

DEBT SERVICE: FINANCIAL MANAGEMENT

Objective

It is the objective of the Board of County Commissioners to provide its citizens with sound, long-term financial management of County resources; in order to achieve this objective the Board adopted a long-term financial management policy.

Financial Management Policies

1. Capital projects financed through the issuance of debt will not be financed for a period that exceeds the useful life of the project or the life of the supporting revenue source.
2. Interest and cost will be capitalized only as they relate to the construction of facilities, and will be limited to those expenses encumbered prior to the actual operation of the facility or its improvement.
3. Annually, no later than 60 days after the Comprehensive Annual Financial Report is released by the County's independent auditors, staff will report on the County's debt capacity. The report that the County will consider includes the following elements in determining the County's debt capacity:
 - a. Debt Service Per Capita
 - b. Total Long-Term Debt as a Percentage of Total Taxable Property Values
 - c. Personal Income Per Capita
4. Factors other than those found in the report will also be considered in determining the County's debt capacity.

Debt Limits

The Florida Constitution and Statutes prohibit the pledge of ad valorem tax revenue for long-term obligations unless authorized by a referendum of the voters. The following bonds have been issued in accordance with the provisions of State Law and are paid from ad valorem tax revenue derived from those areas only: four Countywide Limited Ad Valorem Tax bond issues, four Special Districts bond issues and two Municipal Service Taxing Unit bond issues.

	Outstanding Debt as of 9/30/2009	Finances the Activities of
Limited Ad Valorem Tax Refunding and Improvement Bonds, Series 1996	\$2,440,000	Environmentally Endangered Lands Acquisition (EELs)
Limited Ad Valorem Tax Refunding Bonds, Series 2002	\$2,440,000	Environmentally Endangered Lands Acquisition (EELs)
Limited Ad Valorem Tax Bonds, Series 2004	\$5,320,000	Environmentally Endangered Lands Acquisition (EELs)
Limited Ad Valorem Tax Bonds, Series 2005	\$37,890,000	Environmentally Endangered Lands Acquisition (EELs)
North Brevard Recreation Special Tax District Brevard County Limited Ad Valorem Tax Bonds, Series 2001	\$10,660,000	The acquisition, operation, and maintenance of Parks & Recreation Facilities in North Brevard County
North Brevard Recreation Special Tax District Brevard County Limited Ad Valorem Tax Bonds, Series 2007	\$10,485,000	The acquisition, operation, and maintenance of Parks & Recreation Facilities in North Brevard County

DEBT SERVICE: FINANCIAL MANAGEMENT

Merritt Island Recreation Municipal Service Taxing Unit Brevard County, Florida Limited Ad Valorem, Series 2001	\$9,110,000	The acquisition, development, operation, and maintenance of Parks & Recreation Facilities in Merritt Island
Merritt Island Recreation Municipal Service Taxing Unit Brevard County, Florida Limited Ad Valorem, Series 2007	\$12,210,000	The acquisition, development, operation, and maintenance of Parks & Recreation Facilities in Merritt Island
South Brevard Recreation Special District Brevard County Limited Ad Valorem Tax Bonds, Series 2001	\$31,515,000	The acquisition, development, operation, and maintenance of Parks & Recreation Facilities in South Brevard County
South Brevard Recreation Special District Brevard County Limited Ad Valorem Tax Bonds, Series 2007	\$53,575,000	The acquisition, development, operation, and maintenance of Parks & Recreation Facilities in South Brevard County

All other long-term debt is limited only by the credit worthiness of the revenue source and the projected use of the proceeds except as follows: A County Charter, approved by the voters of Brevard County in November, 1994, became effective January 1, 1995. This charter limits all bond issues pledging non-ad valorem revenues to issues of less than \$15,000,000 each, unless approved by a referendum. However, the Charter excludes from these limitations, projects which are mandated by judicial decree, self-liquidating projects, utility or other enterprise funds, road projects funded by gasoline taxes, or the refinancing of any existing instruments of indebtedness to reduce the cost of debt service. This limitation increases with the increase in the consumer price index. At September 30, 2009, the potential effective charter limitation on bond issues was \$21,640,180.

DEBT SERVICE: SUMMARY OF LONG-TERM DEBT

	ACTUAL FY 2007-2008	FINAL BUDGET FY 2007-2008	FINAL BUDGET FY 2008-2009	ADOPTED BUDGET FY 2009-2010	% INC (DEC)
REVENUES:					
Taxes	\$23,980,929	\$24,863,726	\$23,480,352	\$17,121,768	(27.08%)
Licenses and Permits	\$171,323	\$191,267	\$184,542	\$277,415	50.33%
Intergovernmental	\$64,561	\$64,562	\$64,562	\$62,117	(3.79%)
Charges For Services	\$20,749	\$42,632	\$51,632	\$53,407	3.44%
Fines and Forfeits	\$0	\$0	\$0	\$0	
Miscellaneous	\$1,826,256	\$1,692,181	\$1,535,825	\$790,144	(48.55%)
Statutory Reduction	\$0	(\$1,065,607)	(\$1,209,528)	(\$890,321)	(26.39%)
<i>Operating Revenues</i>	\$26,063,818	\$25,788,761	\$24,107,385	\$17,414,531	(27.76%)
Balance Forward - Operating	\$892,298	\$883,584	\$1,462,143	\$1,034,188	(29.27%)
Balance Forward - Capital	\$803,722	\$355,000	\$400,000	\$415,000	3.75%
Balance Forward - Restricted	\$25,946,562	\$25,811,522	\$29,500,172	\$26,556,577	(9.98%)
Transfers - General Revenue Fund	\$6,172,376	\$6,347,883	\$6,243,749	\$6,676,302	6.93%
Transfers - Other	\$28,514,430	\$28,406,671	\$25,313,167	\$22,542,306	(10.95%)
Other Financing Sources	\$12,016	\$8,858	\$54,163	\$0	(100.00%)
<i>Non-Operating Revenues</i>	\$62,341,405	\$61,813,518	\$62,973,394	\$57,224,373	(9.13%)
Total Revenues	\$88,405,223	\$87,602,278	\$87,080,779	\$74,638,903	(14.29%)
EXPENDITURES:					
<i>Operating Expenditures (Capital Projects)</i>	\$350	\$44,400	\$38,400	\$38,400	0.00%
Debt Service	\$54,349,752	\$56,294,161	\$55,120,929	\$52,985,191	(3.87%)
Reserves - Operating	\$0	\$9,321,452	\$1,911,710	\$1,033,788	(45.92%)
Reserves - Capital	\$0	\$0	\$1,759,787	\$750,000	(57.38%)
Reserves - Restricted	\$0	\$20,463,631	\$26,767,479	\$18,691,063	(30.17%)
Transfers	\$1,902,784	\$1,478,634	\$1,482,474	\$1,140,461	(23.07%)
<i>Non-Operating Expenditures</i>	\$56,252,536	\$87,557,878	\$87,042,379	\$74,600,503	(14.29%)
Total Expenditures	\$56,252,886	\$87,602,278	\$87,080,779	\$74,638,903	(14.29%)
EXPENDITURES BY FUND TYPE:					
General Long-Term Debt	\$42,794,516	\$58,400,154	\$58,661,453	\$50,856,084	(13.31%)
Proprietary Long-Term Debt	\$13,458,370	\$29,202,124	\$28,419,326	\$23,782,819	(16.31%)
Total Expenditures By Section	\$56,252,886	\$87,602,278	\$87,080,779	\$74,638,903	(14.29%)

DEBT SERVICE: GENERAL LONG-TERM DEBT

	ACTUAL FY 2007-2008	FINAL BUDGET FY 2007-2008	FINAL BUDGET FY 2008-2009	ADOPTED BUDGET FY 2009-2010	% INC (DEC)
REVENUES:					
Taxes	\$23,980,929	\$24,863,726	\$23,480,352	\$17,121,768	(27.08%)
Permits, Fees, & Spec Assess.	\$171,323	\$191,267	\$184,542	\$277,415	50.33%
Intergovernmental	\$64,561	\$64,562	\$64,562	\$62,117	(3.79%)
Charges For Services	\$13,900	\$24,632	\$33,632	\$35,407	5.28%
Fines and Forfeits	\$0	\$0	\$0	\$0	
Miscellaneous	\$1,188,258	\$931,076	\$737,473	\$412,927	(44.01%)
Statutory Reduction	\$0	(\$1,065,607)	(\$1,209,528)	(\$890,321)	(26.39%)
<i>Operating Revenues</i>	\$25,418,971	\$25,009,656	\$23,291,033	\$17,019,314	(26.93%)
Balance Forward - Operating	\$891,864	\$883,150	\$1,462,143	\$1,034,188	(29.27%)
Balance Forward - Capital	\$0	\$0	\$0	\$0	
Balance Forward - Restricted	\$12,305,847	\$12,250,729	\$13,808,787	\$13,385,550	(3.06%)
Transfers - General Revenue Fund	\$5,309,759	\$5,485,266	\$5,377,307	\$5,812,374	8.09%
Transfers - Other	\$14,354,365	\$14,762,496	\$14,668,020	\$13,604,659	(7.25%)
Other Financing Sources	\$12,016	\$8,858	\$54,163	\$0	(100.00%)
<i>Non-Operating Revenues</i>	\$32,873,851	\$33,390,499	\$35,370,420	\$33,836,771	(4.34%)
Total Revenues	\$58,292,822	\$58,400,154	\$58,661,453	\$50,856,084	(13.31%)
EXPENDITURES:					
<i>Operating Expenditures (Capital Projects)</i>	\$350	\$44,400	\$38,400	\$38,400	0.00%
Debt Service	\$40,891,382	\$42,414,853	\$42,066,360	\$41,778,053	(0.69%)
Reserves - Operating	\$0	\$9,182,248	\$1,771,137	\$893,214	(49.57%)
Reserves - Capital	\$0	\$0	\$1,759,787	\$750,000	(57.38%)
Reserves - Restricted	\$0	\$5,280,019	\$11,543,295	\$6,255,956	(45.80%)
Transfers	\$1,902,784	\$1,478,634	\$1,482,474	\$1,140,461	(23.07%)
<i>Non-Operating Expenditures</i>	\$42,794,166	\$58,355,754	\$58,623,053	\$50,817,684	(13.31%)
Total Expenditures	\$42,794,516	\$58,400,154	\$58,661,453	\$50,856,084	(13.31%)
EXPENDITURES BY SECTION:					
4th Cent Tourist Dev. Tax Rev. Bonds,	\$946,212	\$1,658,086	\$2,099,303	\$1,513,130	(27.92%)
Local Option Fuel Rev Bonds,2005	\$6,031,506	\$7,036,478	\$7,064,020	\$7,076,469	0.18%
Sales Tax Rev Bonds, 2005	\$841,964	\$846,464	\$862,464	\$872,064	1.11%
Sales Tax Revenue Bonds, 1997	\$2,030,818	\$2,031,306	\$2,031,881	\$2,027,428	(0.22%)
Sales Tax Refunding Rev Bonds, 2001	\$3,245,267	\$3,628,636	\$3,430,191	\$3,218,855	(6.16%)
Sales Tax Refunding Rev Bonds, 2003	\$1,919,194	\$1,920,194	\$1,915,419	\$1,918,681	0.17%
2nd Guaranteed Ent. Rev Bonds, 1996	\$415,686	\$1,251,459	\$1,455,588	\$1,202,250	(17.40%)
Ltd. Ad Val Tax Bonds, 2002/2004/2005	\$8,006,074	\$15,424,717	\$16,621,653	\$11,925,946	(28.25%)
Ltd. Ad Val Tax Refunding Bonds, 1992	\$168	\$1,729	\$0	\$0	
Ltd. Ad Valorem Tax Bonds, 1996	\$1,331,073	\$1,336,582	\$1,330,738	\$1,326,150	(0.34%)
Mental Health Facilities Rev Bonds	\$451,470	\$606,298	\$0	\$0	
North Brev. Rec. Special Tax District	\$2,183,150	\$2,564,602	\$2,432,039	\$2,307,736	(5.11%)
Merritt Island Recreation MSTU	\$2,160,017	\$2,274,623	\$2,214,666	\$2,237,934	1.05%
South Brev. Rec Special Tax District	\$8,673,361	\$11,767,283	\$10,870,685	\$9,180,927	(15.54%)

DEBT SERVICE: GENERAL LONG-TERM DEBT

	ACTUAL FY 2007-2008	FINAL BUDGET FY 2007-2008	FINAL BUDGET FY 2008-2009	ADOPTED BUDGET FY 2009-2010	% INC (DEC)
Constitutional Fuel Tax Bonds, 2000	\$3,120,419	\$3,659,184	\$3,827,002	\$3,826,214	(0.02%)
Commercial Paper Notes - 2004	\$151,183	\$381,473	\$310,741	\$33,250	(89.30%)
Commercial Paper Notes - 2005	\$221,368	\$275,756	\$251,816	\$243,079	(3.47%)
Commercial Paper Notes - 2006	\$130,082	\$269,089	\$242,219	\$240,167	(0.85%)
Commercial Paper Notes - 2007	\$161,276	\$661,276	\$638,550	\$690,159	8.08%
Commercial Paper Notes - 2008	\$774,228	\$804,919	\$1,062,478	\$1,015,646	(4.41%)
Commercial Paper Notes - 2009			\$129,728	\$33,250	(74.37%)
	\$42,794,516	\$58,400,154	\$58,661,453	\$50,856,084	(13.31%)

DEBT SERVICE: GENERAL LONG-TERM DEBT

Constitutional Fuel Tax Revenue Bonds, Series 2000, 2005

Constitutional Fuel Tax Revenue Bonds, Series 2000, in the amount of \$39,735,000, dated January 1, 2000 were issued January 24, 2000 to provide funding for the acquisition, construction and/or reconstruction of roadways and bridges within the County.

The entire bond issue is comprised of serial bonds due, in amounts ranging from \$990,000 to \$3,050,000, on August 1 of each year from 2000 through 2020. Interest rates vary from 4.5% to 5.75%.

Constitutional Fuel Tax Revenue Bonds, Series 2005, in the amount of \$25,525,000, dated January 1, 2005 were issued March 23, 2005 to partially refinance the Constitutional Fuel Tax Bonds, Series 2000.

The entire bond issue is comprised of serial bonds due, in amounts ranging from \$110,000 to \$2,990,000, on August 1 of each year from 2006 through 2020. Interest rates vary from 3.00% to 4.125%.

As of September 30, 2009 there was \$26,855,000 in bonds outstanding. The Budget for FY 2009-2010 includes \$1,379,288 in interest payments and \$1,740,000 for principal payments.

Local Option Fuel Tax Revenue Bonds, Series 2005

Local Option Fuel Tax Revenue Bonds, Series 2005, in the amount of \$48,535,000, dated December 1, 2005 were issued December 1, 2005 to provide funding for transportation improvement projects.

The entire bond issue is comprised of serial bonds due, in amounts ranging from \$1,700,000 to \$3,315,000, on August 1 of each year from 2006 through 2024. Interest rates vary from 3.00% to 4.25%.

As of September 30, 2009, there was \$41,615,000 in bonds outstanding. The Budget for FY 2009-2010 includes \$4,389,832 in interest payments and \$1,640,168 for principal payments.

Local Option Fuel Tax Revenue Bonds, Series 2007

Local Option Fuel Tax Revenue Bonds, Series 2007, in the amount of \$48,535,000, were issued June 27, 2007 to provide funding for transportation improvement projects.

As of September 30, 2009, there was \$48,435,000 in bonds outstanding. The Budget for FY 2009-2010 includes an interest only payment of \$2,421,750.

Fourth Cent Tourist Development Tax Revenue Refunding Bonds, Series 2001

The Fourth Cent Tourist Development Tax Revenue Refunding Bonds, Series 2001, dated June 15, 2001, par value \$7,070,000 were issued to refinance the Tourist Development Tax Revenue Bonds Series 1993. The Series 1993 bonds were previously issued to finance the construction of a baseball stadium used by a professional baseball team as a spring training facility.

The 2001 bonds were issued as serial bonds with interest rates ranging from 2.7% to 4.61%. The remaining bonds mature March 1 of each year from 2004 through 2013 in amounts that vary from \$525,000 to \$745,000.

The 2001 Bonds are a pledge of the Fourth Cent Tourist Development Tax Revenue of the County. The total principal outstanding at September 30, 2009 was \$2,790,000. The FY 2009-2010 budget includes \$108,130 in net interest payments and \$655,000 in principal payments.

DEBT SERVICE: GENERAL LONG-TERM DEBT

Sales Tax Refunding Revenue Bonds, Series 1997

Sales Tax Refunding Revenue Bonds, Series 1997, dated December 3, 1997, par value \$20,105,000, were issued to finance the acquisition of building and land improvements then under lease by the County and to decrease Certificates of Participation.

The Series 1997 bonds carry varying interest rates ranging from 4.0% to 4.750% and mature in annual increments beginning December 1, 1998 and ending December 1, 2011.

The Series 1997 bonds are special obligations of the County payable from and secured by lien upon the County's Half-Cent Local Government Sales Tax distribution. The total principal outstanding at September 30, 2009 was \$3,950,000. The FY 2009-2010 Budget includes \$141,678 in interest payments and \$1,885,000 for principal payments.

Sales Tax Refunding and Improvement Revenue Bonds, Series 2001

Sales Tax Revenue Bonds, Series 2001, dated October 15, 2001, par value \$39,150,000, were issued to refund two previous bond issues in whole or in part, refinance commercial paper debt and provide additional funding for additional improvements. These bonds refund all outstanding Sales Tax Refunding Revenue Bonds, Series 1991, and all Sales Tax Revenue Bonds, Series 1994 maturing on or after December 1, 2005. Additionally, these bonds refinance certain tax exempt commercial paper loans obtained by the County to renovate fire-rescue stations, acquire fire-rescue equipment, renovate golf courses and provide for the construction of a new service complex in the southern end of the County. New funding, provided by the 2001 bonds in an amount approximating \$8,048,000, was issued for the construction of an expansion of the Harry T. and Harriette V. Moore Justice Center. Also included in the 2001 bond issue are the costs of the refunding and the issue of the new bonds.

The Series 2001 bonds consist of \$34,335,000 in serial bonds and \$4,815,000 in term bonds. The serial bonds carry varying interest rates from 3.00% to 5.25% and are due in annual installments from \$980,000 to \$2,785,000 through December 1, 2018. The term bonds mature on December 1, 2020 through December 1, 2026, and are subject to mandatory redemption in amounts of \$505,000 to \$710,000 from December 1, 2019, to December 1, 2026, with interest rates at 4.875% through 2020 and 5.00% for bonds maturing subsequent to date.

The Series 2001 bonds are special obligations of the County payable from and secured by a lien upon the County's Half-Cent Local Government Sales Tax distribution. However, the portion used to refinance obligations, which are to be paid from golf course revenues, are treated as obligations of the golf courses and are found in the Parks and Recreation Budget. The FY 2009-2010 Budget includes \$974,412 in interest payments and \$2,243,967 for principal payments for the General Government portion.

Sales Tax Refunding and Improvement Revenue Bonds, Series 2003

Sales Tax Refunding and Improvement Revenue Bonds, Series 2003, dated September 1, 2003, par value \$16,370,000, were issued to refund the Sales Tax Revenue Bonds, Series 1993 and refinance Library Services Commercial Paper for capital improvement projects.

The Series 2003 bonds consisted of \$16,370,000 in serial bonds carry varying interest rates of 2.0% to 4.750%, and are due in annual installments of \$1,180,000 to \$305,000 through December 1, 2022.

The Series 2003 bonds are special obligations of the County payable from and secured by a lien upon the County's Half-Cent Local Government Sales Tax distribution. The total principal outstanding at September 30, 2009, was \$9,560,000. The FY 2009-2010 Budget includes \$353,181 in interest payments and \$1,565,000 for principal payments.

DEBT SERVICE: GENERAL LONG-TERM DEBT

Sales Tax Revenue Bonds, Series 2005

Sales Tax Revenue Bonds, Series 2005, dated May 19, 2005, par value \$14,000,000, were issued to provide funding to the Jail Expansion Project.

The Series 2005 bonds consisted of \$11,865,000 in serial bonds carry varying interest rates of 2.750% to 4.350%, and are due in annual installments of \$300,000 to \$1,005,000 through December 1, 2025.

The Series 2005 bonds are special obligations of the County payable from and secured by a lien upon the County's Half-Cent Local Government Sales Tax distribution. The total principal outstanding at September 30, 2009, was \$13,375,000. The FY 2009-2010 Budget includes \$522,064 in interest payments and \$350,000 principal payments.

Second Guaranteed Entitlement Revenue Bonds, Series 1996

Second Guaranteed Entitlement Revenue Bonds, Series 1996, par value \$4,865,000, were issued to finance the acquisition and construction of recreational facilities in the Port St. John/Canaveral Groves Municipal Service Taxing Unit.

The bonds carry varying coupon interest rates from 4.75% to 5.50%, mature in varying principal amounts of \$165,000 to \$375,000 per year, and are due November 1, of each year through 2015.

Revenue pledged is the second guaranteed entitlement portion of the State Revenue Sharing Trust funds. However, debt service is paid from ad valorem tax revenues. The total outstanding principal at September 30, 2009, was \$2,260,000. The FY 2009-2010 Budget includes \$114,780 in interest payments and \$275,000 for principal payments.

Limited Ad Valorem Tax Refunding Bonds, Series 2002

Limited Ad Valorem Tax Bonds dated June 1, 2002, par value \$8,840,000, were issued to refund that portion of the Limited Ad Valorem Tax Bonds, Series 1993 due after September 1, 2003. The 1993 Bonds were issued to finance the acquisition and preservation of environmentally endangered land within Brevard County.

The Series 2002 bonds consist of \$8,840,000 in serial bonds carrying varying coupon interest rates of 3.00% to 4.1%, mature in varying principal amounts from \$120,000 to \$1,245,000 per year and are due September 1 of each year through 2011.

The bonds are payable from the Environmentally Endangered Lands ad valorem tax revenues. The total principal outstanding at September 30, 2009, was \$2,440,000. The FY 2009-2010 Budget includes \$98,845 in interest payments and \$1,195,000 for principal payments.

Limited Ad Valorem Tax Bonds, Series 2004

Limited Ad Valorem Revenue Tax Bonds, Series 2004, par value \$15,670,000, were issued to acquire and preserve additional endangered land.

The bonds carry varying coupon interest rates from 2.50% to 3.00%, mature in varying principal amounts of \$600,000 to \$2,700,000 per year, and are due September 1 of each year through 2011.

The bonds are payable from the Environmentally Endangered Lands ad valorem tax revenues. The total outstanding principal at September 30, 2009, was \$5,320,000. The FY 2009-2010 Budget includes \$159,600 in interest payments and \$2,620,000 for principal payment.

DEBT SERVICE: GENERAL LONG-TERM DEBT

Limited Ad Valorem Tax Bonds, Series 2005

Limited Ad Valorem Revenue Tax Bonds, Series 2005, par value \$45,000,000, were issued to acquire and preserve additional endangered land.

The bonds carry varying coupon interest rates from 3.00% to 4.25%, mature in varying principal amounts of \$1,700,000 to \$3,315,000 per year, and are due September 1 of each year through 2024.

The bonds are payable from the Environmentally Endangered Lands ad valorem tax revenues. The total outstanding principal at September 30, 2009, was \$37,890,000. The FY 2009-2010 Budget includes \$1,541,544 in interest payments and \$1,910,000 for principal payment.

Limited Ad Valorem Revenue Refunding and Improvement Bonds, Series 1996

Limited Ad Valorem Revenue Refunding and Improvement Bonds, Series 1996, par value \$10,670,000, were issued to partially refund the 1991 Limited Ad Valorem Revenue Bonds and to acquire and preserve additional endangered land.

The bonds carry varying coupon interest rates from 4.20% to 5.375%, mature in varying principal amounts of \$200,000 to \$1,250,000 per year, and are due September 1 of each year through 2011.

The bonds are payable from the Environmentally Endangered Lands ad valorem tax revenues. The total outstanding principal at September 30, 2009, was \$2,440,000. The FY 2009-2010 Budget includes \$131,150 in interest payments and \$1,190,000 for principal payment.

Brevard County Mental Health Facilities Refunding Revenue Bonds, Series 1994A

Brevard County Mental Health Facilities Refunding Revenue Bonds, Series 1994A, dated May 1, 1994, par value \$1,700,000, were issued to refund the County's outstanding Mental Health Revenue Bonds, Series 1980.

The Series 1994A bonds carry varying coupon interest rates of 4.90% to 6.00%, mature in varying principal amounts of \$95,000 to \$150,000 per year, and are due January 1 of each year through 2010.

The bonds are secured by a lien on and pledge of the lease revenues derived under the lease agreement and supplemental lease agreements between the County and Circles of Care, Inc. The final payment on this bond issue was made during FY 2007-2008.

North Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2001

The North Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2001, dated May 15, 2001, par value \$15,100,000, were issued to provide funds for the acquisition, development, improvement, operations and maintenance of certain parks and recreation facilities within the geographic boundaries of the "Special District," which is located entirely within Brevard County.

The Series 2001 (North) bonds consist of \$12,865,000 in serial bonds and \$2,235,000 in term bonds. The serial bonds, carrying interest rates which range from 4.25% to 5.00%, mature in varying principal amounts ranging from \$435,000 due July 1, 2002 to \$1,040,000 due July 1, 2018. The term bonds carry an interest rate of 5.00% and mature July 1, 2021. These bonds are subject to a mandatory early redemption in the amount of \$1,090,000 on July 1, 2020.

These bonds are payable from Ad Valorem taxes levied within the Special District which were approved by a voter referendum in November 2000. The total principal outstanding at September 30, 2009 was \$10,660,000. The FY 2009-2010 Budget includes \$527,938 in interest payments and \$675,000 for principal payments.

DEBT SERVICE: GENERAL LONG-TERM DEBT

North Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2007

The North Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2007, in the amount of \$11,300,000, were issued February 6, 2007 to provide funding for the acquisition, development, improvement, operations and maintenance of parks and recreation facilities within the geographic boundaries of the "Special District," which is located entirely within Brevard County.

As of September 30, 2009, there was \$10,485,000 in bonds outstanding. The budget for FY 2008-2009 includes \$446,644 in interest payments and \$435,000 for principal payments.

Brevard County, Florida Limited Ad Valorem Tax Bonds, Series 2001 (Merritt Island Recreation Municipal Service Taxing Unit)

The Brevard County, Florida Limited Ad Valorem Tax Bonds, Series 2001 (Merritt Island Recreation Municipal Service Taxing Unit), dated May 15, 2001, par value \$13,000,000, were issued to provide funds for the acquisition, development, improvement, operations and maintenance of certain parks and recreation facilities within the geographic boundaries of the MSTU, which is located entirely within Brevard County.

The Series 2001 (Merritt Island) bonds consist of \$11,100,000 in serial bonds and \$1,900,000 in term bonds. The serial bonds, carrying interest rates which range from 4.00% to 5.00%, mature in varying principal amounts ranging from \$385,000 due July 1, 2002 to \$885,000 due July 1, 2018. The term bonds carry an interest rate of 5.00% and mature July 1, 2021. These bonds are subject to a mandatory early redemption in the amount of \$925,000 on July 1, 2020.

These bonds are payable from Ad Valorem taxes levied within the MSTU which were approved by a voter referendum in November 2000. The total principal outstanding at September 30, 2009 was \$9,110,000. The FY 2009-2010 Budget includes \$438,069 in interest payments and \$585,000 for principal payments.

Brevard County, Florida Limited Ad Valorem Tax Bonds, Series 2007 (Merritt Island Recreation Municipal Service Taxing Unit)

The Brevard County, Florida Limited Ad Valorem Tax Bonds, Series 2007 (Merritt Island Recreation Municipal Service Taxing Unit), in the amount of \$13,110,000, were issued February 6, 2007 to provide funds for the continued acquisition, development, improvement, operations and maintenance of certain parks and recreation facilities within the geographic boundaries of the MSTU, which is located entirely within Brevard County.

As of September 30, 2009, there were \$12,210,000 in bonds outstanding. The FY 2009-2010 Budget includes \$549,759 in interest payments and \$485,000 for principal payments.

South Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2001

The South Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2001, dated May 15, 2001, par value \$45,000,000, were issued to provide funds for the acquisition, development, improvement, operations and maintenance of certain parks and recreation facilities within the geographic boundaries of the "Special District," which is located entirely within Brevard County.

The Series 2001 (South) bonds consist of \$45,000,000 in serial bonds. The bonds, carrying interest rates which range from 4.00% to 5.00%, mature in varying principal amounts ranging from \$1,350,000 due July 1, 2002 to \$3,405,000 due July 1, 2021.

These bonds are payable from Ad Valorem taxes levied within the Special District which were approved by a voter referendum in November 2000. The total principal outstanding at September 30, 2009 was \$31,515,000. The FY 2009-2010 Budget includes \$1,509,660 in interest payments and \$2,025,000 for principal payments.

DEBT SERVICE: GENERAL LONG-TERM DEBT

South Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2007

The South Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2007, in the amount of \$57,565,000 were issued February 6, 2007 to provide funds for the continued acquisition, development, improvement, operations and maintenance of certain parks and recreation facilities within the geographic boundaries of the "Special District," which is located entirely within Brevard County.

As of September 30, 2009, there were \$53,575,000 in bonds outstanding. The budget for FY 2009-2010 includes \$2,513,707 in interest payments and \$2,145,000 for principal payments.

Commercial Paper Notes

A Commercial Note (designated A-19-2) dated October 19, 2000; totaling \$120,000 was issued to provide funds for the construction of a waterline MSBU for residences on Lake Mount Road. This note, with a variable interest rate ranging from 2.5% to 4.5% had a balance of \$2,000 at September 30, 2009 and a maturity date of December 7, 2010.

A Commercial Note (designated A-46-1) dated January 18, 2007; totaling \$1,091,000 was issued to provide for the acquisition of a CAD system for the Sheriffs, Department. This note, with a variable interest rate ranging from 2.5 % to 4.75%, had a balance of \$426,000 at September 30, 2009, with a maturity date of December 6, 2011.

A Commercial Paper Note (designated A-22-2) totaling \$1,000,000 and dated May 16, 2001 was issued to provide funding for canal dredging for the Merritt Island, and various other island areas of the county. This note will be repaid from Road and Bridge District #2 MSTU funds and bears a varying interest rate ranging from 2.5% to 4.75%. The balance of this note at September 30, 2009 was \$81,000 and the maturity date is December 7, 2010.

A Commercial Paper Note (designated A-44-1) was issued in 2006 in the amount of \$865,000 to provide funding for the Communication Development Permitting information system. The balance of this note at September 30, 2009 was \$553,000 and the maturity date is December 7, 2010.

A Commercial Paper Note (designated A-25-2) was issued for the purchase of T-hangars and Woodlands MSBU waterline. The balance of this note at September 30, 2009 was \$39,000 and the maturity date is December 6, 2011.

A Commercial Paper Note (designated A-45-1) was issued on 2008 for Sharpes Community Center. The balance of this note at September 30, 2009 was \$2,080,000 and the maturity date is December 6, 2011.

A Commercial Paper Note (designated A-48-1) was issued in 2008 for the Sheriff's CSI unit and Tangle Run Blvd MSBU construction. The balance of this note at September 30, 2009 was \$2,529,000 and the maturity date is December 4, 2012.

A commercial Paper Note (designated A-35-2) was issued in 2008 for Sharpes and Central Mainland. The balance of this note at September 30, 2009 was \$1,752,000 and the maturity date is December 4, 2012.

A Commercial Paper Note (designated A-49-1) was issued in 2008 for T-hangars for Valkaria Airport. The balance of this note at September 30, 2009 was \$200,000 and the maturity date was December 4, 2012.

A Commercial Paper Note (designated A-32-1) was issued in 2006 for the purchase of Sheriff hangars and facility aviation unit. The balance of this note at September 30, 2009 was \$157,000 and the maturity date is December 6, 2011.

A Commercial Paper (designated A-42-1) was issued in 2006 for the purchase of Serna Ave. The balance of this note at September 30, 2009 was \$19,000 and the maturity date is December 7, 2010

A Commercial Paper (designated A-46-2) was issued in 2007 for the purchase of the Sheriff CAD system. The balance of this note at September 30, 2009 was \$72,000 and the maturity date is December 6, 2011.

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A Commercial Paper Note (designated A-39-1) dated December 16, 2004, totaling \$3,860,000 was issued for a touch screen voting system for Supervisor of Elections, Detention Center renovations for the Sheriff's Office, miscellaneous roof repairs for Facilities, capital equipment for Mosquito Control, and Treasure Lane road paving. This note bears a varying interest rate ranging from 1.25% to 2.25%. The balance of this note at September 30, 2009 was \$11,000 and the maturity date is December 8, 2009.

A Commercial Paper Note (designated A-41-1) was issued April 21, 2005 in the amount of \$300,000 to provide funding for the acquisition and repair of the Pritchard House. This note bears a varying interest rate ranging from 2.25% to 3.75%. The balance of this note at September 30, 2009, was \$180,000 and the maturity date is December 1, 2009.

DEBT SERVICE: PROPRIETARY LONG-TERM DEBT

	ACTUAL FY 2007-2008	FINAL BUDGET FY 2007-2008	FINAL BUDGET FY 2008-2009	ADOPTED BUDGET FY 2009-2010	% INC (DEC)
REVENUES:					
Taxes	\$0	\$0	\$0	\$0	
Licenses and Permits	\$0	\$0	\$0	\$0	
Intergovernmental	\$0	\$0	\$0	\$0	
Charges For Services	\$6,849	\$18,000	\$18,000	\$18,000	0.00%
Fines and Forfeits	\$0	\$0	\$0	\$0	
Miscellaneous	\$637,998	\$761,105	\$798,352	\$377,217	(52.75%)
Statutory Reduction	\$0	\$0	\$0	\$0	
<i>Operating Revenues</i>	\$644,847	\$779,105	\$816,352	\$395,217	(51.59%)
Balance Forward - Operating	\$434	\$434	\$0	\$0	
Balance Forward - Capital	\$803,722	\$355,000	\$400,000	\$415,000	3.75%
Balance Forward - Restricted	\$13,640,715	\$13,560,793	\$15,691,385	\$13,171,027	(16.06%)
Transfers - General Revenue Fund	\$862,617	\$862,617	\$866,442	\$863,928	(0.29%)
Transfers - Other	\$14,160,065	\$13,644,175	\$10,645,147	\$8,937,647	(16.04%)
Other Financing Sources	\$0	\$0	\$0	\$0	
<i>Non-Operating Revenues</i>	\$29,467,553	\$28,423,019	\$27,602,974	\$23,387,602	(15.27%)
Total Revenues	\$30,112,400	\$29,202,124	\$28,419,326	\$23,782,819	(16.31%)
EXPENDITURES:					
<i>Operating Expenditures (Capital Projects)</i>	\$0	\$0	\$0	\$0	
Debt Service	\$13,458,370	\$13,879,308	\$13,054,569	\$11,207,138	(14.15%)
Reserves - Operating	\$0	\$139,204	\$140,573	\$140,574	0.00%
Reserves - Capital	\$0	\$0	\$0	\$0	
Reserves - Restricted	\$0	\$15,183,612	\$15,224,184	\$12,435,107	(18.32%)
Transfers	\$0	\$0	\$0	\$0	
<i>Non-Operating Expenditures</i>	\$13,458,370	\$29,202,124	\$28,419,326	\$23,782,819	(16.31%)
Total Expenditures	\$13,458,370	\$29,202,124	\$28,419,326	\$23,782,819	(16.31%)
EXPENDITURES BY SECTION:					
Solid Waste Mgmt. Revenue Bonds, 2002	\$2,975,293	\$6,880,337	\$6,076,860	\$1,409,363	(76.81%)
Utility Revenue Bonds, 2002	\$7,776,417	\$19,334,477	\$19,325,490	\$19,339,764	0.07%
Utility Rev. Bonds (Barefoot Bay), 2000	\$1,096,758	\$1,494,357	\$1,514,393	\$1,533,623	1.27%
2nd Guaranteed Entlmnt Bonds, 1999	\$406,623	\$549,286	\$555,280	\$554,018	(0.23%)
Sales Tax Revenue Bonds, 2001	\$970,840	\$711,227	\$714,863	\$713,611	(0.18%)
TICO Airport Authority	\$232,440	\$232,440	\$232,440	\$232,440	0.00%
Total Expenditures By Section	\$13,458,370	\$29,202,124	\$28,419,326	\$23,782,819	(16.31%)

DEBT SERVICE: PROPRIETARY LONG-TERM DEBT

Solid Waste Management System Revenue Refunding Bonds, Series 2002

Solid Waste Management System Revenue Refunding Bonds, Series 2002, dated October 15, 2002, par value of \$9,960,000, were issued to refund the Solid Waste Disposal System Revenue Bonds, Series 1993.

The Series 2002 bonds are serial bonds with principal and interest due April 1, 2004 and thereafter each year. The bonds mature each year in amounts ranging from \$755,000 to \$1,155,000 with interest rates from 3.0% to 3.80% with a final maturity in 2010.

The bonds are secured by and payable from the revenues of the operations of the system. Total bond principal outstanding at September 30, 2009 was \$1,155,000. The FY 2009-2010 Budget includes \$21,945 in interest payments and \$1,155,000 in principal payments.

Utility Revenue Refunding Bonds, Series 2002

Utility Revenue Refunding Bonds, Series 2002, dated December 3, 2002, par value \$55,155,000, were issued to finance the cost of refunding the Utility Revenue Bonds, Series 1993.

The bonds, bearing interest rates ranging from 5.00% to 5.25%, are due in annual installments of \$701,931 to \$7,941,112 March 1 of each year through 2014.

The bonds are secured and payable from gross revenues of the water/wastewater system. The total principal outstanding at September 30, 2009, was \$34,125,000. The FY 2009-2010 Budget includes \$1,630,257 in interest payments and \$6,145,000 for principal payments.

Utility Revenue Refunding Bonds (Barefoot Bay Utility System), Series 2000

Utility Revenue Refunding Bonds (Barefoot Bay Utility System), Series 2000, dated February 2, 2000, par value \$17,135,000, were issued to finance the acquisition of a utility system and certain other property.

The serial bonds are due in annual installments of \$305,000 to \$435,000 through October 1, 2011 bearing interest at 3.55% to 4.50%. The term bonds maturing October 1, 2018 are subject to mandatory redemption in amounts of \$455,000 to \$615,000 from October 1, 2012, to October 1, 2018, with interest at 5.25%. Term bonds maturing October 1, 2029 are subject to mandatory redemption in amounts of \$650,000 to \$1,055,000 from October 1, 2019, to October 1, 2029, with interest at 5.00%.

The bonds are secured and payable from gross revenues of the utility system. The total principal outstanding at September 30, 2009, was \$14,170,000. The FY 2009-2010 Budget includes \$710,123 in interest payments and \$400,000 for principal payments.

Guaranteed Entitlement Revenue Refunding Bonds, Series 1999

The Guaranteed Entitlement Revenue Refunding Bonds, Series 1999, dated April 15, 1999, par value \$4,880,000, were issued to refund the Special Obligation Refunding Revenue Bonds, Series 1991. The original bond issue was undertaken to construct the Habitat Golf Course. The 1999 bonds also include approximately \$350,000 for the construction of a new clubhouse at the golf course.

The bonds were originally issued as \$1,925,000 in serial bonds maturing June 1 of each year in increments ranging from \$10,000 to \$265,000 and carrying interest rates of 4.0% to 4.25%. There are \$2,755,000 in term bonds due June 1, 2018 that have mandatory redemption provisions beginning 2010 and ending 2018 in increments of \$275,000 through \$390,000 with varying interest rates ranging from 4.35% to 4.875%.

The bonds are secured by and payable from "Guaranteed Entitlement Revenue" received as Revenue Sharing distributions from the State of Florida. However, the revenues from County golf courses are in fact used to pay debt service on these bonds. These bonds had an outstanding balance of \$2,955,000 on September 30, 2009. The FY 2009-2010 Budget includes \$138,444 in interest payments and \$275,000 in principal payments.