

SPECIAL-PURPOSE FINANCIAL STATEMENTS AND  
REQUIRED SUPPLEMENTARY INFORMATION

Hillsborough County, Florida  
Tax Collector  
Year Ended September 30, 2005

Hillsborough County, Florida  
Tax Collector

Special-Purpose Financial Statements and  
Required Supplementary Information

Year Ended September 30, 2005

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## Report of Independent Certified Public Accountants

The Honorable Doug Belden  
Tax Collector  
Hillsborough County, Florida

We have audited the accompanying special-purpose financial statements of the general fund and the aggregate remaining fund information of Hillsborough County, Florida, Tax Collector (the Tax Collector), as of and for the year ended September 30, 2005. These special-purpose financial statements are the responsibility of the management of the Tax Collector. Our responsibility is to express opinions on these special-purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States 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 special-purpose financial statements are free of material misstatement. We were not engaged to perform an audit of the Tax Collector's internal control over financial reporting. Our audit included 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 the Tax Collector'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 special-purpose financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall special-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation under Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. Additionally, the special-purpose statements present only the Tax Collector and do not purport to, and do not, present fairly the financial position of Hillsborough County, Florida, as of September 30, 2005, and the changes in its financial position for the year then ended, in conformity with accounting principles generally accepted in the United States.

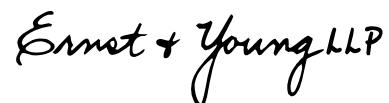
In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of the general fund and the aggregate remaining fund information of Hillsborough County, Florida, Tax Collector as of September 30, 2005, and the respective changes in financial position, where applicable, for the year then ended, in conformity with accounting principles generally accepted in the United States.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 22, 2005, on our consideration of the Tax Collector'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 budgetary comparison schedule on page 14 is not a required part of the special-purpose financial statements but is supplementary information required by the GASB. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the special-purpose financial statements taken as a whole. The accompanying other financial information, which is also the responsibility of the management of the Tax Collector, is presented for purposes of additional analysis and is not a required part of the special-purpose financial statements of the Tax Collector. Such information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and, in our opinion, is fairly stated in all material respects when considered in relation to the special-purpose financial statements taken as a whole.

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



November 22, 2005

# Special-Purpose Financial Statements

Hillsborough County, Florida  
Tax Collector

Special-Purpose Balance Sheet – General Fund

September 30, 2005

**Assets**

Cash and cash equivalents	\$ 13,983,609
Accounts receivable	56,356
Prepaid expenditures	3,119
Due from agency funds	606,960
Due from Board of County Commissioners	26,508
Due from other governmental agencies	28,300
Total assets	<u>\$ 14,704,852</u>

**Liabilities and fund balance**

Liabilities:

Accounts payable	\$ 221,249
Wages and benefits payable	266,562
Deferred revenue	454,566
Due to Board of County Commissioners	12,543,683
Due to agency funds	29,225
Due to other governmental agencies	1,189,567
Total liabilities	<u>14,704,852</u>

Fund balance	–
Total liabilities and fund balance	<u>\$ 14,704,852</u>

*See accompanying notes.*

Hillsborough County, Florida  
Tax Collector

Special-Purpose Statement of Revenues, Expenditures and  
Changes in Fund Balance – General Fund

Year Ended September 30, 2005

Revenues:

Charges for services:

Board of County Commissioners \$ 21,537,508  
Other governmental agencies and individuals 12,551,611

Interest income 360,832

Miscellaneous 310,839

Total revenues 34,760,790

Expenditures:

General government:

Personal services 15,712,461

Operating expenditures 4,384,126

Capital outlay 939,881

Total expenditures 21,036,468

Excess of revenues over expenditures 13,724,322

Other financing uses:

Distribution of excess revenues:

Board of County Commissioners 12,537,757

Other governmental agencies 1,186,565

Total other financing uses 13,724,322

Net change in fund balance –

Fund balance, beginning of year –

Fund balance, end of year \$ –

*See accompanying notes.*

Hillsborough County, Florida  
Tax Collector

Special-Purpose Statement of Fiduciary Net Assets –  
Agency Funds

September 30, 2005

**Assets**

Cash and cash equivalents	\$ 15,954,648
Accounts receivable	44,870
Due from general funds	29,225
Due from other governmental agencies	55
Total assets	<u>\$ 16,028,798</u>

**Liabilities**

Accounts payable	\$ 1,320,009
Deposits	180,563
Due to Board of County Commissioners	6,914,524
Due to general fund	606,960
Due to other governmental agencies	7,006,742
Total liabilities	<u>\$ 16,028,798</u>

*See accompanying notes.*

Hillsborough County, Florida  
Tax Collector

Notes to Special-Purpose Financial Statements

September 30, 2005

**1. Summary of Significant Accounting Policies**

The following is a summary of the significant accounting principles and policies used in the preparation of the accompanying special-purpose financial statements.

**Reporting Entity**—The Hillsborough County, Florida, Tax Collector (the Tax Collector) is a separate constitutional officer as provided by Article VIII, section 1, of the Constitution of the State of Florida and the Home Rule Chapter adopted by the people of Hillsborough County, Florida (the County). For financial reporting purposes, the Tax Collector is deemed to be a part of the primary government of the County and, therefore, is included as such in the Hillsborough County, Florida, Comprehensive Annual Financial Report.

**Basis of Presentation**—These special-purpose financial statements are fund financial statements that have been prepared in conformity with the reporting guidelines established by the Governmental Accounting Standards Board (GASB) and accounting practices prescribed by the Auditor General, State of Florida. The basic financial statements for the County as a whole, which include the funds of the Tax Collector, were prepared in conformity with accounting principles generally accepted in the United States (GAAP). The Tax Collector utilizes the following fund types:

- *The General Fund*, a governmental fund, is used to account for all revenues and expenditures applicable to the general operations of the Tax Collector that are not required either legally or by accounting principles generally accepted in the United States to be accounted for in another fund.
- *The Agency Funds*, fiduciary funds, are custodial in nature and do not involve measurement of results of operations (assets equal liabilities). The Agency Funds are used (1) to account for collection of motor vehicle registration receipts, and the subsequent remittance of those receipts to the state of Florida and (2) to account for the collection and distribution of local property tax monies and funds generated from the sale of miscellaneous licenses from the state of Florida.

Hillsborough County, Florida  
Tax Collector

Notes to Special-Purpose Financial Statements (continued)

**1. Summary of Significant Accounting Policies (continued)**

**Basis of Accounting**—Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the special-purpose financial statements. Basis of accounting refers to the timing of the measurements made, regardless of the measurement focus applied.

The modified accrual basis of accounting is followed by the General Fund. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available to finance expenditures of the current period. Expenditures are recorded when the liability is incurred, except for accumulated sick and vacation pay, which are not recorded until paid.

Charges for services on the collection of property taxes are recognized as revenue in the fiscal year for which taxes are levied, provided they are collected within 30 days after the end of the fiscal year. Certain other miscellaneous revenues are recorded as revenues when received because they are generally not measurable until actually received. Investment revenues are recorded as earned.

**Budgetary Requirement**—Expenditures are controlled by appropriations in accordance with the budget requirements set forth in the Florida Statutes. The budgeted revenues and expenditures reported in the required supplementary information reflect all approved amendments.

On or before August 1 of each year, the Tax Collector submits an operating budget for the General Fund to the Florida Department of Revenue (the Department) and the Hillsborough County, Florida, Board of County Commissioners (the Board). The Department examines the budget and returns it to the Tax Collector with rulings thereon. The Tax Collector revises the budget as required and resubmits it to the Department for final approval. After final approval, no reductions or increases are permitted without the approval of the Department.

Budgetary control is maintained at the major object code level of the Tax Collector's departments. Budgetary changes within the major object expenditure categories are made at the discretion of the Tax Collector. Appropriations lapse at the end of the fiscal year to the extent they have not been expended.

Hillsborough County, Florida  
Tax Collector

Notes to Special-Purpose Financial Statements (continued)

**1. Summary of Significant Accounting Policies (continued)**

**Property Tax Collections**—Chapter 197, Florida Statutes, governs property tax collections.

- *Current Taxes*—All property taxes become due and payable on November 1 and are delinquent on April 1 of the following year. Discounts of 4%, 3%, 2% and 1% are allowed for early payment in November through February, respectively.
- *Unpaid Taxes—Sale of Tax Certificates*—The Tax Collector advertises, as required by Florida Statutes, then sells tax certificates on all real property for unpaid taxes. Certificates not purchased are issued to the County. Any person owning real property upon which a tax certificate has been sold may redeem the real property by paying the Tax Collector the face amount of the tax certificate plus interest and other costs.
- *Tax Deeds*—The owner of a tax certificate may – after two years when the taxes have been delinquent (after April 1) – file an application for tax deed sale. The County, as a certificate owner, is required to exercise similar procedures two years after taxes have been due (November 1). Tax deeds are issued to the highest bidder for the property, which is sold at public auction. The Clerk of the Circuit Court of the County administers these sales.

**Cash, Cash Equivalents and Investments**—Cash consists of checking and savings accounts, collectively designated as cash deposits. Cash deposits are carried at cost. For purposes of financial statement presentation, cash equivalents are highly liquid investments with maturities of three months or less when purchased.

The Tax Collector deposits cash in qualified public depositories. The deposits are fully insured by the Federal Deposit Insurance Corporation and/or secured by the multiple financial institution collateral pool established under Chapter 280, Florida Statutes. In accordance with these statutes, qualified public depositories are required to pledge eligible collateral in varying percentages. Any losses to public depositories are covered by applicable deposit insurance, by the sale of pledged securities and, if necessary, by assessments against other qualified public depositories.

Florida Statutes, section 218.415, authorizes the Tax Collector to invest in obligations of the U.S. government, its agencies and instrumentalities, and certain other investments. Investments are stated at fair value.

Hillsborough County, Florida  
Tax Collector

Notes to Special-Purpose Financial Statements (continued)

**1. Summary of Significant Accounting Policies (continued)**

**Compensated Absences**—In accordance with GASB Statement No. 16, *Accounting for Compensated Absences*, the Tax Collector determines the liability for compensated absences, as well as certain other salary-related costs associated with the payment of compensated absences that are recorded and reported by the County in the basic financial statements. Vacation leave is accrued as a liability as the benefits are earned by the employees. Sick leave is accrued as a liability as the benefits are earned by the employees, but only to the extent that it is probable that the Tax Collector will compensate the employees for the benefits through cash payments at termination or retirement.

The Tax Collector's sick time payable liability at September 30, 2005 consisted of two parts. Hillsborough County Civil Service Rules state that sick leave termination payments are to be made under two conditions. Compensation for employees in "Plan A" includes a sick leave payment at termination for all hours of sick time accrued up to 480 hours and half of the sick time accrued over 960 hours. A liability is recorded for each employee in Plan A based on the employee's hourly pay rate. Compensation for employees in "Plan B" includes a sick leave payment at termination for the employee's unused sick leave hours from February 2, 1997, with payment only for each hour of sick time accrued up to 480 hours and half of the sick time accrued over 960 hours. A liability is recorded for each employee who has a termination payment under Plan B. Employees in Plan B hired after February 2, 1997, will not receive a sick leave payment at termination, so no sick leave liability is recorded for these employees.

The compensated absences liability also included other salary related costs incrementally associated with the payment of compensated absences such as the Tax Collector's share of Social Security and Medicare taxes as well as the Tax Collector's required pension contributions to the Florida Retirement System.

**Refund of "Excess Fees"**—Florida Statutes provide that the excess of the Tax Collector's fee revenue over expenditures is to be distributed to each governmental agency in the same proportion as the fees paid by the governmental agency bear to total fee income received by the Tax Collector. The amount of undistributed excess fees at the end of the fiscal year is reported as amounts due to the Board of County Commissioners and other taxing districts and the transfer and distribution of total excess fees are reported as an other financing use.

Hillsborough County, Florida  
Tax Collector

Notes to Special-Purpose Financial Statements (continued)

**1. Summary of Significant Accounting Policies (continued)**

**Use of Estimates**—The preparation of the special-purpose fund financial statements is in conformity with accounting practices prescribed by the Auditor General, State of Florida, and requires management to make use of estimates that affect the reported amounts in the special-purpose financial statements. Actual results could differ from estimates.

**2. Cash, Cash Equivalents and Investments**

At September 30, 2005, cash totaling \$11,388,168 included cash on hand and cash deposited in banks. Bank balances at September 30, 2005, were \$10,105,576. Bank balances are fully insured in accordance with Florida Statute 280, which establishes the multiple financial institution collateral pool. The Tax Collector maintains a bank account in which there is a minimum balance requirement of \$5 million.

Investments of \$18,550,089 represent an investment in the State Board of Administration Local Government Surplus Funds Investment Pool Trust Fund which is carried at amortized cost. The Surplus Funds Investment Pool met the criteria to be a “2a7-like” pool, as defined in GASB 31, and is permitted to report investments at amortized cost. A 2a7-like pool is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the regulations set forth in the SEC’s Rule 2a7 of the Investment Company Act of 1940, which comprises the rules governing money market funds. Thus, this pool operates essentially as a money market fund and is not categorized as to custodial risk according to the criteria set forth in GASB Statement No. 31 and Statement No. 40.

**3. Interfund Receivables and Payables**

The balance of \$606,960 due to the General Fund from the Agency Funds represents motor vehicle fees and occupational license fees to be transferred to the General Fund in 2006. The balance of \$29,225 due to the Agency Funds from the General Fund represents bank service charges.

Hillsborough County, Florida  
Tax Collector

Notes to Special-Purpose Financial Statements (continued)

**4. Capital Assets**

The tangible personal property used by the Tax Collector is reported as capital assets in the statement of net assets as part of the basic financial statements of the County. Upon acquisition, such assets are recorded as expenditures in the General Fund of the Tax Collector and capitalized at cost in the capital asset accounts of the County. The Tax Collector maintains custodial responsibility for the capital assets used by its office.

**5. Accounts Payable**

Accounts payable in the General Fund are due to various vendors. Accounts payable in the Agency Funds are primarily tax certificates.

**6. Accumulated Compensated Absences**

The amount of vested accumulated compensated absences payable based upon the Tax Collector's annual leave and sick leave policy is reported as a liability in the statement of net assets in the County's basic financial statements. The change in accumulated compensated absences during the year ended September 30, 2005, is as follows:

Beginning balance	\$ 1,994,357
Additions	1,062,012
Deletions	<u>(1,101,681)</u>
Ending balance	<u><u>\$ 1,954,688</u></u>

**7. Retirement Plan**

Substantially all full-time Tax Collector employees are participants in the Florida Retirement System (the System), a multiple employer cost-sharing public retirement system. The System, which is controlled by the State Legislature and administered by the State of Florida, Department of Administration, Division of Retirement, covers approximately 874,000 full-time employees of various governmental units within the state of Florida.

The System provides for vesting of benefits after six years of creditable service. Normal retirement benefits are available to employees who retire at 30 years of service or after age 62 with six or more years of service. Early retirement is available after six years of service with a

Hillsborough County, Florida  
Tax Collector

Notes to Special-Purpose Financial Statements (continued)

**7. Retirement Plan (continued)**

5% reduction of benefits for each year prior to the normal retirement age. Retirement benefits are based upon age, average compensation and years of service credit where average compensation is computed as the average of an individual's five highest years of earnings. Employees are not required to contribute to this retirement system.

The Tax Collector has no responsibility to the System other than to make the periodic contributions required by state statutes. The Florida Division of Retirement issues a publicly available financial report that includes financial statements and required supplementary information for the System. The report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000.

Participating employer contributions are based upon statewide rates established by the state of Florida. These rates are applied to employee salaries as follows: regular employees, 7.39% and 7.83% from October 1, 2004 through June 30, 2005, and July 1, 2005 through September 30, 2005, respectively; special risk employees 18.53%; and elected officials, 15.23% from October 1, 2004 through September 30, 2005. During the fiscal year ended September 30, 2005, the Tax Collector contributed to the System an amount equal to 7.72% of total covered payroll. The Tax Collector's contributions made during the years ended September 30, 2005, 2004 and 2003, were \$874,497, \$821,990 and \$655,923, respectively, and are equal to the actuarially determined contribution requirements for each year.

**8. Lease Commitments**

The Tax Collector pays rent under operating leases for its various collection offices. These leases are cancelable if funds are not appropriated for their purpose and are not enforceable against a new administration with the exception of operating lease agreements at four collection offices. If the options to renew are not exercised, there is potential for termination costs totaling \$225,000 for 2007, \$63,333 for 2008, \$252,950 for 2009, and \$223,987 for 2010. At September 30, 2005, none of these four operating leases has reached the end of the five-year term.

Currently, management believes these options will be renewed and, therefore, expect not to incur these costs. The schedule of future minimum lease payments below does not reflect these renewal options.

Hillsborough County, Florida  
Tax Collector

Notes to Special-Purpose Financial Statements (continued)

**8. Lease Commitments (continued)**

Rental expenditures under operating leases for the year ended September 30, 2005, amounted to \$684,929. The future minimum lease payments for the Tax Collector under operating leases as of September 30, 2005, are as follows:

2006	\$ 669,940
2007	592,534
2008	488,803
2009	320,740
2010	68,444
	<u>\$ 2,140,461</u>

**9. Deferred Compensation**

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full-time County employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants or their estate until termination, retirement, death or unforeseeable emergency.

**10. Risk Management**

The County has established various self-insurance funds, in which the Tax Collector participates. These funds are accounted for as internal service funds on the basic financial statements of the County. Workers' compensation claims exceeding \$500,000 per claim are covered with specific excess insurance. The County is also self-insured under sovereign immunity up to a maximum of \$100,000 per person/\$200,000 per occurrence for claims against the County involving negligence, including automobile and general liability. Negligence claims in excess of the statutory limits set forth in Section 768.28, Florida Statutes, can only be recovered through an act of the State of Florida Legislature. Reserves have been established for both claims that have been reported but not paid and claims incurred but not reported. Employee medical benefits claims exceeding \$100,000 per claim are covered with specific excess insurance up to \$1,000,000 (the medical benefits fund is covered by aggregate excess insurance through reinsurance purchased from private insurance carriers). During the year ended September 30, 2005, the Tax Collector paid \$229,118 to the Board for insurance coverage.

# Required Supplementary Information

Hillsborough County, Florida  
Tax Collector

Schedule of Revenues, Expenditures and  
Changes in Fund Balance – Budget and Actual  
General Fund

Year Ended September 30, 2005

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Charges for services:				
Board of County Commissioners	\$ 20,248,000	\$ 20,248,000	\$ 21,537,508	\$ 1,289,508
Other governmental agencies	11,725,060	11,725,060	12,551,611	826,551
Interest income	110,000	110,000	360,832	250,832
Miscellaneous	140,500	140,500	310,839	170,339
Total revenues	<u>32,223,560</u>	<u>32,223,560</u>	<u>34,760,790</u>	<u>2,537,230</u>
Expenditures:				
General government:				
Personal services	16,024,139	16,024,139	15,712,461	311,678
Operating expenditures	4,095,807	4,650,312	4,384,126	266,186
Capital outlay	736,804	1,049,204	939,881	109,323
Total expenditures	<u>20,856,750</u>	<u>21,723,655</u>	<u>21,036,468</u>	<u>687,187</u>
Excess of revenues over expenditures	11,366,810	10,499,905	13,724,322	3,224,417
Other financing uses:				
Distribution of excess revenues:				
Board of County Commissioners	10,348,884	9,559,612	12,537,757	(2,978,145)
Other governmental agencies	1,017,926	940,293	1,186,565	(246,272)
Total other financing uses	<u>11,366,810</u>	<u>10,499,905</u>	<u>13,724,322</u>	<u>(3,224,417)</u>
Net change in fund balance	–	–	–	–
Fund balance, beginning of year	–	–	–	–
Fund balance, end of year	<u>\$ –</u>	<u>\$ –</u>	<u>\$ –</u>	<u>\$ –</u>

# Other Financial Information

Hillsborough County, Florida  
Tax Collector

Combining Special-Purpose Statement of Fiduciary Net Assets –  
All Agency Funds

September 30, 2005

	<b>Tax and License Fund</b>	<b>Motor Vehicle Fund</b>	<b>Total All Agency Funds</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 14,313,388	\$ 1,641,260	\$ 15,954,648
Accounts receivable	1,009	43,861	44,870
Due from general fund	1,085	28,140	29,225
Due from other governmental agencies	–	55	55
Total assets	<u>\$ 14,315,482</u>	<u>\$ 1,713,316</u>	<u>\$ 16,028,798</u>
<b>Liabilities</b>			
Accounts payable	\$ 1,284,887	\$ 35,122	\$ 1,320,009
Deposits	–	180,563	180,563
Due to Board of County Commissioners	6,905,147	9,377	6,914,524
Due to general fund	481,211	125,749	606,960
Due to other governmental agencies	5,644,238	1,362,504	7,006,742
Total liabilities	<u>\$ 14,315,483</u>	<u>\$ 1,713,315</u>	<u>\$ 16,028,798</u>

Hillsborough County, Florida  
Tax Collector

Combining Statement of Changes in  
Assets and Liabilities – All Agency Funds

September 30, 2005

	<b>Balance September 30, 2004</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance September 30, 2005</b>
<b>Tax and License Fund</b>				
Assets:				
Cash and cash equivalents	\$ 12,639,816	\$2,390,066,065	\$2,388,392,493	\$ 14,313,388
Accounts receivable	11,680	1,448,449	1,459,120	1,009
Due from general fund	1,793	249,115	249,823	1,085
Due from Board of County Commissioners	36,382	—	36,382	—
<b>Total assets</b>	<b>\$ 12,689,671</b>	<b>\$2,391,763,629</b>	<b>\$2,390,137,818</b>	<b>\$ 14,315,482</b>
Liabilities:				
Accounts payable	\$ 950,457	\$ 60,889,090	\$ 60,554,660	\$ 1,284,887
Due to Board of County Commissioners	6,580,122	28,491,359	28,166,334	6,905,147
Due to general fund	19,397	779,535	317,721	481,211
Due to other governmental agencies	5,139,695	1,828,751,437	1,828,246,894	5,644,238
<b>Total liabilities</b>	<b>\$ 12,689,671</b>	<b>\$1,918,911,421</b>	<b>\$1,917,285,609</b>	<b>\$ 14,315,483</b>
<b>Motor Vehicle Fund</b>				
Assets:				
Cash and cash equivalents	\$ 2,153,969	\$ 99,699,684	\$ 100,212,393	\$ 1,641,260
Accounts receivable	32,842	231,465	220,446	43,861
Due from general fund	36,382	202,052	210,294	28,140
Due from other governmental agencies	—	603	548	55
<b>Total assets</b>	<b>\$ 2,223,193</b>	<b>\$ 100,133,804</b>	<b>\$ 100,643,681</b>	<b>\$ 1,713,316</b>
Liabilities:				
Accounts payable	\$ 55,813	\$ 3,740,152	\$ 3,760,843	\$ 35,122
Deposits	186,947	3,869,984	3,876,368	180,563
Due to Board of County Commissioners	6,368	592,367	589,358	9,377
Due to general fund	77,290	6,985,657	6,937,198	125,749
Due to other governmental agencies	1,896,775	91,865,139	92,399,410	1,362,504
<b>Total liabilities</b>	<b>\$ 2,223,193</b>	<b>\$ 107,053,299</b>	<b>\$ 107,563,177</b>	<b>\$ 1,713,315</b>

*Continued on next page.*

Hillsborough County, Florida  
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Combining Statement of Changes in  
Assets and Liabilities – All Agency Fund (continued)

September 30, 2005

	<b>Balance September 30, 2004</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance September 30, 2005</b>
<b>Total – All Agency Funds</b>				
Assets:				
Cash and cash equivalents	\$ 14,793,785	\$2,489,765,749	\$2,488,604,886	\$ 15,954,648
Accounts receivable	44,522	1,679,914	1,679,566	44,870
Due from general fund	38,175	451,167	460,117	29,225
Due from Board of County Commissioners	36,382	–	36,382	–
Due from other governmental agencies	–	603	548	55
<b>Total assets</b>	<b>\$ 14,912,864</b>	<b>\$2,491,897,433</b>	<b>\$2,490,781,499</b>	<b>\$ 16,028,798</b>
Liabilities:				
Accounts payable	\$ 1,006,270	\$ 64,629,242	\$ 64,315,503	\$ 1,320,009
Deposits	186,947	3,869,984	3,876,368	180,563
Due to Board of County Commissioners	6,586,490	29,083,726	28,755,692	6,914,524
Due to general fund	96,687	7,765,192	7,254,919	606,960
Due to other governmental agencies	7,036,470	1,920,616,576	1,920,646,304	7,006,742
<b>Total liabilities</b>	<b>\$ 14,912,864</b>	<b>\$2,025,964,720</b>	<b>\$2,024,848,786</b>	<b>\$ 16,028,798</b>

# Other Reports

Report of Independent Certified Public Accountants on  
Internal Control Over Financial Reporting and on Compliance and Other Matters  
Based on an Audit of Special-Purpose Financial Statements Performed in  
Accordance with *Government Auditing Standards*

The Honorable Doug Belden  
Tax Collector  
Hillsborough County, Florida

We have audited the special-purpose financial statements of Hillsborough County, Florida, Tax Collector (the Tax Collector) as of and for the year ended September 30, 2005, and have issued our report thereon dated November 22, 2005, which describes that such special-purpose financial statements have been prepared for the purpose of complying with, and on the basis of accounting practices specified by the Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation under Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

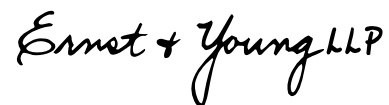
**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Tax Collector’s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the special-purpose financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

## Compliance and Other Matters

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

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



November 22, 2005

## Management Letter on Internal Control and State Reporting Requirements

The Honorable Doug Belden  
Tax Collector  
Hillsborough County, Florida

In planning and performing our audit of the special-purpose financial statements of Hillsborough County, Florida, Tax Collector (the Tax Collector) for the year ended September 30, 2005, we considered internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on internal control.

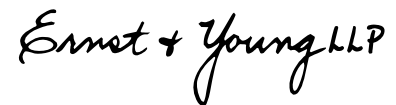
### **Recommendations**

There were no recommendations in either the current or prior year.

### **Required Disclosures**

The Tax Collector has complied with Section 218.415, Florida Statutes, regarding the investment of public funds.

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



November 22, 2005