243.21, Florida Statutes. The Educational Facilities Authority functions to assist institutions of higher education in the construction, financing, and refinancing of facilities or projects.

While the Board of County Commissioners appoints the members of these authorities, and may abolish the authorities by ordinance or resolution, the Board is not able to impose its will on these organizations. In addition, the Board is not able to gain access to their economic resources and the authorities are neither financially accountable to nor fiscally dependent upon the Board. Consequently, these related organizations are not component units and are not included in the accompanying financial statements.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basic Financial Statements

The County's Basic Financial Statements consist of the government-wide financial statements (based on the County as a whole) and the fund financial statements, with the focus on the County as a whole as well as on its major individual funds.

Government-wide Financial Statements

The government-wide financial statements include the Statement of Net Assets and the Statement of Activities. These statements report information on the government's activities as a whole, which include the primary government and its component unit. For the most part, the effect of interfund activity has been eliminated from these statements in order to avoid a distortion of financial results. Net residual amounts due between governmental and business-type activities are presented as internal balances on the Statement of Net Assets where they are eliminated in the total primary government column. Fiduciary funds of the government are also excluded from this presentation since their resources are not available for government funding purposes. The Statement of Net Assets reports all financial and capital resources of the governmental and business-type activities. It is presented in a net assets format (assets less liabilities equal net assets) and is shown with three components: amounts invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Statement of Activities reports functional categories of programs provided by the County and demonstrates the degree to which the direct expenses of a given function are offset by program revenues.

Program revenues are classified into three categories: charges for services; operating grants and contributions; and capital grants and contributions. Charges for services refer to direct recovery of costs from customers for services rendered, such as those for emergency services, libraries, court operations, etc. Grants and contributions refer to revenues restricted for specific programs whose use may be restricted further to operational or capital items. The general revenues section displays revenue collected which help support all functions of Pasco County government and contribute to the change in the net assets for the fiscal year. General revenues include all taxes.

Fund Financial Statements

The fund financial statements appear after the government-wide financial statements and report additional and detailed information about Pasco County's operations for its major funds, individually, and nonmajor funds, in the aggregate, for governmental, proprietary and fiduciary fund types. A major fund is one that meets the criteria set forth in GASB Statement No. 34. Funds that do not meet the criteria for classification as a major fund are considered to be nonmajor funds. Included are budgetary comparison statements, which report the County's original budget together with the comparison of final budget and actual results. In addition, reconciliations are provided that convert the results of governmental fund accounting to the government-wide presentation.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus is used to describe the types of transactions and events that are reported, or measured. Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the economic resources measurement focus, net assets (total assets less total liabilities) are measured. Under the accrual basis of accounting, revenues are

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

recognized in the period in which they are earned and expenses are recognized in the period incurred.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The operating revenues of the County's enterprise funds, the Water and Sewer Unit and the Solid Waste Disposal and Resource Recovery System, are charges for services to customers. Operating expenses of these operations include salaries, contractual services, materials and supplies, utilities, equipment rental and maintenance, administrative charges, and depreciation. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. In addition, when both restricted and unrestricted resources are available for use, it is the County's policy to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted assets are available.

All governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Accordingly, under this measurement focus, only current assets except as noted below, and current liabilities are included on their balance sheets, and the reported fund balances provide an indication of available spendable or appropriable resources. Operating statements report increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they present a summary of sources and uses of available spendable resources during a period.

Noncurrent portions of long-term receivables due in governmental funds are reported on their balance sheets. However, recognition of governmental fund type revenues represented by these noncurrent receivables is deferred until they become current receivables since they do not represent "available spendable resources" in the spending measurement focus used for governmental funds.

All governmental funds follow the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become susceptible to accrual; that is, measurable and available to finance expenditures of the current period. *Available* means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for grant revenues for which the collection period is 365 days.

Expenditures are recorded when the related liability is incurred except for: (1) principal and interest on general long-term debt, which are recognized when due; (2) the noncurrent portion of accrued compensated absences, which is recorded as a long-term liability on the government-wide financial statements; and (3) prepaid items, which are reported only on the balance sheet when they occur, are fully reserved, and do not affect expenditures.

In applying the susceptibility-to-accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended for the specific purpose or project before any amounts will be paid to the County; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are substantially irrevocable, the exception being a failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Licenses and permits and miscellaneous revenues (except investment earnings) are not recorded until actually received, as, generally, these revenues are not measurable and available until that time. Property taxes and investment earnings are recorded as earned since they are considered to be measurable and available.

Special assessments are measurable when they are levied. They become available when they are due as long as the County receives them soon enough after year-end to pay current liabilities. Amounts that are measurable but not available are recorded as deferred revenue.

Major and Non-major Funds

GASB Statement No. 34 establishes criteria for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements and are detailed in the combining statements.

Major Funds of the County:

The following governmental funds are reported as major funds:

General Fund

The General Fund is the County's primary operating fund. It accounts for all financial resources of the County, except for those required to be accounted for in another fund.

Local Option Gas Tax Fund

This special revenue fund is used to account for the construction, reconstruction and major maintenance of County roads. Arterial and collector roads are funded through gas tax bonds, the constitutional gas tax, and the six-cent local option gas tax.

State Housing Initiatives Partnership Fund

This special revenue fund is used to account for assistance provided for the production and preservation of affordable housing, primarily for homeowners.

Transportation Impact Fee East Fund

This special revenue fund is used to account for impact fees charged, to new land development, that assist in providing increased capacity to the County's major road network. The fees collected in this zone are restricted for use in this zone.

Both of the County's enterprise funds are reported as major funds:

Water and Sewer Unit and Solid Waste Disposal and Resource Recovery System Funds

These funds account for the financing of their respective services to the general public where all or most of the costs involved are paid in the form of charges to the users of such services.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Major and Nonmajor Funds (Continued)

Non-major Funds

In addition to those funds that are reported as major, the County also reports as nonmajor all funds that are included in the following fund types:

Special Revenue Funds

These funds are used to account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Funds

These funds are used to account for the accumulation of resources for, and the payment of, principal, interest and related costs of governmental activities long-term debt.

Capital Projects Funds

These funds account for resources provided, primarily, by transfers from the General Fund that are used for the acquisition or construction of capital facilities and other projects (other than those financed by Proprietary Fund Types), as well as bond proceeds.

In addition, the County reports the following:

Internal Service Funds

These funds account for the County insurance, Clerk's insurance, and equipment service operations that provide respective services and commodities to other operations of the County.

Agency Funds

These funds account for assets and liabilities held in an agency capacity for other governments and individuals.

D. Cash, Cash Equivalents, and Investments

Cash and cash equivalents consist of cash on hand (petty cash), demand deposits, deposits with the Florida State Board of Administration's (SBA) Local Government Surplus Funds Trust Fund ("Local Government Investment Pool" or "LGIP"), and deposits with the Florida Local Government Investment Trust (FLGIT). In addition, the County considers short-term, highly liquid investments with a maturity of three months or less when purchased, that are both readily convertible to cash and so near their maturity that any changes in interest rates would cause only immaterial risk of change in value, as cash equivalents.

The County pools substantially all cash and temporary investments, except for those situations requiring separate cash and investment accounts in accordance with legal restrictions. During the year, such temporary investments included deposits with the SBA and in savings accounts. Each fund's equity in pooled cash is stated at the respective fund's contributed cost plus interest.

Earnings from pooled cash are allocated to each fund based on a three-month average of the equity balance of each fund. In fiscal 2008, deposits with the SBA's Fund A earned interest at rates ranging from 2.10% to 5.85%.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The County's investments reported in its governmental fund types consist of U.S. Government securities and money market funds. Money market investments earned interest at rates ranging from .20% to 4.52%. The investments in U.S. Government securities represent funds that may not be commingled with other County funds pursuant to the terms of certain bond resolutions and other agreements. Enterprise Fund investments consist of money market funds, which earned yields ranging from .50% to 4.11%.

The County accounts for its investments in accordance with the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. This statement requires governmental entities to report investments at fair value (See Note 3). All changes in fair value of investments are recognized as gains or losses in the operating statement. The SBA's LGIP Fund A is a 2a7-like pool and is, therefore, reported at its actual pooled share price (its value) as the pool account balance (amortized cost) is the same as its fair value. A 2a7-like pool is an external investment pool that is not registered with the SEC as an investment company, but nevertheless has a policy that it will, and does operate in a manner consistent with the SEC's Rule 2a7. Rule 2a7 allows SEC-registered mutual funds to use amortized cost to report net assets to compute share prices if certain conditions are met (see Notes 3.B. and 3.C.). The SBA's Fund B was created to segregate and hold the distressed portfolio investments previously contained in the pool, as a whole. Fund B is accounted for as a fluctuating net asset value (NAV) pool. Fund B, the assets of which are not accessible by its depositors until released by the SBA, reported unrealized losses for fiscal year 2008. The Florida Local Government Investment Trust (FLGIT) reports all share information at Net Asset Value (NAV). For purposes of the Statement of Cash Flows, investments in money market funds are considered cash and cash equivalents. The County also follows the disclosure requirements related to investment risks in accordance with GASB Statement No. 40, *Deposit and Investment Risk Disclosures, an amendment of GASB Statement No. 3*.

E. Receivables, Payables, and Amounts Due From/Due To

Trade accounts receivable and various payables of the County are recorded in the government-wide, and in the governmental and proprietary fund financial statements. In proprietary fund types, accounts receivable are recorded with appropriate allowances for uncollectible accounts, which totaled \$1,208,216 at September 30, 2008. Related revenues are recognized as earned. In governmental fund types, amounts generated as a result of operations of the County are offset by deferred revenue, and related revenues are not recognized until the amounts are both measurable and available. In addition, a receivable was recorded and revenue recognized in the Water and Sewer Unit Fund for estimated unbilled consumption at year-end. Such unbilled receivables totaled \$3,575,120 at September 30, 2008. Activities between funds resulting in balances at year-end are reported as "Due From" and "Due To" amounts and represent interfund loans. Any residual balances outstanding between governmental and business-type activities are reported in the government-wide financial statements of net assets as internal balances.

F. Inventories

Inventories are determined by physical count and are stated at average cost using a moving average cost basis. Purchases of inventories for governmental fund types are reported as expenditures when used (consumption method). Inventories for governmental fund types are reported on the balance sheet as an asset of their respective funds with a corresponding reserve against fund balance since they do not represent "available spendable resources". Inventories of proprietary fund types, consisting primarily of operating materials held for consumption, are reported as an expense when consumed in the operations of the fund.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Restricted Assets

Certain assets are classified as restricted on the Statement of Net Assets because of requirements imposed by law, regulation, creditors, grantors, contributors or other controlling provisions.

H. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (roads, streets, bridges and sidewalks) acquired subsequent to October 1, 1980, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as those assets with an initial, individual cost of \$1,000 or more and a useful life of at least one year. Capital contributions or donations are recorded at their estimated fair value at the time received. The cost of normal maintenance and repairs that do not add to the value of a capital asset or materially extend its useful life are not capitalized.

Depreciation is recorded on capital assets on a government-wide basis. Capital outlays of proprietary funds are recorded as capital assets that are depreciated over their estimated useful lives on a straight-line basis on both the funds basis and the government-wide basis. Depreciation is provided over the following estimated useful lives (straight-line method):

Buildings	20-50 years
Improvements other than buildings	10-40 years
Machinery and equipment	3-10 years
Infrastructure	35-40 years

In the governmental fund financial statements, the costs associated with the acquisition or construction of capital assets are shown as capital outlay expenditures. Capital assets are not shown on the governmental fund balance sheets. In the proprietary fund financial statements, the costs associated with the acquisition or construction of capital assets are recorded as increases in assets. In addition, net interest costs are capitalized on projects in the enterprise funds during the construction period (see Note 8, for additional information).

I. Long-term Obligations and Amortization

In the government-wide financial statements, and for proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net assets, net of unamortized bond discount, premium, and deferred losses on debt refundings.

Bond issue costs, discounts and premiums related to Water and Sewer and to Solid Waste Disposal and Resource Recovery System revenue bonds have been capitalized and are amortized over the term of the bonds using the effective interest method. Losses related to the refunding and legal defeasance of certain Solid Waste Disposal and Resource Recovery System Fund debt have been deferred and are being amortized as a component of interest expense in accordance with GASB Statement No. 23 (See Note 9).

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Unearned Revenues

Unearned revenues will be recognized as revenue in the fiscal year they are earned. In accordance with the modified accrual basis of accounting, unearned revenues or revenues which are measurable, but not available, are reported as deferred revenues in the governmental fund financial statements.

K. Fund Equity

Governmental Funds

The County has established certain reservations of fund balance in the equity section of governmental funds, to indicate the portion that is not appropriable for expenditure or is legally segregated for a specific future use. The unreserved portion of fund balance is classified as designated or undesignated. Designations of fund balance are established to identify tentative plans or restrictions on the future use of financial resources. The fund balance remaining after reduction for reserved and designated balances is identified as the unreserved and undesignated fund balance and is generally available for future appropriation.

Governmental funds reserves are as follows:

Reserved for inventories Indicates that inventories do not represent "available spendable resources" even though they are a component of net current assets.

Reserved for encumbrances Indicates that a portion of the fund balance has been segregated for expenditure upon vendor performance. This reflects items that have been ordered or committed for at year-end but which have not been received or paid for.

Reserved for debt service Indicates the portion of the fund balance legally restricted for the payment of general long-term debt principal and interest amounts maturing in a future year.

Proprietary Funds

In proprietary funds, certain portions of net assets are restricted for meeting various covenants, as specified and defined in revenue bond indentures, or in accordance with other legal commitments. The remainder of net assets is classified as unrestricted.

Proprietary fund restrictions of net assets are as follows (see Note 12):

Restricted for Debt Service Segregates a portion of net assets, in accordance with the terms of revenue bond indentures, in an amount necessary to provide resources for the payment of principal and interest (see Note 9).

Restricted for Impact Fees Segregates a portion of net assets, in accordance with the terms of revenue bond indentures, in an amount representing impact fees set aside to provide resources for the payment of debt service (see Note 9).

Restricted for Other Purposes Segregates a portion of net assets, in accordance with the terms of revenue bond indentures, in amounts necessary to pay the costs of operation and maintenance, capital assets and emergency repairs, and other specified costs. Additionally, amounts are set aside for landfill closure and long-term care costs, as required by statute. The balance of the restriction is set aside as system reserve.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Pension Costs

The County participates in the noncontributory Florida Retirement System (the "System") which covers substantially all of the County's full-time employees. The County's rate of contribution, based upon total salaries, is defined by the System. Pension costs are recorded in the period that salaries are earned (see Note 14).

M. Compensated Absences

The County accrues accumulated, unpaid vacation, sick pay and associated fringe benefits when such benefits are earned. Both the current and long-term portion of these compensated absences are accrued and reported in the government-wide and proprietary fund financial statements. In governmental funds, compensated absences that have matured are accrued as current-year expenditures.

N. Property Taxes

Property taxes are levied each November 1, based on assessed values on the previous January 1 (the lien date). Property taxes become due and payable on November 1 of each year. The Pasco County Tax Collector bills and collects property taxes on behalf of the County. The tax rate to finance general governmental services for the fiscal year ended September 30, 2008 was \$5.4333 per \$1,000 of assessed taxable property value.

Taxes become delinquent on April 1 of each year. The County records delinquent property tax collections on a cash basis as delinquent taxes receivable are immaterial at September 30. This is primarily due to an annual tax certificate sale, held each year, which is advertised by law and creates a lien on the property which must be paid in full with interest.

**O. Application of Financial Accounting Standards Board (FASB)
Pronouncements to Proprietary Funds**

The County follows the provisions of GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, with regard to the application of Financial Accounting Standards Board (FASB) Pronouncements to its proprietary funds. In accordance with the provisions of GASB Statement No. 20, the County has elected not to apply those FASB Statements and Interpretations issued after November 30, 1989.

Additionally, the County follows the provisions of FASB Statement No. 71, *Accounting for the Effects of Certain Types of Regulation*, as it applies to the Tampa Bay Water transaction of the Water and Sewer Unit enterprise fund, as discussed in Note 10.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

2. BUDGETS AND BUDGETARY DATA

Chapters 129 and 200, Florida Statutes govern the preparation, adoption, and administration of the County's annual appropriated budget. Pursuant to those Statutes, the following procedures are followed by the County in establishing the operating budget:

- The Clerk & Comptroller, the Sheriff and the Supervisor of Elections must submit a tentative budget to the Board by June 1. In addition to the budget for funding provided by the Board, the Clerk & Comptroller submits a budget, for court-related functions, to the Florida Clerks of Court Corporation, a public corporation, for approval.
- The Property Appraiser and the Tax Collector prepare budgets, which are approved by the Florida Department of Revenue.
- No later than 15 days after certification of the ad valorem tax roll by the Property Appraiser, the County budget officer submits, to the Board, a tentative budget for the fiscal year beginning on the following October 1.
- The public is informed of the proposed budget and tentative millage rates through legal advertising. Public hearings are held to hear comments from the public regarding the budget.
- Prior to September 30 the Board legally adopts the budget by resolution.
- Budgetary control is generally maintained at the departmental level. The County Administrator acts on intradepartmental budget changes that do not alter a total departmental budget. All other budgetary changes must be submitted to and approved by the Board in open session.
- Budgets are monitored at varying levels of classification detail with control generally maintained at the subfunction level. In accordance with Sec. 129.07, Florida Statutes, expenditures cannot legally exceed total appropriations.
- Beginning funds available for financing current appropriations are considered in the budgetary process but are not included in the financial statements of the Governmental Fund Types as budgeted revenue.
- Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Debt Service and Capital Projects Funds.
- Budgets for the General, Debt Service, Capital Projects, and certain Special Revenue Funds, are adopted on a basis consistent with GAAP. Budgets were not prepared for the Drug Abuse, Department of Juvenile Justice, Office of State Courts Administrator, Criminal Justice (FDLE), Department of Community Affairs Grants, Department of Transportation, Parks, Division of Library Services, U.S. Department of Justice, Title III-B Transportation, Elderly Nutrition, Department of Homeland Security, Florida Office of Tourism, Trade and Economic Development, Department of Environmental Protection, My Safe Florida Home, Education, Affordable Housing, Clerk & Comptroller, Sheriff, and Supervisor of Elections special revenue funds.
- All appropriations, except those of Special Revenue Funds representing grants that overlap fiscal years and are budgeted on a life-to-date basis, lapse at year-end, even if encumbered. However, the County intends to honor those purchase orders, contracts and commitments represented by encumbrances outstanding at year-end and reported as reservations of fund balance. The subsequent year's appropriations will provide authority to complete these encumbered transactions.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

2. BUDGETS AND BUDGETARY DATA (CONTINUED)

- Budgeted amounts are as originally adopted, or as amended by Board approval. Such amendments resulted in supplemental appropriations during the year of approximately \$41,669,000. Included in this amount was approximately \$23,019,000 in grants appropriations, \$9,134,000 in capital projects, and \$1,279,000 in various impact fee funds.

For comparative purposes, certain line items of the budgets in the financial statements have been reclassified to conform to reporting classifications of actual revenues and expenditures. In accordance with Sec. 129.01, Florida Statutes, only 95% of receipts reasonably anticipated from all appropriate sources, including taxes to be levied, are included in the budgetary data for revenues. This is accomplished through the use of a line-item reduction, in the affected Statements of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual, equal to 5% of such appropriated receipts.

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS

The County maintains a pooled cash program that is available for use by all Board and Clerk controlled funds. Earnings are allocated to each of the participating funds based on a three-month average of the equity balance of each fund. Cash and investments which must be segregated due to bond covenants or other legal restrictions are not included in this program.

Cash, cash equivalents and investments consist of the following at September 30, 2008:

	Maturity	Fair Value	Portfolio Percentage	Rating
Petty Cash	N/A	\$ 233,947	-	N/A
Cash in bank	N/A	32,038,627	-	N/A
Cash with fiscal agent	N/A	10,786,281	-	N/A
		<u>43,058,855</u>	-	
Local Government Surplus Funds Trust Fund (SBA Fund A)	8.5 days (weighted avg. days)	230,211,309	34.7	AAAm
Local Government Surplus Funds Trust Fund (SBA Fund B)	9.36 years (weighted avg. life)	19,044,079	2.9	Unrated
Florida Local Government Investment Trust (FLGIT)	1.92 years (avg.)	22,796,685	3.4	AAA
Valiant U.S. Treasury Money Market Fund	N/A	40,321,540	6.1	AAA
Federated Treasury Obligation Fund IS	N/A	285,446,463	43.0	AAA
Ridgeworth U.S. Treasury Money Market Fund	N/A	15,027,867	2.3	AAA
Repurchase Agreement	1/13/2009	45,490,025	6.9	AAA
Repurchase Agreement	9/30/2016	4,880,300	.7	AAA
		<u>663,218,268</u>	<u>100.0</u>	
		<u>\$ 706,277,123</u>		

(Note: All ratings are Standard & Poors)

A. Insurance and Collateralization of Demand Deposits

The County's demand deposits are insured by Federal depository insurance or collateralized in accordance with Chapter 280, Florida Statutes. This statute establishes a multiple financial institution collateral pool in which all financial institutions holding public deposits together pledge a pool of collateral against all public deposits they collectively hold. In the event of a default or insolvency by a qualified public depository, any loss not covered by deposit insurance or the proceeds from the sale of securities pledged by the defaulting depository is covered by an assessment against the other qualified public depositories of the same type as the depository in default. The assessment is based upon the average share of the public fund deposits held by each of these depositories during the previous 12 months in relation to total public deposits held by all

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

depositories of the same type during the same period.

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)

B. Investments

The County's formally adopted Investment Policy, originally developed in accordance with Section 125.31, Florida Statutes, and subsequently superseded by Section 218.415, Florida Statutes, gives the County the authority to invest surplus public funds in certain permitted investments, establishes limits for investment allocation, issuers and maturities, and prescribes collateralization and safekeeping requirements, among other controls.

Credit Risk

The Investment Policy limits credit risk by restricting authorized investments to the following:

- State of Florida Local Government Surplus Funds Trust Fund Investment Pool (SBA).
- Florida Local Government Investment Trust (FLGIT).
- Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency.
- Interest-bearing time deposits or savings accounts in qualified public depositories as defined in Section 280.02, Florida Statutes.
- Direct obligations of the United States Treasury.
- Federal agencies and instrumentalities.
- Securities of, or other interests in, any open-end or closed-end management- type investment company or investment trust registered under the Investment Company Act of 1940 provided the portfolio of such investment company or investment trust is limited to obligations of the United States Government or any agency or instrumentality thereof and to repurchase agreements fully collateralized by such United States Government obligations, and provided that such investment company or investment trust takes delivery of such collateral either directly or through an authorized custodian.
- Repurchase agreements with Primary Dealers of the Federal Reserve Bank of New York, or Qualified Public Depositories under Chapter 280, Florida Statutes, fully collateralized by United States Government obligations. Collateral requirements are based on economic and financial conditions existing at the time of execution, as well as the credit risk of the broker/dealer or financial institution which enters into a repurchase agreement with the County. Generally, the broker/dealer or financial institution may substitute equal value securities for any pledged securities only with the written consent of the County and, at all times, the aggregate value of such securities must be marked to market.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

Custodial Credit Risk

The Investment Policy, pursuant to Section 218.415(18), Florida Statutes, requires that all securities purchased by, and all collateral obtained by the County, must be held in the County's name through execution of a third-party custodial safekeeping agreement. As of September 30, 2008, \$ 50,370,325 was held in the County's name.

Interest Rate Risk

The Investment Policy limits interest rate risk by attempting to match investment maturities with known cash needs and anticipated cash flow requirements. In addition, the investment portfolio must be diversified as to maturity. The maximum stated investment maturity is ten (10) years, and applies to direct obligations of the United States Treasury and to designated United States Government Agencies and Instrumentalities, only.

Concentration of Credit Risk

The Investment Policy establishes limitations within the investment portfolio in order to reduce the concentration of credit risk. The Investment Policy allows 100% of the portfolio to be invested in the Local Government Surplus Funds Trust Fund (SBA), 50% to be placed in direct obligations of the United States Treasury, 20% to be invested in both United States Instrumentalities and identified Agencies, 75% in certificates of deposit, 15% in repurchase agreements, 44% in fixed income money market/mutual funds, and 20% in the Florida Local Government Investment Trust (FLGIT). Except for investments with the SBA, the United States Treasury, and certain United States Agencies, no more than 56% of the total portfolio can be placed with one financial institution. During the year, the Board approved a change, from 20% to 44%, in the investment portfolio composition percentage related to fixed income money market/mutual funds, in accordance with the diversification provisions of the Investment Policy.

Reconciliation of Cash, Cash Equivalents and Investments to Basic Financial Statements

Primary government	
Current Assets	
Cash and cash equivalents	\$491,252,388
Investments	34,071,946
Restricted:	
Cash and cash equivalents	60,685,136
Noncurrent Assets	
Restricted cash	
and cash equivalents	55,151,636
Investments	50,370,325
Agency Funds:	
Cash and cash equivalents	<u>14,745,692</u>
Total	<u>\$706,277,123</u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

3. CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)

B. Reconciliation of Cash, Cash Equivalents and Investments to Basic Financial Statements (Continued)

The unrestricted total of \$540,070,026, included \$491,252,388 and \$14,745,692 in cash and cash equivalents reported in governmental and business-type activities and fiduciary funds, respectively, as well as \$34,071,946 in investments reported in governmental activities. The restricted total of \$166,207,097 included \$115,836,772 in cash and cash equivalents, as well as \$50,370,325 in investments reported in business-type activities.

C. State Board of Administration (SBA) Investment Holdings

As of September 30, 2008, the SBA's investment pool contained certain floating rate and adjustable rate securities. The SBA asserts that such investments, previously reported as derivatives, no longer appear to fit the definition of a derivative under GASB Technical Bulletin 2003-1. SBA states that, although the floating and variable rate notes contain terms requiring their interest rates to change based on an underlying reference rate or interest rate index, none appear to meet the second and third requirements in the Technical Bulletin derivative definition. In addition, SBA further states that the terms of these investments do not require or permit net settlement and their initial net investment is not smaller than would be required for other types of contracts that would be expected to have a similar response to changes in market factors. These instruments are used as part of the investment strategy of the SBA in order to hedge against interest rate risk and provide diversification in the portfolio. Floating rate and adjustable rate securities are debt instruments with a variable interest rate generally tied to prevailing short-term interest rates such as LIBOR, Prime, or Fed Funds rates. These securities were the only investments traded that could be classified as derivative investments.

The investment in floating rate and variable rate securities represented approximately 44.3% of the total SBA investment holdings at September 30, 2008.

D. Repurchase Agreements

In connection with the issuance of the \$71,160,000 Water and Sewer Refunding Revenue Bonds, Series 2006 (see Note 9), the County entered into two repurchase agreements wherein the County invested \$63,527,336 and \$4,880,300 from the proceeds of the bond issue, which included a net premium; these amounts represent construction funds and a reserve account, respectively. These repurchase agreements are fully collateralized in accordance with Section 218.415, Florida Statutes. At September 30, 2008, the balances of these repurchase agreements are \$45,490,025 and \$4,880,300. The County also entered into a tri-party custodial agreement in connection with these repurchase agreements. Under these custodial agreements, all securities are held by the custodian in the County's name.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

4. ACCOUNTS AND NOTES RECEIVABLE, AND DUE FROM OTHER GOVERNMENTS

A. Accounts and Notes Receivable

Accounts and notes receivable at September 30, 2008, for the County's individual major funds and for the total of nonmajor funds, including related allowances for doubtful accounts, were as follows:

	Accounts/ Notes Receivable (Gross)	Allowance for Doubtful Accounts	Accounts/ Notes Receivable (Net)
Accounts Receivable			
Major Funds:			
General	\$ 39,930,450	\$ 38,375,672	\$ 1,554,778
Local Option Gas Tax	139	-	139
Transport Impact Fee East	1,218	-	1,218
Water and Sewer Unit	10,404,786	1,058,216	9,346,570
Solid Waste Disposal and Resource Recovery System	3,010,568	150,000	2,860,568
Total, major funds	<u>53,347,161</u>	<u>39,583,888</u>	<u>13,763,273</u>
Nonmajor Funds	<u>220,384</u>	<u>-</u>	<u>220,384</u>
Internal Service Funds	9,353	-	9,353
Total, all funds	<u><u>\$ 53,576,898</u></u>	<u><u>\$ 39,583,888</u></u>	<u><u>\$ 13,993,010</u></u>
Notes Receivable			
Major Fund:			
State Housing Initiatives Partnership	\$ 26,119,715	\$ -	\$ 26,119,715
Nonmajor Funds	14,440,815	-	14,440,815
Total, all funds	<u><u>\$ 40,560,530</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 40,560,530</u></u>

Notes receivable of \$37,721,293 are expected to be collected after September 30, 2009.

B. Due from Other Governments

The amounts due from other governments at September 30, 2008, for the County's individual major funds and for the total of nonmajor funds, were as follows:

Major Funds:	
General	\$ 970,118
Local Option Gas Tax	1,273,621
State Housing Initiatives Partnership	12,938
Water and Sewer Unit	723,851
Solid Waste Disposal and Resource Recovery System	<u>1,876</u>
Total, major funds	2,982,404
Nonmajor Funds	15,346,058
Internal Service Funds	12,355
Total, all funds	<u><u>\$ 18,340,817</u></u>

See Note 10 for discussion of long-term amounts due from other governments.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

5. PAYABLES AND DUE TO OTHER GOVERNMENTS

A. Payables

Payables (vouchers and contracts) at September 30, 2008, for the County's individual major funds and for the total of nonmajor funds, were as follows:

Major Funds:	
General	\$ 5,405,044
Local Option Gas Tax	778,136
State Housing Initiatives Partnership	344,189
Transportation Impact Fee East	22,398,418
Water and Sewer Unit	18,234,977
Solid Waste Disposal and Resource Recovery System	1,714,265
Total, major funds	<u>48,875,029</u>
Nonmajor Funds	15,256,147
Internal Service Funds	973,573
Total, all funds	<u><u>\$ 65,104,749</u></u>

B. Due To Other Governments

Amounts due to other governments at September 30, 2008, for the County's individual major funds and for the total of nonmajor funds, were as follows:

Major Funds:	
General	\$ 629,394
Local Option Gas Tax	977
State Housing Initiatives Partnership	22,797
Transportation Impact Fee East	1,879
Water and Sewer Unit	564,809
Solid Waste Disposal and Resource Recovery System	10,661
Total, major funds	<u>1,230,517</u>
Nonmajor Funds	1,876,770
Total, all funds	<u><u>\$ 3,107,287</u></u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

6. INTERFUND BALANCES AND INTERFUND TRANSFERS

A. Interfund Balances

Amounts due from/due to other funds, and advances to/from other funds at September 30, 2008, were as follows:

Due From/To Other Funds

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Major Funds:		
General	\$ 8,263,065	\$ 4,650,224
Local Option Gas Tax	457,828	753,790
State Housing Initiatives Partnership	9,842	-
Transportation Impact Fee East	1,642	280,625
Solid Waste Disposal and Resource Recovery System	-	44
Total, major funds	<u>8,732,377</u>	<u>5,684,683</u>
Nonmajor Funds:		
Special Revenue	\$ 6,252,114	\$ 7,732,649
Debt Service	2,161,825	2,609,487
Capital Projects	-	928,951
Total, nonmajor funds	<u>8,413,939</u>	<u>11,271,087</u>
Internal Service Funds	<u>-</u>	<u>190,546</u>
Total, all funds	<u><u>\$ 17,146,316</u></u>	<u><u>\$ 17,146,316</u></u>

The purposes of these interfund transactions are to:

- eliminate deficits in the equity in pooled cash of certain grant funds.
- recognize excess amounts to be distributed to other funds by debt service funds after all debt service reserve amounts have been satisfied for the period.
- recognize amounts representing interfund transfers occurring after the posting of interest allocations among the various funds.
- provide short-term loans to other governmental funds.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

6. INTERFUND BALANCES AND INTERFUND TRANSFERS (CONTINUED)

B. Interfund Transfers

Amounts transferred between funds for the fiscal year ended September 30, 2008 were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General	\$ 17,189,356	\$ 16,464,073
Local Option Gas Tax	-	5,813,041
Water and Sewer Unit	56,991	-
Total, major funds	<u>17,246,347</u>	<u>22,277,114</u>
Nonmajor Funds		
Special Revenue	\$ 17,423,314	\$ 22,987,745
Debt Service	8,574,703	9,239,487
Capital Projects	10,759,982	-
Total, nonmajor funds	<u>36,757,999</u>	<u>32,227,232</u>
Internal Service Funds	<u>500,000</u>	<u>-</u>
Total, all funds	<u><u>\$ 54,504,346</u></u>	<u><u>\$ 54,504,346</u></u>

Transfers are used to:

- provide matching funds for grants.
- provide unrestricted General Fund revenues to finance capital projects which must be accounted for in another fund.
- distribute excess amounts to other funds after all debt service reserve amounts have been satisfied for the period in the debt service funds.
- provide funding from the Municipal Service Fund to the General Fund for the Sheriff's road patrol in the unincorporated area of the County.
- provide funding from Local Option Gas Tax Fund to Equipment Service Fund (internal service fund) for renovation of fuel island.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

7. CAPITAL ASSETS

A. Capital Assets Activity

Capital assets activity for the fiscal year ended September 30, 2008 was as follows

Governmental Activities:	Balance September 30, 2007	Increase	Decrease	Balance September 30, 2008
Capital Assets, not being depreciated				
Land	\$ 44,152,089	\$ 18,697,652	\$ -	\$ 62,849,741
Construction in process	113,640,444	48,770,450	43,581,413	118,829,481
Total capital assets not being depreciated	<u>157,792,533</u>	<u>67,468,102</u>	<u>43,581,413</u>	<u>181,679,222</u>
Capital assets, being depreciated:				
Buildings	174,065,162	5,086,396	-	179,151,558
Improvements other than buildings	36,480,282	345,082	12,145	36,813,219
Equipment	118,069,597	15,698,131	12,166,069	121,601,659
Infrastructure	<u>224,603,373</u>	<u>75,553,430</u>	<u>-</u>	<u>300,156,803</u>
Total capital assets being depreciated	<u>553,218,414</u>	<u>96,683,039</u>	<u>12,178,214</u>	<u>637,723,239</u>
Less accumulated depreciation for:				
Buildings	61,401,111	7,511,762	-	68,912,873
Improvements other than buildings	19,501,309	2,232,904	12,145	21,722,068
Equipment	70,113,172	12,510,657	9,646,976	72,976,853
Infrastructure	<u>48,648,584</u>	<u>5,833,852</u>	<u>-</u>	<u>54,482,436</u>
Total accumulated depreciation	<u>199,664,176</u>	<u>28,089,175</u>	<u>9,659,121</u>	<u>218,094,230</u>
Total capital assets, being depreciated, net	<u>353,554,238</u>	<u>68,593,864</u>	<u>2,519,093</u>	<u>419,629,009</u>
Governmental activities capital assets, net	<u>\$ 511,346,771</u>	<u>\$ 136,061,966</u>	<u>\$ 46,100,506</u>	<u>\$ 601,308,231</u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

7. CAPITAL ASSETS (CONTINUED)

A. Capital Assets Activity (Continued)

Business-type Acvtivities:	Balance September 30, 2007	Increase	Decrease	Balance September 30, 2008
Water and Sewer Unit:				
Capital Assets, not being depreciated				
Land	\$ 14,558,755	\$ 2,539,375	\$ -	\$ 17,098,130
Construction in process	68,482,105	62,015,618	80,808,471	49,689,252
Total capital assets not being depreciated	<u>83,040,860</u>	<u>64,554,993</u>	<u>80,808,471</u>	<u>66,787,382</u>
Capital assets, being depreciated:				
Buildings	31,802,544	1,461,018	-	33,263,562
Improvements other than buildings	411,772,110	109,044,575	8,472	520,808,213
Equipment	<u>3,807,366</u>	<u>350,894</u>	<u>345,058</u>	<u>3,813,202</u>
Total capital assets being depreciated	<u>447,382,020</u>	<u>110,856,487</u>	<u>353,530</u>	<u>557,884,977</u>
Less accumulated depreciation for:				
Buildings	11,142,555	979,350	-	12,121,905
Improvements other than buildings	140,340,904	15,456,855	-	155,797,759
Equipment	<u>2,055,436</u>	<u>351,280</u>	<u>329,538</u>	<u>2,077,178</u>
Total accumulated depreciation	<u>153,538,895</u>	<u>16,787,485</u>	<u>329,538</u>	<u>169,996,842</u>
Total capital assets, being depreciated, net	<u>293,843,125</u>	<u>94,069,002</u>	<u>23,992</u>	<u>387,888,135</u>
Water and Sewer Unit Total capital assets, net	<u>376,883,985</u>	<u>158,623,995</u>	<u>80,832,463</u>	<u>454,675,517</u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

7. CAPITAL ASSETS (CONTINUED)

A. Capital Assets Activity (Continued)

Business-type Activities (Continued):	Balance September 30, 2007	Increase	Decrease	Balance September 30, 2008
Solid Waste Disposal and Resource Recovery System:				
Capital Assets, not being depreciated				
Land	4,736,482	-	-	4,736,482
Construction in process	676,735	1,357,365	988,351	1,045,749
Total capital assets not being depreciated	<u>5,413,217</u>	<u>1,357,365</u>	<u>988,351</u>	<u>5,782,231</u>
Capital assets, being depreciated:				
Buildings	35,654,934	305,050	31,615	35,928,369
Improvements other than buildings	109,554,724	723,174	-	110,277,898
Equipment	711,639	214,413	10,629	915,423
Total capital assets being depreciated	<u>145,921,297</u>	<u>1,242,637</u>	<u>42,244</u>	<u>147,121,690</u>
Less accumulated depreciation for:				
Buildings	14,618,683	968,582	26,870	15,560,395
Improvements other than buildings	55,142,467	2,823,137	-	57,965,604
Equipment	528,987	36,075	9,929	555,133
Total accumulated depreciation	<u>70,290,137</u>	<u>3,827,794</u>	<u>36,799</u>	<u>74,081,132</u>
Total capital assets, being depreciated, net	<u>75,631,160</u>	<u>(2,585,157)</u>	<u>5,445</u>	<u>73,040,558</u>
Solid Waste Disposal and Resource Recovery System Total capital assets, net	<u>81,044,377</u>	<u>(1,227,792)</u>	<u>993,796</u>	<u>78,822,789</u>
Business-Type Activities Total capital assets, net	<u>\$ 457,928,362</u>	<u>\$ 157,396,203</u>	<u>\$ 81,826,259</u>	<u>\$ 533,498,306</u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

7. CAPITAL ASSETS (CONTINUED)

B. Depreciation Expense

Depreciation expense in fiscal year 2008 was charged to the functions or programs of the County as follows:

Governmental Activities	
General government	\$ 6,243,525
Public safety	7,294,352
Physical environment	1,107,090
Transportation	8,117,719
Economic environment	1,039
Human services	638,814
Culture and recreation	3,641,805
Court-related	1,044,830
Total	<u><u>\$ 28,089,175</u></u>
Business-type Activities	
Water and Sewer unit	\$ 16,787,485
Solid Waste Disposal and Resource Recovery System	3,827,794
Total	<u><u>\$ 20,615,279</u></u>

C. Construction in Process

Construction in process at September 30, 2008 consists of the following:

Governmental Activities	
General government	\$ 2,156,669
Public safety	6,022,563
Physical environment	90,861
Transportation	105,168,721
Human services	4,165,558
Culture and recreation	1,225,109
Total	<u><u>\$ 118,829,481</u></u>
Business-type Activities	
Water and Sewer unit	
Water supply and distribution	\$ 5,661,940
Wastewater treatment, collection and transmission	37,603,099
Effluent reuse	2,867,831
Pipe relocation	2,744,869
Other	811,513
Total	<u><u>\$ 49,689,252</u></u>
Solid Waste Disposal and Resource Recovery System	
Landfill leachate management	1,045,749
Total, business-type activities	<u><u>50,735,001</u></u>
Total	<u><u>\$ 169,564,482</u></u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

8. CAPITALIZATION OF INTEREST

Interest costs incurred in enterprise funds during the period of construction of qualifying assets are capitalized as a part of the historical cost of those assets in accordance with FASB Statement No. 34, as amended by FASB Statement 62. For the fiscal year ended September 30, 2008, the Water and Sewer Unit Fund incurred total interest expense of \$4,224,358 of which \$2,605,252 was capitalized; the Solid Waste Disposal and Resource Recovery System Fund incurred total interest expense of \$3,239,502, of which \$20,522 was capitalized.

9. LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Changes in Long-term liabilities for the year ended September 30, 2008 were as follows:

	Balance October 1, 2007	Issuances/ Additions	Retirements	Balance September 30, 2008	Amount Due In One Year
Business-Type Activities:					
Water and Sewer Unit:					
\$57,285,000 Water and Sewer Refunding Revenue Bonds, Series 2002	\$ 25,995,000	\$ -	\$ 8,170,000	\$ 17,825,000	\$ 8,565,000
 \$71,160,000 Water and Sewer Refunding Revenue Bonds, Series 2006	 71,105,000	 -	 65,000	 71,040,000	 70,000
Total, Bonded Debt	97,100,000	-	8,235,000	88,865,000	8,635,000
Less: unamortized bond discount (premium)	(497,934)	-	(156,493)	(341,441)	(88,040)
Less: unamortized loss on early retirement of debt	396,811	-	376,533	20,278	20,278
Total bonded debt, net	97,201,123	-	8,014,960	89,186,163	8,702,761
Compensated absences	1,240,307	196,684	49,519	1,387,472	43,311
Total long-term liabilities, Water and Sewer Unit	98,441,430	196,684	8,064,479	90,573,635	8,746,072

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

A. Changes in Long-term Liabilities (Continued)

	Balance October 1, 2007	Issuances/ Additions	Retirements	Balance September 30, 2008	Amount Due In One Year
Business-Type Activities:					
Solid Waste Disposal and Resource Recovery System:					
\$26,835,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 1992	11,065,000	-	11,065,000	-	-
\$8,810,000 Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 1997A	4,155,000	-	4,155,000	-	-
\$9,415,000 Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 1997B	4,620,000	-	4,620,000	-	-
\$101,950,000 Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 1998	45,075,000	-	45,075,000	-	-
\$45,700,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008A (Taxable)	-	45,700,000	-	45,700,000	-
\$15,090,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008B (Non-AMT)	-	15,090,000	-	15,090,000	3,225,000
\$4,545,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008C (AMT)	-	4,545,000	-	4,545,000	1,070,000
\$19,945,000 Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 2008D (Non-AMT)	-	19,945,000	-	19,945,000	-
Total, bonded debt	64,915,000	85,280,000	64,915,000	85,280,000	4,295,000
Less: unamortized bond discount (premium)	35,620	(875,383)	(33,926)	(805,837)	117,542
Less: unamortized loss on early retirement of debt	1,137,996	3,229,302	674,071	3,693,227	923,307
Total bonded debt, net	63,741,384	82,926,081	64,274,855	82,392,610	3,254,151
Compensated absences	232,982	45,868	18,747	260,103	12,578
Total long-term liabilities, Solid Waste Disposal and Resource Recovery System	63,974,366	82,971,949	64,293,602	82,652,713	3,266,729
Total long-term liabilities, business-type activities	\$162,415,796	\$83,168,633	\$72,358,081	\$173,226,348	\$12,012,801

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

A. Changes in Long-term Liabilities (Continued)

	Balance October 1, 2007	Issuances/ Additions	Retirements	Balance September 30, 2008	Amount Due In One Year
Governmental Activities:					
\$32,250,000 Guaranteed Entitlement Refunding Revenue Bonds, Series 2003	\$ 29,915,000	\$ -	\$ 655,000	\$ 29,260,000	\$ 670,000
\$47,870,000 Half-Cent Sales Tax Revenue Bonds, Series 2003	44,370,000	-	920,000	43,450,000	950,000
\$19,435,000 Gas Tax Refunding Revenue Bonds, Series 2002	17,905,000	-	160,000	17,745,000	3,195,000
\$46,609,053 Gas Tax Refunding Revenue Bonds, Series 1989	711,414	-	711,414	-	-
\$2,835,000 Refunding Improvement Revenue Bonds, Series 1996	45,000	-	45,000	-	-
\$3,615,000 Public Improvement Refunding Revenue Bond, Series 1996	705,000	-	345,000	360,000	360,000
Total, bonded debt	<u>93,651,414</u>	<u>-</u>	<u>2,836,414</u>	<u>90,815,000</u>	<u>5,175,000</u>
\$2,050,000 Note Payable, Series 1991	565,160	-	149,049	416,111	158,694
\$13,000,000 Note, HUD Section 108, 2006	12,620,000	-	394,000	12,226,000	410,000
Compensated absences	<u>16,929,846</u>	<u>2,473,681</u>	<u>1,513,041</u>	<u>17,890,486</u>	<u>1,431,239</u>
Total long-term liabilities, Governmental activities	<u>123,766,420</u>	<u>2,473,681</u>	<u>4,892,504</u>	<u>121,347,597</u>	<u>7,174,933</u>
Total long-term liabilities	<u><u>\$286,182,216</u></u>	<u><u>\$85,642,314</u></u>	<u><u>\$77,250,585</u></u>	<u><u>\$ 294,573,945</u></u>	<u><u>\$ 19,187,734</u></u>

Compensated absences typically have been liquidated in the General and other governmental funds.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

B. Debt Service Requirements

Debt service requirements on long-term debt, including current maturities, at September 30, 2008 are as follows:

Governmental Activities:

<u>September 30</u>	<u>Revenue Bonds</u>		<u>Notes Payable</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2009	\$ 5,175,000	\$ 4,289,711	\$ 568,694	\$ 685,063	\$ 10,718,469
2010	5,030,000	\$ 4,221,523	597,964	654,458	10,503,945
2011	5,250,000	\$ 4,004,863	538,538	622,833	10,416,233
2012	5,490,000	\$ 4,383,005	474,000	598,139	10,945,144
2013	5,745,000	\$ 3,131,725	499,000	574,297	9,950,022
2014-2018	10,160,000	\$ 14,597,383	2,955,000	2,460,243	30,172,626
2019-2023	12,690,000	\$ 12,074,289	3,966,000	1,566,757	30,297,046
2024-2028	16,085,000	\$ 8,681,381	3,042,915	357,100	28,166,481
2029-2033	20,470,000	\$ 4,203,500	-	-	24,673,500
2034-2037	4,720,000	\$ 236,000	-	-	4,956,000
	<u>\$ 90,815,000</u>	<u>\$ 59,823,379</u>	<u>\$ 12,642,111</u>	<u>\$ 7,518,889</u>	<u>\$ 170,799,464</u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

B. Debt Service Requirements

Business-Type Activities:

Water and Sewer Unit:

September 30	Revenue Bonds		
	Principal	Interest	Total
2009	\$ 8,635,000	\$ 4,015,452	\$ 12,650,452
2010	9,330,000	3,583,450	12,913,450
2011	1,395,000	3,332,456	4,727,456
2012	1,455,000	3,275,456	4,730,456
2013	1,510,000	3,210,181	4,720,181
2014-2018	8,620,000	14,993,960	23,613,960
2019-2023	10,780,000	12,869,944	23,649,944
2024-2028	13,860,000	9,909,500	23,769,500
2029-2033	17,050,000	6,199,020	23,249,020
2034-2037	16,230,000	1,656,745	17,886,745
	<u>\$ 88,865,000</u>	<u>\$ 63,046,163</u>	<u>\$ 151,911,163</u>

Solid Waste Disposal and Resource Recovery System:

September 30	Revenue Bonds		
	Principal	Interest	Total
2009	\$ 4,295,000	\$ 3,247,856	\$ 7,542,856
2010	4,600,000	3,076,056	7,676,056
2011	4,930,000	3,079,528	8,009,528
2012	5,810,000	3,068,725	8,878,725
2013	4,800,000	2,882,375	7,682,375
2014-2018	27,800,000	11,231,500	39,031,500
2019-2024	33,045,000	5,364,750	38,409,750
	<u>\$ 85,280,000</u>	<u>\$ 31,950,790</u>	<u>\$ 117,230,790</u>
Total, business-type activities	<u>\$ 174,145,000</u>	<u>\$ 94,996,953</u>	<u>\$ 269,141,953</u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

C. Debt Issues

Business-Type Activities - Enterprise Funds

\$57,285,000 Water and Sewer Refunding Revenue Bonds, Series 2002

Purpose: to refund and legally defease the Water and Sewer Refunding Revenue Bonds, Series 1992 and 1992A.

Range of principal installments: \$8,170,000 to \$9,260,000 (\$25,995,000 serial bonds only).

Range of interest rates: 4.00% to 5.25%

Source of payments: revenues of the Water and Sewer System and available impact fees.

Year of final maturity: 2009

Insured by Financial Security Assurance, Inc. (FSA) guaranteed payment of principal and interest; insurance is noncancellable.

\$71,160,000 Water and Sewer Refunding Revenue Bonds, Series 2006

Purpose: to advance refund and legally defease the outstanding Subordinate Water and Sewer Revenue Bonds, Series 2003 (East Pasco Utilities, Inc.) and 2004 (Forest Hills Utilities, Inc.), pay certain issuance costs, and finance certain costs associated with the 2006 Project.

Range of principal installments: \$65,000 to \$19,965,000 (\$34,860,000 serial bonds through 2026 and \$36,245,000 term bonds with redemptions in 2031 and 2036).

Range of interest rates: 3.75% to 5.00% (serial bonds); 4.75% (2031 term bonds); 5% (2036 term bonds).

Source of payments: revenues of the Water and Sewer System and available impact fees.

Year of final maturity: 2036

Insured by FSA: guaranteed payment of principal and interest; insurance is noncancellable.

\$45,700,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008A (Taxable)

Purpose: to advance refund and legally defease the outstanding Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 1998.

Range of principal installments: \$4,800,000 to \$6,700,000

Range of interest rates: Variable rate based on Swap Agreement entered into concurrently with the issuance of the bonds: synthetic fixed rate of 3.433% through April, 2011 and 4.125% through October, 2020.

Source of payments: assessment revenues and net revenues of the Solid Waste Disposal and Resource Recovery System and available impact fees.

Year of final maturity: 2020

Insured by FSA: guaranteed payment of principal and interest; insurance is noncancellable.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

C. Debt Issues (Continued)

Business-Type Activities - Enterprise Funds (Continued)

\$15,090,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008B (Non-AMT)

Purpose:	to advance refund and legally defease the outstanding Solid Waste Disposal and Resource Recovery System Refundng Revenue Bonds, Series 1992 and the outstanding Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 1997A.
Range of principal installments:	\$3,225,000 to \$4,605,000
Range of interest rates:	3.00% to 4.00%
Source of payments:	assessment revenues and net revenues of the Solid Waste Disposal and Resource Recovery System and available impact fees.
Year of final maturity:	2012
Insured by FSA:	guaranteed payment of principal and interest; insurance is noncancellable.

\$4,545,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008C (AMT)

Purpose:	to advance refund and legally defease the outstanding Solid Waste Disposal and Resource Recovery System Refundng Revenue Bonds, Series 1997B.
Range of principal installments:	\$1,070,000 to \$1,205,000
Range of interest rates:	4.00% to 4.50%
Source of payments:	assessment revenues and net revenues of the Solid Waste Disposal and Resource Recovery System and available impact fees.
Year of final maturity:	2012
Insured by FSA:	guaranteed payment of principal and interest; insurance is noncancellable.

\$19,945,000 Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 2008D (Non-AMT)

Purpose:	to fund the 2008 Project Improvement of the Solid Waste Disposal and Resource Recovery System and certain costs associated with the 2008 Project.
Range of principal installments:	\$4,630,000 to \$5,355,000 (\$9,490,000 term bond due 2022 with mandatory redemption of \$4,630,000 due 2021 and \$4,860,000 due 2022; and \$10,455,000 term bond due 2024 with mandatory redemption of \$5,100,000 due 2023 and \$5,355,000 due 2024).
Range of interest rates:	5.00%
Source of payments:	assessment revenues and net revenues of the Solid Waste Disposal and Resource Recovery System and available impact fees.
Year of final maturity:	2022 and 2024
Insured by FSA:	guaranteed payment of principal and interest; insurance is noncancellable.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

C. Debt Issues (Continued)

Governmental Activities

\$46,609,053 Gas Tax Refunding Revenue Bonds, Series 1989

Purpose: to advance refund and legally defease the Optional Gas Tax Revenue Bonds, Series 1985 and finance the cost of construction of

Range of principal installments: \$711,414 (capital appreciation serial bonds due in 2008)

Range of interest rates: 7.55% (approximate yield).

Source of payments: local option gas tax revenues.

Year of final maturity: 2008

Insured by Financial Guaranty Insurance Company (FGIC): guaranteed payment of principal and interest; insurance is noncancellable.

\$19,435,000 Gas Tax Refunding Revenue Bonds, Series 2002

Purpose: to refund and legally defease the County's Gas Tax Refunding Revenue Bonds, Series 1992.

Range of principal installments: \$160,000 to \$3,920,000

Range of interest rates: 4.00% to 5.25%

Source of payments: six cent local option gas tax.

Year of final maturity: 2013

Insured by FGIC: guaranteed payment of principal and interest; insurance is noncancellable.

\$3,615,000 Public Improvement Refunding Revenue Bond, Series 1996

Purpose: to legally defease the Public Improvement Revenue Bonds, Series 1979.

Range of principal installments: \$345,000 to \$360,000

Interest rate: 0.0478

Source of payments: non-ad valorem revenues.

Year of final maturity: 2009

\$47,870,000 Half-cent Sales Tax Revenue Bonds, Series 2003

Purpose: to finance the cost of various capital projects.

Range of principal installments: \$920,000 to \$1,745,000 (\$21,220,000 serial bonds through 2023); \$1,830,000 to \$2,240,000 (\$10,150,000 term bonds with mandatory redemptions from 2024 through 2028); \$2,350,000 to \$2,860,000

Range of interest rates: 3.0 to 5.0% (serial bonds); 5.125% (2028 term bonds); 5.0% (2033 term bonds).

Source of payments: guaranteed entitlement and second guaranteed entitlement monies from State of Florida Revenue Sharing Trust Funds.

Year of final maturity: 2033

Insured by Ambac Financial Group: guaranteed payment of principal and interest; insurance is noncancellable.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

C. Debt Issues (Continued)

Governmental Activities (Continued)

\$32,250,000 Guaranteed Entitlement Refunding Revenue Bonds, Series 2003

Purpose: to legally defease all of the outstanding Guaranteed Entitlement Refunding Revenue Bonds, both Series 1989 and Series 1992.

Range of principal installments: \$655,000 to \$1,170,000 (\$14,705,000 serial bonds through 2023); \$1,220,000 to \$1,345,000 (\$3,845,000 term bonds with mandatory redemptions from 2024 through 2026); \$1,415,000 to \$1,615,000 (\$6,050,000 term bonds with mandatory redemptions from 2027 through 2030); \$1,685,000 to \$1,860,000 (\$5,315,000 term bonds with mandatory redemptions from 2031 through 2033).

Range of interest rates: 2.0% to 4.5% (serial bonds); 5.0% (2026 term bonds); 4.5%(2030 term bonds).

Source of payments: guaranteed entitlement and second guaranteed entitlement monies from State of Florida Revenue Sharing Trust Funds.

Year of final maturity: 2033

Insured by FSA: guaranteed payment of principal and interest; insurance is noncancellable.

\$2,050,000 Note Payable, Series 1991

Purpose: to acquire, jointly with the Board of Trustees of the Internal Improvement Trust Fund of the State of Florida, by and through its agent, the Division of State Lands of the Florida Department of Natural Resources, the Gills Tract property.

Range of principal installments: \$36,391 to \$44,616

Interest rate: 6.32%

Source of payments: general revenues of the County and/or funds deposited in the County's Park Development (Impact Fee) Fund.

Year of final maturity: 2011

\$13,000,000 Housing and Urban Development (HUD) Section 108 Note, Series 2006

Purpose: to provide funding for the Tommytown Neighborhood revitalization project.

Range of principal installments: \$394,000 to \$1,077,000

Interest rate: 4.96 to 5.77%

Source of payments: pledged future Community Development Block Grant (CDBG) funds and other non ad valorem funds as security for the guaranteed loan funds.

Year of final maturity: 2026

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

D. Other Long-term Liabilities Matters

Bonds Refunded

As noted above, during the fiscal year ended September 30, 2008, the County issued several refunding bonds as follows:

- \$45,700,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008A (Taxable) for the purpose, in part, of advance refunding and legally defeasing the outstanding Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 1998. This refunding resulted in an increase in debt service payments of \$22.6 million and an economic loss of \$6.5 million.
- \$15,090,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008B (Non-AMT) for the purpose, in part, of advance refunding and legally defeasing the outstanding Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 1992 and the Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 1997A. This refunding resulted in an increase in debt service payments of \$1.3 million and an economic loss of \$.9 million.
- \$4,545,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008C (AMT) for the purpose, in part, of advance refunding and legally defeasing the outstanding Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 1997B. This refunding resulted in an increase in debt service payments of \$.4 million and an economic loss of \$.3 million.

Floating-to-Fixed Interest rate Swaps

In 2006, in connection with the planned issuance on October 1, 2008 of \$165,125,000 Water and Sewer Revenue Bonds, Series 2008 (the "2008 Bonds"), the County entered into a \$165,125,000 forward starting floating-to-fixed interest rate swap, with an effective date of October 1, 2008 (and maturing from October 1, 2010 through October 1, 2038), to hedge the anticipated 2008 Bonds (by paying a fixed rate of 4.161% semi-annually and receiving 72% of the one-month floating U.S. Libor rate) against future increases in interest rates. The swap effectively converted all of the anticipated 2008 Bonds into 30-year synthetic fixed rate debt obligations at an interest rate of 4.421% (including support costs). At September 30, 2008, the swap had a negative fair market value of \$1,589,548.

In 2008, in connection with the issuance of \$45,700,000 Solid Waste Disposal and Resource Recovery System Refunding Revenue Bonds, Series 2008A (the "2008A Bonds"), the County entered into a \$45,700,000 floating-to-fixed interest rate swap, in two transactions, to hedge the 2008A Bonds against future increases in interest rates. Transaction I has an effective date of February 28, 2008, and terminates on April 1, 2011, with the County paying a fixed rate of 3.433% annually and receiving 100% of the one-month floating U.S. Libor rate. Transaction II has an effective date of April 1, 2011, and terminates on October 1, 2020 (maturing from October 1, 2013 through October 1, 2020), with the County paying a fixed rate of 4.125% annually and receiving 100% of the weekly Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index. The swap effectively converted all of the 2008A Bonds into synthetic fixed rate debt obligations. At September 30, 2008, the swap had a fair market value of \$708,811.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

9. LONG-TERM LIABILITIES (CONTINUED)

D. Other Long-term Liabilities Matters (Continued)

Arbitrage Rebate

The Tax Reform Act of 1986 generally requires earnings from investments of bond proceeds that exceed the issuer's bond yield to be rebated to the U.S. Treasury at periodic intervals, usually every five years. Computations are performed to determine the yield on the bonds, the yield on the invested funds and the determination of the resulting arbitrage rebate liability. The computation period begins at issue date and extends to the 2008 fiscal year end. When arbitrage rebate liabilities occur they are included in amounts Due to Other Governments and are charged against interest income.

The County's rebate liability as of September 30, 2008 is \$562,535, and is related to the \$71,160,000 Water and Sewer Refunding Revenue Bonds, Series 2006.

Legal Debt Limits

The Florida Constitution and Pasco County set no legal debt limits.

Restrictions

The official statements and commission resolutions authorizing the issuance of the bonds contain certain restrictive covenants. The Board of County Commissioners has covenanted that, on a monthly basis, it will deposit specified amounts derived from specific revenue sources into accounts and funds established by resolutions. The deposits into these accounts and funds are used to repay principal and interest coming due on the bonds and to provide sinking funds established for the purpose of retiring term bonds due in future years. The most restrictive of these covenants include rate covenants of not less than 125% of the current Debt Service Requirements and 100% of all reserve and other required payments. The Board believes that it is in compliance with all significant bond covenants.

Conduit Debt

Pasco County, through the Board, has issued various bonded debt to provide financial assistance to private-sector entities for the acquisition, construction and equipping of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance.

As of September 30, 2008, there were several series of industrial revenue and industrial development bonds outstanding for which the Board was unable to determine the outstanding balances; however, the original aggregate principal amount payable of these bonds was approximately \$ 46.9 million.

Additionally, as of September 30, 2008, the Pasco County Housing Finance Authority, a discretely presented component unit, had issued \$8.4 million Multifamily Housing Revenue Bonds and \$500,000 Taxable Multifamily Housing Revenue Bonds to provide assistance in the construction of an apartment project; the bonds are secured by loan payments and other trust funds. Also, the Pasco County Educational Facilities Authority, a related organization, had issued \$8.3 million Variable Rate Demand Revenue Bonds (the Saint Leo Project) in order to provide financial assistance to Saint Leo University for construction of facilities; the bonds are secured by a line of credit and loan payments.

Neither the Board, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds issued by the County or by the Pasco County Housing Finance Authority or the Pasco County Educational Facilities Authority. Accordingly, these bonds are not reported as liabilities in the accompanying financial statements.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

10. DUE FROM TAMPA BAY WATER

In May, 1998 the County, along with the counties of Hillsborough and Pinellas, and the cities of New Port Richey, St. Petersburg and Tampa, entered into an interlocal agreement to reorganize the West Coast Regional Water Supply Authority (the "Authority") from which the County purchased the majority of its water. In October 1998, the Authority was reorganized under the new name of Tampa Bay Water, A Regional Water Supply Authority. As part of this agreement, each party conveyed certain assets (consisting primarily of land, equipment and water rights) to the Authority in exchange for credits that will be applied against the cost of purchased water over the next thirty years. These credits are to be applied on a monthly basis, with interest (3.43% to 5.03%) compounded semi-annually.

Pasco County conveyed 6.328 acres at the North Pasco Wellfield, its production capacity at the North Pasco and Starkey Wellfields, and its equity in the Regional System and Cypress Creek Wellfield for a net amount of \$32,235,683 (\$3,000,000 in cash and \$29,235,683 recorded as due from other governments, a receivable that will be received in the form of credits, as noted above).

These deferred credits will be recognized as a reduction of the cost of purchased water as the credits are received from the Authority. These deferred credits are recorded in the Water and Sewer Fund.

The amount outstanding at September 30, 2008 totaled \$23,380,643 and is receivable in future fiscal years as follows:

2009	\$ 723,851
2010	755,338
2011	788,951
2012	824,848
2013	863,203
2014-2018	4,978,738
2019-2023	6,341,108
2024-2028	8,104,607
Total	<u>\$23,380,643</u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

11. RESTRICTED ASSETS OF ENTERPRISE FUNDS

Amounts accumulated as restricted assets at September 30, 2008, in the County's two Enterprise Funds (Water and Sewer Unit Fund, and Solid Waste Disposal and Resource Recovery System Fund, both classified as major funds), in accordance with the terms of bond indentures and state grant requirements, consisted of the following:

	Cash and Cash Equivalents	Investments	Accrued Interest Receivable	Total
Water and Sewer Unit:				
Cash with fiscal agent	\$10,747,178	\$ -	\$ -	\$ 10,747,178
Construction funds	-	45,490,025	-	45,490,025
Debt service	13,136,543	4,880,300	-	18,016,843
Impact fees	29,355,874	-	-	29,355,874
Operations & maintenance	6,004,824	-	-	6,004,824
Renewal and replacement	6,722,156	-	-	6,722,156
Customer deposits	3,694,362	-	-	3,694,362
Escrow deposits	78,193	-	-	78,193
Total	<u>\$69,739,130</u>	<u>\$50,370,325</u>	<u>\$ -</u>	<u>\$120,109,455</u>
Solid Waste Disposal and Resource Recovery System:				
Cash with fiscal agent	\$27,884,953	\$ -	\$ -	\$ 27,884,953
Construction funds	-	-	86	86
Current debt service	10,103,498	-	36,512	10,140,010
Renewal and replacement	2,021,056	-	1,421	2,022,477
Customer deposits	20,529	-	-	20,529
System reserve	351,107	-	14,755	365,862
Landfill closure	5,716,499	-	-	5,716,499
Total	<u>\$46,097,642</u>	<u>\$ -</u>	<u>\$ 52,774</u>	<u>\$ 46,150,416</u>

12. ENTERPRISE FUNDS' RESTRICTED NET ASSETS

At September 30, 2008, restrictions of net assets in the County's Enterprise Funds comprised the following:

	Water And Sewer Unit	Solid Waste Disposal and Resource Recovery	Total
Cash with fiscal agent - debt service	\$ 8,635,000	\$ -	\$ 8,635,000
Debt Service	9,314,082	10,103,468	19,417,550
Operations and maintenance	5,923,080	-	5,923,080
Renewal and replacement	6,722,156	2,022,477	8,744,633
System reserve	-	(2,631,506)	(2,631,506)
Impact fees	29,355,874	-	29,355,874
Landfill closure	-	5,716,499	5,716,499
Total	<u>\$59,950,192</u>	<u>\$15,210,938</u>	<u>\$75,161,130</u>

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

13. LANDFILL CLOSURE AND LONG-TERM CARE COSTS - SOLID WASTE DISPOSAL AND RESOURCE RECOVERY SYSTEM OPERATIONS

State and federal laws require that Pasco County place a final cover on its landfill sites when it stops accepting waste and that these sites be monitored for thirty years after closure. Although closure and long-term care costs will be paid only near or after the date that the landfills stop accepting waste, the County reports a portion of these costs as an operating expense in each period based on landfill capacity used as of the balance sheet date.

For the year ended September 30, 2008, the liability for landfill closure and post closure costs increased by \$1,379,014. The accrued costs of closure and long-term care as of September 30, 2008 are \$4,267,784 and \$15,200,904 respectively. The estimated total current costs of closure and long-term care remaining to be recognized are \$4,631,929 and \$14,583,322, respectively. All amounts recognized are based on an estimate by the County's consulting engineers of the cost to perform all closure and long-term care as of September 30, 2008. Actual costs may be higher due to inflation.

The County is required by state and federal laws to make annual contributions to an escrow account to meet financial assurance requirements. The County believes that it is in compliance with these requirements at September 30, 2008 with cash of \$5,716,469 held for this purpose. In the event that the annual escrow contributions and interest earnings prove to be inadequate due to inflation, changes in technology or additional closure and long-term requirements, these costs may need to be covered by charges to future landfill users.

The capacity utilized and estimated remaining useful life for each of the County's landfills is as follows:

Landfill	Capacity Utilized	Estimated Remaining Life (Years)
East Pasco Class I (107 acres)	100.00%	N/A
East Pasco Class I (13 acres)	80.20%	0.00
West Pasco Class AI, AII, and AIII	46.53%	12.33
West Pasco Class III	30.09%	41.92
West Pasco SW-I and SW-2	47.96%	6.33
Ridge Road	100.00%	N/A

14. EMPLOYEE RETIREMENT PLANS

A. Plan Descriptions

The County participates in the State of Florida Retirement System ("FRS"), a cost-sharing multiple-employer public employee retirement system (PERS), which covers substantially all of the County's full-time employees. The FRS is controlled by the State Legislature and is administered by the Florida Department of Administration, Division of Retirement. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and a health insurance subsidy to plan members, and survivor benefits to beneficiaries. The FRS was established in 1970 by Chapter 121, Florida Statutes. Changes to the law can be made only by an act of the Florida Legislature. Rules governing the operations and administration of the FRS are found in Chapter 60S of the Florida Administrative Code.

The FRS Pension Plan is a defined benefit plan. The amount of future benefits is determined by a formula, based on earnings, length of service, and membership class. The benefit is pre-funded by contributions paid by employers. The FRS must ensure that sufficient funds are available when benefits are due, and bears the market risk and investment decisions.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

14. EMPLOYEE RETIREMENT PLANS (CONTINUED)

A. Plan Descriptions (continued)

The FRS Investment Plan is a defined contribution plan, in which employer contributions are defined by law, but the ultimate benefit depends, in part, on the performance of investment funds. The Investment Plan directs contributions to individual member accounts. Members allocate such contributions and account balances among various investment funds. Participant contributions are not allowed. The Investment Plan retirement benefit is the value of the participant's account at termination. Unlike the Pension Plan, there is no fixed benefit level at retirement. However, a guaranteed lifetime payment option (based on the benefit to be distributed) can be purchased and is available with annual benefit increases, like the Pension Plan.

The *Florida Retirement System Annual Report* reflects the financial operation and condition of state-administered retirement systems and is available to the public. The publication contains financial

statements, actuarial and investment information, and other statistical data related to the FRS. A copy of the report can be obtained on line at www.frs.state.fl.us, or by writing to Division of Retirement, Research, Education and Policy Section, P.O. Box 9000, Tallahassee, Florida 32315-9000, or by calling 850-488-5290.

B. Deferred Retirement Option Program (DROP)

DROP was established by legislation passed in 1997; the effective date of the program was July 1, 1998. Under the program, eligible FRS members have their retirement benefits deposited monthly into their DROP account, where it earns interest, tax deferred until withdrawn, while they simultaneously continue to work. The DROP begins when an employee first reaches normal retirement date. No additional credit is earned for retirement. Maximum participation in the DROP is 60 months, at the end of which, the employee must terminate employment. At that time, the employee receives payment of the accumulated DROP benefits, and direct receipt, thereafter, of the FRS monthly retirement benefit (in the same amount as determined at retirement).

C. Funding Policy

Presently, the FRS does not require contributions from covered employees. The County is required to contribute at an actuarially determined rate. The contribution rates at September 30, 2008, based upon a covered employee's gross earnings, are as follows:

Regular	9.00%
Special risk	20.00%
Special risk, administrative support	11.35%
Senior management service	10.95%
County elected officers	16.20%
DROP participants	10.96%

The contribution requirements of the County are established and may be amended by the State Legislature. Pension contributions for County employees for the fiscal years ended September 30, 2008, 2007, and 2006 were approximately \$23,911,000, \$22,522,000, and \$18,018,000, respectively, and were equal to the required contributions for each year.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

15. OTHER POSTEMPLOYMENT BENEFITS

A. Plan Description

Pasco County Board of County Commissioners

The Board of County Commissioners defined benefit postemployment healthcare plan, the Group Health Program for Pasco County (GHPPC), is a cost-sharing multiple-employer health care plan that primarily provides medical, dental, vision and life insurance benefits (OPEB benefits) to eligible County retirees and their spouses. The Board of County Commissioners and the Constitutional Officers, except the Pasco County Sheriff and Pasco County Clerk & Comptroller, participate in GHPPC.

In order to be eligible for benefits an employee must satisfy either normal or early retirement conditions under the Florida Retirement System (FRS). The Board of County Commissioners has the authority to establish and amend the benefit provisions of the plan in accordance with Sec. 110.123, *Florida Statutes*.

Pasco County Sheriff

The Pasco County Sheriff's Office (PCSO) operates a separate, single-employer cost-sharing health care plan. Pasco County Sheriff Health Care Plan (PCSOHP) offers medical, dental, vision and life insurance benefits (OPEB benefits) to PCSO retirees and eligible dependents. In order to be eligible for benefits, a Sheriff's Office employee must satisfy either normal or early retirement conditions under the Florida Retirement System (FRS). For special risk (certified) employees, normal retirement requires attainment of age 55 with at least six (6) years of service or completion of 25 years of service at any age. For all other employees, normal retirement requires attainment of age 62 with at least six (6) years of service or completion of 30 years of service at any age. Eligible employees may elect to continue medical coverage after they retire for themselves and their dependents, by paying the full premium. Authority to establish and amend the benefit provisions of the plan is in accordance with Sec. 110.123, *Florida Statutes*.

Pasco County Clerk & Comptroller

The Pasco County Clerk & Comptroller's Office (PCCC) operates a separate single-employer cost-sharing health care plan (PCCCHP) that offers medical, dental, vision and life insurance benefits (OPEB benefits) to eligible retirees and their dependents. In order to be eligible for benefits, a Clerk & Comptroller's office employee must satisfy either normal or early retirement conditions under the Florida Retirement System (FRS). Authority to establish and amend the benefit provisions of the plan is in accordance with Sec. 110.123, *Florida Statutes*.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

15. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

A. Plan Description (continued)

Membership of each plan consisted of the following at September 30, 2008, the date of the latest actuarial valuation:

	GHPPC	PCSOHP	PCCCHP
Retirees and beneficiaries receiving benefits	60	56	21
Active plan members	2,142	1,189	317
Total	<u>2,202</u>	<u>1,245</u>	<u>338</u>
Number of participating employers	4	1	1

The County adopted Governmental Accounting Standards Board No. 45 (GASB 45) "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions" as of October 1, 2007. Although all three plans are cost-sharing, they are not administered as formal trusts, nor are they an equivalent arrangement as of September 30, 2008, and, as such, in accordance with GASB 45, the plans must follow the accounting and reporting requirements of an agent multi-employer retirement plan.

B. Funding Policy

Pasco County Board of County Commissioners

Eligible employees with less than 30 years of service may elect to continue medical coverage after they retire, for themselves and their dependents, by paying the full premium. Retirees under age 65, with 30 or more years of service, receive subsidized medical benefits from the County, and pay \$150 per month towards medical benefits for single coverage, with the balance paid by the County, until they reach age 65. No subsidy exists for spousal or other dependent medical coverage. Surviving spouses of retired employees are eligible for health care benefits if they were covered as dependents of the retirees prior to their demise. Spouses are not eligible for continuing retiree benefits if retirees cancel coverage due to Medicare eligibility/enrollment. Dental coverage is voluntary, and the cost is fully covered by retirees. Retirees are eligible to continue \$2,500 in life insurance coverage after retirement, and the premiums are paid for, in full, by retirees. The Program is currently unfunded.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

15. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Funding Policy (continued)

There is no separate trust through which benefits for retirees are funded. No assets are currently accumulated or earmarked for this purpose. All approved benefits are paid from the County's general assets, when due. The table below summarizes monthly contribution rates for 2008.

2008 Monthly Premium Rates Board of County Commissioners				
Coverage Tier	Aetna Open Access HMO	Aetna Network Advantage POS (1751 Match)	Aetna Physician Copay POS (1552 Match)	Aetna Health POS (1151 Match)
Retiree Only	\$ 460	\$ 455	\$ 405	\$ 368
Retiree + Spouse	\$ 828	\$ 820	\$ 730	\$ 662
Retiree + Children	\$ 717	\$ 710	\$ 632	\$ 574
Family	\$ 1,168	\$ 1,157	\$ 1,030	\$ 934

The GHPPC is funded on a pay-as-you-go basis.

Pasco County Sheriff

Eligible employees may elect to continue medical coverage after they retire, for themselves and their dependents, by paying the full premium. There is no explicit subsidy paid by the Sheriff's Office. Covered Spouses of retirees may remain covered under the retiree health insurance program (PCSOHP) even when the retiree is not covered or becomes ineligible upon eligibility for Medicare. Retirees are required to pay the total premium cost, less FRS subsidies, if any. Group dental, vision and life insurance are 100% paid by retirees. The Program is currently unfunded. There is no separate trust through which benefits for retirees are funded. No assets are currently accumulated or earmarked for this purpose. All approved benefits are paid from the Sheriff's general assets, when due. The table below summarizes monthly contribution rates for 2008.

2008 Monthly Premium Rates Sheriff's Office			
Coverage Tier	BlueCare Economy HMO	BlueCare Middle HMO	BlueOptions PPO
Retiree Only	\$ 567	\$ 598	\$ 625
Retiree Plus One	\$ 708	\$ 747	\$ 856
Family	\$ 886	\$ 934	\$ 1,155

The PCSOHP is funded on a pay-as-you-go basis.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

15. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Funding Policy (continued)

Pasco County Clerk & Comptroller

In order to be eligible for benefits, a Clerk's office employee must satisfy either normal or early retirement conditions under the Florida Retirement System (FRS). Medical benefits for retirees are subsidized by the Clerk & Comptroller. For retirees under age 65, with less than 30 years of service, the Clerk & Comptroller pays 15% of the premiums plus \$5 per month per year of service for Pre-65 medical coverage. For retirees under age 65, with 30 or more years of service, the Clerk & Comptroller pays 95% of the premiums for single coverage, plus 75% of the increase for Retiree Plus One coverage, plus 68% of the increase for Family coverage (which is the same as the benefits provided to active employees). For retirees over age 65, the Clerk & Comptroller pays 50% of the premiums. Spouses of retired employees are only eligible to receive health care benefits as dependents of retirees. Coverage is not extended to surviving spouses of deceased retirees, except as provided by COBRA. Dental and vision benefits are part of the overall Medical package and are not separated out. The Clerk & Comptroller's Office pays for 100% of the group life insurance premiums for all retirees. The amount of life insurance coverage varies based on retirement date, job classification, and age. Employees who retire(d) on or after October 1, 2007 receive(d) life insurance in the amount equal to their annual salary as of the January 1 prior to their retirement. Employees who retired prior to October 1, 2007 received life insurance based on their job classification as follows: Regular Non-Exempt, \$20,000; Regular Exempt, \$30,000; Directors, \$40,000; Chief Deputy Clerk, \$50,000; Clerk, \$100,000. Life insurance coverage for all retirees reduces to 50% of the above amounts at age 65, and to 35% at age 70. The Program is currently unfunded. There is no separate trust through which benefits for retirees are funded. No assets are currently accumulated or earmarked for this purpose. All approved benefits are paid from the Clerk's general assets, when due. The table below summarizes monthly contribution rates for 2008.

2008 Monthly Premium Rates Clerk of Circuit Court and Comptroller		
Coverage Tier	Humana HMO	Humana POS
Retiree Only	\$ 495	\$ 533
Retiree Plus One	\$ 996	\$ 1,072
Family	\$ 1,452	\$ 1,562

The PCCCHP is funded on a pay-as-you-go basis.

C. Annual OPEB Cost and Net OPEB Obligation

The annual other postemployment benefit (OPEB) cost (expense) is calculated based on the Annual Required Contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB 45. The ARC represents a level funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over 30 years. The current ARC rate as a percentage of annual covered payroll is 2.2 percent, 2.6 percent and 10.0 percent for the GHPPC, PCSOHP and PCCCHP, respectively.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

15. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

C. Annual OPEB Cost and Net OPEB Obligation (continued)

The following table shows the components of the County, Sheriff, and Clerk & Comptroller's OPEB cost for the year, the estimated contributions to the plan per the actuary report, and the changes in the net OPEB obligation (NOO).

	GHPPC	PCSOHP	PCCCHP
ARC	\$ 1,862,264	\$ 1,398,598	\$ 1,209,427
Interest	-	-	-
Adjustment to ARC	-	-	-
Annual OPEB Cost	\$ 1,862,264	\$ 1,398,598	\$ 1,209,427
Employer Contribution	260,488	346,627	61,075
Increase (Decrease) in NOO	\$ 1,601,776	\$ 1,051,971	\$ 1,148,352
NOO (beginning of year)	-	-	-
NOO (end of year)	\$ 1,601,776	\$ 1,051,971	\$ 1,148,352

For fiscal year 2008, the annual OPEB cost (expense) for all plans was equal to their ARC. The annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2008 and the two preceding years were as follows:

	Year Ended	Annual OPEB Cost	Percent of Annual OPEB Cost Contributed to the Plan	Net OPEB Obligation
GHPPC	9/30/2008	\$ 1,862,264	14.0%	\$ 1,601,776
	9/30/2007	N/A	N/A	N/A
	9/30/2006	N/A	N/A	N/A
PCSOHP	9/30/2008	\$ 1,398,598	24.8%	\$ 1,051,971
	9/30/2007	N/A	N/A	N/A
	9/30/2006	N/A	N/A	N/A
PCCCHP	9/30/2008	\$ 1,209,427	5.0%	\$ 1,148,352
	9/30/2007	N/A	N/A	N/A
	9/30/2006	N/A	N/A	N/A

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

15. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

D. Funded Status and Funding Progress of OPEB Plans

The funded status of each plan as of the most recent actuarial valuation date is as follows:

Schedule of Funding Progress Pay-As-You-Go Funding						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b - a] / c)
GHPPC						
9/30/2008	\$ -	\$ 18,203,024	\$18,203,024	0.0%	\$83,177,971	21.9%
PCSOHP						
9/30/2008	\$ -	\$ 12,169,564	\$12,169,564	0.0%	\$54,644,191	22.3%
PCCCHP						
9/30/2008	\$ -	\$ 13,174,933	\$13,174,933	0.0%	\$12,102,523	108.9%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

15. OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

E. Actuarial Methods and Assumptions

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

Significant methods and assumptions were as follows:

	GHPPC	PCSOHP	PCCCHP
Contribution rate	2.20%	2.60%	10.00%
Actuarial valuation date	9/30/2008	9/30/2008	9/30/2008
Annual OPEB cost	\$1,862,264	\$1,398,598	\$1,209,427
Contributions made	\$260,488	\$346,627	\$61,075
Actuarial Cost method	Entry age	Entry age	Entry age
Amortization method	Level percent, closed	Level percent, closed	Level percent, closed
Remaining amortization period	30 years	30 years	30 years
Asset valuation method	unfunded	unfunded	unfunded
Actuarial assumptions:			
Investment rate of return *	4.50%	4.50%	4.50%
Projected salary increases *	4.5% - 10.5%	4.5% - 10.5%	4.5% - 10.5%
Payroll growth assumptions	3.50%	3.50%	3.50%
Initial trend rate	10.00%	10.00%	10.00%
Ultimate trend rate	4.50%	4.50%	4.50%
* Includes inflation at 3.5%			

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

16. RISK MANAGEMENT

Self-insurance fund operations have been established to handle the County's worker's compensation, general liability, automobile liability, and the Clerk & Comptroller health claims. The County uses a combination of self-insurance and third-party insurance to protect itself against risks that cannot be eliminated.

The County has worker's compensation insurance with a \$500,000 deductible per occurrence with limits of \$10,000,000. The County's general liability insurance has a \$100,000 retention per claim and \$200,000 retention per occurrence. Negligence claims in excess of the statutory limits set in Section 768.28, Florida Statutes, which provide for limited sovereign immunity of \$100,000/\$200,000 per occurrence can only be recovered through an act of the State Legislature. The auto liability is fully self-insured.

Prior to October 1, 2007, the Clerk & Comptroller's insurance fund accounted for a self-insured plan for employee medical and dental coverage. Effective October 1, 2007, the Clerk & Comptroller became fully insured for employee group medical coverage. Premium payments for this coverage are accounted for in the General Fund. The Clerk & Comptroller continues to operate a self-insured plan for employee group dental, vision, and prescription drugs.

Almost all funds of the County participate in the worker's compensation, general liability, and automobile liability program and make payments to the County's insurance fund in accordance with cost allocations based upon the level of personnel staffing.

For the year ended September 30, 2008, the County reviewed its historical claims experience for purposes of determining estimates of the total claims and loss reserves for all self-insurance risks. The claim liability of \$9,779,756 reported in the fund at September 30, 2008, of which an estimated \$2,957,122 is due within one year, is based on the provisions of GASB Statement No. 10 which requires that a liability for unpaid claims costs, including estimates of costs related to incurred but not reported claims, be accrued when insured events occur. Changes in the funds claims liability amounts during the past two fiscal years are as follows:

<u>Fiscal Year</u>	<u>Beginning-of- Fiscal-Year-Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at Fiscal Year End</u>
2007	\$ 8,086,992	\$12,222,994	\$10,027,994	\$10,281,992
2008	10,281,992	5,315,499	5,817,735	9,779,756

The County had no significant reductions in insurance coverage during the fiscal year ended September 30, 2008. There were no settlements which exceeded the County's insurance coverage in any of the past three fiscal years.

17. EXPENDITURES IN EXCESS OF APPROPRIATIONS

The following excesses are noted at September 30, 2008:

General Fund

- General government (noncourt-related): Central stores (\$8,099).
- Public safety: Contracts (\$178,737).
- Court related: Sheriff (\$2,927,907).

Municipal Services Fund

- General government (Noncourt-related): MPO Pasco County (\$79,050).

PASCO COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2008

17. EXPENDITURES IN EXCESS OF APPROPRIATIONS (CONTINUED)

Intergovernmental Radio Communications Fund

- Public safety: E911 – maintenance (\$140)

Transportation Services Fund

- Transportation: Administration (\$77,400); Dispatch (\$81,990); Transportation contracts (\$7,612); PCPT east side: (\$994,659); PCPT west side: (\$2,735,784); T/D planning AP667 (\$6,457); Refund prior year revenue (\$2,600).

The excesses noted are the result of overages of line item expenditures. However, overall appropriations in these funds are not exceeded.

18. DEFICIT FUND EQUITY

The School Impact Fees Fund had a deficit fund balance of \$9,141 at September 30, 2008. Check payments received were dishonored after the County had disbursed monies to the Pasco County School Board. A reduction in a subsequent payment to the School Board will correct the overpayment.

The Alcohol and Other Drug Abuse Fund had a deficit fund balance of \$655 at September 30, 2008. At year end, revenues from another governmental entity fell short of amounts anticipated. Funds will be transferred from the General Fund to cover the shortfall.

19. COMMITMENTS, CONTINGENCIES, AND OTHER MATTERS

General Government Construction Commitments

At September 30, 2008, the County had various contract commitments for general government construction projects totaling approximately \$17.058 million.

Solid Waste Disposal and Resource Recovery System Commitments

At September 30, 2008, purchase and construction contract commitments in the Enterprise Funds were approximately \$64.36 million. On March 28, 1989, the Board entered into a service agreement with Covanta Pasco, Inc. ("Covanta"), formerly known as Ogden Martin Systems of Pasco, Inc., for the operation and maintenance of the Solid Waste Disposal and Resource Recovery System Facility. The agreement commenced on May 15, 1991 and is in effect through the earlier of May 15, 2011 or the final maturity of the Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 1989A, 1989B and 1989C. Under the agreement, Covanta is paid a monthly service fee based on an annual operation and maintenance charge of \$5,375,000, as adjusted by additional revenues and expenses related to the operation and maintenance of the Facility, as defined in the service agreement. For the year ended September 30, 2008, charges to the Board under the service agreement totaled \$14,144,385.

Also, on March 28, 1989, the Board entered into an agreement with Progress Energy (formerly Florida Power Corporation) wherein the Board sells and Progress Energy purchases the net electrical energy generated from the Solid Waste Disposal Resource Recovery System Facility. For the year ended September 30, 2008, the Board's power sales to Progress Energy totaled \$17,204,440. Under the terms of the agreement, the Board has committed to having available annually, 23 megawatts of electrical energy for purchase by Progress Energy through December 2024. The capacity of energy committed by the Board is subject to adjustment for the period January 2015 through December 2024, as defined in the agreement.

Grants

All expenditures financed by Federal and State of Florida grants are subject to audit by the granting agencies to determine if such expenditures comply with the conditions of a grant. Management believes that no material liability will arise from any such audits.

Claims and Lawsuits

A number of other claims and lawsuits are pending against the County. However, based on knowledge of facts and advice of the County Attorney and outside counsel, Management believes that the outcome of these actions will not have a material adverse effect on the County's financial position or results of operations.

**PASCO COUNTY, FLORIDA
OTHER POSTEMPLOYMENT BENEFITS
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2008
(unaudited)**

Schedule of Funding Progress for Pasco County:

Group Health Plan for Pasco Board of County Commissioners

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b - a] / c)
9/30/2008	\$ -	\$ 18,203,024	\$ 18,203,024	0.0%	\$ 83,177,971	21.9%
9/30/2007	N/A	N/A	N/A	N/A	N/A	N/A
9/30/2006	N/A	N/A	N/A	N/A	N/A	N/A

Pasco County Sheriff's Office Health Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b - a] / c)
9/30/2008	\$ -	\$ 12,169,564	\$ 12,169,564	0.0%	\$ 54,644,191	22.3%
9/30/2007	N/A	N/A	N/A	N/A	N/A	N/A
9/30/2006	N/A	N/A	N/A	N/A	N/A	N/A

Pasco County Clerk & Comptroller's Office Health Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b - a] / c)
9/30/2008	\$ -	\$ 13,174,933	\$ 13,174,933	0.0%	\$ 12,102,523	108.9%
9/30/2007	N/A	N/A	N/A	N/A	N/A	N/A
9/30/2006	N/A	N/A	N/A	N/A	N/A	N/A

See accompanying independent auditors' report.

**PASCO COUNTY, FLORIDA
OTHER POSTEMPLOYMENT BENEFITS
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2008
(unaudited)**

Schedule of Employer Contributions for Pasco County:

<u>Fiscal Year Ended September 30</u>		<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2008	Group Health Plan for Pasco Board of County Commissioners	1,862,264	14.0%
	Pasco County Sheriff's Office Health Plan	1,398,598	24.8%
	Pasco County Clerk & Comptroller's Office Health Plan	1,209,427	5.0%

The County adopted GASBS 45 effective October 1, 2007, therefore only one year of contributions information is available.

See accompanying independent auditors' report.

**COMBINING AND INDIVIDUAL FUND
STATEMENTS
AND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

MUNICIPAL SERVICES FUND To account for various municipal services including planning, code enforcement, animal control, emergency services administration, engineering services and law enforcement that are provided in the unincorporated areas of the County.

BUILDING INSPECTIONS AND PERMITTING FUND To account for the administration of the Florida Building Code pursuant to Senate Bill 442.

EAST AND WEST PASCO LAW LIBRARY FUNDS To account for the purchase of books, supplies and equipment, and the payment of librarian salaries in the East and West Pasco Law Libraries.

ROAD AND BRIDGE FUND To principally account for the maintenance of County roads, including traffic engineering services, and signs and signals.

LAW ENFORCEMENT FUND To account for the proceeds from the sale of forfeited property to be expended for law enforcement purposes such as protracted or complex investigations, additional technical equipment or expertise, matching funds to obtain federal grants or other law enforcement purposes which the Board of County Commissioners deems appropriate, in accordance with Chapter 932, Florida Statutes.

DRUG ABUSE FUND To account for court-imposed assessments against individuals pleading guilty or nolo contendere to, or convicted of, a violation of Section 893.13, Florida Statutes, regarding controlled substances. These assessments will provide assistance grants to drug abuse treatment or education programs.

TOURIST DEVELOPMENT TAX FUND To account for the collection and use of a 2% Tourist Development Tax imposed pursuant to County ordinance and in accordance with Section 125.0104, Florida Statutes.

SPECIAL ASSESSMENT FUND To account for special assessments levied to finance road improvements deemed to benefit the properties against which the assessments are levied.

INTERGOVERNMENTAL RADIO COMMUNICATION FUND To account for monies received from the moving violation surcharge for use in providing a radio communications system that allows access to, or increases the capability of, public entities for purposes of intergovernmental communications, in accordance with Florida Statutes.

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

SPECIAL REVENUE FUNDS (CONTINUED)

QUAIL HOLLOW VILLAGE MSTU To account for special assessments levied to finance services provided for the common area of the unit.

MUNICIPAL FIRE SERVICE UNIT FUND To account for fire prevention and suppression services provided to unincorporated areas within the County.

DEPARTMENT OF JUVENILE JUSTICE FUND To account for funds received for the Teen Court Grant.

OFFICE OF STATE COURTS ADMINISTRATOR FUND To account for those funds received by the Office of the State Courts Administrator to be used for the court system.

CRIMINAL JUSTICE (FDLE) FUND To account for those funds received from the Florida Department of Law Enforcement for improvements to the criminal justice system.

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) FUND To account for the providing of infrastructure improvements, public facilities, public services, housing-related activities, code enforcement, planning activities, clearance of public hazards and other activities which are related to neighborhood/community improvements principally benefitting low and moderate income persons; to account for the prevention or elimination of slum or blight, or the providing for urgent needs; to account for the providing of shelter and direct services to the homeless or those at risk of becoming homeless, as well as homeless prevention activities and the conversion of facilities for use as emergency shelters; to account for the providing of low interest loans to property owners in order to improve rental property for the principal benefit of low income families.

DEPARTMENT OF COMMUNITY AFFAIRS GRANTS FUND To account for the maintenance of local emergency plans and implementation procedures through the Emergency Management Assistance Program; to account for assistance provided to the Sheriff in implementing the Anti-Drug Program through the Community Oriented Policing Unit; to account for assistance provided to the Clerk of the Circuit Court and the Sheriff for the Domestic Violence Program; to account for preparation of a statewide mitigation strategy project; to account for funding provided to update the Hazardous Materials Emergency Plan; to account for funding provided to implement Countywide Drug Control System Improvement Formula Grant Programs under Program Area 15, Criminal Justice Records Improvement.

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

SPECIAL REVENUE FUNDS (CONTINUED)

DEPARTMENT OF TRANSPORTATION FUND To account for the transportation planning process as approved by the Florida State Department of Transportation; to account for the purchase of certain equipment used in the Pasco County Transportation System; to account for the providing of capital equipment as it relates to the transportation disadvantaged; to account for the implementation of a countywide education and prevention program to aid students in resisting the use of alcohol and other drugs; to account for the providing of improvements for intermodal access to US Highway 19.

HOME PROGRAM FUND To account for the expansion and supply of decent, safe, sanitary, and affordable housing for very low and low income Americans.

PARKS FUND To account for those grants received for enhancement to the County parks system, including the artificial reef program.

DIVISION OF LIBRARY SERVICES To account for grants received from the State to improve capabilities of the public library system.

LIBRARY COOPERATIVE GRANT FUND To account for monies received for the Pasco County Public Library Cooperative in order to enhance and expand coordination of equal access to free public library services for residents.

RURAL ECONOMIC AND DEVELOPMENT ADMINISTRATION FUND To account for funds received from the Rural Economic and Development Administration to be used for housing rehabilitation of single family homes in the East Pasco area.

DEPARTMENT OF ELDER AFFAIRS FUND To account for the providing of emergency funding for elderly residents of the County in order to assist in the payment of energy bills and to purchase fans and air conditioners.

U.S. DEPARTMENT OF JUSTICE FUND To account for assistance provided to the Sheriff for certain law enforcement activities and the purchase of equipment.

TRANSPORTATION SERVICES FUND To account for the undertaking of a non-urbanized area public transportation project consisting of operating assistance for the Pasco County Public Transportation System; to account for the operating, administrative and management costs in providing public transportation services; to account for the providing of transportation and planning related services to the transportation disadvantaged.

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

SPECIAL REVENUE FUNDS (CONTINUED)

TITLE III-B TRANSPORTATION FUND To account for transportation services provided to citizens of the County who are 60 years of age and older.

DEPARTMENT OF CHILDREN AND FAMILIES FUND To account for grants received to improve professional education, equipment and medical supplies provided to the emergency services operation; to assist homeless families in their pursuit of safe and affordable housing.

ELDERLY NUTRITION FUND To account for congregate and home delivered meals, nutrition education services and outreach services provided to citizens of the County who are 60 years of age and older.

DEPARTMENT OF HOMELAND SECURITY FUND To account for those federal grants received to provide direct assistance to fire departments for the purpose of protecting the health and safety of the public and firefighting personnel against fire and fire-related hazards and to increase the number of firefighters in the community.

OFFICE OF TOURISM, TRADE AND ECONOMIC DEVELOPMENT FUND To account for those grants received to improve the economic base or tourist-related activities in the County.

DEPARTMENT OF ENVIRONMENTAL PROTECTION FUND To account for those grants received from the Florida Department of Environmental Protection.

MY SAFE FLORIDA HOME FUND To account for grant funds received from the State for eligible types of retrofit work on residences meeting certain criteria and in hurricane vulnerable or impacted areas within the County.

PARK DEVELOPMENT FUND To account for the acquisition and development of properties to expand and/or maintain the County Park System.

AFFORDABLE HOUSING FUND To account for funds received as a result of development orders to be expended for affordable housing.

EDUCATION FUND To account for fees charged to developers whose developments would necessitate an expansion of the County's educational system. Monies are to be expended only for the purpose of constructing new educational facilities.

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

SPECIAL REVENUE FUNDS (CONTINUED)

WILLIAMSBURG WEST MUNICIPAL SERVICE TAXING UNIT (MSTU) FUND To account for special assessments levied to finance services provided for the common area of the unit.

911 EMERGENCY SERVICES FUND To account for the maintenance of an enhanced 911 emergency communication system that links ambulance, law enforcement and fire dispatching service for the County and all cities within the County.

FLORIDA BOATING AND IMPROVEMENT FUND To account for funds received from the Florida Boating Improvement Program administered by the State Department of Environmental Protection in support of local recreational boating needs.

U.S. 19 CONCURRENCY FUND To account for impact fees charged to new construction activity near U.S. Highway 19 under the County's "New Development Fair Share Contribution for Road Improvement Ordinance." These fees will assist in providing increased capacity for U.S. Highway 19 to accommodate the increased demand generated by each activity.

TRANSPORTATION IMPACT FEE (WEST AND CENTRAL) FUNDS To account for impact fees charged to new land development activity under the County's "New Development Fair Share Contribution for Road Improvements Ordinance". These fees will assist in providing increased capacity for the major road network system to accommodate the increased demand generated by such activity. These fees are restricted for use in the zone in which the fee was collected.

SCHOOL IMPACT FEES FUND To account for impact fees imposed on new residential construction, under County ordinance, for the financing of new school facilities necessitated by such construction.

COURT FACILITIES IMPROVEMENT FUND To account for additional court costs assessed to any person pleading guilty or nolo contendere to or found guilty of, any felony, misdemeanor, or criminal traffic offense under the laws of the State provided the person has the ability to pay and will not be prevented from making restitution or other compensation to victims, or from paying child support. (In accordance with Sec. 939.18, Florida Statutes.)

ALCOHOL AND OTHER DRUG ABUSE FUND To account for additional court costs assessed against any person found guilty of a misdemeanor involving illegal use of alcohol or drugs. The additional money is to be allocated to local drug and alcohol abuse treatment programs.

TEEN COURT FUND To account for those costs assessed in Circuit and County criminal cases, juvenile delinquency, and traffic cases to finance the Pasco County Teen Court and Juvenile Diversion Programs.

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

SPECIAL REVENUE FUNDS (CONTINUED)

COMBAT IMPACT FEE FUND To account for impact fees imposed on new construction, in order to assist in providing capital expansion of the County's firefighting capability.

PARK IMPACT FEE (WEST, CENTRAL AND EAST AREAS) FUND To account for impact fees imposed on new construction activity. These fees will assist in providing additional parks to accommodate growth.

RESCUE IMPACT FEE FUND To account for impact fees, imposed on new construction, used to assist in providing capital expansion of the County's emergency medical service capability.

LIBRARY IMPACT FEE FUND To account for impact fees imposed on new construction, under County ordinance, which assist in financing the County library system to accommodate growth.

HURRICANE MITIGATION FEE FUND To account for hurricane shelter retrofitting and traffic management services in the County.

STORMWATER MANAGEMENT FUND To account for non ad valorem assessments based on an equivalent residential unit (ERU) of impervious service area. Funds are used to identify, design and construct drainage projects, and maintain various drainage components.

TREE FUND To account for monies collected for the unlawful removal, topping, or irreversible damage of trees, per County ordinance; to purchase, plant, and maintain native trees in the County.

LIGHTING DISTRICTS FUND To account for special assessments levied to finance street lighting services deemed to benefit the properties against which the assessments are levied.

CLERK'S SPECIAL REVENUE FUND To account for service charges paid to the Clerk for recording instruments in the official records, which are to be used exclusively for equipment, personnel training and technical assistance in modernizing the official records system, in accordance with Florida Statutes; to account for additional fees paid to the Clerk by parties instituting or filing probate matters, civil actions or proceedings, which are to be used for providing and maintaining facilities for the use of the courts, including court support services, in accordance with County ordinance.

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

SPECIAL REVENUE FUNDS (CONTINUED)

SHERIFF'S SPECIAL REVENUE FUND To account for the receipt and expenditure of non-criminal traffic infraction collections; confiscated funds resulting from arrests; unclaimed evidence; fines and filing fees related to juvenile court; parking citations collections; net proceeds under federal forfeitures; federal funds received to provide a vocational facility for incarcerated aliens; funding to provide child care and protective services; and various federal and state grants.

SUPERVISOR OF ELECTIONS SPECIAL REVENUE FUND To account for funds received from the State of Florida for various Voter Education Grants.

DEBT SERVICE FUNDS

REFUNDING IMPROVEMENT REVENUE BOND, SERIES 1996 FUND To account for the payment of principal and interest on the Refunding Improvement Revenue Bond, Series 1996, which is payable from the proceeds of the County Gas Tax (formerly the Seventh Cent Gas Tax) distributed to the County by the State of Florida.

PUBLIC IMPROVEMENT REFUNDING REVENUE BOND, SERIES 1996 FUND To account for the payment of principal and interest on the Public Improvement Refunding Revenue Bond, Series 1996, which is payable from non-ad valorem revenues of the County.

GAS TAX REFUNDING REVENUE BONDS, SERIES 1989 FUND To account for the payment of principal and interest on the Gas Tax Refunding Revenue Bonds, Series 1989. Amounts are payable from the proceeds of the six-cent local option gas tax distributed to the County by the State of Florida.

GAS TAX REFUNDING REVENUE BONDS, SERIES 2002 FUND To account for the payment of principal and interest on the Gas Tax Refunding Revenue Bonds, Series 2002. Amounts are payable from the proceeds of the six-cent local option gas tax distributed to the County by the State of Florida.

HUD SECTION 108 NOTE, SERIES 2006 FUND To account for the payment of principal and interest on the Section 108, Housing and Urban Development (HUD) \$13,000,000 Note for the Tommytown Neighborhood revitalization project. The County has pledged future Community Development Block Grant (CDBG) funds and other non ad valorem funds as security for the guaranteed loan funds in the HUD contract.

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

SPECIAL REVENUE FUNDS (CONTINUED)

GUARANTEED ENTITLEMENT REFUNDING REVENUE BONDS, SERIES 2003 FUND To account for the payment of principal and interest on the Guaranteed Entitlement Refunding Revenue Bonds, Series 2003. Amounts are payable from the guaranteed entitlement portion of Revenue Sharing Trust Funds of the State of Florida.

HALF-CENT SALES TAX REVENUE BONDS, SERIES 2003 FUND To account for the payment of principal and interest on the Half-cent Sales Tax Revenue Bonds, Series 2003. Amounts are payable from the proceeds of the one-half cent sales tax distributed to the County by the State of Florida.

CAPITAL PROJECTS FUNDS

PENNY FOR PASCO FUND To account for capital costs associated with the County's portion of the proceeds of the voter-approved local option sales surtax.

BOARD CAPITAL IMPROVEMENTS FUND To account for the costs of renovations, additions, or new construction of various governmental facilities (except roads), including drainage projects of diverse types and uses. Financing is provided through operating transfers from several funds, Federal and State grants, the sale of bonds, and interest revenue thereon.

TOMMYTOWN CAPITAL FUND To account for the infrastructure construction costs of the Tommytown Neighborhood revitalization project funded through the Section 108, Housing and Urban Development (HUD) \$13,000,000 note.

GUARANTEED ENTITLEMENT CONSTRUCTION FUND To account for the cost of acquiring certain voting system improvements; the cost of the acquisition, construction and equipping of a building for use by the Tax Collector; the purchase of land for recreational and drainage purposes. Financing is provided from a portion of the proceeds of the Guaranteed Entitlement Refunding Revenue Bonds, Series 2003.

HALF-CENT SALES TAX CONSTRUCTION FUND To account for the costs of various County governmental facilities, including park, recreation and library facilities; public safety, transportation, drainage and general County governmental buildings and/or improvements; and any land or other related improvements. Financing is provided from the proceeds of the Half-cent Sales Tax Revenue Bonds, Series 2003.

PASCO COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
September 30, 2008

SPECIAL REVENUE FUNDS

	MUNICIPAL SERVICES	BUILDING INSPECTIONS AND PERMITTING	WEST PASCO LAW LIBRARY	EAST PASCO LAW LIBRARY	ROAD AND BRIDGE
ASSETS					
Cash and cash equivalents	\$ 3,559,407	\$ 1,789,902	\$ 15,562	\$ 84,131	\$ 2,367,015
Investments	-	-	-	-	-
Accounts receivable	22,818	-	-	-	6,853
Notes receivable	-	-	-	-	-
Assessments receivable	-	-	-	-	-
Due from:					
Other funds	2,059,527	-	-	-	559,362
Other governments	2,178,331	-	4,990	4,990	225,952
Inventories	-	-	-	-	-
Total assets	<u>\$ 7,820,083</u>	<u>\$ 1,789,902</u>	<u>\$ 20,552</u>	<u>\$ 89,121</u>	<u>\$ 3,159,182</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Vouchers payable	\$ 498,462	\$ 42,526	\$ 3,052	\$ 3,024	\$ 425,646
Contracts payable	-	-	-	-	9,572
Accrued liabilities	503,115	156,087	1,100	1,771	216,299
Due to:					
Other funds	143,836	45	-	-	-
Other governments	16,905	-	-	-	13
Deposits	600	-	-	-	-
Deferred revenue	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total liabilities	<u>1,162,918</u>	<u>198,658</u>	<u>4,152</u>	<u>4,795</u>	<u>651,530</u>
Fund balances:					
Reserved for:					
Inventories	-	-	-	-	-
Encumbrances	576,275	229,617	-	127	124,493
Debt service	-	-	-	-	-
Unreserved (deficit)	<u>6,080,890</u>	<u>1,361,627</u>	<u>16,400</u>	<u>84,199</u>	<u>2,383,159</u>
Total fund balances	<u>6,657,165</u>	<u>1,591,244</u>	<u>16,400</u>	<u>84,326</u>	<u>2,507,652</u>
Total liabilities and fund balances	<u>\$ 7,820,083</u>	<u>\$ 1,789,902</u>	<u>\$ 20,552</u>	<u>\$ 89,121</u>	<u>\$ 3,159,182</u>

See accompanying independent auditors' report.

SPECIAL REVENUE FUNDS

LAW ENFORCEMENT	DRUG ABUSE	TOURIST DEVELOPMENT TAX	SPECIAL ASSESSMENT	INTER- GOVERNMENTAL RADIO COMMUNICATION	QUAIL HOLLOW VILLAGE MSTU	MUNICIPAL FIRE SERVICE UNIT
\$ 141,530	\$ 32,289	\$ 10,820,349	\$ 6,589,398	\$ 1,440,910	\$ 70,332	\$ 9,642,776
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	12,475,904	-	-	-
-	-	-	206	-	-	-
37,281	-	42,996	-	25,899	-	13,708
-	-	-	-	-	-	-
<u>\$ 178,811</u>	<u>\$ 32,289</u>	<u>\$ 10,863,345</u>	<u>\$ 19,065,508</u>	<u>\$ 1,466,809</u>	<u>\$ 70,332</u>	<u>\$ 9,656,484</u>
\$ -	\$ -	\$ 7,476	\$ 335,506	\$ -	\$ 6,317	\$ 1,046,588
-	-	-	115,323	-	-	86,438
-	-	4,124	-	-	-	704,716
-	-	-	-	-	-	220
15,534	-	-	21,566	-	-	53
-	-	-	-	-	-	-
-	-	-	12,547,922	-	-	-
-	-	-	-	-	-	-
<u>15,534</u>	<u>-</u>	<u>11,600</u>	<u>13,020,317</u>	<u>-</u>	<u>6,317</u>	<u>1,838,015</u>
-	-	-	-	-	-	-
-	-	84,135	1,123,129	90,209	100	914,423
-	-	-	-	-	-	-
<u>163,277</u>	<u>32,289</u>	<u>10,767,610</u>	<u>4,922,062</u>	<u>1,376,600</u>	<u>63,915</u>	<u>6,904,046</u>
<u>163,277</u>	<u>32,289</u>	<u>10,851,745</u>	<u>6,045,191</u>	<u>1,466,809</u>	<u>64,015</u>	<u>7,818,469</u>
<u>\$ 178,811</u>	<u>\$ 32,289</u>	<u>\$ 10,863,345</u>	<u>\$ 19,065,508</u>	<u>\$ 1,466,809</u>	<u>\$ 70,332</u>	<u>\$ 9,656,484</u>

(Continued)

PASCO COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
September 30, 2008

SPECIAL REVENUE FUNDS

	DEPT. OF JUVENILE JUSTICE	OFFICE OF STATE COURTS ADMINISTRATOR	CRIMINAL JUSTICE (FDLE)	DEPARTMENT OF HUD	DEPT. OF COMMUNITY AFFAIRS GRANTS	DEPARTMENT OF TRANS- PORTATION
ASSETS						
Cash and cash equivalents	\$ -	\$ 67,131	\$ 11,288	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Notes receivable	-	-	-	1,038,977	-	-
Assessments receivable	-	-	-	76,998	-	-
Due from:						
Other funds	-	-	-	-	464,382	102,369
Other governments	940	-	74,727	195,198	1,358,214	7,353,749
Inventories	-	-	-	-	-	-
Total assets	<u>\$ 940</u>	<u>\$ 67,131</u>	<u>\$ 86,015</u>	<u>\$ 1,311,173</u>	<u>\$ 1,822,596</u>	<u>\$ 7,456,118</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Vouchers payable	\$ -	\$ -	\$ -	\$ 55,418	\$ 190,232	\$ 5,390,904
Contracts payable	-	-	-	-	14,948	-
Accrued liabilities	-	-	-	9,132	17,403	-
Due to:						
Other funds	940	-	-	121,268	1,559,465	1,969,351
Other governments	-	-	74,727	4,232	58	-
Deposits	-	-	-	166	40,490	-
Deferred revenue	-	65,980	11,288	1,120,957	-	95,863
Other liabilities	-	-	-	-	-	-
Total liabilities	<u>940</u>	<u>65,980</u>	<u>86,015</u>	<u>1,311,173</u>	<u>1,822,596</u>	<u>7,456,118</u>
Fund balances:						
Reserved for:						
Inventories	-	-	-	-	-	-
Encumbrances	-	-	-	376,094	7,136,182	383,636
Debt service	-	-	-	-	-	-
Unreserved (deficit)	-	1,151	-	(376,094)	(7,136,182)	(383,636)
Total fund balances	<u>-</u>	<u>1,151</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 940</u>	<u>\$ 67,131</u>	<u>\$ 86,015</u>	<u>\$ 1,311,173</u>	<u>\$ 1,822,596</u>	<u>\$ 7,456,118</u>

SPECIAL REVENUE FUNDS

HOME PROGRAM	PARKS	DIVISION OF LIBRARY SERVICES	RURAL ECONOMIC AND DEVELOPMENT ADMINISTRATION	DEPT. OF ELDER AFFAIRS	U.S. DEPARTMENT OF JUSTICE	TRANS- PORTATION SERVICES	TITLE III-B TRANS- PORTATION
\$ -	\$ -	\$ 33,834	\$ 19,259	\$ 24,263	\$ 221,314	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	15,540	-
13,246,589	-	-	155,249	-	-	-	-
-	-	-	-	-	-	-	-
-	259,364	-	-	-	-	178,963	-
205,899	15,230	671	-	-	3,256	1,348,248	42,841
-	-	-	-	-	-	-	-
<u>\$ 13,452,488</u>	<u>\$ 274,594</u>	<u>\$ 34,505</u>	<u>\$ 174,508</u>	<u>\$ 24,263</u>	<u>\$ 224,570</u>	<u>\$ 1,542,751</u>	<u>\$ 42,841</u>
\$ 46,929	\$ 28,383	\$ 31,956	\$ -	\$ 3,928	\$ -	\$ 114,863	\$ -
-	17,500	-	-	-	-	-	-
3,076	-	-	-	-	-	103,003	-
154,372	220,780	-	-	20,335	-	1,264,724	42,830
1,121	206	-	-	-	124,229	-	-
-	-	-	-	-	-	-	-
13,246,990	7,725	2,549	162,050	-	100,341	60,161	11
-	-	-	-	-	-	-	-
<u>13,452,488</u>	<u>274,594</u>	<u>34,505</u>	<u>162,050</u>	<u>24,263</u>	<u>224,570</u>	<u>1,542,751</u>	<u>42,841</u>
-	-	-	-	-	-	-	-
175,787	1,500	2,490	-	-	-	3,956	-
-	-	-	-	-	-	-	-
<u>(175,787)</u>	<u>(1,500)</u>	<u>(2,490)</u>	<u>12,458</u>	<u>-</u>	<u>-</u>	<u>(3,956)</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>12,458</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 13,452,488</u>	<u>\$ 274,594</u>	<u>\$ 34,505</u>	<u>\$ 174,508</u>	<u>\$ 24,263</u>	<u>\$ 224,570</u>	<u>\$ 1,542,751</u>	<u>\$ 42,841</u>

(Continued)

PASCO COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
September 30, 2008

SPECIAL REVENUE FUNDS

	DEPARTMENT OF CHILDREN AND FAMILIES	ELDERLY NUTRITION	DEPARTMENT OF HOMELAND SECURITY	OFFICE OF TOURISM, TRADE AND ECONOMIC DEVELOPMENT	DEPARTMENT OF ENVIRONMENTAL PROTECTION	MY SAFE FLORIDA HOME
ASSETS						
Cash and cash equivalents	\$ 100,147	\$ -	\$ -	\$ -	\$ -	\$ 97,031
Investments	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-
Assessments receivable	-	-	-	-	-	-
Due from:						
Other funds	-	-	-	-	-	-
Other governments	-	39,800	5,016	150,828	7,716	-
Inventories	-	-	-	-	-	-
Total assets	<u>\$ 100,147</u>	<u>\$ 39,800</u>	<u>\$ 5,016</u>	<u>\$ 150,828</u>	<u>\$ 7,716</u>	<u>\$ 97,031</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Vouchers payable	\$ 9,514	\$ -	\$ 3,100	\$ -	\$ -	\$ 20,390
Contracts payable	-	-	-	-	-	-
Accrued liabilities	-	-	-	-	-	1,280
Due to:						
Other funds	-	39,800	1,916	150,828	7,114	-
Other governments	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Deferred revenue	90,633	-	-	-	602	75,361
Other liabilities	-	-	-	-	-	-
Total liabilities	<u>100,147</u>	<u>39,800</u>	<u>5,016</u>	<u>150,828</u>	<u>7,716</u>	<u>97,031</u>
Fund balances:						
Reserved for:						
Inventories	-	-	-	-	-	-
Encumbrances	2,171	-	465,385	-	8,786	19,822
Debt service	-	-	-	-	-	-
Unreserved (deficit)	<u>(2,171)</u>	<u>-</u>	<u>(465,385)</u>	<u>-</u>	<u>(8,786)</u>	<u>(19,822)</u>
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 100,147</u>	<u>\$ 39,800</u>	<u>\$ 5,016</u>	<u>\$ 150,828</u>	<u>\$ 7,716</u>	<u>\$ 97,031</u>

SPECIAL REVENUE FUNDS

PARK DEVELOPMENT	EDUCATION	AFFORDABLE HOUSING	WILLIAMSBURG WEST MSTU	911 EMERGENCY SERVICES	FLORIDA BOATING AND IMPROVEMENT	US 19 CONCURRENCY	TRANS- PORTATION IMPACT FEE WEST
\$ 589,845	\$ 118,439	\$ 195,600	\$ 34,334	\$ 4,045,672	\$ 933,188	\$ 775,372	\$ 30,632,984
-	-	-	-	-	-	-	-
-	-	-	-	175,173	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	886	-	-
-	-	-	-	-	9,905	-	-
-	-	-	-	-	-	-	-
<u>\$ 589,845</u>	<u>\$ 118,439</u>	<u>\$ 195,600</u>	<u>\$ 34,334</u>	<u>\$ 4,220,845</u>	<u>\$ 943,979</u>	<u>\$ 775,372</u>	<u>\$ 30,632,984</u>
\$ 13,177	\$ -	\$ -	\$ 1,173	\$ 108,070	\$ 3,419	\$ -	\$ 363,889
3,823	-	-	-	-	-	-	21,080
-	-	-	-	8,860	-	-	-
176,331	-	-	-	-	9,500	-	177,203
28	-	-	-	-	-	-	1,027
-	-	-	-	-	-	-	-
-	-	-	-	819,742	-	-	52,100
-	-	-	-	-	-	-	-
<u>193,359</u>	<u>-</u>	<u>-</u>	<u>1,173</u>	<u>936,672</u>	<u>12,919</u>	<u>-</u>	<u>615,299</u>
-	-	-	-	-	-	-	-
309,960	-	-	-	55,992	-	-	372,234
-	-	-	-	-	-	-	-
<u>86,526</u>	<u>118,439</u>	<u>195,600</u>	<u>33,161</u>	<u>3,228,181</u>	<u>931,060</u>	<u>775,372</u>	<u>29,645,451</u>
<u>396,486</u>	<u>118,439</u>	<u>195,600</u>	<u>33,161</u>	<u>3,284,173</u>	<u>931,060</u>	<u>775,372</u>	<u>30,017,685</u>
<u>\$ 589,845</u>	<u>\$ 118,439</u>	<u>\$ 195,600</u>	<u>\$ 34,334</u>	<u>\$ 4,220,845</u>	<u>\$ 943,979</u>	<u>\$ 775,372</u>	<u>\$ 30,632,984</u>

(Continued)

PASCO COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
September 30, 2008

SPECIAL REVENUE FUNDS

	TRANS- PORTATION IMPACT FEE CENTRAL	SCHOOL IMPACT FEES	COURT FACILITIES IMPROVEMENT 939.18 F.S.	ALCOHOL AND OTHER DRUG ABUSE	TEEN COURT
ASSETS					
Cash and cash equivalents	\$ 59,836,137	\$ 880,849	\$ 2,932,061	\$ -	\$ 576,952
Investments	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Notes receivable	-	-	-	-	-
Assessments receivable	-	-	-	-	-
Due from:					
Other funds	60,636	-	-	-	-
Other governments	-	3,786	55,440	1,244	20,055
Inventories	-	-	-	-	-
Total assets	<u>\$ 59,896,773</u>	<u>\$ 884,635</u>	<u>\$ 2,987,501</u>	<u>\$ 1,244</u>	<u>\$ 597,007</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Vouchers payable	\$ 347,640	\$ 893,776	\$ -	\$ 1,099	\$ 16,186
Contracts payable	49,944	-	3,189	-	-
Accrued liabilities	-	-	-	-	4,503
Due to:					
Other funds	-	-	-	800	-
Other governments	1,172	-	-	-	-
Deposits	-	-	-	-	-
Deferred revenue	14,915	-	-	-	-
Other liabilities	-	-	-	-	-
Total liabilities	<u>413,671</u>	<u>893,776</u>	<u>3,189</u>	<u>1,899</u>	<u>20,689</u>
Fund balances:					
Reserved for:					
Inventories	-	-	-	-	-
Encumbrances	864,870	-	-	-	352
Debt service	-	-	-	-	-
Unreserved (deficit)	<u>58,618,232</u>	<u>(9,141)</u>	<u>2,984,312</u>	<u>(655)</u>	<u>575,966</u>
Total fund balances	<u>59,483,102</u>	<u>(9,141)</u>	<u>2,984,312</u>	<u>(655)</u>	<u>576,318</u>
Total liabilities and fund balances	<u>\$ 59,896,773</u>	<u>\$ 884,635</u>	<u>\$ 2,987,501</u>	<u>\$ 1,244</u>	<u>\$ 597,007</u>

SPECIAL REVENUE FUNDS

COMBAT IMPACT FEE	PARK IMPACT FEE WEST	PARK IMPACT FEE CENTRAL	PARK IMPACT FEE EAST	RESCUE IMPACT FEE	LIBRARY IMPACT FEE	HURRICANE MITIGATION FEE
\$ 7,958,304	\$ 9,196,916	\$ 8,243,982	\$ 2,218,403	\$ 5,457,841	\$ 1,492,330	\$ 377,179
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	2,076	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 7,958,304</u>	<u>\$ 9,198,992</u>	<u>\$ 8,243,982</u>	<u>\$ 2,218,403</u>	<u>\$ 5,457,841</u>	<u>\$ 1,492,330</u>	<u>\$ 377,179</u>
\$ 693,930	\$ 2,076	\$ -	\$ -	\$ 141,175	\$ -	\$ 800
68,578	-	-	-	50,830	-	-
-	-	-	-	-	-	-
-	15,230	-	-	-	-	-
26	-	-	-	13	-	2
-	-	-	-	-	-	-
-	-	862,961	-	-	-	-
-	-	-	-	-	-	-
<u>762,534</u>	<u>17,306</u>	<u>862,961</u>	<u>-</u>	<u>192,018</u>	<u>-</u>	<u>802</u>
-	-	-	-	-	-	-
793,907	29,807	11,578	-	160,766	-	-
-	-	-	-	-	-	-
<u>6,401,863</u>	<u>9,151,879</u>	<u>7,369,443</u>	<u>2,218,403</u>	<u>5,105,057</u>	<u>1,492,330</u>	<u>376,377</u>
<u>7,195,770</u>	<u>9,181,686</u>	<u>7,381,021</u>	<u>2,218,403</u>	<u>5,265,823</u>	<u>1,492,330</u>	<u>376,377</u>
<u>\$ 7,958,304</u>	<u>\$ 9,198,992</u>	<u>\$ 8,243,982</u>	<u>\$ 2,218,403</u>	<u>\$ 5,457,841</u>	<u>\$ 1,492,330</u>	<u>\$ 377,179</u>

(Continued)

PASCO COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
September 30, 2008

SPECIAL REVENUE FUNDS

	STORMWATER MANAGEMENT	TREE	LIGHTING DISTRICTS	CLERK'S SPECIAL REVENUE	SHERIFF'S SPECIAL REVENUE	SUPERVISOR OF ELECTION'S SPECIAL REVENUE	TOTAL
ASSETS							
Cash and cash equivalents	\$ 6,865,232	\$ 1,210,570	\$ 1,486,051	\$ 5,852,824	\$ 2,325,273	\$ -	\$ 191,364,206
Investments	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	220,384
Notes receivable	-	-	-	-	-	-	14,440,815
Assessments receivable	-	-	222,583	-	-	-	12,775,485
Due from:							
Other funds	2,430	-	-	296,734	1,981,787	283,392	6,252,114
Other governments	1,390	-	733	-	486,960	-	13,915,993
Inventories	-	-	-	-	228,855	-	228,855
Total assets	<u>\$ 6,869,052</u>	<u>\$ 1,210,570</u>	<u>\$ 1,709,367</u>	<u>\$ 6,149,558</u>	<u>\$ 5,022,875</u>	<u>\$ 283,392</u>	<u>\$ 239,197,852</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Vouchers payable	\$ 292,477	\$ -	\$ 276,821	\$ 323,393	\$ 185,272	\$ -	\$ 11,928,587
Contracts payable	-	2,428	-	-	-	-	443,653
Accrued liabilities	30,250	-	-	616,481	127,696	-	2,508,896
Due to:							
Other funds	-	-	-	93	1,655,668	-	7,732,649
Other governments	162	-	1,063	1,595,255	18,830	-	1,876,222
Deposits	-	-	-	1,030	-	-	42,286
Deferred revenue	-	-	724,803	9,496	313,235	260,350	30,646,035
Other liabilities	-	-	-	53,232	-	-	53,232
Total liabilities	<u>322,889</u>	<u>2,428</u>	<u>1,002,687</u>	<u>2,598,980</u>	<u>2,300,701</u>	<u>260,350</u>	<u>55,231,560</u>
Fund balances:							
Reserved for:							
Inventories	-	-	-	-	228,855	-	228,855
Encumbrances	3,554,746	750	-	2,122,823	-	-	19,996,102
Debt service	-	-	-	-	-	-	-
Unreserved (deficit)	<u>2,991,417</u>	<u>1,207,392</u>	<u>706,680</u>	<u>1,427,755</u>	<u>2,493,319</u>	<u>23,042</u>	<u>163,741,335</u>
Total fund balances	<u>6,546,163</u>	<u>1,208,142</u>	<u>706,680</u>	<u>3,550,578</u>	<u>2,722,174</u>	<u>23,042</u>	<u>183,966,292</u>
Total liabilities and fund balances	<u>\$ 6,869,052</u>	<u>\$ 1,210,570</u>	<u>\$ 1,709,367</u>	<u>\$ 6,149,558</u>	<u>\$ 5,022,875</u>	<u>\$ 283,392</u>	<u>\$ 239,197,852</u>

DEBT SERVICE FUNDS

REFUNDING IMPROVEMENT REVENUE BOND SERIES 1996	GAS TAX REFUNDING REVENUE BONDS SERIES 1989	GAS TAX REFUNDING REVENUE BONDS SERIES 2002	HUD SECTION 108 NOTE SERIES 2006	GUARANTEED ENTITLEMENT REFUNDING REVENUE BONDS SERIES 2003	HALF-CENT SALES TAX REVENUE BONDS SERIES 2003	TOTAL
\$ 412,416	\$ -	\$ 1,241	\$ -	\$ 3,044,918	\$ 809	\$ 3,459,384
-	-	-	1,188,659	-	-	1,188,659
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
137,544	-	686,528	-	-	1,475,297	2,161,825
-	-	-	-	-	-	137,544
-	-	-	-	-	-	-
<u>\$ 549,960</u>	<u>\$ -</u>	<u>\$ 687,769</u>	<u>\$ 1,188,659</u>	<u>\$ 3,044,918</u>	<u>\$ 1,476,106</u>	<u>\$ 6,947,412</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
549,960	-	-	-	2,059,527	-	2,609,487
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>549,960</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,059,527</u>	<u>-</u>	<u>2,609,487</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	687,769	1,188,659	985,391	1,476,106	4,337,925
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>687,769</u>	<u>1,188,659</u>	<u>985,391</u>	<u>1,476,106</u>	<u>4,337,925</u>
<u>\$ 549,960</u>	<u>\$ -</u>	<u>\$ 687,769</u>	<u>\$ 1,188,659</u>	<u>\$ 3,044,918</u>	<u>\$ 1,476,106</u>	<u>\$ 6,947,412</u>

(Continued)

PASCO COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
September 30, 2008

CAPITAL PROJECTS FUNDS

	PENNY FOR PASCO	BOARD CAPITAL IMPROVEMENTS	TOMMYTOWN CAPITAL	HALF-CENT SALES TAX CONSTRUCTION	TOTAL	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS						
Cash and cash equivalents	\$ 21,959,642	\$ 31,002,167	\$ -	\$ 15,658,136	\$ 68,619,945	\$ 263,443,535
Investments	-	-	13,839,208	-	13,839,208	15,027,867
Accounts receivable	-	-	-	-	-	220,384
Notes receivable	-	-	-	-	-	14,440,815
Assessments receivable	-	-	-	-	-	12,775,485
Due from:						
Other funds	-	-	-	-	-	8,413,939
Other governments	1,292,521	-	-	-	1,292,521	15,346,058
Inventories	-	-	-	-	-	228,855
Total assets	<u>\$ 23,252,163</u>	<u>\$ 31,002,167</u>	<u>\$ 13,839,208</u>	<u>\$ 15,658,136</u>	<u>\$ 83,751,674</u>	<u>\$ 329,896,938</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Vouchers payable	\$ 116,030	\$ 1,446,220	\$ -	\$ 253,743	\$ 1,815,993	\$ 13,744,580
Contracts payable	87,640	131,745	-	848,529	1,067,914	1,511,567
Accrued liabilities	-	-	-	-	-	2,508,896
Due to:						
Other funds	-	-	928,951	-	928,951	11,271,087
Other governments	530	-	-	18	548	1,876,770
Deposits	-	-	-	-	-	42,286
Deferred revenue	-	-	-	-	-	30,646,035
Other liabilities	-	-	-	-	-	53,232
Total liabilities	<u>204,200</u>	<u>1,577,965</u>	<u>928,951</u>	<u>1,102,290</u>	<u>3,813,406</u>	<u>61,654,453</u>
Fund balances:						
Reserved for:						
Inventories	-	-	-	-	-	228,855
Encumbrances	809,057	17,060,992	-	603,192	18,473,241	38,469,343
Debt service	-	-	-	-	-	4,337,925
Unreserved (deficit)	<u>22,238,906</u>	<u>12,363,210</u>	<u>12,910,257</u>	<u>13,952,654</u>	<u>61,465,027</u>	<u>225,206,362</u>
Total fund balances	<u>23,047,963</u>	<u>29,424,202</u>	<u>12,910,257</u>	<u>14,555,846</u>	<u>79,938,268</u>	<u>268,242,485</u>
Total liabilities and fund balances	<u>\$ 23,252,163</u>	<u>\$ 31,002,167</u>	<u>\$ 13,839,208</u>	<u>\$ 15,658,136</u>	<u>\$ 83,751,674</u>	<u>\$ 329,896,938</u>

PASCO COUNTY, FLORIDA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2008

SPECIAL REVENUE FUNDS

	MUNICIPAL SERVICES	BUILDING INSPECTIONS AND PERMITTING	WEST PASCO LAW LIBRARY	EAST PASCO LAW LIBRARY	ROAD AND BRIDGE	LAW ENFORCEMENT
REVENUES						
Taxes	\$ 6,110,155	\$ 157,960	\$ -	\$ -	\$ 2,107,130	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	640,691	4,298,488	-	-	-	-
Intergovernmental:						
Federal	-	-	-	-	32,371	-
State	20,729,330	-	-	-	776,157	-
Local	-	-	-	-	-	-
Charges for services	1,497,099	1,359,755	63,373	62,221	350,712	-
Fines and forfeits	69,993	-	-	-	-	147,401
Interest and other earnings	24,974	45,250	238	1,597	59,817	5,793
Miscellaneous	1,232,205	(101)	2	-	26,846	-
Total revenues	<u>30,304,447</u>	<u>5,861,352</u>	<u>63,613</u>	<u>63,818</u>	<u>3,353,033</u>	<u>153,194</u>
EXPENDITURES						
Current:						
General government (noncourt-related)	5,964,716	1,361,582	-	-	-	-
Public safety	3,823,979	4,431,280	-	-	-	309,121
Physical environment	354,532	-	-	-	-	-
Transportation	1,345,410	-	-	-	9,408,662	-
Economic environment	162,959	-	-	-	-	-
Human services	2,159,365	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Court-related	-	-	65,703	78,432	-	-
Miscellaneous	3,245,862	1,204,887	-	-	942,532	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and debt service charges	-	-	-	-	-	-
Total expenditures	<u>17,056,823</u>	<u>6,997,749</u>	<u>65,703</u>	<u>78,432</u>	<u>10,351,194</u>	<u>309,121</u>
Excess (deficiency) of revenues over expenditures	<u>13,247,624</u>	<u>(1,136,397)</u>	<u>(2,090)</u>	<u>(14,614)</u>	<u>(6,998,161)</u>	<u>(155,927)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	7,559,527	-	-	-	4,922,409	-
Transfers out	(20,422,643)	(22,106)	-	-	-	-
Total other financing sources (uses)	<u>(12,863,116)</u>	<u>(22,106)</u>	<u>-</u>	<u>-</u>	<u>4,922,409</u>	<u>-</u>
Net change in fund balances	384,508	(1,158,503)	(2,090)	(14,614)	(2,075,752)	(155,927)
Fund balances at beginning of year	<u>6,272,657</u>	<u>2,749,747</u>	<u>18,490</u>	<u>98,940</u>	<u>4,583,404</u>	<u>319,204</u>
Fund balances at end of year	<u>\$ 6,657,165</u>	<u>\$ 1,591,244</u>	<u>\$ 16,400</u>	<u>\$ 84,326</u>	<u>\$ 2,507,652</u>	<u>\$ 163,277</u>

See accompanying independent auditors' report.

SPECIAL REVENUE FUNDS

DRUG ABUSE	TOURIST DEVELOPMENT TAX	SPECIAL ASSESSMENT	INTER- GOVERNMENTAL RADIO COMMUNICATION	QUAIL HOLLOW VILLAGE MSTU	MUNICIPAL FIRE SERVICE UNIT
\$ -	\$ 841,488	\$ -	\$ -	\$ -	\$ 26,459,046
-	-	3,743,964	-	18,317	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	34,049
-	-	-	-	-	-
426	7,010	-	356,248	-	172
-	-	-	-	-	-
546	178,245	540,355	21,186	1,111	316,937
-	11	15,278	-	-	3,341
<u>972</u>	<u>1,026,754</u>	<u>4,299,597</u>	<u>377,434</u>	<u>19,428</u>	<u>26,813,545</u>
-	-	-	62,714	-	-
-	-	-	55,098	-	29,374,325
-	-	-	-	-	-
-	-	4,829,808	-	10,254	-
-	341,636	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	488	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>341,636</u>	<u>4,829,808</u>	<u>118,300</u>	<u>10,254</u>	<u>29,374,325</u>
<u>972</u>	<u>685,118</u>	<u>(530,211)</u>	<u>259,134</u>	<u>9,174</u>	<u>(2,560,780)</u>
-	-	-	-	-	1,195,702
-	-	-	-	-	(1,208,940)
-	-	-	-	-	(13,238)
972	685,118	(530,211)	259,134	9,174	(2,574,018)
<u>31,317</u>	<u>10,166,627</u>	<u>6,575,402</u>	<u>1,207,675</u>	<u>54,841</u>	<u>10,392,487</u>
<u>\$ 32,289</u>	<u>\$ 10,851,745</u>	<u>\$ 6,045,191</u>	<u>\$ 1,466,809</u>	<u>\$ 64,015</u>	<u>\$ 7,818,469</u>

(Continued)

PASCO COUNTY, FLORIDA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2008

SPECIAL REVENUE FUNDS

	OFFICE OF STATE COURT ADMIN	CRIMINAL JUSTICE (FDLE)	DEPARTMENT OF HUD	DEPT OF COMMUNITY AFFAIRS GRANTS	DEPARTMENT OF TRANS- PORTATION	HOME PROGRAM	PARKS
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	22,144	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental:							
Federal	-	190,933	3,594,338	423,220	2,685,667	1,209,533	-
State	-	44,442	-	274,966	6,214,668	-	219,853
Local	-	-	-	-	-	-	-
Charges for services	-	-	58,933	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Interest and other earnings	1,151	-	28,352	-	-	13,484	-
Miscellaneous	-	-	22,037	304	-	464,700	-
Total revenues	<u>1,151</u>	<u>235,375</u>	<u>3,725,804</u>	<u>698,490</u>	<u>8,900,335</u>	<u>1,687,717</u>	<u>219,853</u>
EXPENDITURES							
Current:							
General government (noncourt-related)	-	-	400,888	20,305	618,975	-	-
Public safety	-	235,375	-	1,473,291	-	-	-
Physical environment	-	-	172,636	19,275	-	-	-
Transportation	-	-	215,546	-	-	-	-
Economic environment	-	-	1,697,263	-	8,294,303	1,687,717	-
Human services	-	-	163,260	-	-	-	-
Culture and recreation	-	-	-	-	-	-	420,708
Court-related	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest and debt service charges	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>235,375</u>	<u>2,649,593</u>	<u>1,512,871</u>	<u>8,913,278</u>	<u>1,687,717</u>	<u>420,708</u>
Excess (deficiency) of revenues over expenditures	<u>1,151</u>	<u>-</u>	<u>1,076,211</u>	<u>(814,381)</u>	<u>(12,943)</u>	<u>-</u>	<u>(200,855)</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	814,381	12,943	-	200,855
Transfers out	-	-	(1,076,211)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,076,211)</u>	<u>814,381</u>	<u>12,943</u>	<u>-</u>	<u>200,855</u>
Net change in fund balances	1,151	-	-	-	-	-	-
Fund balances at beginning of year	-	-	-	-	-	-	-
Fund balances at end of year	<u>\$ 1,151</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SPECIAL REVENUE FUNDS

DIVISION OF LIBRARY SERVICES	LIBRARY COOPERATIVE GRANT	RURAL ECONOMIC AND DEVELOPMENT ADMINISTRATION	DEPT. OF ELDER AFFAIRS	U.S. DEPARTMENT OF JUSTICE	TRANS- PORTATION SERVICES	TITLE III-B TRANS- PORTATION	DEPARTMENT OF CHILDREN AND FAMILIES
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
271,451	-	-	49,809	161,556	590,796	188,519	-
-	11,357	-	-	-	2,574,235	53,393	160,860
-	-	-	-	-	-	-	-
-	-	-	-	-	605,258	11,498	-
-	-	-	-	-	-	-	-
-	-	417	-	-	-	-	-
-	-	20,785	-	-	88,842	-	-
<u>271,451</u>	<u>11,357</u>	<u>21,202</u>	<u>49,809</u>	<u>161,556</u>	<u>3,859,131</u>	<u>253,410</u>	<u>160,860</u>
-	-	-	-	-	-	-	-
-	-	-	-	161,556	-	-	140,092
-	-	-	-	-	-	-	-
-	-	-	-	-	5,202,506	288,186	-
-	-	8,744	-	-	-	-	-
-	-	-	49,809	-	-	-	24,128
271,451	11,357	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	2,600	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>271,451</u>	<u>11,357</u>	<u>8,744</u>	<u>49,809</u>	<u>161,556</u>	<u>5,205,106</u>	<u>288,186</u>	<u>164,220</u>
-	-	12,458	-	-	(1,345,975)	(34,776)	(3,360)
-	-	-	-	-	1,345,975	34,776	3,360
-	-	-	-	-	-	-	-
-	-	-	-	-	1,345,975	34,776	3,360
-	-	12,458	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,458</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

PASCO COUNTY, FLORIDA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2008

SPECIAL REVENUE FUNDS

	DEPARTMENT						
	ELDERLY	OF	DEPARTMENT OF	MY SAFE	PARK	EDUCATION	AFFORDABLE
	NUTRITION	HOMELAND	ENVIRONMENTAL	FLORIDA	DEVELOPMENT		HOUSING
		SECURITY	PROTECTION	HOME			
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental:							
Federal	746,099	8,057	-	-	-	-	-
State	130,993	-	70,362	49,726	-	-	-
Local	-	-	-	-	-	-	-
Charges for services	66,787	-	-	-	-	-	195,668
Fines and forfeits	-	-	-	-	-	-	-
Interest and other earnings	-	-	-	-	18,235	2,031	(68)
Miscellaneous	-	-	-	-	-	-	-
Total revenues	<u>943,879</u>	<u>8,057</u>	<u>70,362</u>	<u>49,726</u>	<u>18,235</u>	<u>2,031</u>	<u>195,600</u>
EXPENDITURES							
Current:							
General government (noncourt-related)	-	-	-	-	-	-	-
Public safety	-	8,057	-	-	-	-	-
Physical environment	-	-	70,362	49,726	-	-	-
Transportation	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-
Human services	943,879	-	-	-	-	-	-
Culture and recreation	-	-	-	-	551,058	-	-
Court-related	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest and debt service charges	-	-	-	-	-	-	-
Total expenditures	<u>943,879</u>	<u>8,057</u>	<u>70,362</u>	<u>49,726</u>	<u>551,058</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(532,823)</u>	<u>2,031</u>	<u>195,600</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(176,125)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(176,125)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-	(708,948)	2,031	195,600
Fund balances at beginning of year	-	-	-	-	1,105,434	116,408	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 396,486</u>	<u>\$ 118,439</u>	<u>\$ 195,600</u>

SPECIAL REVENUE FUNDS

WILLIAMSBURG WEST MSTU	911 EMERGENCY SERVICES	FLORIDA BOATING AND IMPROVEMENT	US 19 CONCURRENCY	TRANS- PORTATION IMPACT FEE WEST	TRANS- PORTATION IMPACT FEE CENTRAL
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
26,629	-	-	122,653	6,301,643	7,481,892
-	-	-	-	-	-
-	-	-	-	-	-
-	1,266,042	124,397	-	-	-
-	-	-	-	-	-
-	1,009,582	-	-	-	-
-	-	-	-	-	-
652	51,881	14,832	12,622	548,824	980,523
1,000	-	-	-	26,292	106,242
<u>28,281</u>	<u>2,327,505</u>	<u>139,229</u>	<u>135,275</u>	<u>6,876,759</u>	<u>8,568,657</u>
-	-	-	-	-	-
-	2,006,335	-	-	-	-
20,235	-	-	-	-	-
-	-	-	-	8,259,499	3,648,064
-	-	-	-	-	-
-	-	35,260	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>20,235</u>	<u>2,006,335</u>	<u>35,260</u>	<u>-</u>	<u>8,259,499</u>	<u>3,648,064</u>
<u>8,046</u>	<u>321,170</u>	<u>103,969</u>	<u>135,275</u>	<u>(1,382,740)</u>	<u>4,920,593</u>
-	-	-	-	-	-
-	-	(9,499)	-	-	-
-	-	(9,499)	-	-	-
8,046	321,170	94,470	135,275	(1,382,740)	4,920,593
<u>25,115</u>	<u>2,963,003</u>	<u>836,590</u>	<u>640,097</u>	<u>31,400,425</u>	<u>54,562,509</u>
<u>\$ 33,161</u>	<u>\$ 3,284,173</u>	<u>\$ 931,060</u>	<u>\$ 775,372</u>	<u>\$ 30,017,685</u>	<u>\$ 59,483,102</u>

PASCO COUNTY, FLORIDA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2008

SPECIAL REVENUE FUNDS

	SCHOOL IMPACT FEES	COURT FACILITIES IMPROVEMENT 939.18 F.S.	ALCOHOL AND OTHER DRUG ABUSE	TEEN COURT	COMBAT IMPACT FEE	PARK IMPACT FEE WEST
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	7,121,086	-	-	-	1,443,903	605,490
Licenses and permits	-	-	-	-	-	-
Intergovernmental:						
Federal	-	-	-	-	-	-
State	-	-	-	-	-	-
Local	-	-	-	-	-	-
Charges for services	-	722,930	14,513	255,878	-	-
Fines and forfeits	-	-	-	-	-	-
Interest and other earnings	-	40,397	2,250	8,596	138,620	154,907
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>7,121,086</u>	<u>763,327</u>	<u>16,763</u>	<u>264,474</u>	<u>1,582,523</u>	<u>760,397</u>
EXPENDITURES						
Current:						
General government (noncourt-related)	7,130,227	-	-	-	-	-
Public safety	-	-	-	-	1,881,804	-
Physical environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-
Human services	-	-	139,328	-	-	-
Culture and recreation	-	-	-	-	-	348,390
Court-related	-	-	-	190,637	-	-
Miscellaneous	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and debt service charges	-	-	-	-	-	-
Total expenditures	<u>7,130,227</u>	<u>-</u>	<u>139,328</u>	<u>190,637</u>	<u>1,881,804</u>	<u>348,390</u>
Excess (deficiency) of revenues over expenditures	<u>(9,141)</u>	<u>763,327</u>	<u>(122,565)</u>	<u>73,837</u>	<u>(299,281)</u>	<u>412,007</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(15,230)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,230)</u>
Net change in fund balances	(9,141)	763,327	(122,565)	73,837	(299,281)	396,777
Fund balances at beginning of year	-	2,220,985	121,910	502,481	7,495,051	8,784,909
Fund balances at end of year	<u>\$ (9,141)</u>	<u>\$ 2,984,312</u>	<u>\$ (655)</u>	<u>\$ 576,318</u>	<u>\$ 7,195,770</u>	<u>\$ 9,181,686</u>

SPECIAL REVENUE FUNDS

PARK IMPACT FEE CENTRAL	PARK IMPACT FEE EAST	RESCUE IMPACT FEE	LIBRARY IMPACT FEE	HURRICANE MITIGATION FEE	STORMWATER MANAGEMENT	TREE	LIGHTING DISTRICTS
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,915	\$ -	\$ -
1,116,657	119,713	999,202	297,192	83,791	10,243,202	-	3,068,851
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	286,576	2,555
137,759	36,523	96,434	24,930	5,485	84,945	18,664	39,899
-	-	-	150	-	209,775	-	34,041
<u>1,254,416</u>	<u>156,236</u>	<u>1,095,636</u>	<u>322,272</u>	<u>89,276</u>	<u>10,540,837</u>	<u>305,240</u>	<u>3,145,346</u>
-	-	-	-	-	-	-	-
-	-	1,075,528	-	16,423	-	15,925	-
-	-	-	-	-	-	840	-
-	-	-	-	-	3,994,674	-	2,788,762
-	-	-	-	-	-	-	-
151,009	75	-	31,603	-	-	45,865	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>151,009</u>	<u>75</u>	<u>1,075,528</u>	<u>31,603</u>	<u>16,423</u>	<u>3,994,674</u>	<u>62,630</u>	<u>2,788,762</u>
<u>1,103,407</u>	<u>156,161</u>	<u>20,108</u>	<u>290,669</u>	<u>72,853</u>	<u>6,546,163</u>	<u>242,610</u>	<u>356,584</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(56,991)
-	-	-	-	-	-	-	(56,991)
1,103,407	156,161	20,108	290,669	72,853	6,546,163	242,610	299,593
<u>6,277,614</u>	<u>2,062,242</u>	<u>5,245,715</u>	<u>1,201,661</u>	<u>303,524</u>	<u>-</u>	<u>965,532</u>	<u>407,087</u>
<u>\$ 7,381,021</u>	<u>\$ 2,218,403</u>	<u>\$ 5,265,823</u>	<u>\$ 1,492,330</u>	<u>\$ 376,377</u>	<u>\$ 6,546,163</u>	<u>\$ 1,208,142</u>	<u>\$ 706,680</u>

(Continued)

PASCO COUNTY, FLORIDA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2008

SPECIAL REVENUE FUNDS

	CLERK'S SPECIAL REVENUE	SHERIFF'S SPECIAL REVENUE	SUPERVISOR OF ELECTION'S SPECIAL REVENUE	TOTAL
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 35,678,694
Special assessments	-	-	-	42,816,329
Licenses and permits	-	-	-	4,939,179
Intergovernmental:				
Federal	11,090	244,954	-	10,408,393
State	4,553,856	4,885,064	1,035,582	43,209,332
Local	-	502,521	-	502,521
Charges for services	9,317,479	2,423,874	-	18,668,547
Fines and forfeits	2,375,945	734,297	-	3,327,636
Interest and other earnings	111,610	67,088	22,255	3,859,347
Miscellaneous	1,059,766	239,999	-	3,551,515
Total revenues	<u>17,429,746</u>	<u>9,097,797</u>	<u>1,057,837</u>	<u>166,961,493</u>
EXPENDITURES				
Current:				
General government (noncourt-related)	565,303	-	1,037,181	17,161,891
Public safety	-	9,012,025	-	54,020,214
Physical environment	-	-	-	687,606
Transportation	-	-	-	39,991,371
Economic environment	-	-	-	12,192,622
Human services	-	-	-	3,479,769
Culture and recreation	-	-	-	1,866,776
Court-related	19,368,042	-	-	19,702,814
Miscellaneous	-	-	-	5,396,369
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and debt service charges	-	-	-	-
Total expenditures	<u>19,933,345</u>	<u>9,012,025</u>	<u>1,037,181</u>	<u>154,499,432</u>
Excess (deficiency) of revenues over expenditures	<u>(2,503,599)</u>	<u>85,772</u>	<u>20,656</u>	<u>12,462,061</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,333,386	-	-	17,423,314
Transfers out	-	-	-	(22,987,745)
Total other financing sources (uses)	<u>1,333,386</u>	<u>-</u>	<u>-</u>	<u>(5,564,431)</u>
Net change in fund balances	(1,170,213)	85,772	20,656	6,897,630
Fund balances at beginning of year	<u>4,720,791</u>	<u>2,636,402</u>	<u>2,386</u>	<u>177,068,662</u>
Fund balances at end of year	<u>\$ 3,550,578</u>	<u>\$ 2,722,174</u>	<u>\$ 23,042</u>	<u>\$ 183,966,292</u>

DEBT SERVICE FUNDS

REFUNDING IMPROVEMENT REVENUE BOND SERIES 1996	PUBLIC IMPROVEMENT REFUNDING REVENUE BOND SERIES 1996	GAS TAX REFUNDING REVENUE BONDS SERIES 1989	GAS TAX REFUNDING REVENUE BONDS SERIES 2002	HUD SECTION 108 NOTE SERIES 2006	GUARANTEED ENTITLEMENT REFUNDING REVENUE BONDS SERIES 2003	HALF-CENT SALES TAX REVENUE BONDS SERIES 2003	TOTAL
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,691,032	-	-	-	-	9,493,414	-	11,184,446
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
4,262	-	9,949	1,867	23,421	20,708	4,349	64,556
-	-	-	-	-	-	-	-
<u>1,695,294</u>	<u>-</u>	<u>9,949</u>	<u>1,867</u>	<u>23,421</u>	<u>9,514,122</u>	<u>4,349</u>	<u>11,249,002</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
45,000	345,000	711,414	160,000	394,000	655,000	920,000	3,230,414
<u>1,024</u>	<u>34,045</u>	<u>2,319,336</u>	<u>938,638</u>	<u>682,211</u>	<u>1,291,462</u>	<u>2,070,657</u>	<u>7,337,373</u>
<u>46,024</u>	<u>379,045</u>	<u>3,030,750</u>	<u>1,098,638</u>	<u>1,076,211</u>	<u>1,946,462</u>	<u>2,990,657</u>	<u>10,567,787</u>
<u>1,649,270</u>	<u>(379,045)</u>	<u>(3,020,801)</u>	<u>(1,096,771)</u>	<u>(1,052,790)</u>	<u>7,567,660</u>	<u>(2,986,308)</u>	<u>681,215</u>
-	379,045	2,515,801	1,601,538	1,076,211	-	3,002,108	8,574,703
<u>(1,679,960)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,559,527)</u>	<u>-</u>	<u>(9,239,487)</u>
<u>(1,679,960)</u>	<u>379,045</u>	<u>2,515,801</u>	<u>1,601,538</u>	<u>1,076,211</u>	<u>(7,559,527)</u>	<u>3,002,108</u>	<u>(664,784)</u>
(30,690)	-	(505,000)	504,767	23,421	8,133	15,800	16,431
<u>30,690</u>	<u>-</u>	<u>505,000</u>	<u>183,002</u>	<u>1,165,238</u>	<u>977,258</u>	<u>1,460,306</u>	<u>4,321,494</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 687,769</u>	<u>\$ 1,188,659</u>	<u>\$ 985,391</u>	<u>\$ 1,476,106</u>	<u>\$ 4,337,925</u>

(Continued)

PASCO COUNTY, FLORIDA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2008

CAPITAL PROJECTS FUNDS

	PENNY FOR PASCO	BOARD CAPITAL IMPROVEMENTS	TOMMYTOWN CAPITAL	GUARANTEED ENTITLEMENT CONSTRUCTION	HALF-CENT SALES TAX CONSTRUCTION	TOTAL	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES							
Taxes	\$ 13,466,951	\$ -	\$ -	\$ -	\$ -	\$ 13,466,951	\$ 49,145,645
Special assessments	-	-	-	-	-	-	42,816,329
Licenses and permits	-	-	-	-	-	-	4,939,179
Intergovernmental:							
Federal	-	-	-	-	-	-	10,408,393
State	-	-	-	-	-	-	54,393,778
Local	-	-	-	-	-	-	502,521
Charges for services	-	-	-	-	-	-	18,668,547
Fines and forfeits	-	-	-	-	-	-	3,327,636
Interest and other earnings	368,157	416,005	272,689	37,869	205,021	1,299,741	5,223,644
Miscellaneous	55,476	1,546,637	-	-	1,062	1,603,175	5,154,690
Total revenues	<u>13,890,584</u>	<u>1,962,642</u>	<u>272,689</u>	<u>37,869</u>	<u>206,083</u>	<u>16,369,867</u>	<u>194,580,362</u>
EXPENDITURES							
Current:							
General government (noncourt-related)	-	-	-	-	-	-	17,161,891
Public safety	-	-	-	-	-	-	54,020,214
Physical environment	-	-	-	-	-	-	687,606
Transportation	-	-	-	-	-	-	39,991,371
Economic environment	-	-	-	-	-	-	12,192,622
Human services	-	-	-	-	-	-	3,479,769
Culture and recreation	-	-	-	-	-	-	1,866,776
Court-related	-	-	-	-	-	-	19,702,814
Miscellaneous	-	-	-	-	-	-	5,396,369
Capital outlay	13,197,089	4,048,631	-	2,177,102	1,618,617	21,041,439	21,041,439
Debt service:							
Principal	-	149,049	-	-	-	149,049	3,379,463
Interest and debt service charges	-	32,237	-	-	-	32,237	7,369,610
Total expenditures	<u>13,197,089</u>	<u>4,229,917</u>	<u>-</u>	<u>2,177,102</u>	<u>1,618,617</u>	<u>21,222,725</u>	<u>186,289,944</u>
Excess (deficiency) of revenues over expenditures	<u>693,495</u>	<u>(2,267,275)</u>	<u>272,689</u>	<u>(2,139,233)</u>	<u>(1,412,534)</u>	<u>(4,852,858)</u>	<u>8,290,418</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	10,759,982	-	-	-	10,759,982	36,757,999
Transfers out	-	-	-	-	-	-	(32,227,232)
Total other financing sources (uses)	<u>-</u>	<u>10,759,982</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,759,982</u>	<u>4,530,767</u>
Net change in fund balances	693,495	8,492,707	272,689	(2,139,233)	(1,412,534)	5,907,124	12,821,185
Fund balances at beginning of year	<u>22,354,468</u>	<u>20,931,495</u>	<u>12,637,568</u>	<u>2,139,233</u>	<u>15,968,380</u>	<u>74,031,144</u>	<u>255,421,300</u>
Fund balances at end of year	<u>\$ 23,047,963</u>	<u>\$ 29,424,202</u>	<u>\$ 12,910,257</u>	<u>\$ -</u>	<u>\$ 14,555,846</u>	<u>\$ 79,938,268</u>	<u>\$ 268,242,485</u>

PASCO COUNTY, FLORIDA

MUNICIPAL SERVICES FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 4,830,000	\$ 4,830,000	\$ 6,110,155	\$ 1,280,155
Licenses and permits	661,000	661,000	640,691	(20,309)
Intergovernmental - State	22,954,820	22,954,820	20,729,330	(2,225,490)
Charges for services	1,624,770	1,649,770	1,497,099	(152,671)
Fines and forfeits	45,000	45,000	69,993	24,993
Interest and other earnings	130,000	130,000	24,974	(105,026)
Miscellaneous	246,446	1,119,798	1,232,205	112,407
Less 5%	<u>(1,524,602)</u>	<u>(1,524,602)</u>	<u>-</u>	<u>1,524,602</u>
Total revenues	<u>28,967,434</u>	<u>29,865,786</u>	<u>30,304,447</u>	<u>438,661</u>
EXPENDITURES				
Current:				
General government (noncourt-related):				
Development services administration	570,569	570,789	541,952	28,837
Zoning/code compliance	2,751,102	2,820,555	2,475,510	345,045
MPO Pasco County	9,000	9,000	88,050	(79,050)
Development review	1,469,607	1,487,766	1,197,125	290,641
Growth management	2,112,088	1,148,729	961,950	186,779
Growth management services	<u>-</u>	<u>1,646,675</u>	<u>700,129</u>	<u>946,546</u>
Total general government (noncourt-related)	<u>6,912,366</u>	<u>7,683,514</u>	<u>5,964,716</u>	<u>1,718,798</u>
Public safety:				
Engineering inspections	929,629	913,655	842,661	70,994
Development review-administration	193,203	193,203	181,230	11,973
Emergency services-administration	2,006,869	2,061,161	1,874,789	186,372
Emergency communication operations	1,081,980	1,081,980	913,599	168,381
Contracts	<u>11,700</u>	<u>32,880</u>	<u>11,700</u>	<u>21,180</u>
Total public safety	<u>4,223,381</u>	<u>4,282,879</u>	<u>3,823,979</u>	<u>458,900</u>
Physical environment:				
Environmental lands	<u>442,999</u>	<u>1,489,000</u>	<u>354,532</u>	<u>1,134,468</u>
Transportation:				
Engineering administration	151,882	160,804	140,576	20,228
Survey	557,561	710,198	651,147	59,051
Real estate	142,595	142,595	97,144	45,451
Design/stormwater	<u>-</u>	<u>52</u>	<u>52</u>	<u>-</u>
Project management	<u>682,675</u>	<u>682,884</u>	<u>456,491</u>	<u>226,393</u>
Total transportation	<u>1,534,713</u>	<u>1,696,533</u>	<u>1,345,410</u>	<u>351,123</u>
Economic environment:				
Government access television	<u>196,499</u>	<u>196,499</u>	<u>162,959</u>	<u>33,540</u>
Human services:				
Animal services	2,306,478	2,350,595	1,993,086	357,509
Animal services - education	<u>195,256</u>	<u>195,423</u>	<u>166,279</u>	<u>29,144</u>
Total human services	<u>2,501,734</u>	<u>2,546,018</u>	<u>2,159,365</u>	<u>386,653</u>
Miscellaneous:				
Intergovernmental services	3,235,482	3,235,482	3,235,482	-
Refund prior year revenue	6,000	29,000	10,380	18,620
Reserve for contingencies	<u>500,000</u>	<u>1,031,389</u>	<u>-</u>	<u>1,031,389</u>
Total miscellaneous	<u>3,741,482</u>	<u>4,295,871</u>	<u>3,245,862</u>	<u>1,050,009</u>
Total expenditures	<u>19,553,174</u>	<u>22,190,314</u>	<u>17,056,823</u>	<u>5,133,491</u>
Excess (deficiency) of revenues over expenditures	<u>9,414,260</u>	<u>7,675,472</u>	<u>13,247,624</u>	<u>5,572,152</u>

See accompanying independent auditors' report.

(Continued)

PASCO COUNTY, FLORIDA

MUNICIPAL SERVICES FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
OTHER FINANCING SOURCES (USES)				
Transfers in	7,792,460	7,792,460	7,559,527	(232,933)
Transfers out	<u>(20,343,536)</u>	<u>(20,421,327)</u>	<u>(20,422,643)</u>	<u>(1,316)</u>
Total other financing sources (uses)	<u>(12,551,076)</u>	<u>(12,628,867)</u>	<u>(12,863,116)</u>	<u>(234,249)</u>
Net change in fund balances	(3,136,816)	(4,953,395)	384,508	5,337,903
Fund balances at beginning of year	<u>3,136,816</u>	<u>4,953,395</u>	<u>6,272,657</u>	<u>1,319,262</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,657,165</u>	<u>\$ 6,657,165</u>

PASCO COUNTY, FLORIDA

BUILDING INSPECTIONS AND PERMITTING FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 120,000	\$ 120,000	\$ 157,960	\$ 37,960
Licenses and permits	6,813,572	6,813,572	4,298,488	(2,515,084)
Charges for services	1,918,425	1,918,425	1,359,755	(558,670)
Interest and other earnings	60,000	60,000	45,250	(14,750)
Miscellaneous	-	-	(101)	(101)
Less 5%	(445,600)	(445,600)	-	445,600
Total revenues	<u>8,466,397</u>	<u>8,466,397</u>	<u>5,861,352</u>	<u>(2,605,045)</u>
EXPENDITURES				
Current:				
General government:				
Central permitting	<u>1,536,840</u>	<u>1,536,840</u>	<u>1,361,582</u>	<u>175,258</u>
Public safety:				
Building inspection	<u>5,378,794</u>	<u>5,639,992</u>	<u>4,431,280</u>	<u>1,208,712</u>
Miscellaneous:				
Intergovernmental services	1,204,799	1,204,799	1,204,799	-
Refund prior year revenue	10,000	10,000	88	9,912
Reserve for contingencies	<u>1,454,633</u>	<u>2,802,289</u>	<u>-</u>	<u>2,802,289</u>
Total miscellaneous	<u>2,669,432</u>	<u>4,017,088</u>	<u>1,204,887</u>	<u>2,812,201</u>
Total expenditures	<u>9,585,066</u>	<u>11,193,920</u>	<u>6,997,749</u>	<u>4,196,171</u>
Excess (deficiency) of revenues over expenditures	<u>(1,118,669)</u>	<u>(2,727,523)</u>	<u>(1,136,397)</u>	<u>1,591,126</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(22,106)	(22,106)	-
Total other financing sources (uses)	<u>-</u>	<u>(22,106)</u>	<u>(22,106)</u>	<u>-</u>
Net change in fund balances	(1,118,669)	(2,749,629)	(1,158,503)	1,591,126
Fund balances at beginning of year	<u>1,118,669</u>	<u>2,749,629</u>	<u>2,749,747</u>	<u>118</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,591,244</u>	<u>\$ 1,591,244</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

WEST PASCO LAW LIBRARY FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for services	\$ 67,650	\$ 67,650	\$ 63,373	\$ (4,277)
Interest and other earnings	925	925	238	(687)
Miscellaneous	-	-	2	2
Less 5%	<u>(3,429)</u>	<u>(3,429)</u>	<u>-</u>	<u>3,429</u>
Total revenues	<u>65,146</u>	<u>65,146</u>	<u>63,613</u>	<u>(1,533)</u>
EXPENDITURES				
Current:				
Court-related:				
Law library west - F.S. 939.185	<u>78,623</u>	<u>83,401</u>	<u>65,703</u>	<u>17,698</u>
Net change in fund balances	(13,477)	(18,255)	(2,090)	16,165
Fund balances at beginning of year	<u>13,477</u>	<u>18,255</u>	<u>18,490</u>	<u>235</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,400</u>	<u>\$ 16,400</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

EAST PASCO LAW LIBRARY FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for services	\$ 66,900	\$ 66,900	\$ 62,221	\$ (4,679)
Interest and other earnings	4,800	4,800	1,597	(3,203)
Less 5%	<u>(3,585)</u>	<u>(3,585)</u>	<u>-</u>	<u>3,585</u>
Total revenues	<u>68,115</u>	<u>68,115</u>	<u>63,818</u>	<u>(4,297)</u>
EXPENDITURES				
Current:				
Court-related:				
Law library east	82,245	79,803	-	79,803
Law library east - F.S. 939.185	<u>80,040</u>	<u>85,900</u>	<u>78,432</u>	<u>7,468</u>
Total court-related	<u>162,285</u>	<u>165,703</u>	<u>78,432</u>	<u>87,271</u>
Net change in fund balances	(94,170)	(97,588)	(14,614)	82,974
Fund balances at beginning of year	<u>94,170</u>	<u>97,588</u>	<u>98,940</u>	<u>1,352</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,326</u>	<u>\$ 84,326</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

ROAD AND BRIDGE FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 2,136,005	\$ 2,136,005	\$ 2,107,130	\$ (28,875)
Intergovernmental:				
Federal	-	-	32,371	32,371
State	835,095	835,095	776,157	(58,938)
Charges for services	233,000	233,000	350,712	117,712
Interest and other earnings	240,000	240,000	59,817	(180,183)
Miscellaneous	19,000	19,000	26,846	7,846
Less 5%	(173,155)	(173,155)	-	173,155
Total revenues	<u>3,289,945</u>	<u>3,289,945</u>	<u>3,353,033</u>	<u>63,088</u>
EXPENDITURES				
Current:				
Transportation:				
Road and bridge	8,934,237	9,469,153	8,122,226	1,346,927
Traffic operations	<u>1,511,176</u>	<u>1,581,341</u>	<u>1,286,436</u>	<u>294,905</u>
Total transportation	<u>10,445,413</u>	<u>11,050,494</u>	<u>9,408,662</u>	<u>1,641,832</u>
Miscellaneous:				
Intergovernmental services	942,532	942,532	942,532	-
Reserve for contingencies	<u>200,000</u>	<u>450,000</u>	<u>-</u>	<u>450,000</u>
Total miscellaneous	<u>1,142,532</u>	<u>1,392,532</u>	<u>942,532</u>	<u>450,000</u>
Total expenditures	<u>11,587,945</u>	<u>12,443,026</u>	<u>10,351,194</u>	<u>2,091,832</u>
Deficiency of revenues over expenditures	(8,298,000)	(9,153,081)	(6,998,161)	2,154,920
OTHER FINANCING SOURCES				
Transfers in	<u>4,896,714</u>	<u>4,896,714</u>	<u>4,922,409</u>	<u>25,695</u>
Net change in fund balances	(3,401,286)	(4,256,367)	(2,075,752)	2,180,615
Fund balances at beginning of year	<u>3,401,286</u>	<u>4,256,367</u>	<u>4,583,404</u>	<u>327,037</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,507,652</u>	<u>\$ 2,507,652</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

LAW ENFORCEMENT FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Fines and forfeits	\$ 80,000	\$ 80,000	\$ 147,401	\$ 67,401
Interest and other earnings	<u>4,500</u>	<u>4,500</u>	<u>5,793</u>	<u>1,293</u>
Total revenues	<u>84,500</u>	<u>84,500</u>	<u>153,194</u>	<u>68,694</u>
EXPENDITURES				
Current:				
Public safety:				
Special law enforcement	<u>418,640</u>	<u>418,640</u>	<u>309,121</u>	<u>109,519</u>
Net change in fund balances	(334,140)	(334,140)	(155,927)	178,213
Fund balances at beginning of year	<u>334,140</u>	<u>334,140</u>	<u>319,204</u>	<u>(14,936)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 163,277</u>	<u>\$ 163,277</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

TOURIST DEVELOPMENT TAX FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 750,000	\$ 750,000	\$ 841,488	\$ 91,488
Charges for services	-	-	7,010	7,010
Interest and other earnings	375,000	375,000	178,245	(196,755)
Miscellaneous	-	-	11	11
Less 5%	(56,250)	(56,250)	-	56,250
Total revenues	<u>1,068,750</u>	<u>1,068,750</u>	<u>1,026,754</u>	<u>(41,996)</u>
EXPENDITURES				
Current:				
Economic environment:				
Tourist development - administration	75,534	77,160	73,023	4,137
Tourist development - promotion	299,466	343,683	239,717	103,966
Tourist development - construction	<u>10,416,965</u>	<u>10,676,029</u>	<u>28,896</u>	<u>10,647,133</u>
Total economic environment	<u>10,791,965</u>	<u>11,096,872</u>	<u>341,636</u>	<u>10,755,236</u>
Net change in fund balances	(9,723,215)	(10,028,122)	685,118	10,713,240
Fund balances at beginning of year	<u>9,723,215</u>	<u>10,028,122</u>	<u>10,166,627</u>	<u>138,505</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,851,745</u>	<u>\$ 10,851,745</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

SPECIAL ASSESSMENT FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 5,000,000	\$ 5,000,000	\$ 3,743,964	\$ (1,256,036)
Interest and other earnings	750,000	750,000	540,355	(209,645)
Miscellaneous	-	-	15,278	15,278
Less 5%	<u>(287,500)</u>	<u>(287,500)</u>	<u>-</u>	<u>287,500</u>
Total revenues	<u>5,462,500</u>	<u>5,462,500</u>	<u>4,299,597</u>	<u>(1,162,903)</u>
EXPENDITURES				
Current:				
Transportation:				
Paving assessments	<u>12,840,810</u>	<u>12,840,810</u>	<u>4,829,808</u>	<u>8,011,002</u>
Net change in fund balances	(7,378,310)	(7,378,310)	(530,211)	6,848,099
Fund balances at beginning of year	<u>7,378,310</u>	<u>7,378,310</u>	<u>6,575,402</u>	<u>(802,908)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,045,191</u>	<u>\$ 6,045,191</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

INTERGOVERNMENTAL RADIO COMMUNICATION FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for services	\$ 355,000	\$ 355,000	\$ 356,248	\$ 1,248
Interest and other earnings	50,000	50,000	21,186	(28,814)
Less 5%	<u>(20,250)</u>	<u>(20,250)</u>	<u>-</u>	<u>20,250</u>
Total revenues	<u>384,750</u>	<u>384,750</u>	<u>377,434</u>	<u>(7,316)</u>
EXPENDITURES				
Current:				
General government (noncourt-related):				
Communications	<u>148,659</u>	<u>148,659</u>	<u>62,714</u>	<u>85,945</u>
Public safety:				
Sheriff	63,000	63,000	54,958	8,042
Emergency services - administration	12,026	12,026	-	12,026
Combat	76,814	76,814	-	76,814
Rescue	28,194	28,194	-	28,194
E911 - maintenance	<u>-</u>	<u>-</u>	<u>140</u>	<u>(140)</u>
Total public safety	<u>180,034</u>	<u>180,034</u>	<u>55,098</u>	<u>124,936</u>
Miscellaneous:				
Intergovernmental services	488	488	488	-
Reserve for contingencies	<u>1,253,572</u>	<u>1,253,572</u>	<u>-</u>	<u>1,253,572</u>
Total miscellaneous	<u>1,254,060</u>	<u>1,254,060</u>	<u>488</u>	<u>1,253,572</u>
Total expenditures	<u>1,582,753</u>	<u>1,582,753</u>	<u>118,300</u>	<u>1,464,453</u>
Net change in fund balances	(1,198,003)	(1,198,003)	259,134	1,457,137
Fund balances at beginning of year	<u>1,198,003</u>	<u>1,198,003</u>	<u>1,207,675</u>	<u>9,672</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,466,809</u>	<u>\$ 1,466,809</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

QUAIL HOLLOW VILLAGE MSTU FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
Special assessments	\$ 18,880	\$ 18,880	\$ 18,317	\$ (563)
Interest and other earnings	2,211	2,211	1,111	(1,100)
Less 5%	<u>(1,055)</u>	<u>(1,055)</u>	<u>-</u>	<u>1,055</u>
Total revenues	<u>20,036</u>	<u>20,036</u>	<u>19,428</u>	<u>(608)</u>
EXPENDITURES				
Current:				
Transportation:				
Quail hollow village MSTU	<u>71,566</u>	<u>71,566</u>	<u>10,254</u>	<u>61,312</u>
Net change in fund balances	(51,530)	(51,530)	9,174	60,704
Fund balances at beginning of year	<u>51,530</u>	<u>51,530</u>	<u>54,841</u>	<u>3,311</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,015</u>	<u>\$ 64,015</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

MUNICIPAL FIRE SERVICE UNIT FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 27,339,355	\$ 27,339,355	\$ 26,459,046	\$ (880,309)
Intergovernmental - State	20,000	20,000	34,049	14,049
Charges for services	150	150	172	22
Interest and other earnings	850,000	850,000	316,937	(533,063)
Miscellaneous	-	-	3,341	3,341
Less 5%	<u>(1,409,475)</u>	<u>(1,409,475)</u>	<u>-</u>	<u>1,409,475</u>
Total revenues	<u>26,800,030</u>	<u>26,800,030</u>	<u>26,813,545</u>	<u>13,515</u>
EXPENDITURES				
Current:				
Public safety:				
Combat	<u>33,350,178</u>	<u>35,891,994</u>	<u>29,374,325</u>	<u>6,517,669</u>
Excess (deficiency) of revenues over expenditures	(6,550,148)	(9,091,964)	(2,560,780)	6,531,184
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	1,195,702	1,195,702
Transfers out	<u>(3,020,680)</u>	<u>(1,299,764)</u>	<u>(1,208,940)</u>	<u>90,824</u>
Total other financing sources (uses)	<u>(3,020,680)</u>	<u>(1,299,764)</u>	<u>(13,238)</u>	<u>1,286,526</u>
Net change in fund balances	(9,570,828)	(10,391,728)	(2,574,018)	7,817,710
Fund balances at beginning of year	<u>9,570,828</u>	<u>10,391,728</u>	<u>10,392,487</u>	<u>759</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,818,469</u>	<u>\$ 7,818,469</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

DEPARTMENT OF HUD FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ -	\$ 20,000	\$ 22,144	\$ 2,144
Intergovernmental - Federal	-	5,970,626	3,594,338	(2,376,288)
Charges for services	-	70,000	58,933	(11,067)
Interest and other earnings	-	39,000	28,352	(10,648)
Miscellaneous	-	21,000	22,037	1,037
Total revenues	-	6,120,626	3,725,804	(2,394,822)
EXPENDITURES				
Current:				
General government (noncourt-related):				
Community development-administration	-	404,997	400,888	4,109
Physical environment:				
County clearance - CDBG	-	293,510	172,636	120,874
Transportation:				
Public transportation	-	240,000	215,546	24,454
Economic environment:				
Housing activities	-	27,859	27,859	-
PCSO - Officer friendly program	-	112,130	112,130	-
Drainage improvements	-	177,223	-	177,223
Dade City - demolition & clearance	-	19,330	10,360	8,970
Tommytown target area Phase 1	-	2,202,758	1,508,009	694,749
San Antonio watershed management plan	-	4,328	-	4,328
St Leo land development	-	2,873	2,873	-
CARES-Elfers senior center engineering/design	-	1,258,229	26,032	1,232,197
Connect job development/job placement program	-	10,000	10,000	-
Total economic environment	-	3,814,730	1,697,263	2,117,467
Human services:				
Judeo Christian - presc drug assist	-	48,000	44,384	3,616
Emergency shelter grant	-	119,389	118,876	513
Total human services	-	167,389	163,260	4,129
Miscellaneous:				
Reserve for contingencies	-	100,000	-	100,000
Total expenditures	-	5,020,626	2,649,593	2,371,033
Excess of revenues over expenditures	-	1,100,000	1,076,211	(23,789)
OTHER FINANCING USES				
Transfers out	-	(1,100,000)	(1,076,211)	23,789
Net change in fund balances	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

HOME PROGRAM FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental - Federal	\$ -	\$ 1,769,615	\$ 1,209,533	\$ (560,082)
Interest and other earnings	-	-	13,484	13,484
Miscellaneous	-	200,000	464,700	264,700
Total revenues	-	1,969,615	1,687,717	(281,898)
EXPENDITURES				
Current:				
Economic environment:				
Home administration	-	125,204	91,233	33,971
Home housing rehabilitation	-	1,569,985	1,450,892	119,093
CHDO	-	274,426	145,592	128,834
Total economic environment	-	1,969,615	1,687,717	281,898
Net change in fund balances	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

LIBRARY COOPERATIVE GRANT FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental - State	\$ -	\$ 11,357	\$ 11,357	\$ -
EXPENDITURES				
Current:				
Culture and recreation:				
PCLC state library aid	-	11,357	11,357	-
Net change in fund balances	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

RURAL ECONOMIC AND DEVELOPMENT ADMINISTRATION FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ -	\$ 800	\$ 417	\$ (383)
Miscellaneous	-	3,200	20,785	17,585
Total revenues	-	4,000	21,202	17,202
EXPENDITURES				
Current:				
Economic environment:				
Housing preservation rehabilitation	-	9,800	8,744	1,056
Net change in fund balances	-	(5,800)	12,458	18,258
Fund balances at beginning of year	-	5,800	-	(5,800)
Fund balances at end of year	\$ -	\$ -	\$ 12,458	\$ 12,458

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

DEPARTMENT OF ELDER AFFAIRS FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental - Federal	\$ -	\$ 69,207	\$ 49,809	\$ (19,398)
EXPENDITURES				
Current:				
Human services:				
EHEAP EP006-Pasco	-	24,962	24,461	501
EHEAP EP007-Pasco	-	44,245	25,348	18,897
Total human services	-	69,207	49,809	19,398
Net change in fund balances	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

TRANSPORTATION SERVICES FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental:				
Federal	\$ -	\$ 89,500	\$ 590,796	\$ 501,296
State	-	2,637,487	2,574,235	(63,252)
Charges for services	-	317,097	605,258	288,161
Miscellaneous	-	62,999	88,842	25,843
Total revenues	-	3,107,083	3,859,131	752,048
EXPENDITURES				
Current:				
Transportation:				
T/D operating A0T88	-	401,789	401,272	517
Public transportation	-	3,658,178	1,825	3,656,353
Administration	-	-	77,400	(77,400)
Dispatch	-	-	81,990	(81,990)
Transportation contracts	-	-	7,612	(7,612)
PCPT East side	-	-	994,659	(994,659)
PCPT West side	-	-	2,735,784	(2,735,784)
Contracted services-Medicaid	-	876,538	740,014	136,524
T/D planning AOR97	-	19,257	19,257	-
T/D planning AP667	-	6,461	12,918	(6,457)
T/D planning AP688	-	135,423	129,775	5,648
Total transportation	-	5,097,646	5,202,506	(104,860)
Miscellaneous:				
Refund prior year revenue	-	-	2,600	(2,600)
Total miscellaneous	-	-	2,600	(2,600)
Total expenditures	-	5,097,646	5,205,106	(107,460)
Deficiency of revenues over expenditures	-	(1,990,563)	(1,345,975)	644,588
OTHER FINANCING SOURCES				
Transfers in	-	1,298,300	1,345,975	47,675
Net change in fund balances	-	(692,263)	-	692,263
Fund balances at beginning of year	-	692,263	-	(692,263)
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

DEPARTMENT OF CHILDREN AND FAMILIES FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental - State	\$ -	\$ 248,453	\$ 160,860	\$ (87,593)
EXPENDITURES				
Current:				
Public safety:				
EMS matching grant M7050	-	13,437	13,437	-
EMS matching grant M8002	-	97,100	-	97,100
EMS "C" grants	-	139,525	126,655	12,870
Total public safety	-	250,062	140,092	109,970
Human services:				
Homeless grant FY 07-08	-	26,025	24,128	1,897
Total expenditures	-	276,087	164,220	111,867
Deficiency of revenues over expenditures	-	(27,634)	(3,360)	24,274
OTHER FINANCING SOURCES				
Transfers in	-	27,634	3,360	(24,274)
Net change in fund balances	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

PARK DEVELOPMENT FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ 20,000	\$ 20,000	\$ 18,235	\$ (1,765)
Less 5%	<u>(1,000)</u>	<u>(1,000)</u>	<u>-</u>	<u>1,000</u>
Total revenues	<u>19,000</u>	<u>19,000</u>	<u>18,235</u>	<u>(765)</u>
EXPENDITURES				
Current:				
Culture and recreation:				
Park development trust	<u>659,609</u>	<u>928,350</u>	<u>551,058</u>	<u>377,292</u>
Total expenditures	<u>659,609</u>	<u>928,350</u>	<u>551,058</u>	<u>377,292</u>
Deficiency of revenues over expenditures	(640,609)	(909,350)	(532,823)	376,527
OTHER FINANCING USES				
Transfers out	<u>(200,000)</u>	<u>(200,000)</u>	<u>(176,125)</u>	<u>23,875</u>
Net change in fund balances	(840,609)	(1,109,350)	(708,948)	400,402
Fund balances at beginning of year	<u>840,609</u>	<u>1,109,350</u>	<u>1,105,434</u>	<u>(3,916)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 396,486</u>	<u>\$ 396,486</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

WILLIAMSBURG WEST MSTU FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 27,733	\$ 27,733	\$ 26,629	\$ (1,104)
Interest and other earnings	1,400	1,400	652	(748)
Miscellaneous	-	1,000	1,000	-
Less 5%	<u>(1,457)</u>	<u>(1,457)</u>	<u>-</u>	<u>1,457</u>
Total revenues	<u>27,676</u>	<u>28,676</u>	<u>28,281</u>	<u>(395)</u>
EXPENDITURES				
Current:				
Physical environment:				
Williamsburg West - MSTU	<u>44,079</u>	<u>53,791</u>	<u>20,235</u>	<u>33,556</u>
Net change in fund balances	(16,403)	(25,115)	8,046	33,161
Fund balances at beginning of year	<u>16,403</u>	<u>25,115</u>	<u>25,115</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,161</u>	<u>\$ 33,161</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

911 EMERGENCY SERVICES FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental - State	\$ 1,100,000	\$ 1,919,742	\$ 1,266,042	\$ (653,700)
Charges for services	1,000,000	1,000,000	1,009,582	9,582
Interest and other earnings	100,000	100,000	51,881	(48,119)
Less 5%	<u>(110,000)</u>	<u>(110,000)</u>	<u>-</u>	<u>110,000</u>
Total revenues	<u>2,090,000</u>	<u>2,909,742</u>	<u>2,327,505</u>	<u>(582,237)</u>
EXPENDITURES				
Current:				
Public safety:				
E-911 maintenance	4,779,651	5,057,004	2,006,335	(3,050,669)
E-911 emergency services fund	<u>-</u>	<u>819,742</u>	<u>-</u>	<u>819,742</u>
Total public safety	<u>4,779,651</u>	<u>5,876,746</u>	<u>2,006,335</u>	<u>3,870,411</u>
Net change in fund balances	(2,689,651)	(2,967,004)	321,170	3,288,174
Fund balances at beginning of year	<u>2,689,651</u>	<u>2,967,004</u>	<u>2,963,003</u>	<u>(4,001)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,284,173</u>	<u>\$ 3,284,173</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

FLORIDA BOATING AND IMPROVEMENT FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental - State	\$ 147,000	\$ 147,000	\$ 124,397	\$ (22,603)
Interest and other earnings	5,000	5,000	14,832	9,832
Less 5%	<u>(7,600)</u>	<u>(7,600)</u>	<u>-</u>	<u>7,600</u>
Total revenues	<u>144,400</u>	<u>144,400</u>	<u>139,229</u>	<u>(5,171)</u>
EXPENDITURES				
Current:				
Culture and recreation:				
Florida boating and improvement	<u>971,192</u>	<u>980,990</u>	<u>35,260</u>	<u>945,730</u>
Total expenditures	<u>971,192</u>	<u>980,990</u>	<u>35,260</u>	<u>945,730</u>
Excess (deficiency) of revenues over expenditures	<u>(826,792)</u>	<u>(836,590)</u>	<u>103,969</u>	<u>(950,901)</u>
OTHER FINANCING (USES)				
Transfers out	<u>-</u>	<u>-</u>	<u>(9,499)</u>	<u>(9,499)</u>
Total other financing (uses)	<u>-</u>	<u>-</u>	<u>(9,499)</u>	<u>(9,499)</u>
Net change in fund balances	(826,792)	(836,590)	94,470	931,060
Fund balances at beginning of year	<u>826,792</u>	<u>836,590</u>	<u>836,590</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 931,060</u>	<u>\$ 931,060</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

US 19 CONCURRENCY FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ -	\$ -	\$ 122,653	\$ 122,653
Interest and other earnings	-	-	12,622	12,622
Total revenues	-	-	135,275	135,275
EXPENDITURES				
Current:				
Transportation:				
US 19 concurrency assessment	315,013	640,097	-	640,097
Miscellaneous:				
Total expenditures	315,013	640,097	-	640,097
Net change in fund balances	(315,013)	(640,097)	135,275	775,372
Fund balances at beginning of year	315,013	640,097	640,097	-
Fund balances at end of year	\$ -	\$ -	\$ 775,372	\$ 775,372

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

TRANSPORTATION IMPACT FEE FUND - WEST

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 17,756,033	\$ 17,756,033	\$ 6,301,643	\$ (11,454,390)
Interest and other earnings	1,500,000	1,500,000	548,824	(951,176)
Miscellaneous	-	-	26,292	26,292
Less 5%	<u>(962,802)</u>	<u>(962,802)</u>	<u>-</u>	<u>962,802</u>
Total revenues	<u>18,293,231</u>	<u>18,293,231</u>	<u>6,876,759</u>	<u>(11,416,472)</u>
EXPENDITURES				
Current:				
Transportation:				
Transportation improvements	<u>48,711,931</u>	<u>48,711,931</u>	<u>8,259,499</u>	<u>40,452,432</u>
Net change in fund balances	(30,418,700)	(30,418,700)	(1,382,740)	29,035,960
Fund balances at beginning of year	<u>30,418,700</u>	<u>30,418,700</u>	<u>31,400,425</u>	<u>981,725</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,017,685</u>	<u>\$ 30,017,685</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

TRANSPORTATION IMPACT FEE FUND - CENTRAL

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 23,470,540	\$ 23,470,540	\$ 7,481,892	\$ (15,988,648)
Interest and other earnings	2,000,000	2,000,000	980,523	(1,019,477)
Miscellaneous	4,410,000	4,410,000	106,242	(4,303,758)
Less 5%	<u>(1,117,197)</u>	<u>(1,117,197)</u>	<u>-</u>	<u>1,117,197</u>
Total revenues	<u>28,763,343</u>	<u>28,763,343</u>	<u>8,568,657</u>	<u>(20,194,686)</u>
EXPENDITURES				
Current:				
Transportation:				
Transportation improvements	<u>82,032,372</u>	<u>82,032,372</u>	<u>3,648,064</u>	<u>78,384,308</u>
Net change in fund balances	(53,269,029)	(53,269,029)	4,920,593	58,189,622
Fund balances at beginning of year	<u>53,269,029</u>	<u>53,269,029</u>	<u>54,562,509</u>	<u>1,293,480</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,483,102</u>	<u>\$ 59,483,102</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

SCHOOL IMPACT FEES FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 23,964,336	\$ 23,964,336	\$ 7,121,086	\$ (16,843,250)
EXPENDITURES				
Current:				
General government (noncourt-related):				
School board impact fees	<u>23,964,336</u>	<u>23,964,336</u>	<u>7,130,227</u>	<u>16,834,109</u>
Net change in fund balances	-	-	(9,141)	(9,141)
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,141)</u>	<u>\$ (9,141)</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

COURT FACILITIES IMPROVEMENT 939.18 F.S. FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for services	\$ 710,000	\$ 710,000	\$ 722,930	\$ 12,930
Interest and other earnings	60,000	60,000	40,397	(19,603)
Less 5%	<u>(38,500)</u>	<u>(38,500)</u>	<u>-</u>	<u>38,500</u>
Total revenues	<u>731,500</u>	<u>731,500</u>	<u>763,327</u>	<u>31,827</u>
EXPENDITURES				
Current:				
Court-related:				
Court facilities improvements	1,315,500	1,315,500	-	1,315,500
Central Pasco Judicial Center expansion & renovation	<u>1,600,000</u>	<u>1,600,000</u>	<u>-</u>	<u>1,600,000</u>
Total expenditures	<u>2,915,500</u>	<u>2,915,500</u>	<u>-</u>	<u>2,915,500</u>
Net change in fund balances	(2,184,000)	(2,184,000)	763,327	2,947,327
Fund balances at beginning of year	<u>2,184,000</u>	<u>2,184,000</u>	<u>2,220,985</u>	<u>36,985</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,984,312</u>	<u>\$ 2,984,312</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

ALCOHOL AND OTHER DRUG ABUSE FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for services	\$ 14,000	\$ 14,000	\$ 14,513	\$ 513
Interest and other earnings	10,000	10,000	2,250	(7,750)
Less 5%	<u>(1,200)</u>	<u>(1,200)</u>	<u>-</u>	<u>1,200</u>
Total revenues	<u>22,800</u>	<u>22,800</u>	<u>16,763</u>	<u>(6,037)</u>
EXPENDITURES				
Current:				
Human services:				
County alcohol and other drug abuse	<u>139,328</u>	<u>139,328</u>	<u>139,328</u>	<u>-</u>
Net change in fund balances	(116,528)	(116,528)	(122,565)	(6,037)
Fund balances at beginning of year	<u>116,528</u>	<u>116,528</u>	<u>121,910</u>	<u>5,382</u>
Fund balances (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (655)</u>	<u>\$ (655)</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

TEEN COURT FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for services	\$ 221,000	\$ 221,000	\$ 255,878	\$ 34,878
Interest and other earnings	17,000	17,000	8,596	(8,404)
Less 5%	<u>(11,900)</u>	<u>(11,900)</u>	<u>-</u>	<u>11,900</u>
Total revenues	<u>226,100</u>	<u>226,100</u>	<u>264,474</u>	<u>38,374</u>
EXPENDITURES				
Current:				
Court-related:				
Pasco teen court program	291,091	291,091	-	291,091
Teen diversions	94,915	94,915	54,963	39,952
Teen court	156,445	156,445	88,997	67,448
Court inovations	<u>139,710</u>	<u>139,710</u>	<u>46,677</u>	<u>93,033</u>
Total court-related	<u>682,161</u>	<u>682,161</u>	<u>190,637</u>	<u>491,524</u>
Net change in fund balances	(456,061)	(456,061)	73,837	529,898
Fund balances at beginning of year	<u>456,061</u>	<u>456,061</u>	<u>502,481</u>	<u>46,420</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 576,318</u>	<u>\$ 576,318</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

COMBAT IMPACT FEE FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 2,307,004	\$ 2,307,004	\$ 1,443,903	\$ (863,101)
Interest and other earnings	336,653	336,653	138,620	(198,033)
Less 5%	<u>(132,183)</u>	<u>(132,183)</u>	<u>-</u>	<u>132,183</u>
Total revenues	<u>2,511,474</u>	<u>2,511,474</u>	<u>1,582,523</u>	<u>(928,951)</u>
EXPENDITURES				
Current:				
Public safety:				
Fire/rescue station 30	1,270,146	1,470,146	2,698	1,467,448
Fire/rescue station 37	1,503,487	1,688,406	752,478	935,928
Fire/rescue station 36	215,071	215,071	-	215,071
Fire/rescue station 38	389,075	389,075	23,375	365,700
Fire/rescue station 39	2,255,878	2,266,612	1,087,776	1,178,836
Fire station 18 dorm addition	-	875	875	-
Fire/rescue station 27	1,545,916	1,698,006	6,952	1,691,054
Fire/rescue station 40	1,079,075	1,082,318	7,650	1,074,668
Fire/rescue station 42	<u>150,000</u>	<u>150,000</u>	<u>-</u>	<u>150,000</u>
Total public safety	<u>8,408,648</u>	<u>8,960,509</u>	<u>1,881,804</u>	<u>7,078,705</u>
Miscellaneous:				
Refund prior year revenue	4,000	4,000	-	4,000
Reserve for contingencies	<u>1,026,999</u>	<u>1,042,016</u>	<u>-</u>	<u>1,042,016</u>
Total miscellaneous	<u>1,030,999</u>	<u>1,046,016</u>	<u>-</u>	<u>1,046,016</u>
Total expenditures	<u>9,439,647</u>	<u>10,006,525</u>	<u>1,881,804</u>	<u>8,124,721</u>
Net change in fund balances	(6,928,173)	(7,495,051)	(299,281)	7,195,770
Fund balances at beginning of year	<u>6,928,173</u>	<u>7,495,051</u>	<u>7,495,051</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,195,770</u>	<u>\$ 7,195,770</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

PARK IMPACT FEE FUND - WEST

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 1,701,295	\$ 1,701,295	\$ 605,490	\$ (1,095,805)
Interest and other earnings	414,904	414,904	154,907	(259,997)
Less 5%	(105,810)	(105,810)	-	105,810
Total revenues	<u>2,010,389</u>	<u>2,010,389</u>	<u>760,397</u>	<u>(1,249,992)</u>
EXPENDITURES				
Current:				
Culture and recreation:				
Trinity Odessa phase I	1,073,864	769,740	-	769,740
Eagle Point Park	300,000	346,165	492	345,673
Eagle Park expansion	-	347,898	347,898	-
Total culture and recreation	<u>1,373,864</u>	<u>1,463,803</u>	<u>348,390</u>	<u>1,115,413</u>
Miscellaneous:				
Refund prior year revenue	4,000	4,000	-	4,000
Reserve for contingencies	9,103,802	9,127,495	-	9,127,495
Total miscellaneous	<u>9,107,802</u>	<u>9,131,495</u>	<u>-</u>	<u>9,131,495</u>
Total expenditures	<u>10,481,666</u>	<u>10,595,298</u>	<u>348,390</u>	<u>10,246,908</u>
Excess (deficiency) of revenues over expenditures	<u>(8,471,277)</u>	<u>(8,584,909)</u>	<u>412,007</u>	<u>8,996,916</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(200,000)	(200,000)	(15,230)	184,770
Total other financing sources (uses)	<u>(200,000)</u>	<u>(200,000)</u>	<u>(15,230)</u>	<u>184,770</u>
Net change in fund balances	(8,671,277)	(8,784,909)	396,777	9,181,686
Fund balances at beginning of year	<u>8,671,277</u>	<u>8,784,909</u>	<u>8,784,909</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,181,686</u>	<u>\$ 9,181,686</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

PARK IMPACT FEE FUND - CENTRAL

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 3,277,036	\$ 3,277,036	\$ 1,116,657	\$ (2,160,379)
Interest and other earnings	384,979	384,979	137,759	(247,220)
Less 5%	<u>(183,101)</u>	<u>(183,101)</u>	<u>-</u>	<u>183,101</u>
Total revenues	<u>3,478,914</u>	<u>3,478,914</u>	<u>1,254,416</u>	<u>(2,224,498)</u>
EXPENDITURES				
Current:				
Culture and recreation:				
LOL community center expansion	215,959	215,959	457	215,502
Connerton Park phase 1	200,000	15,500	816	14,684
Wesley Chapel Park phase 1	-	19,400	4,313	15,087
LOL recreation center expansion	204,000	374,910	145,423	229,487
Wesley Chapel Park phase 2	<u>6,029,099</u>	<u>6,029,099</u>	<u>-</u>	<u>6,029,099</u>
Total culture and recreation	<u>6,649,058</u>	<u>6,654,868</u>	<u>151,009</u>	<u>6,503,859</u>
Miscellaneous:				
Refund prior year revenue	6,000	6,000	-	6,000
Reserve for contingencies	<u>3,171,323</u>	<u>3,095,660</u>	<u>-</u>	<u>3,095,660</u>
Total miscellaneous	<u>3,177,323</u>	<u>3,101,660</u>	<u>-</u>	<u>3,101,660</u>
Total expenditures	<u>9,826,381</u>	<u>9,756,528</u>	<u>151,009</u>	<u>9,605,519</u>
Net change in fund balances	(6,347,467)	(6,277,614)	1,103,407	7,381,021
Fund balances at beginning of year	<u>6,347,467</u>	<u>6,277,614</u>	<u>6,277,614</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,381,021</u>	<u>\$ 7,381,021</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

PARK IMPACT FEE FUND - EAST

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 388,667	\$ 388,667	\$ 119,713	\$ (268,954)
Interest and other earnings	98,449	98,449	36,523	(61,926)
Less 5%	<u>(24,356)</u>	<u>(24,356)</u>	<u>-</u>	<u>24,356</u>
Total revenues	<u>462,760</u>	<u>462,760</u>	<u>156,236</u>	<u>(306,524)</u>
EXPENDITURES				
Current:				
Culture and recreation:				
Burks Park expansion	726,796	717,634	75	717,559
Wesley Chapel Park Phase 2	<u>1,500,000</u>	<u>1,500,000</u>	<u>-</u>	<u>1,500,000</u>
Total culture and recreation	<u>2,226,796</u>	<u>2,217,634</u>	<u>75</u>	<u>2,217,559</u>
Miscellaneous:				
Refund prior year revenue	4,000	4,000	-	4,000
Reserve for contingencies	<u>304,531</u>	<u>303,368</u>	<u>-</u>	<u>303,368</u>
Total miscellaneous	<u>308,531</u>	<u>307,368</u>	<u>-</u>	<u>307,368</u>
Total expenditures	<u>2,535,327</u>	<u>2,525,002</u>	<u>75</u>	<u>2,524,927</u>
Net change in fund balances	(2,072,567)	(2,062,242)	156,161	2,218,403
Fund balances at beginning of year	<u>2,072,567</u>	<u>2,062,242</u>	<u>2,062,242</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,218,403</u>	<u>\$ 2,218,403</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

RESCUE IMPACT FEE FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 1,596,536	\$ 1,596,536	\$ 999,202	\$ (597,334)
Interest and other earnings	235,373	235,373	96,434	(138,939)
Less 5%	(91,595)	(91,595)	-	91,595
Total revenues	<u>1,740,314</u>	<u>1,740,314</u>	<u>1,095,636</u>	<u>(644,678)</u>
EXPENDITURES				
Current:				
Public safety:				
Fire station 18 dorm addition	-	875	875	-
Fire/rescue station 15	-	90,878	-	90,878
Fire/rescue station 42	75,000	75,000	-	75,000
Fire/rescue station 30	365,336	465,336	1,349	463,987
Fire/rescue station 37	753,442	758,908	361,908	397,000
Fire/rescue station 38	90,878	90,878	23,375	67,503
Fire/rescue station 39	1,317,681	1,328,415	680,722	647,693
Fire/rescue station 27	980,836	1,056,880	3,475	1,053,405
Fire/rescue station 40	<u>228,878</u>	<u>230,454</u>	<u>3,824</u>	<u>226,630</u>
Total public safety	<u>3,812,051</u>	<u>4,097,624</u>	<u>1,075,528</u>	<u>3,022,096</u>
Miscellaneous:				
Refund prior year revenue	4,000	4,000	-	4,000
Reserve for contingencies	<u>2,881,668</u>	<u>2,884,405</u>	<u>-</u>	<u>2,884,405</u>
Total miscellaneous	<u>2,885,668</u>	<u>2,888,405</u>	<u>-</u>	<u>2,888,405</u>
Total expenditures	<u>6,697,719</u>	<u>6,986,029</u>	<u>1,075,528</u>	<u>5,910,501</u>
Net change in fund balances	(4,957,405)	(5,245,715)	20,108	5,265,823
Fund balances at beginning of year	<u>4,957,405</u>	<u>5,245,715</u>	<u>5,245,715</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,265,823</u>	<u>\$ 5,265,823</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

LIBRARY IMPACT FEE FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 862,748	\$ 862,748	\$ 297,192	\$ (565,556)
Interest and other earnings	85,099	85,099	24,930	(60,169)
Miscellaneous	-	-	150	150
Less 5%	<u>(47,392)</u>	<u>(47,392)</u>	<u>-</u>	<u>47,392</u>
Total revenues	<u>900,455</u>	<u>900,455</u>	<u>322,272</u>	<u>(578,183)</u>
EXPENDITURES				
Current:				
Culture and recreation:				
Regency Park library expansion	-	655	-	655
LOL library expansion	<u>-</u>	<u>46,502</u>	<u>31,603</u>	<u>14,899</u>
Total culture and recreation	<u>-</u>	<u>47,157</u>	<u>31,603</u>	<u>15,554</u>
Miscellaneous:				
Refund prior year revenue	2,500	2,500	-	2,500
Reserve for contingencies	<u>2,162,710</u>	<u>2,052,459</u>	<u>-</u>	<u>2,052,459</u>
Total miscellaneous	<u>2,165,210</u>	<u>2,054,959</u>	<u>-</u>	<u>2,054,959</u>
Total expenditures	<u>2,165,210</u>	<u>2,102,116</u>	<u>31,603</u>	<u>2,070,513</u>
Net change in fund balances	(1,264,755)	(1,201,661)	290,669	1,492,330
Fund balances at beginning of year	<u>1,264,755</u>	<u>1,201,661</u>	<u>1,201,661</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,492,330</u>	<u>\$ 1,492,330</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

HURRICANE MITIGATION FEE FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 75,010	\$ 80,569	\$ 83,791	\$ 3,222
Interest and other earnings	5,000	6,878	5,485	(1,393)
Less 5%	<u>(4,001)</u>	<u>(4,001)</u>	<u>-</u>	<u>4,001</u>
Total revenues	<u>76,009</u>	<u>83,446</u>	<u>89,276</u>	<u>5,830</u>
EXPENDITURES				
Current:				
Regional hurricane shelter	<u>-</u>	<u>382,557</u>	<u>16,423</u>	<u>366,134</u>
Total public safety	<u>-</u>	<u>382,557</u>	<u>16,423</u>	<u>366,134</u>
Miscellaneous:				
Reserve for contingencies	<u>358,879</u>	<u>4,413</u>	<u>-</u>	<u>4,413</u>
Total miscellaneous	<u>358,879</u>	<u>4,413</u>	<u>-</u>	<u>4,413</u>
Total expenditures	<u>358,879</u>	<u>386,970</u>	<u>16,423</u>	<u>370,547</u>
Net change in fund balances	(282,870)	(303,524)	72,853	376,377
Fund balances at beginning of year	<u>282,870</u>	<u>303,524</u>	<u>303,524</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 376,377</u>	<u>\$ 376,377</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

STORMWATER MANAGEMENT FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ -	\$ -	\$ 2,915	\$ 2,915
Special assessments	10,891,959	10,891,959	10,243,202	(648,757)
Interest and other earnings	330,095	330,095	84,945	(245,150)
Miscellaneous	4,412,485	2,750,000	209,775	(2,540,225)
Less 5%	(561,103)	(561,103)	-	561,103
Total revenues	<u>15,073,436</u>	<u>13,410,951</u>	<u>10,540,837</u>	<u>(2,870,114)</u>
EXPENDITURES				
Current:				
Transportation:				
Stormwater Management	3,141,442	4,503,592	2,773,207	1,730,385
Drainage	<u>11,931,994</u>	<u>8,907,359</u>	<u>1,221,467</u>	<u>7,685,892</u>
Total transportation	<u>15,073,436</u>	<u>13,410,951</u>	<u>3,994,674</u>	<u>9,416,277</u>
Net change in fund balances	-	-	6,546,163	6,546,163
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,546,163</u>	<u>\$ 6,546,163</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

TREE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Charges for services	\$ 100,000	\$ 100,000	\$ 286,576	\$ 186,576
Interest and other earnings	35,000	35,000	18,664	(16,336)
Less 5%	(6,750)	(6,750)	-	6,750
Total revenues	<u>128,250</u>	<u>128,250</u>	<u>305,240</u>	<u>176,990</u>
EXPENDITURES				
Current:				
Physical environment:				
Contracts	-	840	840	-
Public safety:				
Fire/rescue station 23	-	18,843	-	18,843
Fire/rescue station 15	-	19,651	-	19,651
Fire/rescue station 37	-	15,395	-	15,395
Fire/rescue station 16	-	4,960	-	4,960
Fire/rescue station 36	-	14,860	-	14,860
Fire/rescue station 39	-	16,085	15,925	160
Regional hurricane shelter	-	65,000	-	65,000
Total public safety	-	154,794	15,925	138,869
Culture and recreation:				
Libraries	-	3,500	-	3,500
LOL recreation center expansion	-	52,610	45,865	6,745
Total culture and recreation	-	56,110	45,865	10,245
Transportation:				
Public Transportation	-	13,160	-	13,160
Economic Environment:				
Affordable housing projects	-	5,000	-	5,000
Human services:				
Animal control building	-	13,095	-	13,095
Miscellaneous:				
Reserve for contingencies	716,742	850,783	-	850,783
Total expenditures	<u>716,742</u>	<u>1,093,782</u>	<u>62,630</u>	<u>1,031,152</u>
Excess (deficiency) of revenues over expenditures	<u>(588,492)</u>	<u>(965,532)</u>	<u>242,610</u>	<u>1,208,142</u>
Net change in fund balances	(588,492)	(965,532)	242,610	1,208,142
Fund balances at beginning of year	<u>588,492</u>	<u>965,532</u>	<u>965,532</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,208,142</u>	<u>\$ 1,208,142</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

LIGHTING DISTRICTS FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Special assessments	\$ 2,634,359	\$ 2,634,359	\$ 3,068,851	\$ 434,492
Charges for services	15,000	15,000	2,555	(12,445)
Interest and other earnings	60,000	60,000	39,899	(20,101)
Miscellaneous	25,368	25,368	34,041	8,673
Less 5%	<u>(136,736)</u>	<u>(136,736)</u>	<u>-</u>	<u>136,736</u>
Total revenues	<u>2,597,991</u>	<u>2,597,991</u>	<u>3,145,346</u>	<u>547,355</u>
EXPENDITURES				
Current:				
Transportation:				
Lighting assessments	<u>2,990,513</u>	<u>2,990,513</u>	<u>2,788,762</u>	<u>201,751</u>
Excess (deficiency) of revenues over expenditures	(392,522)	(392,522)	356,584	749,106
OTHER FINANCING USES				
Transfers out	<u>(56,991)</u>	<u>(56,991)</u>	<u>(56,991)</u>	<u>-</u>
Net change in fund balances	(449,513)	(449,513)	299,593	749,106
Fund balances at beginning of year	<u>449,513</u>	<u>449,513</u>	<u>407,087</u>	<u>(42,426)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 706,680</u>	<u>\$ 706,680</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

REFUNDING IMPROVEMENT REVENUE BOND, SERIES 1996 FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental - State	\$ 1,780,000	\$ 1,780,000	\$ 1,691,032	\$ (88,968)
Interest and other earnings	14,000	14,000	4,262	(9,738)
Less 5%	<u>(89,700)</u>	<u>(89,700)</u>	<u>-</u>	<u>89,700</u>
Total revenues	<u>1,704,300</u>	<u>1,704,300</u>	<u>1,695,294</u>	<u>(9,006)</u>
EXPENDITURES				
Debt service:				
Principal	45,000	45,000	45,000	-
Interest and debt service charges	<u>5,035</u>	<u>5,035</u>	<u>1,024</u>	<u>4,011</u>
Total debt service	<u>50,035</u>	<u>50,035</u>	<u>46,024</u>	<u>4,011</u>
Excess of revenues over expenditures	1,654,265	1,654,265	1,649,270	(4,995)
OTHER FINANCING USES				
Transfers out	<u>(1,654,265)</u>	<u>(1,654,265)</u>	<u>(1,679,960)</u>	<u>(25,695)</u>
Net change in fund balances	-	-	(30,690)	(30,690)
Fund balances at beginning of year	<u>-</u>	<u>-</u>	<u>30,690</u>	<u>30,690</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

PUBLIC IMPROVEMENT REFUNDING REVENUE BOND, SERIES 1996 FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Debt service:				
Principal	345,000	345,000	345,000	-
Interest and debt service charges	38,699	38,699	34,045	4,654
Total debt service	383,699	383,699	379,045	4,654
Deficiency of revenues over expenditures	(383,699)	(383,699)	(379,045)	4,654
OTHER FINANCING SOURCES				
Transfers in	383,699	383,699	379,045	(4,654)
Net change in fund balances	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

GAS TAX REFUNDING REVENUE BONDS, SERIES 1989 FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ 22,000	\$ 22,000	\$ 9,949	\$ (12,051)
Less 5%	<u>(1,100)</u>	<u>(1,100)</u>	<u>-</u>	<u>1,100</u>
Total revenues	<u>20,900</u>	<u>20,900</u>	<u>9,949</u>	<u>(10,951)</u>
EXPENDITURES				
Debt service:				
Principal	711,414	711,414	711,414	-
Interest and debt service charges	<u>2,320,586</u>	<u>2,320,586</u>	<u>2,319,336</u>	<u>1,250</u>
Total debt service	<u>3,032,000</u>	<u>3,032,000</u>	<u>3,030,750</u>	<u>1,250</u>
Deficiency of revenues over expenditures	(3,011,100)	(3,011,100)	(3,020,801)	(9,701)
OTHER FINANCING SOURCES				
Transfers in	<u>2,506,100</u>	<u>2,506,100</u>	<u>2,515,801</u>	<u>9,701</u>
Net change in fund balances	(505,000)	(505,000)	(505,000)	-
Fund balances at beginning of year	<u>505,000</u>	<u>505,000</u>	<u>505,000</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

GAS TAX REFUNDING REVENUE BONDS, SERIES 2002 FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ 4,800	\$ 4,800	\$ 1,867	\$ (2,933)
Less 5%	<u>(240)</u>	<u>(240)</u>	<u>-</u>	<u>240</u>
Total revenues	<u>4,560</u>	<u>4,560</u>	<u>1,867</u>	<u>(2,693)</u>
EXPENDITURES				
Debt service:				
Principal	165,000	165,000	160,000	5,000
Interest and debt service charges	<u>1,627,781</u>	<u>1,627,781</u>	<u>938,638</u>	<u>689,143</u>
Total debt service	<u>1,792,781</u>	<u>1,792,781</u>	<u>1,098,638</u>	<u>694,143</u>
Deficiency of revenues over expenditures	(1,788,221)	(1,788,221)	(1,096,771)	691,450
OTHER FINANCING SOURCES				
Transfers in	<u>1,605,218</u>	<u>1,605,218</u>	<u>1,601,538</u>	<u>(3,680)</u>
Net change in fund balances	(183,003)	(183,003)	504,767	687,770
Fund balances at beginning of year	<u>183,003</u>	<u>183,003</u>	<u>183,002</u>	<u>(1)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 687,769</u>	<u>\$ 687,769</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

HUD SECTION 108 NOTE, SERIES 2006 FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ -	\$ -	\$ 23,421	\$ 23,421
EXPENDITURES				
Debt service:				
Principal	394,000	394,000	394,000	-
Interest and debt service charges	1,827,212	1,827,212	682,211	1,145,001
Total debt service	2,221,212	2,221,212	1,076,211	1,145,001
Deficiency of revenues over expenditures	(2,221,212)	(2,221,212)	(1,052,790)	1,168,422
OTHER FINANCING SOURCES				
Transfers in	1,081,212	1,081,212	1,076,211	(5,001)
Net change in fund balances	(1,140,000)	(1,140,000)	23,421	1,163,421
Fund balances at beginning of year	1,140,000	1,140,000	1,165,238	25,238
Fund balances at end of year	\$ -	\$ -	\$ 1,188,659	\$ 1,188,659

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

GUARANTEED ENTITLEMENT REFUNDING REVENUE BONDS, SERIES 2003 FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental - State	\$ 9,975,803	\$ 9,975,803	\$ 9,493,414	\$ (482,389)
Interest and other earnings	<u>120,000</u>	<u>120,000</u>	<u>20,708</u>	<u>(99,292)</u>
Total revenues	<u>10,095,803</u>	<u>10,095,803</u>	<u>9,514,122</u>	<u>(581,681)</u>
EXPENDITURES				
Debt service:				
Principal	655,000	655,000	655,000	-
Interest and debt service charges	<u>2,275,114</u>	<u>2,275,114</u>	<u>1,291,462</u>	<u>983,652</u>
Total debt service	<u>2,930,114</u>	<u>2,930,114</u>	<u>1,946,462</u>	<u>983,652</u>
Excess of revenues over expenditures	7,165,689	7,165,689	7,567,660	401,971
OTHER FINANCING USES				
Transfers out	<u>(8,151,080)</u>	<u>(8,151,080)</u>	<u>(7,559,527)</u>	<u>591,553</u>
Net change in fund balances	(985,391)	(985,391)	8,133	993,524
Fund balances at beginning of year	<u>985,391</u>	<u>985,391</u>	<u>977,258</u>	<u>(8,133)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 985,391</u>	<u>\$ 985,391</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

HALF-CENT SALES TAX REVENUE BONDS, SERIES 2003 FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ -	\$ -	\$ 4,349	\$ 4,349
EXPENDITURES				
Debt service:				
Principal	920,000	920,000	920,000	-
Interest and debt service charges	<u>3,545,224</u>	<u>3,545,224</u>	<u>2,070,657</u>	<u>1,474,567</u>
Total debt service	<u>4,465,224</u>	<u>4,465,224</u>	<u>2,990,657</u>	<u>1,474,567</u>
Deficiency of revenues over expenditures	(4,465,224)	(4,465,224)	(2,986,308)	1,478,916
OTHER FINANCING SOURCES				
Transfers in	<u>2,989,118</u>	<u>2,989,118</u>	<u>3,002,108</u>	<u>12,990</u>
Net change in fund balances	(1,476,106)	(1,476,106)	15,800	1,491,906
Fund balances at beginning of year	<u>1,476,106</u>	<u>1,476,106</u>	<u>1,460,306</u>	<u>(15,800)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,476,106</u>	<u>\$ 1,476,106</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

PENNY FOR PASCO FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Taxes	\$ 14,820,200	\$ 14,820,200	\$ 13,466,951	\$ (1,353,249)
Interest and other earnings	800,000	800,000	368,157	(431,843)
Miscellaneous	5,217,263	5,217,263	55,476	(5,161,787)
Less 5%	<u>(781,010)</u>	<u>(781,010)</u>	<u>-</u>	<u>781,010</u>
Total revenues	<u>20,056,453</u>	<u>20,056,453</u>	<u>13,890,584</u>	<u>(6,165,869)</u>
EXPENDITURES				
Capital outlay:				
Public safety	5,841,238	6,584,649	3,782,705	2,801,944
Physical environment	7,210,789	13,034,523	4,378,584	8,655,939
Transportation	<u>23,132,541</u>	<u>22,791,749</u>	<u>5,035,800</u>	<u>17,755,949</u>
Total capital outlay	<u>36,184,568</u>	<u>42,410,921</u>	<u>13,197,089</u>	<u>29,213,832</u>
Net change in fund balances	(16,128,115)	(22,354,468)	693,495	23,047,963
Fund balances at beginning of year	<u>16,128,115</u>	<u>22,354,468</u>	<u>22,354,468</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,047,963</u>	<u>\$ 23,047,963</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

BOARD CAPITAL IMPROVEMENTS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ 753,852	\$ 753,852	\$ 416,005	\$ (337,847)
Miscellaneous	1,570,236	2,064,565	1,546,637	(517,928)
Less 5%	<u>(37,693)</u>	<u>(37,693)</u>	<u>-</u>	<u>37,693</u>
Total revenues	<u>2,286,395</u>	<u>2,780,724</u>	<u>1,962,642</u>	<u>(818,082)</u>
EXPENDITURES				
Capital outlay:				
General government (noncourt-related)	5,565,172	7,348,025	1,169,800	6,178,225
Public safety	26,208,885	23,682,340	2,677,796	21,004,544
Transportation	-	76,495	35,210	41,285
Culture and recreation	-	655,981	5,735	650,246
Court-related	-	638,088	160,090	477,998
Miscellaneous	<u>2,518,702</u>	<u>2,750,444</u>	<u>-</u>	<u>2,750,444</u>
Total capital outlay	<u>34,292,759</u>	<u>35,151,373</u>	<u>4,048,631</u>	<u>31,102,742</u>
Debt service:				
Principal	149,049	149,049	149,049	-
Interest and debt service charges	<u>32,237</u>	<u>32,237</u>	<u>32,237</u>	<u>-</u>
Total debt service	<u>181,286</u>	<u>181,286</u>	<u>181,286</u>	<u>-</u>
Total expenditures	<u>34,474,045</u>	<u>35,332,659</u>	<u>4,229,917</u>	<u>31,102,742</u>
Deficiency of revenues over expenditures	(32,187,650)	(32,551,935)	(2,267,275)	30,284,660
OTHER FINANCING SOURCES				
Transfers in	<u>13,341,356</u>	<u>11,620,440</u>	<u>10,759,982</u>	<u>(860,458)</u>
Net change in fund balances	(18,846,294)	(20,931,495)	8,492,707	29,424,202
Fund balances at beginning of year	<u>18,846,294</u>	<u>20,931,495</u>	<u>20,931,495</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,424,202</u>	<u>\$ 29,424,202</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

TOMMYTOWN CAPITAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ 400,000	\$ 400,000	\$ 272,689	\$ (127,311)
Less 5%	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>	<u>20,000</u>
Total revenues	<u>380,000</u>	<u>380,000</u>	<u>272,689</u>	<u>(107,311)</u>
EXPENDITURES				
Capital outlay:				
Economic environment	<u>10,820,967</u>	<u>13,017,568</u>	<u>-</u>	<u>13,017,568</u>
Net change in fund balances	(10,440,967)	(12,637,568)	272,689	12,910,257
Fund balances at beginning of year	<u>10,440,967</u>	<u>12,637,568</u>	<u>12,637,568</u>	<u>-</u>
Fund balances at end of year	\$ <u>-</u>	\$ <u>-</u>	\$ <u>12,910,257</u>	\$ <u>12,910,257</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

GUARANTEED ENTITLEMENT CONSTRUCTION FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ -	\$ 37,869	\$ 37,869	\$ -
EXPENDITURES				
Capital outlay:				
Culture and recreation	<u>2,137,743</u>	<u>2,177,102</u>	<u>2,177,102</u>	-
Net change in fund balances	(2,137,743)	(2,139,233)	(2,139,233)	-
Fund balances at beginning of year	<u>2,137,743</u>	<u>2,139,233</u>	<u>2,139,233</u>	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

HALF-CENT SALES TAX CONSTRUCTION FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Interest and other earnings	\$ 579,702	\$ 579,702	\$ 205,021	\$ (374,681)
Miscellaneous	-	-	1,062	1,063
Less 5%	(28,985)	(28,985)	-	28,985
Total revenues	<u>550,717</u>	<u>550,717</u>	<u>206,083</u>	<u>(344,633)</u>
EXPENDITURES				
Capital outlay:				
General government (noncourt-related)	1,813,613	2,313,613	-	2,313,613
Public safety	3,180,581	3,540,110	1,242,234	2,297,876
Human services	5,042,027	5,072,216	25,899	5,046,317
Culture and recreation	2,584,711	2,970,431	122,053	2,848,378
Court-related	-	254,924	228,431	26,493
Other	<u>2,422,332</u>	<u>2,367,803</u>	-	<u>2,367,803</u>
Total capital outlay	<u>15,043,264</u>	<u>16,519,097</u>	<u>1,618,617</u>	<u>14,900,480</u>
Net change in fund balances	(14,492,547)	(15,968,380)	(1,412,534)	14,555,847
Fund balances at beginning of year	<u>14,492,547</u>	<u>15,968,380</u>	<u>15,968,380</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,555,846</u>	<u>\$ 14,555,846</u>

See accompanying independent auditors' report.

INTERNAL SERVICE FUNDS

EQUIPMENT SERVICE, COUNTY INSURANCE, AND CLERK'S INSURANCE FUNDS

To account for respective services and commodities furnished by one operation to other operations of the County.

PASCO COUNTY, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
September 30, 2008

	EQUIPMENT SERVICE	COUNTY INSURANCE	CLERK'S INSURANCE	TOTALS
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 13,668,223	\$ 10,485,063	\$ 2,660,658	\$ 26,813,944
Accounts receivable, net	6,729	2,624	-	9,353
Due from other governments	12,355	-	-	12,355
Inventories	185,838	-	-	185,838
Other	-	481,000	-	481,000
Total current assets	<u>13,873,145</u>	<u>10,968,687</u>	<u>2,660,658</u>	<u>27,502,490</u>
Capital assets:				
Land	1,817,318	-	-	1,817,318
Buildings	2,359,636	-	-	2,359,636
Improvements other than buildings	1,730,308	-	-	1,730,308
Equipment	51,114,685	1,533	-	51,116,218
Construction in process	425,978	-	-	425,978
Less accumulated depreciation	<u>(31,715,997)</u>	<u>(1,533)</u>	<u>-</u>	<u>(31,717,530)</u>
Capital assets, net	<u>25,731,928</u>	<u>-</u>	<u>-</u>	<u>25,731,928</u>
Total assets	<u>39,605,073</u>	<u>10,968,687</u>	<u>2,660,658</u>	<u>53,234,418</u>
LIABILITIES				
Current liabilities:				
Vouchers payable	519,600	434,072	-	953,672
Contracts payable	19,901	-	-	19,901
Accrued liabilities	68,377	13,847	-	82,224
Due to other funds	13,186	93,262	84,098	190,546
Claims payable	-	2,828,366	128,756	2,957,122
Compensated absences	<u>16,530</u>	<u>4,821</u>	<u>-</u>	<u>21,351</u>
Total current liabilities	<u>637,594</u>	<u>3,374,368</u>	<u>212,854</u>	<u>4,224,816</u>
Noncurrent liabilities:				
Claims payable	-	6,822,634	-	6,822,634
Compensated absences	<u>190,099</u>	<u>55,439</u>	<u>-</u>	<u>245,538</u>
Total noncurrent liabilities	<u>190,099</u>	<u>6,878,073</u>	<u>-</u>	<u>7,068,172</u>
Total liabilities	<u>827,693</u>	<u>10,252,441</u>	<u>212,854</u>	<u>11,292,988</u>
NET ASSETS				
Invested in capital assets, net of related debt	25,731,928	-	-	25,731,928
Unrestricted	<u>13,045,452</u>	<u>716,246</u>	<u>2,447,804</u>	<u>16,209,502</u>
Total net assets	<u>\$ 38,777,380</u>	<u>\$ 716,246</u>	<u>\$ 2,447,804</u>	<u>\$ 41,941,430</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	EQUIPMENT SERVICE	COUNTY INSURANCE	CLERK'S INSURANCE	TOTALS
OPERATING REVENUES				
Charges for services	\$ 16,972,715	\$ 9,131,322	\$ 522,969	\$ 26,627,006
OPERATING EXPENSES				
Personal services	2,015,969	439,485	-	2,455,454
Contractual services	914,933	9,067,977	291,877	10,274,787
Materials and supplies	8,179,083	3,749	-	8,182,832
Heat, light and power	65,068	-	-	65,068
Equipment rental and maintenance	269,759	1,236	-	270,995
Communications	12,711	652	-	13,363
Administrative charge from General Fund	385,018	268,792	-	653,810
Depreciation	5,210,457	-	-	5,210,457
Total operating expenses	17,052,998	9,781,891	291,877	27,126,766
Operating income (loss)	(80,283)	(650,569)	231,092	(499,760)
NONOPERATING REVENUES				
Interest and other earnings	187,279	144,410	42,535	374,224
Miscellaneous	321,593	-	-	321,593
Total nonoperating revenues	508,872	144,410	42,535	695,817
Income (loss) before contributions and transfers	428,589	(506,159)	273,627	196,057
Capital contributions	4,613,270	-	-	4,613,270
Transfers in	500,000	-	-	500,000
Change in net assets	5,541,859	(506,159)	273,627	5,309,327
Net assets - beginning	33,235,521	1,222,405	2,174,177	36,632,103
Net assets - ending	\$ 38,777,380	\$ 716,246	\$ 2,447,804	\$ 41,941,430

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	EQUIPMENT SERVICE	COUNTY INSURANCE	CLERK'S INSURANCE	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 89,023	\$ 1,888,635	\$ 392,879	\$ 2,370,537
Receipts from interfund services provided	16,638,606	9,212,492	-	25,851,098
Payments to suppliers for goods and services	(9,616,516)	(11,085,548)	(579,925)	(21,281,989)
Payments for interfund services used	(517,909)	(432,801)	-	(950,710)
Payments for personal services	<u>(1,642,522)</u>	<u>(319,726)</u>	<u>-</u>	<u>(1,962,248)</u>
Net cash provided by (used in) operating activities	<u>4,950,682</u>	<u>(736,948)</u>	<u>(187,046)</u>	<u>4,026,688</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating grants received	8,880	-	-	8,880
Transfers in	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>500,000</u>
Cash provided by noncapital financing activities	<u>508,880</u>	<u>-</u>	<u>-</u>	<u>508,880</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from sale of capital assets	254,042	-	-	254,042
Acquisition of capital assets	<u>(3,184,024)</u>	<u>-</u>	<u>-</u>	<u>(3,184,024)</u>
Net cash used for capital and related financing activities	<u>(2,929,982)</u>	<u>-</u>	<u>-</u>	<u>(2,929,982)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	<u>187,279</u>	<u>144,410</u>	<u>42,535</u>	<u>374,224</u>
Net increase (decrease) in cash and cash equivalents	2,716,859	(592,538)	(144,511)	1,979,810
Cash and cash equivalents at October 1, 2007	<u>10,951,364</u>	<u>11,077,601</u>	<u>2,805,169</u>	<u>24,834,134</u>
Cash and cash equivalents at September 30, 2008	<u>\$ 13,668,223</u>	<u>\$ 10,485,063</u>	<u>\$ 2,660,658</u>	<u>\$ 26,813,944</u>

See accompanying independent auditors' report.

	EQUIPMENT SERVICE	COUNTY INSURANCE	CLERK'S INSURANCE	TOTALS
Reconciliation of operating income (loss)				
to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (80,283)	\$ (650,569)	\$ 231,092	\$ (499,760)
Adjustments to reconcile operating income (loss)				
to net cash provided by operating activities:				
Depreciation	5,210,457	-	-	5,210,457
Changes in assets and liabilities:				
Increase in accounts receivable	(1,270)	-	-	(1,270)
Decrease in due from other funds	-	-	-	-
Increase in due from other governments	(3,116)	-	-	(3,116)
Increase in inventory	(25,686)	-	-	(25,686)
Increase (decrease) in vouchers payable	(197,152)	29,058	-	(168,094)
Increase (decrease) in contracts payable	19,901	(216,649)	-	(196,748)
Increase in accrued liabilities	4,052	666	-	4,718
Increase in due to other funds	11,026	93,262	84,098	188,386
(Decrease) in claims payable	-	-	(502,236)	(502,236)
Increase in compensated absences	12,753	7,284	-	20,037
Total adjustments	<u>5,030,965</u>	<u>(86,379)</u>	<u>(418,138)</u>	<u>4,526,448</u>
Net cash provided by (used in)				
operating activities	<u>\$ 4,950,682</u>	<u>\$ (736,948)</u>	<u>\$ (187,046)</u>	<u>\$ 4,026,688</u>
Noncash capital activities:				
Contributed capital assets	<u>\$ 4,613,270</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,613,270</u>
Total noncash capital activities	<u>\$ 4,613,270</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,613,270</u>

FIDUCIARY FUNDS

AGENCY FUNDS To account for assets held in an agency capacity for other funds, governmental units, and individuals by the Board of County Commissioners, Clerk of the Circuit Court, Tax Collector, and Sheriff.

PASCO COUNTY, FLORIDA

AGENCY FUNDS

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
September 30, 2008

	AGENCY FUNDS				
	BOARD OF COUNTY COMMISSIONERS	CLERK OF THE CIRCUIT COURT	TAX COLLECTOR	SHERIFF	TOTAL
ASSETS					
Cash and cash equivalents	\$ 1,447,401	\$ 7,256,597	\$ 5,025,296	\$ 1,016,398	\$ 14,745,692
Cash and cash equivalents	<u>\$ 1,447,401</u>	<u>\$ 7,256,597</u>	<u>\$ 5,025,296</u>	<u>\$ 1,016,398</u>	<u>\$ 14,745,692</u>
LIABILITIES					
Liabilities:					
Due to other governments	\$ -	\$ 1,642,235	\$ 4,625,205	\$ -	\$ 6,267,440
Deposits	<u>1,447,401</u>	<u>5,614,362</u>	<u>400,091</u>	<u>1,016,398</u>	<u>8,478,252</u>
Total liabilities	<u>\$ 1,447,401</u>	<u>\$ 7,256,597</u>	<u>\$ 5,025,296</u>	<u>\$ 1,016,398</u>	<u>\$ 14,745,692</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	BALANCE OCTOBER 1, 2007	ADDITIONS	DELETIONS	BALANCE SEPTEMBER 30, 2008
BOARD OF COUNTY COMMISSIONERS				
Assets:				
Cash and cash equivalents	\$ 1,056,801	\$ 894,253	\$ 503,653	\$ 1,447,401
Liabilities:				
Deposits	\$ 1,056,801	\$ 956,781	\$ 566,181	\$ 1,447,401
CLERK OF THE CIRCUIT COURT				
Assets:				
Cash and cash equivalents	\$ 9,439,356	\$ 57,193,409	\$ 59,376,168	\$ 7,256,597
Liabilities:				
Due to other governments	\$ 1,884,903	\$ 43,576,247	\$ 43,818,915	\$ 1,642,235
Deposits	7,554,453	14,429,605	16,369,696	5,614,362
Total liabilities	\$ 9,439,356	\$ 58,005,852	\$ 60,188,611	\$ 7,256,597
TAX COLLECTOR				
Assets:				
Cash and cash equivalents	\$ 4,160,264	\$ 1,088,694,703	\$ 1,087,829,671	\$ 5,025,296
Liabilities:				
Due to other governments	\$ 3,755,243	\$ 560,115,027	\$ 559,245,065	\$ 4,625,205
Deposits	405,021	23,877,843	23,882,773	400,091
Total liabilities	\$ 4,160,264	\$ 583,992,870	\$ 583,127,838	\$ 5,025,296
SHERIFF				
Assets:				
Cash and cash equivalents	\$ 1,665,713	\$ 3,288,922	\$ 3,938,237	\$ 1,016,398
Cash and cash equivalents	\$ 1,665,713	\$ 3,288,922	\$ 3,938,237	\$ 1,016,398
Liabilities:				
Deposits	\$ 1,665,713	\$ 3,288,922	\$ 3,938,237	\$ 1,016,398
Total liabilities	\$ 1,665,713	\$ 3,288,922	\$ 3,938,237	\$ 1,016,398
TOTAL - ALL AGENCY FUNDS				
Assets:				
Cash and cash equivalents	\$ 16,322,134	\$ 1,150,071,287	\$ 1,151,647,729	\$ 14,745,692
Liabilities:				
Due to other governments	\$ 5,640,146	\$ 603,691,274	\$ 603,063,980	\$ 6,267,440
Deposits	10,681,988	42,553,151	44,756,887	8,478,252
Total liabilities	\$ 16,322,134	\$ 646,244,425	\$ 647,820,867	\$ 14,745,692

See accompanying independent auditors' report.

STATISTICAL SECTION

The Computation of Legal Debt Margin table is excluded from this section as the Florida Constitution and Pasco County set no legal debt limits.

This part of Pasco County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements and note disclosures says about the County's overall health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	175
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	179
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and its ability to issue additional debt in the future.	183
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	192
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	194

PASCO COUNTY, FLORIDA

**NET ASSETS BY COMPONENT
LAST FIVE FISCAL YEARS**
(Accrual basis of accounting)

(in thousands)

(Unaudited)

	Fiscal Year				
	2004	2005	2006	2007	2008
Governmental activities:					
Invested in capital assets, net of related debt	\$ 113,810	\$ 289,547	\$ 342,891	\$ 435,255	\$ 525,317
Restricted	160,373	203,274	260,052	287,408	180,065
Unrestricted	68,315	97,711	140,440	175,199	307,379
Total governmental activities net assets	<u>\$ 342,498</u>	<u>\$ 590,532</u>	<u>\$ 743,383</u>	<u>\$ 897,862</u>	<u>\$ 1,012,761</u>
Business-type activities:					
Invested in capital assets, net of related debt	\$ 217,342	\$ 241,634	\$ 284,363	\$ 359,798	\$ 433,848
Restricted	82,550	87,589	94,283	78,961	75,161
Unrestricted	17,466	26,254	24,088	24,448	8,913
Total business-type activities net assets	<u>\$ 317,358</u>	<u>\$ 355,477</u>	<u>\$ 402,734</u>	<u>\$ 463,207</u>	<u>\$ 517,922</u>
Primary government:					
Invested in capital assets, net of related debt	331,152	531,181	627,254	795,053	959,165
Restricted	242,923	290,863	354,335	366,369	255,226
Unrestricted	85,781	123,965	164,528	199,647	316,292
Total primary government net assets	<u>\$ 659,856</u>	<u>\$ 946,010</u>	<u>\$1,146,117</u>	<u>\$1,361,069</u>	<u>\$1,530,683</u>

PASCO COUNTY, FLORIDA
CHANGES IN NET ASSETS
LAST FIVE FISCAL YEARS
(Accrual basis of accounting)
(in thousands)
(Unaudited)

	Fiscal Year				
	2004	2005	2006	2007	2008
Expenses					
Governmental Activities:					
General government	\$ 70,893	\$ 77,669	\$ 98,005	\$ 88,258	\$ 88,666
Public safety	115,168	121,402	138,566	152,172	161,257
Physical environment	1,249	1,716	1,090	2,676	5,713
Transportation	43,662	41,675	21,919	42,110	35,630
Economic environment	8,501	11,829	12,760	14,600	18,279
Human services	11,363	11,738	12,841	11,483	12,051
Culture and recreation	14,085	19,459	17,718	21,297	20,025
Court-related	13,735	16,647	18,029	24,148	25,914
Interest and debt service charges	6,719	6,711	6,854	7,336	6,962
Total government activities expenses	285,375	308,846	327,782	364,080	374,497
Business-type activities:					
Water and sewer unit	49,523	55,640	64,776	75,063	84,093
Solid waste and resource recovery	27,371	28,922	30,207	30,333	31,176
Total business-type activities expenses	76,894	84,562	94,983	105,396	115,269
Total primary government expenses	362,269	393,408	422,765	469,476	489,766
Program Revenues					
Governmental activities:					
Charges for services:					
General government	11,871	11,745	13,263	12,375	20,128
Public safety	26,077	25,948	26,566	23,777	27,934
Physical environment	367	234	133	118	992
Transportation	4,044	8,966	8,211	10,313	10,064
Economic environment	2,605	4,449	2,831	41,998	3,524
Human services	708	756	780	1,064	938
Culture and recreation	954	965	943	1,066	1,188
Court-related	4,269	13,197	14,234	14,433	13,938
Operating grants and contributions	37,912	41,728	56,143	42,500	56,357
Capital grants and contributions	36,874	48,706	84,934	73,970	67,951
Total governmental activities					
Program revenues	125,681	156,694	208,038	221,614	203,014
Business-type activities:					
Charges for services:					
Water and sewer unit	52,253	63,552	71,767	75,966	82,250
Solid waste and resource recovery	30,546	31,843	35,194	36,965	38,552
Operating grants and contributions	2,411	380	122	2,204	250
Capital grants and contributions	34,096	22,041	26,473	38,856	42,178
Total business-type activities					
program revenues	119,306	117,816	133,556	153,991	163,230
Total primary government					
program revenues	244,987	274,510	341,594	375,604	366,244
Net (Expense) Revenue					
Governmental activities	(159,694)	(152,152)	(119,744)	(142,466)	(171,483)
Business-type activities	42,412	33,254	38,573	48,595	47,961
Total primary government net expense	(117,282)	(118,898)	(81,171)	(93,871)	(123,522)
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes:					
Property taxes	132,042	140,281	151,250	175,580	182,972
Sales taxes	-	10,154	16,704	15,199	13,467
Franchise taxes	-	-	-	-	20
Telecommunications taxes	3,732	4,052	4,275	5,177	5,683
Gas taxes	10,396	13,010	12,990	12,891	12,301
Tourist development tax	691	808	787	752	842
State shared revenues	29,718	31,753	34,646	33,655	32,172
Unrestricted grants and contributions	3,843	4,616	5,168	6,202	8,208
Interest earnings	4,806	11,231	21,253	27,111	9,980
Miscellaneous	17,825	20,001	25,579	20,436	20,794
Transfers	(57)	(57)	(57)	(57)	(57)
Total governmental activities	202,996	235,849	272,595	296,946	286,382
Business-type activities:					
Interest earnings	2,840	4,809	8,626	11,821	6,697
Transfers	57	57	57	57	57
Total business-type activities	2,897	4,866	8,683	11,878	6,754
Total primary government	205,893	240,715	281,278	308,824	293,136
Change in Net assets					
Governmental activities	43,302	83,697	\$152,851	154,480	114,899
Business-type activities	45,309	38,120	47,256	60,473	54,714
Total primary government	\$ 88,611	\$ 121,817	\$ 200,107	\$ 214,953	\$ 169,613

PASCO COUNTY, FLORIDA

FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS

(Modified accrual basis of accounting)

(in thousands)

(Unaudited)

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Fund										
Reserved	\$ 2,101	\$ 2,628	\$ 2,313	\$ 2,841	\$ 2,405	\$ 2,218	\$ 4,532	\$ 10,068	\$ 8,221	\$ 6,232
Unreserved	8,974	9,935	8,115	10,222	17,149	30,641	44,143	50,948	47,415	52,852
Total General Fund	<u>\$ 11,075</u>	<u>\$ 12,563</u>	<u>\$ 10,428</u>	<u>\$ 13,063</u>	<u>\$ 19,554</u>	<u>\$ 32,859</u>	<u>\$ 48,675</u>	<u>\$ 61,016</u>	<u>\$ 55,636</u>	<u>\$ 59,084</u>
All Other Governmental Funds										
Reserved	\$ 32,069	\$ 23,912	\$ 22,990	\$ 21,404	\$ 30,078	\$ 32,232	\$ 52,929	\$ 63,666	\$ 37,118	\$ 48,281
Unreserved, reported in:										
Special revenue funds	84,623	99,836	113,438	134,611	143,085	162,185	200,188	236,664	267,354	261,048
Capital projects funds	5,829	3,122	41	(2,276)	57,021	45,859	35,609	47,567	66,397	61,465
Debt service funds	4	3	5	1	-	-	-	-	-	-
Total all other governmental funds	<u>\$122,525</u>	<u>\$126,873</u>	<u>\$136,474</u>	<u>\$153,740</u>	<u>\$ 230,184</u>	<u>\$ 240,276</u>	<u>\$ 288,726</u>	<u>\$ 347,897</u>	<u>\$ 370,869</u>	<u>\$ 370,794</u>

PASCO COUNTY, FLORIDA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

(Modified accrual basis of accounting)

(in thousands)

(Unaudited)

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenues										
Taxes	\$ 84,445	\$ 93,902	\$107,641	\$122,729	\$135,494	\$146,893	\$168,336	\$186,036	\$209,620	\$215,850
Special assessments	14,923	14,217	18,273	26,033	33,984	46,609	59,808	89,014	57,017	48,806
Licenses and permits	3,902	3,984	4,340	6,845	8,181	9,738	10,581	9,580	6,691	4,946
Intergovernmental	44,217	45,177	46,656	53,904	60,693	63,814	70,111	70,029	70,930	74,310
Charges for services	17,130	16,931	19,002	23,654	27,164	31,024	40,134	43,629	42,914	45,553
Fines and forfeitures	1,164	3,085	2,899	3,327	3,818	3,565	2,884	3,773	4,044	3,716
Interest	8,413	10,808	9,721	4,611	4,561	4,795	10,924	20,480	26,016	9,472
Miscellaneous	8,427	8,743	10,874	12,465	10,778	17,133	22,481	26,695	25,208	21,974
Total Revenues	<u>182,621</u>	<u>196,847</u>	<u>219,406</u>	<u>253,568</u>	<u>284,673</u>	<u>323,571</u>	<u>385,259</u>	<u>449,236</u>	<u>442,440</u>	<u>424,627</u>
Expenditures										
General government	33,336	35,158	38,714	46,524	51,692	58,257	64,325	87,000	79,872	73,763
Public safety	64,458	71,183	83,136	91,556	102,256	111,401	118,960	135,462	148,132	156,968
Physical environment	550	926	1,454	1,637	2,461	821	1,549	935	1,162	1,232
Transportation	31,979	27,528	28,732	27,585	40,476	49,625	49,165	49,612	71,479	70,239
Economic environment	5,260	6,673	8,345	8,061	8,435	8,501	11,824	12,737	13,652	18,239
Human services	6,917	6,685	7,075	8,394	9,432	11,297	12,119	11,974	13,237	13,459
Culture and recreation	10,960	11,255	12,540	13,490	14,025	15,991	15,413	22,369	30,172	18,781
Court—related and miscellaneous	14,288	14,041	15,670	17,622	20,054	22,476	27,824	26,898	35,719	36,226
Capital outlay	1,855	10,000	8,549	12,286	5,942	11,174	9,770	33,654	20,516	21,041
Debt service										
Principal	3,952	4,160	4,625	2,181	2,596	3,087	3,269	3,254	3,531	3,379
Interest and charges	3,388	3,230	2,986	2,640	5,976	6,722	6,718	6,772	7,319	7,370
Total expenditures	<u>176,943</u>	<u>190,839</u>	<u>211,826</u>	<u>231,976</u>	<u>263,345</u>	<u>299,352</u>	<u>320,936</u>	<u>390,667</u>	<u>424,791</u>	<u>420,697</u>
Excess of revenues over (under) expenditures	5,678	6,008	7,580	21,592	21,328	24,219	64,323	58,569	17,649	3,930
Other Financing Sources (Uses)										
Transfers in	25,647	26,158	23,693	29,637	99,862	63,441	36,664	53,989	50,347	53,947
Notes issued								13,000	-	-
Transfers out	(25,704)	(26,215)	(23,750)	(29,703)	(100,083)	(64,263)	(36,721)	(54,046)	(50,404)	(54,504)
Bond premium	-	-	-	-	1,483	-	-	-	-	-
Bond proceeds	-	-	-	20,409	80,120	-	-	-	-	-
Payment to escrow agents	-	-	-	(22,640)	(19,775)	-	-	-	-	-
Total other financing Sources (uses)	<u>(57)</u>	<u>(57)</u>	<u>(57)</u>	<u>(2,297)</u>	<u>61,607</u>	<u>(822)</u>	<u>(57)</u>	<u>12,943</u>	<u>(57)</u>	<u>(557)</u>
Change in reserve for inventory	45	(17)	1	-	-	-	-	-	-	-
Net change in fund balances	<u>\$ 5,666</u>	<u>\$ 5,934</u>	<u>\$ 7,524</u>	<u>\$ 19,295</u>	<u>\$ 82,935</u>	<u>\$23,397</u>	<u>\$ 64,266</u>	<u>\$ 71,512</u>	<u>\$17,592</u>	<u>\$3,373</u>
Debt service as a percentage of noncapital expenditures *	4.4%	4.1%	3.5%	2.3%	3.6%	3.7%	3.5%	3.3%	3.2%	3.2%

*Noncapital expenditures are calculated by deducting total governmental capital outlay expenditures (see Reconciliation, page 33) from total expenditures, above.

PASCO COUNTY, FLORIDA

DIRECT AND OVERLAPPING PROPERTY TAX RATES LAST TEN FISCAL YEARS

(in thousands)

(Unaudited)

	MILLAGE *									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
DIRECT										
Countywide -										
Pasco County Operating (1)	8.1960	8.5700	9.1320	9.1140	8.6480	8.2820	7.4230	6.6810	5.9880	5.4333
Unincorporated -										
Fire Districts	3.3320	3.332	3.3910	3.5400	3.8160	1.7300	1.6140	1.1570	1.1000	.9955
OVERLAPPING										
Countywide -										
School District	10.0920	9.7090	9.3410	9.0250	8.9390	8.8070	7.9440	7.7980	7.4090	7.2080
Southwest Florida Water Management District	.4220	.4220	.4220	.4220	.4220	.4220	.4220	.4220	.4220	.3866
Non-Countywide										
City and Town -										
Dade City	7.4965	7.4000	7.4000	7.4000	7.4000	9.0000	7.3860	7.8400	7.8400	7.1040
Saint Leo	3.0000	3.0000	2.9650	3.0000	3.0000	3.0000	2.0000	2.0000	1.5000	1.3780
Zephyrhills	6.4200	6.4200	6.4200	6.4200	6.4200	6.4200	6.4200	6.4200	6.4200	5.5708
San Antonio	2.9000	2.5330	2.5330	2.5330	2.5330	2.5330	2.4155	2.4155	2.4155	2.0735
Port Richey	4.3200	5.8200	5.8200	5.8200	5.8200	5.8200	5.8200	5.8200	4.7000	3.9000
New Port Richey	5.5000	6.0000	6.2500	6.2500	6.2500	7.0000	7.0000	7.0000	7.0000	6.7840
Special Districts	1.5370	1.522	1.5090	1.4870	1.4390	1.4260	1.4063	1.3786	1.3149	1.1889

(1) In fiscal years 1993 through 1998, the County direct operating millage amount included millage for County Library and Park Ad Valorem Tax Bonds; Ad Valorem Tax Bonds were paid off in 1997.

(*Millage Rate Per \$1,000 of assessed taxable property value)

Source: Pasco County Property Appraiser

PASCO COUNTY, FLORIDA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN FISCAL YEARS

(in thousands)

(Unaudited)

Estimated Actual Value (1)		Net Exemptions (2)		Taxable Assessed Value (3)			(4)		(5)	
Fiscal	Real	Personal	Real	Personal	Real	Personal	Centrally Assessed	Assessed Value as a Percentage of Estimated	Total Direct	
Year	Property	Property	Property	Property	Property	Property	Property	Total	Actual Value	Tax Rate
1999	\$10,904,978	\$ 1,712,511	\$ 3,737,435	\$522,961	\$ 7,167,543	\$1,189,550	\$11,576	\$ 8,368,669	66.27	9.17
2000	12,088,754	1,789,152	4,427,416	538,894	7,841,338	1,250,258	12,513	9,104,109	65.54	9.55
2001	13,152,045	1,868,291	4,618,086	553,376	8,533,959	1,314,915	11,610	9,860,484	65.60	10.15
2002	14,926,055	1,963,446	5,302,122	589,344	9,623,933	1,374,102	10,376	11,008,411	65.14	9.77
2003	16,827,459	2,028,809	5,984,669	607,132	10,842,790	1,421,677	10,918	12,275,385	65.06	10.21
2004	18,856,854	2,378,108	6,536,758	724,111	12,320,096	1,653,997	17,233	13,991,326	65.83	9.82
2005	22,176,530	2,514,555	7,692,987	754,442	14,483,543	1,760,113	20,075	16,263,731	65.82	8.90
2006	27,816,171	2,703,034	9,780,678	801,281	18,035,493	1,901,753	12,278	19,949,524	65.34	7.01
2007	37,956,299	2,912,306	14,134,555	843,243	23,821,744	2,069,063	3,186	25,893,993	63.35	5.99
2008	42,731,726	3,026,634	15,219,564	847,859	27,512,162	2,178,775	3,678	29,694,615	64.89	5.43

- (1) Section 192.00(2), Florida Statutes, defines assessed value of property as “an annual determination of the just or fair market value of an item or property....” Consequently, estimated actual value, above, is assessed value before exemptions.
- (2) Chapter 196, Florida Statutes, grants various exemptions for qualifying historic, economic development, governmental, and institutional property, the latter including charitable, religious, scientific, literary and educational property. Exemptions are also granted for residential property for widows/widowers, disabled/blind, homestead exemption (\$25,000), additional homestead exemption (age 65 or older, \$25,000), and homestead differential (just value minus a capped value) [Note: the classified use value of land classified agricultural (Chapter 193, F.S.) is netted against all real property exemptions in arriving at the net exemptions noted, above, for real property].
- (3) Property, such as railroad property, for which valuation is provided to the Property Appraiser by the Florida Department of Revenue [See Sec. 193.085(4), Florida Statutes].
- (4) Centrally Assessed Property has been added to the total estimated actual value of Real and Personal Property when computing this percentage.
- (5) Total Tax Levy (See P. 173) to Total Taxable Assessed Value (above). Tax rates are per \$1,000 of assessed value.

Source: Pasco County Property Appraiser

PASCO COUNTY, FLORIDA
PRINCIPAL TAXPAYERS
CURRENT YEAR and NINE YEARS AGO
(Unaudited)

Taxpayer	2008			1999		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Verizon Communications, Inc. (1)	425,957,813	1	1.13	167,912,368	2	1.35
Florida Power Corporation	291,049,848	2	.77	229,128,882	1	1.90
Withlacoochee River Electric Cooperative	204,715,130	3	.54	96,334,880	3	.81
Shady Hills Power Company LLC	149,318,609	4	.39	-	-	-
Bright House Networks	106,954,371	5	.28	-	-	-
Wal-Mart Stores	80,264,450	6	.21	-	-	-
HCA Heath Services of Florida	78,991,615	7	.21	27,060,113	9	.22
Zephyrhills Bottled Water America, Inc.	67,564,940	8	.18	19,068,160	7	.23
Target Corporation	51,116,984	9	.13	-	-	-
Gulf View Associates	48,925,930	10	.13	31,747,155	8	.28
Lykes Pasco, Inc.	-	-	-	57,728,947	4	.46
Pasco Cogen, Ltd	-	-	-	51,262,071	5	.39
New Port Richey Hospital, Inc.	-	-	-	31,808,444	6	.23
Saddlebrook Resorts, Inc.	-	-	-	22,000,452	10	.17

(1) Verizon Communications, Inc. was previously General Telephone Company of Florida (1998)

Source: Pasco County Property Appraiser

PASCO COUNTY, FLORIDA

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

(Unaudited)

Fiscal Year	Total Tax Levy	(1) Current Tax Collections	Percent Of Levy Collected	Delinquent Tax Collections	Total Tax Collections to Date	
					Amount	Percent of Levy
1999	76,776,518	74,159,415	96.6	401,343	74,560,758	97.1
2000	86,950,118	83,720,510	96.3	199,211	83,919,721	96.5
2001	100,119,854	96,248,366	96.1	246,294	96,494,660	96.4
2002	107,511,646	103,491,866	96.3	259,258	103,751,124	96.5
2003	125,290,467	120,551,759	96.2	203,368	120,755,127	96.4
2004	137,377,758	131,519,184	95.8	628,730	132,147,914	96.2
2005	144,726,897	138,664,877	95.8	290,811	138,955,688	96.0
2006	139,884,018	136,364,396	97.5	161,730	136,526,126	97.6
2007	155,045,174	149,923,317	96.7	246,807	150,170,124	96.9
2008	161,339,729	154,193,198	95.5	230,589	154,423,787	95.7

Fiscal Year	(2) Outstanding Delinquent Taxes	Ratio of Delinquent Taxes To Tax Levy
1999	422,573	.5
2000	426,396	.5
2001	489,282	.5
2002	399,614	.4
2003	450,827	.4
2004	420,392	.3
2005	356,177	.3
2006	139,589	.1
2007	480,128	.3
2008	488,739	.3

NOTE: Property Taxes become due and payable on November 1st of each year. A 4 percent discount is allowed if the taxes are paid in November, with the discount declining by 1 percent each month thereafter. Accordingly, taxes collected will never be 100 percent of the tax levy. Taxes become delinquent on April 1st of each year and tax certificates for the full amount of any unpaid taxes and assessments must be sold not later than June 1st of each year.

(1) Net of allowable discounts

(2) At September 30 of each year

Source: Pasco County Tax Collector

PASCO COUNTY, FLORIDA

RATIO OF OUTSTANDING DEBT BY TYPE LAST TEN FISCAL YEARS

(in thousands, except for per capita amounts)

(Unaudited)

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Revenue and Refunding Revenue Bonds</u>	<u>Notes Payable</u>	<u>Capital Leases</u>	<u>Water and Sewer Unit Bonds</u>	<u>Solid Waste Disposal and Resource Recovery System Bonds</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
1999	\$ 564	\$ 59,299	\$ 1,757	\$ 135	\$ 737	\$ 138,300	\$ 274,015	3.80	\$ 839
2000	444	55,519	1,590	41	68,295	131,630	257,519	3.28	747
2001	-	51,554	1,415	-	62,230	124,350	239,549	2.85	680
2002	-	47,259	1,229	-	55,540	116,340	220,368	2.49	610
2003	-	105,902	1,076	-	55,540	107,740	270,258	2.90	720
2004	-	102,930	960	-	52,095	98,210	252,195	2.46	647
2005	-	99,785	837	-	44,440	88,015	233,076	2.04	573
2006	-	96,663	13,705	-	105,000	76,675	292,043	2.33	688
2007	-	93,651	13,185	-	97,100	64,915	268,851	2.02	619
2008	-	90,815	12,642	-	88,865	85,280	277,602	2.18	633

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements. See the Demographic and Economic Statistics on page 191 for personal income and population data.

PASCO COUNTY, FLORIDA

**RATIO OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

(in thousands, except for per capita amounts)

(Unaudited)

Fiscal Year	General Obligation Bonds	Less: Amounts Reserved for Debt Service	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
1999	\$ 564	\$ -	\$ 564	.01	\$ 1.73
2000	444	-	444	.01	\$ 1.29
2001	-	-	-	-	-
2002	-	-	-	-	-
2003	-	-	-	-	-
2004	-	-	-	-	-
2005	-	-	-	-	-
2006	-	-	-	-	-
2007	-	-	-	-	-
2008	-	-	-	-	-

PASCO COUNTY, FLORIDA

SCHEDULE OF GUARANTEED ENTITLEMENT REFUNDING REVENUE BOND COVERAGE LAST TEN FISCAL YEARS

(Unaudited)

Year	Gross Revenues	Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2008	\$ 2,092,907	-	2,092,907	\$ 655,000	\$ 1,281,173	\$1,936,173	1.08
2007	2,092,907	-	2,092,907	645,000	1,302,022	1,947,022	1.07
2006	2,092,907	-	2,092,907	630,000	1,315,772	1,945,772	1.08
2005	2,092,907	-	2,092,907	620,000	1,328,050	1,948,050	1.07
2004	2,092,907	-	2,092,907	440,000	1,345,435	1,785,435	1.17
2003	2,092,907	-	2,092,907	700,000	1,668,215	2,368,215	0.88
2002	2,092,907	-	2,092,907	660,000	1,205,011	1,865,011	1.12
2001	2,092,907	-	2,092,907	630,000	1,240,854	1,870,854	1.12
2000	2,092,907	-	2,092,907	595,000	1,274,974	1,869,974	1.12
1999	2,092,907	-	2,092,907	570,000	1,303,392	1,873,392	1.12

- (1) Issued \$32,250,000 Guaranteed Entitlement Refunding Revenue Bonds, Series 2003 to legally defease \$19,935,000 of Series 1992 and \$23,550,000 of Series 1989.

SCHEDULE OF HALF-CENT SALES TAX REVENUE BOND COVERAGE LAST SIX FISCAL YEARS

(Unaudited)

Year	Gross Revenues	Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2008	\$ 1,488,387	-	1,488,387	\$ 920,000	\$ 2,080,918	\$3,000,918	0.50
2007	8,205,564	-	8,529,494	905,000	2,090,611	2,995,611	2.85
2006	8,529,494	-	8,529,494	885,000	2,109,512	2,994,512	2.85
2005	7,812,500	-	7,812,500	870,000	2,125,762	2,995,762	2.61
2004	7,300,642	-	7,300,642	840,000	2,147,862	2,987,862	2.44
2003	6,477,816	-	6,477,816		1,116,335	1,116,335	5.80

PASCO COUNTY, FLORIDA

SCHEDULE OF GAS TAX REFUNDING REVENUE BOND COVERAGE LAST TEN FISCAL YEARS (Unaudited)

Year	Gross Revenues	Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2008	\$ 10,193,672	-	\$ 10,193,672	\$ 871,414	\$ 3,256,599	\$4,128,013	2.47
2007	10,678,348	-	10,678,348	921,136	3,208,871	4,130,007	2.59
2006	10,754,647	-	10,754,647	982,068	3,148,727	4,130,795	2.60
2005	10,771,667	-	10,771,667	1,040,668	3,089,046	4,129,714	2.61
2004	10,391,124	-	10,391,124	1,111,357	3,017,557	4,128,914	2.52
2003	9,986,660	-	9,986,660	1,187,410	2,944,879	4,132,289	2.42
2002	9,493,489	-	9,493,489	805,000	1,153,818	1,958,818	4.85
2001	8,785,816	-	8,785,816	2,830,000	1,395,643	4,225,643	2.08
2000	8,289,608	-	8,289,608	2,690,000	1,538,213	4,228,213	1.96
1999	7,806,231	-	7,806,231	2,555,000	1,669,597	4,224,597	1.85

SCHEDULE OF PUBLIC IMPROVEMENT REFUNDING REVENUE BOND COVERAGE LAST TEN FISCAL YEARS (Unaudited)

Year	Gross Revenues	Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2008	\$ 25,888,748	-	27,741,805	\$ 345,000	\$ 34,044	\$ 379,044	73.19
2007	27,741,805	-	27,741,805	325,000	49,753	374,753	74.03
2006	28,471,744	-	28,471,744	310,000	64,902	374,902	75.94
2005	29,197,677	-	29,197,677	295,000	79,163	374,163	78.03
2004	24,269,825	-	24,269,825	285,000	93,050	378,050	64.20
2003	21,592,498	-	21,592,498	275,000	106,175	381,175	56.65
2002	20,054,593	-	20,054,593	255,000	118,574	373,574	53.68
2001	19,144,505	-	19,144,505	245,000	130,514	375,514	50.98
2000	16,933,350	-	16,933,350	245,000	152,781	397,781	42.57
1999	16,154,325	-	16,154,325	235,000	137,243	372,243	43.40

PASCO COUNTY, FLORIDA

SCHEDULE OF REFUNDING IMPROVEMENT REVENUE BOND COVERAGE LAST TEN FISCAL YEARS

(Unaudited)

Year	Gross Revenues	Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2008	\$ 1,695,294	-	\$ 1,695,294	\$ 45,000	\$ 1,024	\$ 46,024	36.83
2007	1,796,974	-	1,796,974	215,000	8,108	223,108	8.05
2006	1,813,023	-	1,813,023	315,000	23,310	338,310	5.36
2005	1,796,568	-	1,796,568	320,000	38,158	358,158	5.02
2004	1,724,630	-	1,724,630	295,000	52,522	347,522	4.96
2003	1,647,543	-	1,647,543	280,000	67,908	347,908	4.74
2002	1,576,338	-	1,576,338	275,000	79,843	354,843	4.44
2001	1,503,132	-	1,503,132	260,000	63,695	323,695	4.64
2000	1,498,778	-	1,498,778	250,000	109,788	359,788	4.17
1999	1,363,602	-	1,363,602	240,000	101,969	341,969	3.99

PASCO COUNTY, FLORIDA

SCHEDULE OF WATER AND SEWER UNIT BOND COVERAGE LAST TEN FISCAL YEARS (Unaudited)

Year	(1) Gross Revenues	(2) Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2008	\$ 87,043,115	\$ 64,157,353	\$ 22,885,762	\$ 8,235,000	\$ 4,463,484	\$ 12,698,484	1.80
2007	86,264,142	59,390,355	\$ 26,873,787	7,900,000	4,128,780	12,028,780	2.23
2006	78,733,322	51,074,974	\$ 27,658,348	7,574,210	1,929,731	9,503,941	(3) 2.91
2005	68,193,536	43,743,797	24,449,739	7,654,667	2,228,445	9,883,112	2.47
2004	56,818,569	37,532,885	19,285,684	6,945,000	2,395,175	9,340,175	2.06
2003	46,543,048	31,138,178	15,404,870	6,945,000	2,500,100	9,445,100	1.63
2002	45,163,750	26,761,499	18,402,251	6,530,000	3,293,110	9,823,110	(4) 1.87
2001	43,493,154	25,162,666	18,330,488	6,065,000	3,875,840	9,940,840	1.84
2000	42,579,395	21,168,770	21,410,625	5,665,000	4,209,476	9,874,476	2.17
1999	40,835,100	20,399,604	20,435,496	5,375,000	4,469,604	9,844,604	2.08
1998	35,720,080	17,359,684	18,360,396	5,115,000	4,778,572	9,893,572	1.86

(1) Gross revenue includes operating revenues, interest and investment earnings. For purposes of the schedule above, impact fees have been excluded from the calculation. However, bond issue rate covenants permit use of a limited level of impact fees in calculating coverage levels (See Note 7).

(2) Expenses exclude depreciation of fixed assets and amortization of deferred charges which are reflected as expenses in the financial statements.

(3) Issued \$71,160,000 Water and Sewer Refunding Revenue Bonds, Series 2006 to legally defease \$2,000,000, of Series 2004 and \$1,500,000, of Series 2003.

(4) Issued \$57,285,000 Water and Sewer Refunding Revenue Bonds, Series 2002 to legally defease \$22,650,000 Series 1992 and \$39,580,000 Series 1992A.

PASCO COUNTY, FLORIDA

SCHEDULE OF SOLID WASTE DISPOSAL AND RESOURCE RECOVERY SYSTEM BOND COVERAGE LAST TEN FISCAL YEARS (Unaudited)

Year	(1) Gross Revenues	(2) Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2008	\$ 46,640,192	\$ 21,509,490	\$ 25,130,702	\$ -	\$ 4,009,515	\$ 4,009,515	(3) 6.27
2007	\$ 48,585,881	\$ 20,182,633	\$ 28,403,248	\$ 11,760,000	\$ 4,524,050	\$ 16,284,050	1.74
2006	\$ 45,271,412	\$ 18,710,868	\$ 26,560,544	\$ 11,340,000	\$ 5,151,175	\$ 16,491,175	1.61
2005	40,886,173	17,644,277	23,241,896	10,195,000	5,726,664	15,921,664	1.46
2004	40,925,802	16,433,935	24,491,867	9,530,000	6,247,177	15,777,177	1.55
2003	43,603,699	16,214,903	27,388,796	8,600,000	6,712,790	15,312,790	1.79
2002	41,894,721	15,680,630	26,214,091	8,010,000	7,526,316	15,536,316	1.69
2001	48,268,861	14,507,924	33,760,937	7,280,000	7,526,316	14,806,316	2.28
2000	50,313,456	13,146,021	37,167,435	6,670,000	7,867,626	14,537,626	2.56
1999	46,845,550	12,798,107	34,047,443	6,035,000	8,162,966	14,197,966	2.40

(1) Gross revenue includes operating revenues and, for periods beginning after the issuance of the 1998 bonds, the balances in the system reserve, renewal and replacement, and landfill closure accounts.

(2) Expenses exclude depreciation of fixed assets and accruals for landfill closure and long-term care that are reflected as expenses in the financial statements.

(3) Issued \$85,280,000 Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 2008A,B,C,D, to legally defease \$11,065,000 of Series 1992, \$4,155,000 of Series 1997A, \$4,620,000 of Series 1997B, \$45,075,000 of Series 1998.

PASCO COUNTY, FLORIDA

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2008**

(in thousands)

(Unaudited)

Governmental Unit	Debt Outstanding	Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
School District overlapping debt	\$ 472,032 (1)	100%	\$ 472,032
Pasco County direct debt			116,457
Total direct and overlapping debt			<u>\$ 588,489</u>

(1) Source: District School board of Pasco County

PASCO COUNTY, FLORIDA

**SCHEDULES OF DEMOGRAPHIC AND ECONOMIC INFORMATION
LAST TEN YEARS
(Unaudited)**

Year	(1) Population	(1) Personal Income (000's)	Per Capita Personal Income	(1) Median Age	(2) Four Year Graduation Rates	(2) School Enrollment	(3) Unemployment Rate
1999	326,494	7,212,317	22,091	46.9	63.5%	44,716	3.3
2000	344,765	7,844,336	22,753	44.9	64.8%	46,172	2.8
2001	352,380	8,401,592	23,842	45.6	65.9%	48,189	3.8
2002	361,468	8,848,956	24,481	46.3	71.7%	50,988	5.0
2003	375,318	9,327,061	24,851	45.1	74.9%	53,557	5.2
2004	389,776	10,263,464	26,332	44.9	75.9%	55,955	4.7
2005	406,898	11,442,000	28,120	44.8	76.5%	59,236	4.0
2006	424,355	12,569,000	29,619	46.2	74.4%	61,796	4.3
2007	434,425	13,304,700 (4)	30,626	45.1	73.7%	63,713	4.6
2008	438,668	12,750,465 (4)	29,066	45.1	73.7%	64,674	8.1

(1) Source: Florida Research and Economic Database

(2) School Board of Pasco County, Department of Planning

(3) U.S. Department of Labor, Bureau of Labor Statistics

(4) Economic Development Intelligence System

PASCO COUNTY, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND SEVEN YEARS AGO

(Unaudited)

Employer	2008 (1)			2001 (1)		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Pasco County School District	9,783	1	4.99%	6,786	1	4.57%
Pasco County Government	2,290	2	1.17%	2,061	2	1.39%
State of Florida Government	1,297	3	0.66%	1,356	3	0.91%
Pasco County Sheriff	1,261	4	0.64%	1,018	5	0.69%
Community Hospital (2)	1,050	5	0.54%	1,050	4	0.71%
HCA Health Services of Florida	1,000	6	0.51%	-		
Regional Medical Center Bayonet Point	977	7	0.50%	1,000	6	0.67%
Saddlebrook Resort	720	8	0.37%	973	7	0.66%
Florida Hospital Zephyrhills	944	9	0.48%	-		
Pasco- Hernando Community College	622	10	0.32%	-		
Publix Supermarkets						
Lykes Pasco, Inc.						
Winn-Dixie Supermarkets						
Wal-Mart Stores						

Note: Data for 1999 not available.

(1) Source: Pasco Economic Development Council

(2) Source: In 1997, known as Columbia New Port Richey Hospital

PASCO COUNTY, FLORIDA

**EMPLOYMENT STATISTICS BY FUNCTION
LAST EIGHT YEARS
(Unaudited)**

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
General Government									
Board of County Commissioners		9	9	9	9	9	9	8	9
County Administration		3	3	4	4	4	4	5	5
Office of Management and Budget		7	10	9	11	11	11	10	11
County Attorney		17	17	18	18	20	21	21	20
Property Appraiser	64	60	68	67	65	62	60	59	58
Tax Collector	109	112	115	135	147	146	148	151	158
Supervisor of Elections	22	22	23	25	31	25	32	25	32
Clerk of the Circuit Court	233	238	265	253	298	296	313	344	389
Facilities Management		102	102	101	105	109	105	90	90
Information Technology		62	61	62	68	70	73	78	76
Central Administration		44	44	48	46	49	49	49	51
Fleet Services		32	36	38	37	38	40	40	40
Development Services		241	257	286	295	306	334	328	304
Public Safety									
Sheriff	890	1,018	899	894	943	1,085	1,121	1,193	1,208
Fire	247	248	292	355	355	365	416	406	431
Emergency Management		67	68	63	68	85	47	80	67
S.A.V.E.		2	2	2	2	3	2	1	2
Physical Environment									
Cooperative Extension		10	9	10	9	10	10	11	10
Transportation									
Road and Bridge		106	115	122	122	119	123	125	131
Pasco County Public Transportation		62	60	61	68	64	63	73	77
Economic Environment									
Veteran Services		5	5	5	5	5	4	6	6
Human Services									
Community Services		41	41	43	43	45	49	57	57
Nutrition		39	35	41	40	39	39	41	41
Culture and Recreation									
Libraries		113	110	116	125	119	121	132	133
Parks and Recreation		147	147	152	146	146	150	148	141
Court Related									
Judicial Legal		23	26	28	12	10	11	15	14
Water and Sewer		117	122	133	137	147	158	163	183
Solid Waste/Resource Recovery		132	135	143	156	157	174	212	230
Total		<u>3,079</u>	<u>3,076</u>	<u>3,223</u>	<u>3,365</u>	<u>3,544</u>	<u>3,687</u>	<u>3,871</u>	<u>3,974</u>

PASCO COUNTY, FLORIDA

**OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST SEVEN FISCAL YEARS
(Unaudited)**

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
General Government							
Registered voters	267,167	242,075	269,642	267,796	267,167	263,886	289,424
Public Safety							
Number of police calls for service	130,134	127,944	151,569	208,142	215,023	228,559	252,664
Number of police reports taken (A)	53,407	52,258	56,694	58,367	76,757	135,488	135,999
Number of fire alarms answered	19,565	22,554	27,632	28,830	32,139	33,682	33,589
Human Services							
Elderly nutrition - number of meals served	241,545	269,327	268,060	264,256	269,705	273,000	276,905
Libraries							
Number of volumes (B)	592,199	513,472	429,316	554,915	528,659	543,268	533,000
Number of items circulated	1,830,020	1,863,708	1,790,547	1,959,547	1,959,643	2,100,000	2,017,391
Water System							
Daily average consumption (millions of gallons)	19.47	19.60	22.77	21.64	29.35	33.48	29.26
Daily plant capacity (millions of gallons)	40.12	40.12	40.05	53.17	56.91	62.25	62.25
Water customers	62,441	71,675	62,441	77,237	88,911	92,134	91,572
Sewage System							
Daily average treatment (millions of gallons)	13.88	17.11	17.50	17.60	19.29	20.04	19.09
Daily maximum capacity of treatment plants (millions of gallons)	21.72	29.09	21.55	23.75	26.75	26.75	26.07
Sewer customers	50,712	59,344	62,625	72,593	73,005	76,832	77,598
Reuse Water							
Daily average consumption (millions of gallons)	13.67	16.75	18.65	15.77	18.85	19.08	19.83
Transit							
Passenger trips	237,643	463,409	548,736	740,918	860,645	906,000	1,052,630

(A) In 2007, includes initial and supplemental reports.

(B) Includes print, audio, video and electronic materials.

PASCO COUNTY, FLORIDA

CAPITAL ASSETS AND INFRASTRUCTURE STATISTICS BY FUNCTION/PROGRAM LAST SEVEN FISCAL YEARS (Unaudited)

	2002	2003	2004	2005	2006	2007	2008
Public Safety							
Sheriff stations	3	3	3	3	3	3	3
Fire stations	19	21	24	24	25	26	26
Parks and Recreation							
Acreage	9,437	9,450	9,489	9,428	10,372	10,372	10,425
Number of parks	35	35	35	35	36	38	38
Tennis courts	19	19	17	17	17	17	22
Swimming pools	4	4	4	4	4	4	4
Playgrounds	33	33	30	30	30	30	30
Water System							
Miles of water mains (greater than 4")	1,217	1,278	1,431	1,506	1,581	1,608	2,906
Number of service connections	62,441	67,090	77,237	83,224	88,911	92,134	91,572
Deep wells	51	51	60	58	58	58	58
Sewage System							
Miles of sanitary sewers	958	1,005	1,110	1,221	1,235	1,365	863
Number of lift stations	415	460	456	501	532	579	553
Number of service connections	50,712	55,383	62,625	67,593	73,005	76,832	77,598
Reuse Water							
Miles of reuse mains	9	185	211	500	560	576	646
Number of storage pumping sites	7	10	14	24	24	24	25
Number of service connections	5,606	6,750	8,524	10,000	10,172	10,898	11,315

**PASCO COUNTY, FLORIDA
SOLID WASTE DISPOSAL
AND RESOURCE RECOVERY SYSTEM**

SCHEDULES OF RECEIPTS, DISBURSEMENTS AND BALANCES
ALL FUNDS AND ACCOUNTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2008

In compliance with Section 714(3)
of
The Indenture of Trust between
Pasco County, Florida
and
First Union National Bank of Florida ("Wachovia"), as Trustee

(BOND COMPLIANCE DISCLOSURE)

PASCO COUNTY, FLORIDA
SOLID WASTE DISPOSAL AND RESOURCE RECOVERY SYSTEM
REVENUE BONDS, SERIES 2008 A,B,C,D
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2008

(Unaudited)

	2008 A,B,C,D REVENUE FUND	2008 A,B,C,D RESERVE FUND	2008 A,B,C,D RENEWAL AND REPLACEMENT FUND
Balance, October 1, 2007	\$ -	\$ 4,394,252.64	\$ -
Receipts:			
System revenues	43,774,157.27	-	-
Interest and other earnings	308,274.52	136,449.42	-
Transfer in	14,712,514.87	21,832,326.52	-
Total available	<u>58,794,946.66</u>	<u>26,363,028.58</u>	<u>-</u>
Disbursements:			
Payments to county's operating account	18,071,432.66	-	-
Transfers out	<u>25,818,562.53</u>	<u>26,011,921.77</u>	<u>-</u>
Total disbursements	<u>43,889,995.19</u>	<u>26,011,921.77</u>	<u>-</u>
Balance, September 30, 2008	<u>\$ 14,904,951.47</u>	<u>\$ 351,106.81</u>	<u>\$ -</u>

Balance is comprised of the following:

Temporary investments	<u>\$ 14,904,951.47</u>	<u>\$ 351,106.81</u>	<u>\$ -</u>
Balance, September 30, 2008	<u>\$ 14,904,951.47</u>	<u>\$ 351,106.81</u>	<u>\$ -</u>

See accompanying independent auditors' report.

PASCO COUNTY, FLORIDA
SOLID WASTE DISPOSAL AND RESOURCE RECOVERY SYSTEM
REVENUE BONDS, SERIES 2008 A,B,C,D
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2008

(Unaudited)

	DEBT SERVICE FUND		
	2008 A,B,C,D DEBT SERVICE RESERVE ACC'T	2008 A,B,C,D INTEREST ACCOUNT	2008 A,B,C,D PRINCIPAL ACCOUNT
Balance, October 1, 2007	\$ -	\$ -	\$ -
Receipts:			
Interest and other earnings	40,902.49	7,083.32	-
Transfer in	<u>8,615,538.28</u>	<u>1,921,648.10</u>	<u>-</u>
Total available	<u>8,656,440.77</u>	<u>1,928,731.42</u>	<u>-</u>
Disbursements:			
Debt service	<u>-</u>	<u>567,625.78</u>	<u>-</u>
Total disbursements	<u>-</u>	<u>567,625.78</u>	<u>-</u>
Balance, September 30, 2008	<u>\$ 8,656,440.77</u>	<u>\$ 1,361,105.64</u>	<u>\$ -</u>

Balance is comprised of the following:

Temporary investments	<u>\$ 8,656,440.77</u>	<u>\$ 1,361,105.64</u>	<u>\$ -</u>
Balance, September 30, 2008	<u>\$ 8,656,440.77</u>	<u>\$ 1,361,105.64</u>	<u>\$ -</u>

See accompanying independent auditors' report.