

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Palm Beach County, Florida
Fiscal Year Ended September 30, 2006



ABOUT THE CLERK & COMPTROLLER'S OFFICE



SHARON R. BOCK
Clerk & Comptroller
Palm Beach County



As the third largest of the 67 Clerk's offices in Florida, the Palm Beach County Clerk & Comptroller serves a local population of 1.2 million citizens. The Clerk's 800 employees perform more than 1,000 different functions and provide services from several locations and on the Internet at www.pbcountyclerk.com.

The Florida Constitution established the Clerk & Comptroller as a public trustee, directly elected by the public to serve four major functions:

CHIEF FINANCIAL OFFICER, TREASURER & COUNTY AUDITOR

The Clerk is an elected, independent arm of county government who provides unbiased oversight, accounting and auditing of county funds. As Chief Financial Officer, the Clerk oversees the county's budget, revenue, debt and spending, and produces all required financial statements and reports. As Treasurer, the Clerk invests and earns revenue on county funds to reduce the tax burden on the citizens of Palm Beach County. As County Auditor, the Clerk conducts performance and financial audits and is responsible for auditing every county expense to ensure it serves a public purpose.

COUNTY RECORDER

The Clerk & Comptroller maintains the Official Record Books of Palm Beach County dating back to 1909. Documents such as mortgages, deeds, liens, judgments and marriage licenses are recorded and entered into a computer system.

CLERK OF THE COURT

The Clerk supports all of Palm Beach County's criminal and civil courts by processing, recording and filing documents such as traffic tickets, lawsuits, divorce agreements, wills, domestic violence petitions and tenant evictions.

The Clerk also manages the county's jury system and provides a Self Service Center for citizens who choose to represent themselves in court proceedings.

CLERK TO THE BOARD OF COUNTY COMMISSIONERS

The Clerk prepares and maintains the records of all Palm Beach County Commission meetings and is the Clerk to the county's Value Adjustment Board.

Court case records, Official Records and County Commission meeting minutes are available in the Clerk & Comptroller's offices and online at www.pbcountyclerk.com.

Other administrative duties of the Clerk include issuing marriage licenses and passports and maintaining the county's domestic partnership registry.

The office has earned the Governor's Sterling Award for Organizational Performance Excellence and the Excellence, Values, Integrity and Ethics (EVIE) Award for Corporate Best Practices Not-for-Profit/Government.

PALM BEACH COUNTY, FLORIDA

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

FISCAL YEAR ENDED SEPTEMBER 30, 2006

**Prepared By
SHARON R. BOCK**

**Clerk & Comptroller
Palm Beach County
Finance Department**



PALM BEACH COUNTY, FLORIDA

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

Fiscal Year Ended September 30, 2006

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INTRODUCTORY SECTION



The Introductory Section contains the letter of transmittal, which provides an overview of Palm Beach County's finances, economic prospects, and achievements. Also, included in this section is the Certificate of Achievement for Excellence in Financial Reporting awarded by the Government Finance Officers Association. It is the highest form of recognition in governmental financial reporting.



SHARON R. BOCK
Clerk & Comptroller
Palm Beach County

March 26, 2007

To the Citizens of Palm Beach County, Florida and the
Honorable Addie Greene, Chair, and the Members of the
Board of County Commissioners:

The Palm Beach County, Florida, Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2006, is a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited by independent Certified Public Accountants in accordance with auditing standards generally accepted in the United States.

The CAFR was prepared by the Finance Department of the Clerk & Comptroller's Office in accordance with Section 218.32, Florida Statutes. Responsibility for both the accuracy of the data presented, and the completeness and fairness of the presentation, including all disclosures, rests with the Clerk & Comptroller's Office of Palm Beach County. Palm Beach County has established a comprehensive set of internal controls designed to ensure that the County's assets are protected from loss, theft, or misuse, and that sufficient reliable accounting information is compiled to allow for financial statement preparation in conformity with GAAP. Since the cost of internal control should not exceed its expected benefit, the County's internal control structure has been designed to provide reasonable, but not absolute, assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Independent Audits. In accordance with Sections 11.45 and 125.01, Florida Statutes, the Palm Beach County financial statements were audited by McGladrey & Pullen LLP, an independent certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of Palm Beach County for the fiscal year ended September 30, 2006, are free of material misstatements. The independent audit involved 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; and evaluating the overall financial statement presentation. Based on their audit, the independent Certified Public Accountants concluded that there was a reasonable basis for rendering unqualified opinions stating that the Palm Beach County financial statements for the fiscal year ended September 30, 2006, were fairly presented in conformity with GAAP.

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As a recipient of federal and state financial assistance, the County is responsible for maintaining an adequate internal control structure to ensure compliance with applicable laws and regulations related to these programs. This internal control structure is reviewed by the independent Certified Public Accountant in the annual Single Audit which covers federal grants and other financial assistance and the annual Florida Single Audit, which covers state grants and other financial assistance. The Single Audit was designed to meet the requirements of the Single Audit Act of 1984, Single Audit Act Amendments of 1996, and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, as well as Section 215.97, Florida Statutes. Information related to this single audit, including a schedule of expenditures of federal awards and state financial assistance, the independent Certified Public Accountants' reports on compliance and internal controls, and a schedule of findings and questioned costs are included in a separately issued single audit report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Palm Beach County's MD&A can be found immediately following the report of the independent Certified Public Accountants.

PROFILE OF THE GOVERNMENT

Palm Beach County is a political subdivision of the State of Florida governed by the State Constitution and general laws of the State of Florida.

The legislative and governing body of the County is the seven-member Board of County Commissioners. Each County Commissioner is elected on a district basis for a four-year term of office and each County Commissioner is a resident of their Commission District. The Commission elects a chairperson who serves as presiding officer. The Clerk & Comptroller's Office is the clerk and accountant of the Commission. As a result of a County-wide general election on November 6, 1984, Palm Beach County became a Home Rule Charter County on January 1, 1985, operating under a County Manager form of government with separation of legislative and executive functions. The County Administrator is responsible for the operations of all departments of the County, except the elected Constitutional officers, joint State/County agencies and staff departments that report directly to the Commission.

Services Provided. The County provides a wide range of services including property assessments, tax collections, county courts, county recording, public safety (law enforcement and fire protection), conservation and resource management, public improvements, employment opportunity and development, health, welfare, parks, recreation and cultural facilities, planning and zoning, transportation and general administrative services. The County also operates several enterprise activities.

Financial Reporting Entity. The separately elected members of the Board of County Commissioners (BOCC) and the Constitutional Officers together are the elected officials who are accountable to the residents of Palm Beach County. The officials holding these offices as of September 30, 2006, are identified on the page immediately following this letter. The organizations of the BOCC and the Constitutional Officers together comprise the Palm Beach County primary government.

This report covers the Palm Beach County reporting entity which includes the primary government as well as the component units. Component units are legally separate entities for which the primary government is financially accountable. Component units are either classified as blended component units or discretely presented component units depending on the nature of the entity's relationship with the primary government.

The blended component units are included as a part of the primary government because, although they are legally separate entities, in substance, they are considered to be a part of the primary government's operations. The Solid Waste Authority of Palm Beach County is a blended component unit.

The discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the primary government. The Housing Finance Authority of Palm Beach County, the Metropolitan Planning Organization, and the Westgate/Belvedere Homes Community Redevelopment Agency are reported as discretely presented component units.

More information on the financial reporting entity may be obtained in Note 1 of the Notes to the Financial Statements.

Budgetary Controls. The County's annual budget is prepared pursuant to Chapter 129, Florida Statutes, and represents the legal authority to levy taxes and expend funds for all County purposes. Florida Statutes also require that budgets must be balanced. The County has complied with this after the inclusion of re-appropriated beginning fund balances. The Office of Financial Management and Budget (OFMB) initiates the budget process by reviewing revenue and expenditure projections for the coming year. Based on the County Administrator's direction, OFMB prepares and distributes specific instructions to the various department heads and to the elected County Officers to guide them in the preparation of their budget requests. The County Administrator's tentative budget is prepared by OFMB and presented to the County Commission prior to July 15. The BOCC reviews the budget and makes such changes as it deems necessary. A summary of the tentative budget is advertised and publicly reviewed and revised prior to approval and adoption by the County Commission. For managerial purposes, the Board has delegated its authority to approve intradepartmental transfers to the Director of OFMB. All other amendments to the adopted budget must be approved by Board action at a regularly scheduled Board meeting.

FACTORS AFFECTING FINANCIAL CONDITION

Palm Beach County is Florida's largest county in area and third in population. Growth has been the major influencing factor of the County in the last several years. Population has increased

approximately 2% annually since 1990, compared to double and triple that rate in the 1980's. Tourism, construction and agriculture are the leading industries in the County.

Local Economy. *Tourism* - Palm Beach County government is making a concentrated and continuing effort to increase the number of visitors to our area each year. More than 60,000 people are employed in jobs related to the tourism industry with tourists contributing \$1.5 billion annually to the County's economy.

Agriculture - Although the County has seen a decrease of agricultural acreage due to urban development, Palm Beach County still leads the State of Florida and all counties east of the Mississippi River in agricultural sales. With sales approaching \$2 billion, Palm Beach County ranks 8th among all counties in the United States. Palm Beach County leads the nation in the production of sugarcane and fresh sweet corn. It leads the State in the production of rice, bell peppers, lettuce, radishes, Chinese vegetables, specialty leaf, and celery. The 493,880 acres dedicated to agriculture represents 39% of the total land mass in the county. Palm Beach County is third in the State in nursery production and leads the State in agricultural wages and salary with over \$340 million.

Manufacturing, primarily electronics and other high tech products, also plays an important role in the County's local economy. The arrival of Scripps Research Institute will also provide a boost to the area's technology industry.

The County's per capita income of \$48,081 is well above the national average, and the highest in the State of Florida. The County's labor force totals approximately 617,500, with the largest employer currently being the School Board of Palm Beach County.

An expanding population has created increased demand for essential services such as law enforcement, fire and rescue, human services, transportation and recreation. Additional people place increased demands on existing facilities creating expanded maintenance needs and ultimately the need for new and larger facilities.

Long-Term Financial Planning. The BOCC adopted a millage rate of 4.45 mills for Fiscal Year (FY) 2006, a decrease from the 4.50 mills rate in FY 2005. The total countywide millage rate, including voted debt, results in taxes per capita of \$472.06.

Recent Board projects include contracts for construction of roads and water and wastewater lines to serve the Lake Region Water Treatment Plant and adoption of agreements with FDOT for reimbursement due to damages from Hurricanes Jeanne and Frances.

The General Fund Reserve for Balances Forward has been increased by \$8.2 million over the FY 2005 adopted budget. Adequate reserves and fund balances are necessary to maintain the County's high quality bond ratings. Moody's, Standard and Poor's, and Fitch rated the County's general obligation bonds AAA, the highest in the State.

Cash Management and Investments. The majority of County investments are pooled into a consolidated account in order to maximize investment performance. In addition, a very limited number of restricted investment accounts have been established to comply with various bond covenants. The Solid Waste Authority and the Constitutional Officers, with the exception of the

Clerk & Comptroller, the Sheriff and the Supervisor of Elections, are responsible for the management of their own investment programs.

County investments include various U.S. Treasury and U.S. Agency obligations (including specific mortgage-backed securities), highly rated corporate debt, money market funds, and shares of Local Government Surplus Funds Trust Fund – a pooled account of local government funds invested by the Florida State Board of Administration.

As of September 30, 2006, the consolidated portfolio managed by the Clerk & Comptroller was \$1.842 billion and the overall book yield was 4.76 percent. This exceeded the Investment Policy Committee's benchmark, which is the 48-month moving average of the 2-year Constant Maturity Treasury Index yield of 3 percent.

During fiscal year 2006, the portfolio grew by \$226 million (14 percent); the yield increased 51 basis points to 4.76 percent; and investment income grew by 43 percent, from \$62 million to \$88 million. To manage cash flows, duration, yield, and overall portfolio performance, the Clerk & Comptroller continued to utilize dynamic cash flow models to “shock” the portfolio, measuring the resulting effects of upward/downward movements in interest rates. Optimization models were used to analyze which securities would be most appropriate to meet the investment policy objectives – safety, liquidity and yield - considering the County's risk tolerance and policy constraints. The combined effects of product/issuer diversification, targeted cash flow management, portfolio re-balancing and dynamic modeling provided a high degree of sensitivity to changes in interest rates and an increase in overall portfolio yield without an undue duration extension and price risk.

Enterprise Operations. The County operates three enterprise funds. They are the Department of Airports, the Water Utilities Department, and the Solid Waste Authority.

The *Department of Airports* operates four County-owned airports: Palm Beach International Airport located in West Palm Beach, and three general aviation airports located in Palm Beach Gardens, Lantana and Pahokee.

The *Water Utilities Department* provides water and wastewater collection services to approximately 435,000 residents within 180 square miles of the rapidly urbanizing, primarily unincorporated area of Palm Beach County.

The *Solid Waste Authority* has the power to construct and operate solid waste disposal facilities sufficient to effectively manage all solid waste generated in the County. The Solid Waste Authority operated one active landfill site for the year ended September 30, 2006. In addition, the Solid Waste Authority is responsible for two landfill sites closed after 1991 and three landfill sites closed prior to 1991.

Risk Management. The County is exposed to various risks of loss related to torts; theft, damage and destruction of assets; errors and omissions; and natural disasters. The County is essentially self-insured for this coverage, but also maintains a commercial "Protected Self-Insurance" program to provide specific excess coverage for property losses and aggregate excess coverage for all losses. The County also purchases excess claim bill liability coverage to protect against exposures related to Florida tort liability claims. The County has self-funded its workers' compensation exposure since 1969. This fund covers all employees of the Board of County Commissioners and all Constitutional Officers with the exception of the Sheriff who administers his own program. The County provides health insurance for its employees and eligible dependents. With the exception of the Constitutional Officers who have separately contracted for health insurance coverage, all funds of the County participate in the program.

Retirement System. The County participates in the Florida Retirement System, a public employee retirement system administered by the State of Florida. The plan is a multiple-employer cost sharing defined benefit plan which covers almost all officers and regular employees. Employees make no contributions to the plan. The County's contribution to the system for fiscal year 2006 was approximately \$70.7 million, which was equal to the required contributions for the year.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Palm Beach County, Florida, for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2005. This was the seventeenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both accounting principles generally accepted in the United States and applicable legal requirements.

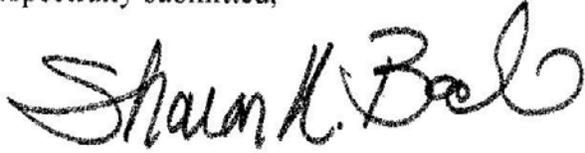
A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, Palm Beach County also received the GFOA's Award for Distinguished Budget Presentation for its annual adopted budget for the fiscal year beginning October 1, 2005. This was the twentieth time that Palm Beach County has received this award. In order to qualify for the Distinguished Budget Presentation Award, the budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated services of the entire Finance Department with special acknowledgment to the Accounting and Financial Reporting staff.

In addition, the support of the Board of County Commissioners, Constitutional Officers, County Administrator, Office of Financial Management and Budget and their respective staffs, as well as our external auditors, McGladrey & Pullen LLP made preparation of this report possible.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Sharon R. Bock". The signature is written in a cursive, flowing style with a large initial 'S' and 'B'.

SHARON R. BOCK, Clerk & Comptroller
Palm Beach County, Florida

PALM BEACH COUNTY, FLORIDA
PRINCIPAL OFFICIALS
AS OF SEPTEMBER 30, 2006

BOARD OF COUNTY COMMISSIONERS

TONY MASILOTTI
County Commission Chairman
District #6

KAREN T. MARCUS
County Commissioner
District #1

MARY MCCARTY
County Commissioner
District #4

JEFF KOONS
County Commissioner
District #2

BURT AARONSON
County Commissioner
District #5

WARREN H. NEWELL
County Commissioner
District #3

ADDIE L. GREEN
County Commissioner
District #7

APPOINTED OFFICIALS

COUNTY ADMINISTRATOR Robert Weisman

COUNTY ATTORNEY Denise Nieman

COMMISSION AUDITOR Joseph F. Bergeron

CONSTITUTIONAL OFFICERS

Sharon R. Bock
CLERK & COMPTROLLER

Arthur Anderson
SUPERVISOR OF ELECTIONS

Gary R. Nikolits
PROPERTY APPRAISER

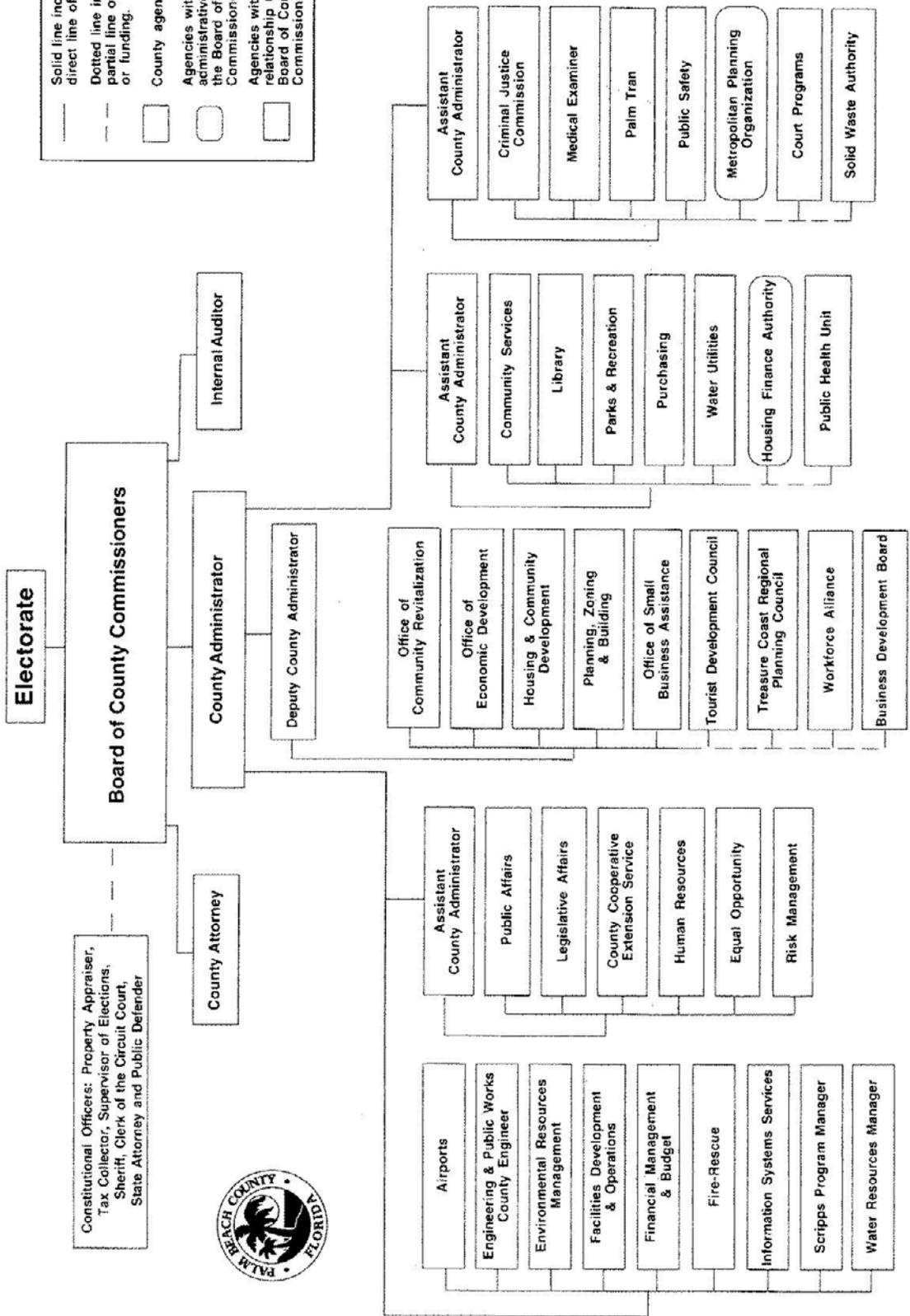
Peter H. Carney
TAX COLLECTOR

Ric Bradshaw
SHERIFF

Palm Beach County Organizational Chart as of FY 2005-2006

Solid line indicates a direct line of authority.
 Dotted line indicates a partial line of authority or funding.
 County agencies
 Agencies with an administrative tie to the Board of County Commissioners
 Agencies with a relationship to the Board of County Commissioners

Constitutional Officers: Property Appraiser,
 Tax Collector, Supervisor of Elections,
 Sheriff, Clerk of the Circuit Court,
 State Attorney and Public Defender



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Palm Beach County
Florida

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2005

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.



President

Executive Director

FINANCIAL SECTION

The Financial Section includes the Report of Independent Certified Public Accountants, management's discussion and analysis, basic financial statements, required supplementary information, and combining and individual fund statements and schedules.



McGladrey & Pullen

Certified Public Accountants

Independent Auditor's Report

Honorable Chair Addie Green
and Members of the Board of County Commissioners
Palm Beach County, Florida

Honorable Ric L. Bradshaw
Sheriff

Honorable Sharon R. Bock
Clerk and Comptroller

Honorable Arthur Anderson
Supervisor of Elections

Honorable Gary R. Nikolits
Property Appraiser

Honorable Anne Gannon
Tax Collector

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Palm Beach County, Florida (the "County"), as of and for the year ended September 30, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Solid Waste Authority, a major enterprise fund, which represents 27% of the total assets and 48% of total revenues of the business-type activities. We also did not audit the financial statements of the Housing Finance Authority, a discretely presented component unit, which represents 60% of the total assets and 48% of the total revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Solid Waste Authority and Housing Finance Authority, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, 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 units, each major fund and the aggregate remaining fund information of Palm Beach County, Florida, as of September 30, 2006, and the respective changes in financial position and, cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 26, 2007 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 on pages xiii through xxviii, the Budgetary Comparison Schedules – General Fund, Fire Rescue Special Revenue Fund and Sheriff Special Fund on pages 157 through 159 and the schedules of funding progress on page 160 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We and the other auditors 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 and the other auditors 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 the County's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and the 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 and statistical sections, 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.

McGladrey & Pullen, LLP

West Palm Beach, Florida
March 26, 2007

MANAGEMENT'S DISCUSSION & ANALYSIS



The Management's Discussion and Analysis subsection provides a narrative introduction to and overview and analysis of the basic financial statements. It includes a description of the government-wide and fund financial statements, as well as an analysis of Palm Beach County's overall financial position and results of operations.

Management's Discussion and Analysis

Our discussion and analysis provides an overview of the financial activities of Palm Beach County, Florida (the "County") for the fiscal year ended September 30, 2006. We encourage reading this narrative in conjunction with the additional information provided in the transmittal letter (beginning on page i) and the accompanying financial statements (beginning on page 2).

Financial Highlights

- The County's assets exceeded its liabilities (net assets) by approximately \$3.561 billion and \$3.213 billion at the close of fiscal years 2006 and 2005, respectively. Of these amounts, \$2.098 billion and \$1.907 billion were invested in capital assets, net of related debt. In addition, \$728.5 million and \$792.6 million were restricted by law, grant agreements, debt covenants, or for capital projects. As a result, \$734.2 million and \$513.7 million were available at year-end to meet the County's ongoing obligations to residents, creditors, and enterprise fund customers.
- During the year, the County's net assets increased \$347.5 million, an increase of approximately 10.8% from the previous year. Approximately \$121.3 million of this increase was from business-type activities. Approximately \$226.2 million of the increase was from governmental activities.
- At September 30, 2006, the County's governmental funds reported a combined ending fund balance of \$1.484 billion, an increase of \$146.1 million from the previous year.
- At September 30, 2006, the unreserved fund balance for the General Fund was \$218.8 million and the total fund balance was \$221.5 million which is an increase of \$36.7 million or 19.8% from the previous year.
- The County's three enterprise funds, the Department of Airports, the Water Utilities Department, and the Solid Waste Authority had increases in net assets of \$8.1 million, \$66.1 million and \$46.7 million, respectively, over the previous year.
- The County's total liabilities at September 30, 2006 and 2005 were \$2.134 billion and \$1.980 billion, respectively.

Overview of the Financial Statements

This CAFR consists of the Basic Financial Statements and other statements. The County's basic financial statements contain three components: government-wide financial statements, fund financial statements, and notes to the financial statements (see chart on next page).



Government-wide Financial Statements

The government-wide financial statements provide an overview of the County's financial position using the accrual basis of accounting, which is similar to the accounting used by private-sector businesses. 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. Changes in net assets may serve as an indicator of whether the financial position of the County is improving or deteriorating. The statement of activities presents information showing how the County's net assets changed during the fiscal year. Changes in net assets are reported as soon as the underlying economic transactions occur, regardless of when cash is received or paid. Therefore, some of the revenues or expenses reported in the statement of activities will have cash flows in future fiscal periods. For example, certain sales taxes are shown as revenues although cash receipts will occur early in the following fiscal year. An increase in unused vacation leave is recorded as an expense although related cash outflows will occur in the future.

The government-wide financial statements show a distinction between activities that are supported primarily by taxes and intergovernmental revenues (governmental activities) and activities that are supported by the recovery of all or most of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, physical environment, transportation, economic environment, human services, and culture and recreation functions. The business-type activities of the County are the Department of Airports, the Water Utilities Department, and the Solid Waste Authority.

The government-wide financial statements include not only the County itself (known as the *primary government*, but also the legally separate entities for which the County is financially accountable (known as *component units*). The discretely presented component units of the County are the Metropolitan Planning Organization, the Housing Finance Authority of Palm Beach County, and the Westgate/Belvedere Homes Community Redevelopment Agency. The financial activity of these component units is reported separately from the financial information of the primary government.

To obtain the separately issued financial statements of the discretely presented component units, see *Note 1 – Summary of Significant Accounting Policies*, in the Notes to the 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 legal, legislative, contractual, and other finance-related provisions. All of the County's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds

Most of the County's basic services are reported in governmental funds, which focus on how money or other spendable resources flow into and out of those funds and the level of balances remaining at year-end that are available for expenditure. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general governmental operations. Governmental fund information helps determine the extent of financial resources that are available for expenditure on County programs. Reconciliations of the differences between the government-wide and fund financial statements are provided immediately after the *Balance Sheet-Governmental Funds* and *Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds*, respectively, in the *Basic Financial Statements*.

Funds that are significant in terms of revenues, expenditures, assets or liabilities are identified as *major* funds in the *Basic Financial Statements* and reported separately. Budget and actual comparison schedules are also presented as Required Supplementary Information for the General Fund and each major special revenue fund with an annually adopted budget. The County's nonmajor funds, and budget and actual comparisons schedules for any nonmajor funds with annually appropriated budgets, are presented in the *Combining and Individual Fund Statements and Schedules* section of this report.

Proprietary funds

The County uses both types of proprietary funds. *Enterprise funds* are 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 Airports, Water Utilities, and Solid Waste operations. All three of these operations are considered to be major proprietary funds of the County. *Internal Service funds* are used to accumulate and allocate costs internally among the County's other functions. The County uses internal service funds to account for its Fleet Management, Graphic, Risk Management and Information System Services programs. These programs are included within governmental activities in the government-wide financial statements because they predominantly benefit governmental rather than business-type functions. The five internal service funds are combined into a single presentation in the proprietary fund 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. The proprietary fund financial statements can be found in the *Basic Financial Statements*.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Agency funds are the only type of fiduciary fund used by the County. The amounts in 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 *Statement of Fiduciary Net Assets – Agency Funds* in the *Basic Financial Statements* is provided for information on the agency funds. In addition, the individual agency funds are presented in the *Combining and Individual Fund Statements and Schedules* section of this report.

Notes to the financial statements

The notes provide additional information that is essential for a more complete understanding of the data provided in the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information containing budget to actual comparisons for the general fund and major special revenue funds. 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.

Government-wide Financial Analysis

Over time, net assets may serve as the most useful indicator of a government's financial position. At September 30, 2006 and 2005, the County's total net assets, or total assets less liabilities, were \$3.561 billion and \$3.213 billion, respectively. A significant portion of the County's net assets, \$2.098 billion or 58.9%, is identified as an investment in capital assets (such as land, buildings, equipment, infrastructure), less related debt outstanding that was used to acquire those assets. Since the County uses capital assets to provide services to its residents, the net assets represented by "invested in capital assets, net of related debt" are not available for future spending. In fact, the payment of maintenance and debt service costs on those capital assets will themselves require governmental resources.

Another portion of the County's net assets is restricted net assets which represent assets that are subject to constraints such as by debt covenants, grantors, laws or regulations. Unrestricted net assets are net assets that are available to meet the County's ongoing obligations to residents, creditors, and enterprise fund customers.

As shown on the following chart, the County reported positive balances at September 30, 2006 and 2005, in all three categories of net assets, for governmental activities, business-type activities, as well as the County as a whole.

Palm Beach County, Florida
Net Assets at Year-End (in thousands)

	Governmental Activities		Business-type Activities		TOTAL PRIMARY GOVERNMENT	
	2006	2005	2006	2005	2006	2005
Assets						
Current and other assets	\$ 1,744,925	\$ 1,596,070	\$ 667,161	\$ 562,278	\$ 2,412,086	\$ 2,158,348
Capital assets	1,872,371	1,749,910	1,410,545	1,284,423	3,282,916	3,034,333
Total assets	<u>3,617,296</u>	<u>3,345,980</u>	<u>2,077,706</u>	<u>1,846,701</u>	<u>5,695,002</u>	<u>5,192,681</u>
Liabilities						
Current	272,943	292,492	113,219	115,519	386,162	408,011
Long-term debt due in more than one year	1,100,598	1,035,949	647,673	535,632	1,748,271	1,571,581
Total liabilities	<u>1,373,541</u>	<u>1,328,441</u>	<u>760,892</u>	<u>651,151</u>	<u>2,134,433</u>	<u>1,979,592</u>
Net Assets						
Invested in capital assets, net of related debt	1,149,700	1,045,215	948,166	861,609	2,097,866	1,906,824
Restricted	653,306	719,047	75,198	73,554	728,504	792,601
Unrestricted	440,749	253,277	293,450	260,387	734,199	513,664
Total net assets	<u>\$ 2,243,755</u>	<u>\$ 2,017,539</u>	<u>\$ 1,316,814</u>	<u>\$ 1,195,550</u>	<u>\$ 3,560,569</u>	<u>\$ 3,213,089</u>

Governmental activities

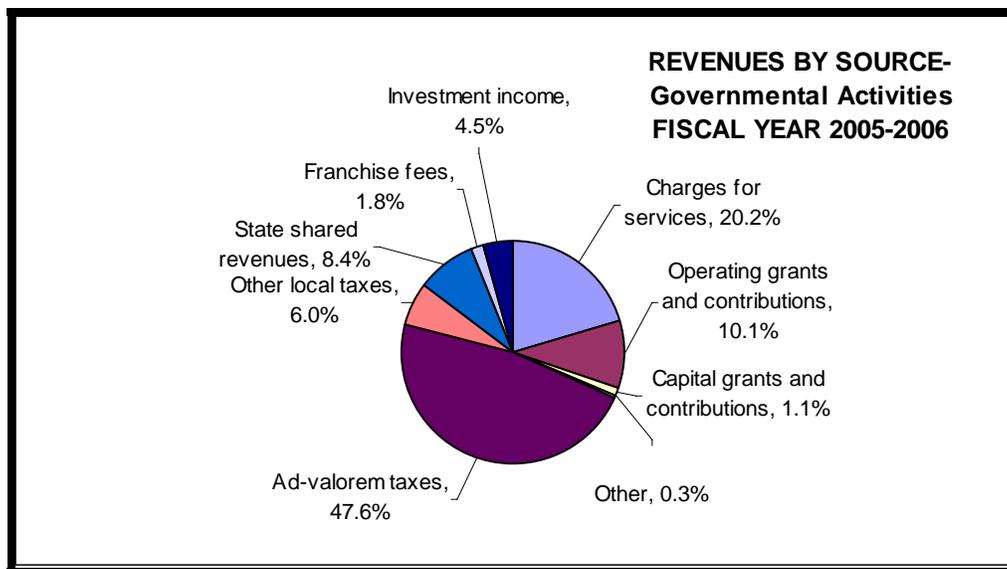
Governmental activities were responsible for a \$226.2 million increase in the County's net assets. The growth in net assets from governmental activities represented 65.1% of the County's total growth in net assets. The increase in net assets is attributed to significant increases in three revenue categories:

- Operating grants and contributions includes over \$28 million in FEMA and State grant revenues resulting from hurricanes in FY 2004, 2005 and 2006. Additional FEMA/State grant revenues were received but represent a pass-through grant to the Solid Waste Authority.
- An increase in property values accompanied by a small reduction in the overall millage rates resulted in additional ad valorem tax revenue for the year. The total FY 2006 budget for ad valorem taxes was 16.75% higher than the budget for FY 2005, the same percentage by which FY 2006 collections exceeded FY 2005 collections.

- Investment income grew significantly. This is due to several factors, including a 14% increase in the total portfolio and an increase in the yield of 51 basis points

Key elements on the increase in net assets during fiscal year 2006 are on the chart on the following page.

The County’s governmental activities had net expenses of \$916.3 million. However, these services are intended to be primarily funded by taxes and other general revenues as opposed to charges for service and grants. Total revenues (both program and general revenues) exceeded total expenses by \$237.3 million.



Business-type activities

The County’s business-type activities had total revenues of \$518.2 million and had total revenues in excess of total expenses of \$142.4 million.

Palm Beach County, Florida
Changes in Net Assets (in thousands)

	Governmental Activities		Business-type Activities		TOTAL PRIMARY GOVERNMENT	
	2006	2005	2006	2005	2006	2005
Revenues						
Program Revenues:						
Charges for services	\$ 340,030	\$ 341,776	\$ 347,556	\$ 323,975	\$ 687,586	\$ 665,751
Operating grants and contributions	169,339	146,144	81,160	52,031	250,499	198,175
Capital grants and contributions	18,861	29,909	86,049	51,255	104,910	81,164
	528,230	517,829	514,765	427,261	1,042,995	945,090
General Revenues:						
Ad valorem taxes	800,033	685,201			800,033	685,201
Other local taxes	101,556	99,787			101,556	99,787
State shared revenues	141,613	135,095			141,613	135,095
Franchise fees	29,708	25,708			29,708	25,708
Investment income	75,370	33,639			75,370	33,639
Other	5,275	4,170	3,464	-	8,739	4,170
Total revenues	1,681,785	1,501,429	518,229	427,261	2,200,014	1,928,690
Expenses						
General government	334,222	287,931			334,222	287,931
Public safety	594,770	547,224			594,770	547,224
Physical environment	22,759	25,538			22,759	25,538
Transportation	146,886	167,116			146,886	167,116
Economic environment	70,954	56,344			70,954	56,344
Human services	92,500	87,689			92,500	87,689
Culture and recreation	135,555	100,374			135,555	100,374
Interest expense	46,868	40,736			46,868	40,736
Department of Airports			65,296	66,018	65,296	66,018
Water Utilities Department			98,664	84,650	98,664	84,650
Solid Waste Authority			211,846	193,877	211,846	193,877
Total expenses	1,444,514	1,312,952	375,806	344,545	1,820,320	1,657,497
Excess	237,271	188,477	142,423	82,716	379,694	271,193
Transfers In (Out)	(11,055)	(200)	11,055	200	-	-
Special items	-	-	(32,214)	-	(32,214)	-
Change in net assets	226,216	188,277	121,264	82,916	347,480	271,193
Beginning net assets	2,017,539	1,829,262	1,195,550	1,112,634	3,213,089	2,941,896
Ending net assets	\$ 2,243,755	\$ 2,017,539	\$ 1,316,814	\$ 1,195,550	\$ 3,560,569	\$ 3,213,089

Financial Analysis of the Government's Funds

As mentioned earlier, the County uses fund accounting to ensure and demonstrate compliance with legal, legislative, contractual, and other finance-related provisions.

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 determining the County's financing resources. Unreserved fund balance, in particular, is a useful measure of a government's net resources available for spending at the end of a fiscal year.

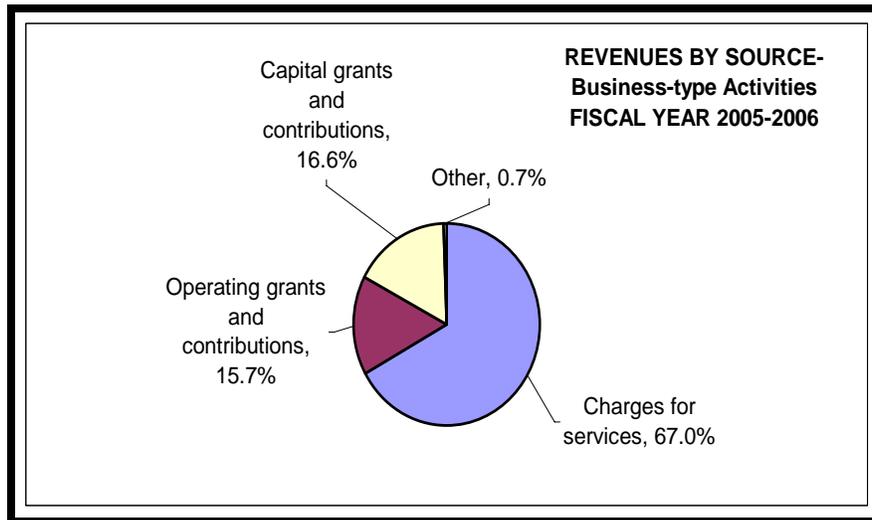
Changes in Fund Balance – Governmental Funds

The growth in fund balance in the Governmental Funds is primarily the net result of activity in the various capital projects funds, Fire-Rescue special revenue fund, and the General Fund.

- General Fund growth in fund balance can be attributed to the net over-collection/under-spending of the various departmental budgets. Key factors leading to the increase include receipt of unbudgeted reimbursements from FEMA and the State of Florida and insurance proceeds following Hurricanes Frances, Jeanne and Wilma and significant over-collections of excess fees from the Clerk & Comptroller.
- Balances in the Road Program Capital Project funds increased, in part, due to gas tax and impact fee collection exceeding budget. Most of the major projects are multi-year projects, funded in the first year, with the unspent balance carrying over into FY 2007. Fund balance not designated for a specific project is carried over and held in reserve for future projects.
- Fund balance in the Fire-Rescue special revenue fund increased, in large part to, increased investment earnings resulting from diversification, targeted cash flow management and an increase in overall portfolio yield. Additionally, fund balance in the Fire-Rescue long-term disability fund increased because contributions to the fund have exceeded current expenses. This was being done to assure the fund was fully funded based on the actuarial report.
- In FY 2006, over \$71 million in ad valorem equivalent funding was provided for capital projects, including street and drainage improvements, park improvements, new computer technology and facility renovations. Additionally, bond/loan proceeds were recognized to fund other capital projects, including Scripps Biotech and library facilities. These projects are multi-year projects, whose budgets are established at inception when the revenue is recognized. The expenditures carry over into the ensuing years.

At September 30, 2006, the County's governmental funds reported combined ending fund balances of \$1.484 billion, an increase of \$146.1 million from the previous year. This increase was the result of a combination of the \$49.7 million increase in the ending fund balance of the Road Program Capital Projects Fund; an increase in the General Fund of \$36.7 million; an increase in the Fire Rescue Special Revenue Fund of \$11.9 million; an increase in the Sheriff

Special Revenue Fund of \$.2 million; an decrease in the General Government Capital Projects Fund of \$36.9 million and an increase in Other Governmental Funds of \$84.5 million.



Proprietary funds. The proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Financial highlights of each of the County’s enterprise funds are as follows:

Department of Airports:

- Operating revenues rose by 5%, increasing from \$61.1 million to \$64.2 million. Components include an increase in concession revenues of \$3.4 million, which includes parking, car rental, and terminal concessions. Increased concessions revenue was due to increased parking rates enacted during fiscal year 2006. Rental revenue increased \$1.2 million due to increased rental rates. Landing fee revenue decreased by approximately \$900,000 due to decreased landing fee rates and decreased landings.
- Operating expenses, excluding depreciation and amortization, increased by 5%, totaling \$39.7 million in fiscal year 2006. Utilities expenses increased by 26% due to increased electric rates assessed by the provider. Utilities, including electric, water, and communications expenses totaled \$3.6 million in fiscal 2006.
- Operating income before depreciation increased by 5.8%, totaling \$24.5 million in fiscal year 2006.

- The change in net assets for fiscal year 2006 totaled \$8.1 million, a substantial decrease from the \$20.8 million increase in fiscal year 2005. The decrease was due to a recorded loss on the sale of property (Hillcrest Property) previously purchased under Federal guidelines for noise impacted areas. The amount of the loss was \$32.2 million.

Water Utilities Department:

- The Department's net assets increased by \$66.1 million, or 8.8%, during the year, including the \$70.6 million acquisition of the Village of Royal Palm Beach's Utility System.
- Long-term debt (net of the current portion) increased by \$120.4 million, or 153.4%, during the year. In FY 2006, \$125.9M Series 2006A Water and Sewer Revenue Bonds and \$12.5M Series 2006B Water and Sewer Revenue Refunding Bonds were issued, and \$12.1M of the Series 1998 Water and Sewer Revenue Bonds were defeased.
- Operating revenues, which totaled \$89.8 million, increased by \$6.2 million, or 7.4%. FY 2006 included five months of revenue from the customers acquired as part of the Village of Royal Palm Beach's Utility System. Without the effect of the Royal Palm acquisition, operating revenue rose \$2.6 million, or 3.1%, based upon continued strong growth in the Department's customer base.
- Operating expenses before depreciation and amortization and equity interest in net loss of joint venture, which totaled \$65.5 million, increased by \$8.8 million, or 15.5%. FY 2006 included five months' cost of operating the Village of Royal Palm Beach's Utility System.
- Rate increases were implemented during the year for miscellaneous operating revenues, connection fees, and guaranteed revenue.
- Nonoperating income increased by \$2.5 million due primarily to an increase in interest income and one-time operating grants received from FEMA for hurricane Wilma, net of related expenses.
- The Department's total income before contributions remained strong at \$5.4 million.

Solid Waste Authority:

- The Authority's assets exceeded its liabilities (net assets) by approximately \$206.2 million and \$159.5 million at the close of fiscal years 2006 and 2005, respectively. Of these amounts, approximately \$76.4 million each year is considered unrestricted and according to the Authority's trust indenture are available for renewal and replacement of the solid waste system and capital improvements.
- The Authority's revenues and capital contributions exceeded expenses by approximately \$46.7 million and \$17.7 million for fiscal years 2006 and 2005, respectively.

- The Authority incurred approximately \$62.5 million in costs associated with the clean-up efforts following Hurricane Wilma in fiscal year 2006 and \$45.7 million in costs associated with the clean-up efforts following Hurricanes Frances and Jeanne during fiscal year 2005. Cash reimbursements from federal and state agencies of approximately \$54.9 million for Hurricane Wilma and \$29.9 million for Hurricanes Frances and Jeanne were received during fiscal year 2006.
- The Authority entered into two line of credit agreements during 2006. One for \$50 million and a second for \$15 million to finance the costs incurred in connection with the removal and disposal of debris and the cost to repair damage to facilities resulting from Hurricane Wilma. During fiscal year 2005, the Authority entered into a \$50 million line of credit to finance similar costs incurred during Hurricanes Frances and Jeanne. The total balance due on all three lines of credit as of the close of fiscal year 2006 was approximately \$7.4 million.
- During fiscal year 2006, the Authority's waste-to-energy facility suffered a fire that resulted in damage to components of the building and equipment. The facility was shut down for approximately one month and returned to operation. The Authority has reported an impairment gain of \$3.4 million net of insurance recoveries of \$6.8 million in the 2006 financial statements.
- The Authority is required by state laws and regulations to make annual contributions to an escrow account to finance closure costs for landfills closed after 1991. State laws specify that the escrow balance be determined using either the "Pay-in" method or the "Balance" method. During 2006, the Authority changed from the Pay-in method to the Balance method, resulting in a significant decrease in the required escrow account balance. The Authority will be required to continue using the Balance method through the remaining life of its active landfill.

Budgetary Highlights

Budget and actual comparison schedules are provided as Required Supplementary Information for the General Fund and all major special revenue funds with annually appropriated budgets. Budget and actual comparison schedules are also provided in the Combining and Individual Fund Statements and Schedules section for all nonmajor funds with annually appropriated budgets. The budget and actual comparison statements and schedules show the original adopted budget, the final revised budget, actual results and a variance between the final budget and actual results. There were no funds with total actual expenditures in excess of the final revised budget.

After the original budget is approved, it may be revised for a variety of reasons such as unforeseen circumstances, corrections or errors, new bond or loan proceeds, new grant awards and other revenues. During fiscal year 2006, supplemental appropriations to the Board of County Commissioners' budget excluding component units, were approximately \$737.4 million, or approximately 19.1% of the original adopted budget.

Differences between the original budget for fiscal year 2006 and the final amended budget for the General Fund can be summarized as follows:

- A budget amendment of \$23.9 million was approved to account for FEMA and State DCA pass-through reimbursements to the Solid Waste Authority for costs incurred as a result of Hurricanes Frances and Jeanne.
- Additional budget amendments throughout the year accounted for the remaining increase in final budget. The most significant of these amendments increased the Sheriff's budget providing for the establishment of contracts between the Sheriff's Office and the municipalities of South Bay, Pahokee, Lake Park, and Belle Glade.

Budget to Actual Expenditures

- General Fund budgeted reserves had a balance at year end of \$127.4 which represents 79% of the total unexpended appropriations in the fund. These unexpended funds will be carried over into FY 2007 and will be reappropriated.
- The change in location for Scripps resulted in \$6.2 million remaining unspent at year end. Funds were originally allocated to pay for maintenance, special assessments and design work.
- The Tax Collector and Property Appraiser returned/underspent approximately \$3.4 million.
- The remaining unspent funds can be attributed to County departments, overall, spending less than budgeted.

Budget to Actual Revenues

General Fund collections exceeded budget for the year:

- Ad valorem tax collections were 97.3% of budget, slightly higher than the historical collection rate of 96%. Florida Statutes require revenues to be budgeted at 95% of reasonably anticipated receipts. Palm Beach County budgets a negative 5% statutory reserve to accomplish this. Allowing for the reserve, ad valorem taxes were actually over-collected by \$7.8 million.
- The General Fund received approximately \$22.2 million in unbudgeted reimbursements from FEMA, the State DCA, and outside insurance carriers for Hurricanes Frances, Jeanne and Wilma.
- Franchise fee collections were higher than budgeted as a result of increases in the FPL fuel adjustment charges. A combination of population growth and improvements in communications technology continue to attribute to greater than budgeted increases in the Communications Services Tax revenue.

Budget to Actual - Other financing sources

Transfers in:

- Actual transfers in includes \$14.3 million of excess fees received from the Sheriff and Clerk & Comptroller. Excess fees received from the Clerk & Comptroller were significantly higher than average and were \$12.3 million more than budgeted.

Transfers out:

- Approximately half of the variance is attributable to the Fire-Rescue dispatch and Supervisor of Elections' special revenue fund transfers. The General Fund transfers only the amount required to meet actual expenses in these two programs. In FY 2006, both programs spent less than budgeted.
- The remaining transfers represent a grant match to various grant funds where expenditures were not made as anticipated. These funds are available to be carried over to provide the match in FY 2007.

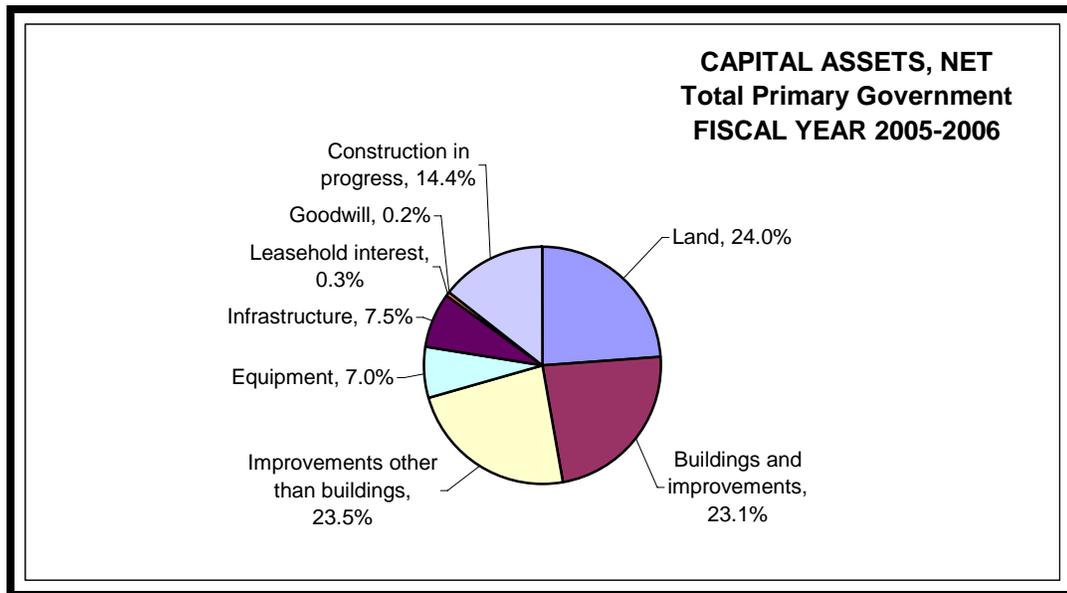
Capital Assets and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activities as of September 30, 2006, amounts to \$3.283 billion (net of accumulated depreciation). This investment in capital assets includes a broad range of capital assets, including land, buildings and improvements, improvements other than buildings, equipment, infrastructure, leasehold interest, goodwill, and construction in progress. The total increase in the County's investment in capital assets for fiscal year 2006 was 8.2% (a 7.0% increase for governmental activities and a 9.8% increase for business-type activities).

Palm Beach County, Florida						
Capital Assets, net of Accumulated Depreciation at Year-End (in thousands)						
	Governmental Activities		Business-type Activities		TOTAL PRIMARY GOVERNMENT	
	2006	2005	2006	2005	2006	2005
<u>Primary Government:</u>						
Land	\$ 635,818	\$ 640,614	\$ 152,268	\$ 182,116	\$ 788,086	\$ 822,730
Buildings & improvements	449,203	399,275	310,577	304,344	759,780	703,619
Improvements other than buildings	88,417	79,023	684,201	622,492	772,618	701,515
Equipment	150,631	139,114	77,657	76,099	228,288	215,213
Infrastructure	244,798	226,236	-	-	244,798	226,236
Leasehold interest	-	-	11,457	-	11,457	-
Goodwill	-	-	5,209	-	5,209	-
Construction in progress	303,504	265,648	169,176	99,372	472,680	365,020
TOTALS	\$ 1,872,371	\$ 1,749,910	\$ 1,410,545	\$ 1,284,423	\$ 3,282,916	\$ 3,034,333

Major capital asset events during fiscal year 2006 included the following:

- The Vista Center, which is home to several departments of County government including Planning, Zoning and Building, officially was placed into service this year. Costs transferred out of Construction in progress related to this project totaled approximately \$40.5 million.
- Renovations to the North County Governmental Center were substantially completed this year and included upgrades to the building, parking areas, courtrooms, and office equipment. Costs transferred out of Construction in progress totaled approximately \$3.2 million.
- Major capital asset additions by the Water Utilities Department included the acquisition of the Village of Royal Palm Beach Utility System for \$70.6 million, the expansion of the water distribution and wastewater collection system for \$12.1 million and the Phase 1 purchase of the Seminole Improvement District Utility System for \$4.3 million.
- The Solid Waste Authority expended approximately \$38.9 million on capital activities, which included approximately \$10.8 million for equipment and \$10.2 million for construction costs associated with construction of a golf course on the site of the closed Lantana landfill.
- The Department of Airports expended \$16.6 million on capital activities. The major completed projects and acquisitions were the Security Checkpoint Expansion for \$2.45 million, Capitalized Hurricane expenditures for \$2.09 million and Aviation Easements/Residential soundproofing for \$1.33 million.



See Note 4, *Capital Assets*, in the *Notes to the Financial Statements* for additional information.

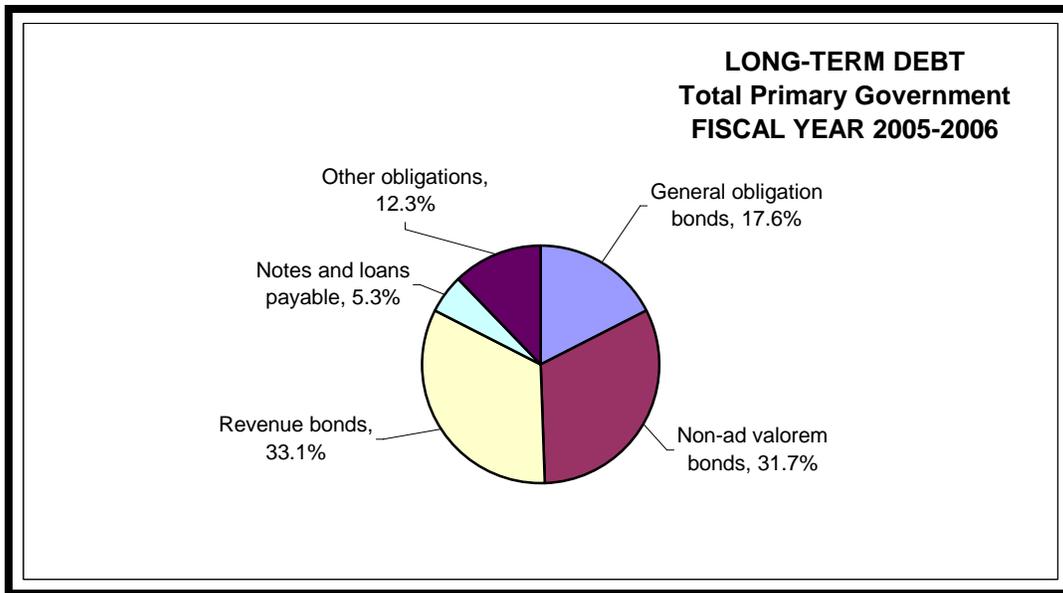
Long-term liabilities. At September 30, 2006, the primary government had 44 issues of bonded debt totaling \$1.585 billion. Of this amount, \$339 million comprises debt backed by the full faith and credit of the government, \$610 million is special obligation debt secured by dedicated revenue sources and \$636 million is secured by specified enterprise revenue sources. See chart below for more information.

Palm Beach County, Florida						
Outstanding Long-Term Liabilities at Year-End (in thousands)						
	Governmental Activities		Business-type Activities		TOTAL PRIMARY GOVERNMENT	
	2006	2005	2006	2005	2006	2005
General obligation bonds	\$ 338,918	\$ 287,272	\$ -	\$ -	\$ 338,918	\$ 287,272
Non-ad valorem revenue bonds	609,957	647,503	-	-	609,957	647,503
Revenue bonds	-	-	635,635	497,381	635,635	497,381
Notes and loans payable	94,871	73,248	7,654	39,057	102,525	112,305
Other obligations	179,337	119,113	56,743	53,624	236,080	172,737
TOTALS	\$ 1,223,083	\$ 1,127,136	\$ 700,032	\$ 590,062	\$ 1,923,115	\$ 1,717,198

Bonded Debt. The County's bond issues are rated by three primary bond rating agencies; Moody's Investors Service, Standard and Poor's and Fitch Ratings. These ratings, which are listed in the following chart, are indicative of the County's strong management team, broad-based economy, continually well-performing tax base, increasingly strong financial position, minimal debt requirements and high quality residential tax base. At September 30, 2006, the County's non-ad valorem revenues were 4.75 times the debt service required in the current or any future fiscal year.

<u>Type of Debt Issue</u>	<u>Moody's</u>	<u>Fitch Ratings</u>	<u>S&P</u>
General obligation bonds	Aaa	AAA	AAA
Non-ad valorem revenue bonds	Aa1	AA+	AA+
Pooled financing loans	Aa1	-	-
Water and Sewer System Enterprise revenue bonds	Aaa	AAA	AAA
Water and Wastewater System Enterprise revenue bonds	Aaa	AAA	AAA
Airport System Enterprise revenue bonds	A2	A	A
Solid Waste Authority	Aa3	-	AA-

Note: Highest rating: AAA/Aaa Investment grade ratings: AAA/Aaa through BBB/Baa, Lowest Rating: C



Refer to Note 16, *Long-Term Debt*, in the *Notes to the Financial Statements* for more information on long-term liabilities.

Economic Factors

Local, national, and international economic factors influence the County's revenues in a variety of ways. Positive economic growth is correlated with increased revenues from property taxes, sales taxes, fuel taxes, charges for services, state revenue sharing as well as state and federal grants. Economic growth may be measured by a variety of indicators such as employment growth, unemployment, new construction and assessed values, diversification of the property tax base, and Enterprise Fund revenue and net asset growth.

- The Florida Department of Labor and Employment Security reported that the number of employed Palm Beach County residents rose from 622,443 in 2005 to 645,211 in 2006, an increase of approximately 3.7%. This compares to a 4.0% increase in 2005. Employment growth led to the County's unemployment rate declining to 3.7% in 2006 compared to 4.1% for 2005.
- The assessed value of taxable property located in the County (after exemptions) grew from \$110.2 billion in 2005 to \$138.7 billion in 2006. This represented an increase of \$28.5 billion or 25.9%.
- Palm Beach County has a diversified property tax base. The ten largest property taxpayers in the County represent 8.23% of the total ad valorem property taxes levied.
- Gross property taxes levied for fiscal year 2006 rose from \$712.0 million in 2005 to \$831.9 million for 2006, an increase of \$119.8 million or 16.8%.

More information on economic factors is provided in the *Statistical Section*.

To Obtain Further Information

This financial report was designed to provide an overview of the County's finances. If you have any questions concerning budgets, long-term financial planning, future debt issuances, or questions related to the management of County operations, please contact the County Administrator at:

County Administrator
301 North Olive Avenue, 11th Floor
West Palm Beach, FL 33401

If you have any questions concerning the Basic Financial Statements or other accounting information in this report, please contact the Financial Reporting Manager at:

Clerk & Comptroller, Palm Beach County
Finance Department
301 North Olive Avenue, 2nd Floor
West Palm Beach, FL 33401



BASIC FINANCIAL STATEMENTS



The Basic Financial Statements subsection includes the government-wide financial statements, which incorporate governmental and business-type activities of Palm Beach County and activities of component units in order to provide an overview of the financial position and results of operation for the reporting entity. This subsection also includes the fund financial statements of the County and the accompanying notes to the financial statements.



PALM BEACH COUNTY, FLORIDA
Statement of Net Assets
September 30, 2006

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents - internal investment pool	\$ 1,550,051,927	\$ 238,407,629	\$ 1,788,459,556
Cash and cash equivalents - separate accounts	102,115,809	263,733,513	365,849,322
Investments - separate accounts	2,282	52,086,537	52,088,819
Interest receivable - separate accounts	255,835	1,974,713	2,230,548
Accounts receivable, net	17,343,419	19,322,573	36,665,992
Internal Balances	(7,567,983)	7,567,983	-
Due from primary government	-	-	-
Due from other governments	50,847,235	11,146,445	61,993,680
Due from component units	32,499	-	32,499
Inventory	12,735,710	7,146,813	19,882,523
Other assets	4,068,113	16,196,129	20,264,242
Loans receivable - noncurrent	6,900,000	18,426,990	25,326,990
Investment in joint venture	-	25,123,104	25,123,104
Deferred issue costs	8,139,940	6,029,053	14,168,993
Capital assets (note 4)			
Non-depreciable capital assets	939,321,765	321,443,643	1,260,765,408
Depreciable capital assets, net	933,048,768	1,089,101,135	2,022,149,903
Total assets	\$ 3,617,295,319	\$ 2,077,706,260	\$ 5,695,001,579
LIABILITIES			
Vouchers payable and accruals	\$ 84,021,056	\$ 35,389,981	\$ 119,411,037
Due to primary government	-	-	-
Due to other governments	18,352,894	5,339,139	23,692,033
Due to component units	378,404	596	379,000
Due to individuals	760,842	5,299,764	6,060,606
Accrued interest payable	14,610,415	13,356,077	27,966,492
Unearned revenue	12,387,565	693,787	13,081,352
Other current liabilities	19,946,106	781,185	20,727,291
Long-term liabilities (note 16)			
Long-term liabilities due within one year	122,484,272	52,358,494	174,842,766
Long-term liabilities due more than one year	1,100,598,280	647,673,447	1,748,271,727
Total liabilities	\$ 1,373,539,834	\$ 760,892,470	\$ 2,134,432,304
NET ASSETS			
Invested in capital assets, net of related debt	\$ 1,149,700,254	\$ 948,165,708	\$ 2,097,865,962
Restricted for:			
Debt service	2,136,654	6,478,871	8,615,525
Capital projects	459,559,224	40,242,795	499,802,019
School district impact fee land acquisition	12,531,267	-	12,531,267
Library taxing district	23,450,431	-	23,450,431
Fire rescue taxing district	88,661,558	-	88,661,558
Tourist development tax programs	22,439,236	-	22,439,236
Grants and other	44,527,810	28,476,762	73,004,572
Unrestricted	440,749,051	293,449,654	734,198,705
Total net assets	\$ 2,243,755,485	\$ 1,316,813,790	\$ 3,560,569,275

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

Component Units

Metropolitan Planning Organization	Housing Finance Authority	Westgate/ Belvedere Homes Community Redevelopment Agency
\$ -	\$ -	\$ -
100	7,674,901	2,825,022
-	226,196	369,572
-	3,021	-
-	-	3,153
-	-	-
378,404	-	596
10,450	-	-
-	-	-
-	74,508	1,382,319
-	66,746	-
-	-	-
-	-	123,359
-	-	338,851
-	-	-
<u>\$ 388,954</u>	<u>\$ 8,045,372</u>	<u>\$ 5,042,872</u>
\$ 50,706	\$ 225,996	\$ 70,276
5,180	27,319	-
-	42,707	-
-	-	-
-	-	-
-	-	3,749
-	-	-
1,090	115,000	398,418
154,640	-	4,978,208
<u>\$ 211,616</u>	<u>\$ 411,022</u>	<u>\$ 5,450,651</u>
\$ -	\$ -	\$ 338,851
-	-	298,665
-	-	2,144,667
-	-	-
-	-	-
-	-	-
-	57,659	1,382,319
177,338	7,576,691	(4,572,281)
<u>\$ 177,338</u>	<u>\$ 7,634,350</u>	<u>\$ (407,779)</u>

PALM BEACH COUNTY, FLORIDA
Statement of Activities
For the fiscal year ended September 30, 2006

	Expenses		Program Revenues		
	Direct	Indirect	Fines, Fees and Charges for Services	Operating Grants, Contributions and Restricted Interest Income	Capital Grants and Contributions
PRIMARY GOVERNMENT					
Governmental Activities					
General Government	\$ 348,318,387	\$ (14,097,320)	\$ 157,791,914	\$ 8,430,839	\$ 4,085,706
Public Safety	588,883,099	5,886,739	90,472,783	52,917,986	332,395
Physical Environment	19,874,441	2,884,233	8,888,175	6,006,877	3,535,841
Transportation	144,943,254	1,942,689	56,056,281	40,424,277	9,760,090
Economic Environment	70,433,726	520,258	2,985,295	26,402,088	126,900
Human Services	92,128,259	372,003	2,884,924	33,287,907	-
Culture and Recreation	133,152,314	2,402,323	20,951,076	1,868,515	1,020,000
Interest Expense	46,868,063	-	-	-	-
Total Governmental Activities	\$ 1,444,601,543	\$ (89,075)	\$ 340,030,448	\$ 169,338,489	\$ 18,860,932
Business Activities					
Department of Airports	65,296,423	-	73,656,481	4,073,328	26,837,761
Water Utilities Department	98,664,387	-	97,504,258	6,678,896	50,717,256
Solid Waste Authority	211,845,828	-	176,395,212	70,408,034	8,494,239
Total Business Activities	\$ 375,806,638	\$ -	\$ 347,555,951	\$ 81,160,258	\$ 86,049,256
Total Primary Government	\$ 1,820,408,181	\$ (89,075)	\$ 687,586,399	\$ 250,498,747	\$ 104,910,188
COMPONENT UNITS					
Metropolitan Planning Organization	\$ 1,225,338	\$ 89,075	\$ 58	\$ 1,264,597	\$ -
Housing Finance Authority	1,853,576	-	712,390	613,315	-
Westgate/Belvedere CRA	926,190	-	-	80,792	-
Total Component Units	\$ 4,005,104	\$ 89,075	\$ 712,448	\$ 1,958,704	\$ -
General Revenues					
Taxes - levied by the County					
Ad-valorem taxes					
Utility service taxes					
Local option gas taxes					
Tourist development taxes					
State shared sales tax-unrestricted					
Franchise gross receipts fee					
State shared revenues-unrestricted					
Investment income (loss)					
Other general revenues					
Gain on sale of capital assets					
Transfers - net					
Special Item					
Loss on disposal of Airport Land					
Total general revenues, special items and transfers					
Change in net assets					
Beginning net assets (deficit)					
Ending net assets (deficit)					

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

Net (Expense) Revenue and Changes in Net Assets

Primary Government			Component Units		
Governmental Activities	Business-Type Activities	Total	Metropolitan Planning Organization	Housing Finance Authority	Westgate/ Belvedere Homes Community Redevelopment Agency
\$ (163,912,608)	\$ -	\$ (163,912,608)	\$ -	\$ -	\$ -
(451,046,674)	-	(451,046,674)	-	-	-
(4,327,781)	-	(4,327,781)	-	-	-
(40,645,295)	-	(40,645,295)	-	-	-
(41,439,701)	-	(41,439,701)	-	-	-
(56,327,431)	-	(56,327,431)	-	-	-
(111,715,046)	-	(111,715,046)	-	-	-
(46,868,063)	-	(46,868,063)	-	-	-
\$ (916,282,599)	\$ -	\$ (916,282,599)	\$ -	\$ -	\$ -
-	39,271,147	39,271,147	-	-	-
-	56,236,023	56,236,023	-	-	-
-	43,451,657	43,451,657	-	-	-
\$ -	\$ 138,958,827	\$ 138,958,827	\$ -	\$ -	\$ -
\$ (916,282,599)	\$ 138,958,827	\$ (777,323,772)	\$ -	\$ -	\$ -
-	-	-	(49,758)	-	-
-	-	-	-	(527,871)	-
-	-	-	-	-	(845,398)
\$ -	\$ -	\$ -	\$ (49,758)	\$ (527,871)	\$ (845,398)
\$ 800,033,319	\$ -	\$ 800,033,319	\$ -	\$ -	\$ 1,431,787
28,882,670	-	28,882,670	-	-	-
49,144,912	-	49,144,912	-	-	-
23,528,567	-	23,528,567	-	-	-
80,019,101	-	80,019,101	-	-	-
29,707,735	-	29,707,735	-	-	-
61,593,434	-	61,593,434	-	-	-
75,370,005	-	75,370,005	(1,406)	-	-
5,274,520	48,047	5,322,567	-	-	-
-	3,416,202	3,416,202	-	-	-
(11,055,000)	11,055,000	-	-	-	-
-	-	-	-	-	-
-	(32,214,001)	(32,214,001)	-	-	-
1,142,499,263	(17,694,752)	1,124,804,511	(1,406)	-	1,431,787
226,216,664	121,264,075	347,480,739	(51,164)	(527,871)	586,389
2,017,538,821	1,195,549,715	3,213,088,536	228,502	8,162,221	(994,168)
\$ 2,243,755,485	\$ 1,316,813,790	\$ 3,560,569,275	\$ 177,338	\$ 7,634,350	\$ (407,779)



DESCRIPTIONS OF MAJOR FUNDS

GOVERNMENTAL ACTIVITIES

General Fund - To account for all financial resources of the general government except those required to be accounted for in other funds.

Fire Rescue Special Revenue Fund - To account for ad-valorem taxes and other revenues designated for fire rescue services.

Sheriff Special Revenue Fund - To account for the financial resources necessary to carry out the powers, duties and obligations of the elected office of Sheriff as detailed in Florida Statutes Chapter 30.15.

General Government Capital Projects - To account for costs of capital improvements not included in any other category.

Road Program Capital Projects - To account for costs related to the design, acquisition of rights-of-way and construction of improvements to the County's major thoroughfare road system, primarily represented by the County's Five Year Road Program.

BUSINESS-TYPE ACTIVITIES

Airports - To account for activities related to the operation of the four County-owned airports - Palm Beach International Airport in West Palm Beach and three general aviation airports located in Lantana, Pahokee and Palm Beach Gardens.

Water Utilities - To account for activities related to the operation of the County-owned water and sewage system which provides water and sewer services to portions of the unincorporated area of the County as well as to certain municipalities.

Solid Waste Authority - To account for activities related to the operation of the solid waste disposal facilities for Palm Beach County.

PALM BEACH COUNTY, FLORIDA
Balance Sheet
Governmental Funds
September 30, 2006

	MAJOR FUNDS			
	General	Fire Rescue Special Revenue Fund	Sheriff Special Revenue Fund	General Government Capital Projects
ASSETS				
Cash and cash equivalents	\$ 180,936,059	\$ 64,230,239	\$ 40,974,740	\$ 289,260,208
Investments	-	-	2,282	-
Accounts receivable, net	8,560,123	654,563	202,922	128,550
Due from other county funds	53,318,289	2,366,781	555	7,568
Due from other governments	8,060,888	431,666	150,123	362,085
Due from component unit	16,686	8,849	-	-
Inventory	2,705,674	2,068,601	1,159,552	-
Other assets	3,330	75	112,692	-
Loans receivable, noncurrent	-	-	-	2,050,000
Total assets	\$ 253,601,049	\$ 69,760,774	\$ 42,602,866	\$ 291,808,411
LIABILITIES				
Vouchers payable and accrued liabilities	\$ 11,103,749	\$ 8,543,485	\$ 17,898,365	\$ 10,915,538
Due to other county funds	9,251,020	2,510,961	4,988,796	425,461
Due to other governments	1,934,386	25,005	1,931,832	37,500
Due to component unit	374,192	-	-	-
Due to individuals	-	-	2,500	-
Insurance claims payable	-	-	11,336,734	-
Deferred revenue	8,131,045	-	-	-
Other liabilities	1,298,509	69	4,341,802	10,500,000
Matured principal and interest payable	-	-	-	-
Total liabilities	32,092,901	11,079,520	40,500,029	\$ 21,878,499
FUND BALANCE				
Fund balances:				
Reserved for debt service	-	-	-	-
Reserved for inventory	2,705,674	2,068,601	-	-
Reserved for long-term disability	-	10,148,369	-	-
Reserved for noncurrent loans receivable	-	-	-	2,050,000
Unreserved, reported in:				
General Fund	218,802,474	-	-	-
Special Revenue Funds	-	46,464,284	2,102,837	-
Capital Projects Funds	-	-	-	267,879,912
Total fund balance	221,508,148	58,681,254	2,102,837	269,929,912
Total liabilities and fund balance	\$ 253,601,049	\$ 69,760,774	\$ 42,602,866	\$ 291,808,411

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

Road Program Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ 390,157,912	\$ 595,892,660	\$ 1,561,451,818
-	-	2,282
3,734	7,632,244	17,182,136
-	12,391,645	68,084,838
4,653,446	32,953,163	46,611,371
-	1,784	27,319
-	6,032,886	11,966,713
-	175,286	291,383
-	4,850,000	6,900,000
<u>\$ 394,815,092</u>	<u>\$ 659,929,668</u>	<u>\$ 1,712,517,860</u>
\$ 5,664,896	\$ 26,279,365	\$ 80,405,398
2,226,657	58,587,749	77,990,644
337,150	13,916,757	18,182,630
-	-	374,192
-	758,342	760,842
-	-	11,336,734
-	11,800,673	19,931,718
-	616,370	16,756,750
-	2,912,725	2,912,725
<u>\$ 8,228,703</u>	<u>114,871,981</u>	<u>228,651,633</u>
-	15,510,241	15,510,241
-	6,032,886	10,807,161
-	-	10,148,369
-	-	2,050,000
-	-	218,802,474
-	196,082,506	244,649,627
386,586,389	327,432,054	981,898,355
<u>386,586,389</u>	<u>545,057,687</u>	<u>1,483,866,227</u>
<u>\$ 394,815,092</u>	<u>\$ 659,929,668</u>	<u>\$ 1,712,517,860</u>

PALM BEACH COUNTY, FLORIDA

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets - Governmental Activities
September 30, 2006

Fund balance for total of governmental funds (page 9) \$ 1,483,866,227

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

Report internal service funds as governmental activities

Internal service funds are used by management to charge the costs of certain activities, such as insurance, computer services, and vehicles to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.

Net assets per fund statements	\$ 81,920,982	
Less amount due to business-type activities for 'look-back' allocation	(4,991,819)	
Less amount due to component units for 'look-back' allocation	<u>(4,212)</u>	
		76,924,951

Report as an asset the cost of general capital assets and accumulated depreciation

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental fund statements.

Non-depreciable capital assets	939,321,765	
Depreciable capital assets, net of accumulated depreciation	<u>896,755,050</u>	
		1,836,076,815

Report as a liability general long-term debt obligations

Liabilities that are not due and payable in the current period do not encumber current financial resources and therefore are not reported in the governmental fund statements.

General obligation bonds payable	336,020,000	
Non-ad valorem bonds payable	595,044,893	
Notes and loans payable	94,695,000	
Capital leases	43,027	
Arbitrage accrued	617,942	
Claims and judgements	23,108,835	
Fire rescue long term disability plan	7,861,269	
Compensated absences	85,857,800	
Unamortized premium	29,145,636	
Deferred (loss) on refundings	<u>(13,951,073)</u>	
		(1,158,443,329)

Report adjustments to convert from modified accrual to full accrual

Interest Receivable- Separate Accounts

Interest receivable on special assessments is not due and available in the current period and therefore is not reported in the governmental fund statements. 255,835

Due From Other Governments

Palm Beach County and the Palm Beach County School District engage in an interlocal agreement that allows them to exchange land and maintain a receivable and payable for the difference in value. When a general capital asset is exchanged for another capital asset and there is no receipt of current financial resources for the difference in value, the receivable or payable is not reported in the governmental fund statements. 702,450

Deferred Issue Costs

Issue cost for new debt is reported as a deferred charge and amortized over the life of the debt as an expense. However, issue cost are recorded as expenditures in the governmental fund statements. 8,139,940

Accrued Interest Payable

Accrued Interest Payable that is not due and payable in the current period is not reported in the governmental fund statements (14,311,557)

Deferred Revenue

Revenue is recognized when earned. However, revenue is deferred until the current financial resources are available in the governmental fund statements. 10,544,153

Net assets of governmental activities (page 2) \$ 2,243,755,485



PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the fiscal year ended September 30, 2006

	MAJOR FUNDS			
	General	Fire Rescue Special Revenue Fund	Sheriff Special Revenue Fund	General Government Capital Projects
Revenues:				
Taxes (net of discount)	\$ 640,096,892	\$ 165,380,060	\$ -	\$ 142
Special assessments	-	332,395	-	2,768,153
Licenses and permits	4,149,163	2,648	-	-
Intergovernmental	70,185,983	3,294,470	-	907,112
Charges for services	51,253,748	25,043,880	1,471,874	1,551,027
Less - excess fees paid out	-	-	-	-
Fines and forfeitures	2,153,998	-	360,727	993,276
Investment income	14,257,661	4,330,682	117,375	12,330,054
Miscellaneous	8,252,732	208,372	38,561	2,805,829
Total revenues	790,350,177	198,592,507	1,988,537	21,355,593
Expenditures:				
Current:				
General government	111,663,716	-	15,036,764	25,849,685
Public safety	56,754,555	170,753,682	305,419,693	7,622,733
Physical environment	12,907,110	-	-	893,919
Transportation	5,013,304	-	-	205,558
Economic environment	21,374,091	587,774	-	292,843
Human services	49,674,327	-	-	234,163
Culture and recreation	55,833,286	-	-	-
Capital outlay	2,082,054	4,294,981	14,123,382	73,934,254
Debt service	-	250,000	23,879	91,452
Total expenditures	315,302,443	175,886,437	334,603,718	109,124,607
Excess of revenues over (under) expenditures	475,047,734	22,706,070	(332,615,181)	(87,769,014)
Other financing sources (uses):				
Transfers in	41,012,589	6,538,403	336,257,257	53,901,132
Transfers out	(479,725,787)	(17,575,924)	(3,503,823)	(3,020,274)
Issuance of long-term debt	-	-	44,655	-
Premium (discount) long-term debt	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to escrow agent for refunding	-	-	-	-
Total other financing sources (uses)	(438,713,198)	(11,037,521)	332,798,089	50,880,858
Net change in fund balances	36,334,536	11,668,549	182,908	(36,888,156)
Fund balances, October 1, 2005	184,845,873	46,817,042	1,919,929	306,818,068
Increase in reserves, inventory	327,739	195,663	-	-
Fund balances, September 30, 2006	\$ 221,508,148	\$ 58,681,254	\$ 2,102,837	\$ 269,929,912

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

Road Program Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ 36,164,041	\$ 118,170,716	\$ 959,811,851
47,884,530	42,335,656	93,320,734
-	22,973,082	27,124,893
15,702,487	183,912,308	274,002,360
3,114,554	171,762,605	254,197,688
-	(40,873,561)	(40,873,561)
-	4,147,170	7,655,171
15,226,012	25,324,811	71,586,595
4,774,431	19,044,944	35,124,869
<u>122,866,055</u>	<u>546,797,731</u>	<u>1,681,950,600</u>
5,185,766	133,102,690	290,838,621
-	33,584,526	574,135,189
-	7,542,319	21,343,348
11,051,830	105,506,612	121,777,304
-	48,488,916	70,743,624
-	41,704,010	91,612,500
-	67,556,745	123,390,031
38,899,689	95,049,336	228,383,696
-	110,407,239	110,772,570
<u>55,137,285</u>	<u>642,942,393</u>	<u>1,632,996,883</u>
<u>67,728,770</u>	<u>(96,144,662)</u>	<u>48,953,717</u>
864,808	210,571,609	649,145,798
(18,907,735)	(131,467,255)	(654,200,798)
-	105,460,000	105,504,655
-	(48,226)	(48,226)
-	115,825,000	115,825,000
-	(121,560,729)	(121,560,729)
<u>(18,042,927)</u>	<u>178,780,399</u>	<u>94,665,700</u>
49,685,843	82,635,737	143,619,417
336,900,546	460,513,548	1,337,815,006
-	1,908,402	2,431,804
<u>\$ 386,586,389</u>	<u>\$ 545,057,687</u>	<u>\$ 1,483,866,227</u>

PALM BEACH COUNTY, FLORIDA
 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
 of Governmental Funds to the Statement of Activities - Governmental Activities
 For the fiscal year ended September 30, 2006

Net change in fund balances for total governmental funds (page 13) \$ 143,619,417

Amounts reported for governmental activities in the statements of activities are different because:

Report internal service funds as governmental activities

Internal service funds are used by management to charge the cost of certain activities, such as vehicles, computer systems, printing, and insurance to individual funds. The net revenue (loss) of the internal service funds is reported with governmental activities.

Net income (loss) per fund statements	\$	1,447,262	
Less current year allocation to business-type activities		(311,909)	
Less current year allocation to component units		2,903	
			1,138,256

Report as an asset the cost of general capital assets and accumulated depreciation

Acquisition of capital assets

Governmental funds report capital outlays as expenditures, but capital purchases increase assets in the statement of net assets and do not result in an expense.

\$ 227,284,321

Acquisition of capital assets from contributions do not generate current financial resources and therefore are not reported in the governmental fund statements as revenue.

1,510,807

Depreciation expense

The cost of capital assets is allocated over their useful life as depreciation expense. However, depreciation does not require the use of current financial resources and therefore is not reported in the governmental fund statements.

(88,276,935)

Retirement of capital assets

In the statement of activities, only the gain on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the net book value of the assets retired.

(19,784,686)

120,733,507

Report as a liability long-term debt obligations

Debt issuance

Debt provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets and does not result in a revenue.

Current year face value of debt issued \$ (221,233,203)

Governmental funds report the premium and discount on debt issues as revenue, but in the statement of activities these amounts are amortized to interest expense.

Current year (premium) discount on debt issued (48,226)
 Current year amortization of premium / discount 1,721,872

Governmental funds report the effect of gains and losses on refundings when the debt is first issued, but in the statement of activities these amounts are deferred and amortized.

Current year refunding (gain) loss deferred 254,269
 Current year amortization of deferred refunding gain / loss (801,252)

PALM BEACH COUNTY, FLORIDA
 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
 of Governmental Funds to the Statement of Activities - Governmental Activities
 For the fiscal year ended September 30, 2006

Debt retirement

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and does not result in an expense.

181,958,629

The change in accrued liabilities reported as long-term obligations do not require the use of current financial resources and therefore are not reported in the governmental fund statements.

(Increase) Decrease in arbitrage 'long term' accrued liability

Net decrease in total arbitrage liability	\$	(236,343)
Arbitrage fund liabilities paid during the year		983,535

747,192

(Increase) Decrease in claims and judgements liability

2,647,995

(Increase) Decrease in fire rescue disability plan liability

4,355,238

(Increase) Decrease in compensated absences liability

(6,116,522)

(36,514,008)

Report adjustments for converting from modified accrual to full accrual

Net increase in deferred issue costs:

Current year debt issue costs deferred	\$	1,802,329
Current year amortization of deferred issue costs		(506,962)

\$ 1,295,367

Increase (Decrease) in inventory

2,431,804

Increase (Decrease) in accrued interest receivable

98,625

(Increase) Decrease in accrued interest payable

(684,406)

(Increase) Decrease in deferred revenue

(5,901,898)

(2,760,508)

Change in net assets of governmental activities (page 5)

\$ 226,216,664

PALM BEACH COUNTY, FLORIDA
Statement of Net Assets
Proprietary Funds
September 30, 2006

	Business-type Activities -	
	Airports	Water Utilities
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 45,294,887	\$ 97,458,849
Investments	-	-
Cash and cash equivalents - restricted	-	19,952,830
Interest receivable - restricted	-	-
Investments - restricted	-	-
Interest receivable	-	550,500
Accounts receivable, net	2,024,225	9,298,369
Due from other county funds	27,468	26,842
Due from other governments	2,545,179	5,711,202
Due from component unit	-	-
Inventory	976,622	5,802,992
Current portion of other receivable	95,792	780,479
Other assets	979,595	763,502
Total current assets	51,943,768	140,345,565
Noncurrent assets:		
Restricted assets:		
Cash and cash equivalents	123,216,354	40,498,306
Investments	-	-
Accounts receivable, net	13,213	-
Total noncurrent restricted assets	123,229,567	40,498,306
Capital assets:		
Land	92,217,590	15,501,402
Buildings	227,571,691	92,249,665
Improvements other than buildings	167,371,156	870,795,776
Furniture, fixtures and equipment	30,380,414	55,391,476
Leasehold interest	-	12,010,002
Goodwill	-	5,286,966
Accumulated depreciation	(253,648,780)	(317,885,598)
Construction in progress	20,374,544	90,419,232
Total capital assets	284,266,615	823,768,921
Investment in joint venture	-	25,123,104
Loans receivable, noncurrent	920,937	16,016,570
Deferred issuance costs	2,268,405	1,776,223
Due from other governments	-	1,353,681
Other assets	11,956,295	-
Total noncurrent assets	422,641,819	908,536,805
Total assets	\$ 474,585,587	\$ 1,048,882,370

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

Enterprise Funds		Governmental Activities Internal Service Funds
Solid Waste Authority	Totals	
\$ 78,343,538	\$ 221,097,274	\$ 90,715,918
4,951,563	4,951,563	-
89,482,004	109,434,834	-
1,261,152	1,261,152	-
6,996,615	6,996,615	-
163,061	713,561	-
7,986,766	19,309,360	161,283
3,461,388	3,515,698	8,098,162
1,536,383	9,792,764	533,414
-	-	5,180
367,199	7,146,813	768,997
173,652	1,049,923	-
1,438,431	3,181,528	3,776,730
196,161,752	388,451,085	104,059,684
7,894,374	171,609,034	-
40,138,359	40,138,359	-
-	13,213	-
48,032,733	211,760,606	-
44,548,923	152,267,915	-
212,838,744	532,660,100	439,352
60,868,850	1,099,035,782	810,040
132,255,555	218,027,445	92,645,079
-	12,010,002	-
-	5,286,966	-
(206,384,782)	(777,919,160)	(57,600,753)
58,381,952	169,175,728	-
302,509,242	1,410,544,778	36,293,718
-	25,123,104	-
1,489,483	18,426,990	-
1,984,425	6,029,053	-
-	1,353,681	-
8,383	11,964,678	-
354,024,266	1,685,202,890	36,293,718
\$ 550,186,018	\$ 2,073,653,975	\$ 140,353,402

PALM BEACH COUNTY, FLORIDA
Statement of Net Assets
Proprietary Funds
September 30, 2006

	Business-type Activities -	
	Airports	Water Utilities
LIABILITIES		
Current liabilities payable from current assets:		
Vouchers payable and accrued liabilities	\$ 3,214,748	\$ 13,075,487
Due to other county funds	123,023	455,561
Due to other governments	2,030,199	574,001
Deferred revenue	693,787	-
Current portion of long-term debt	-	-
Compensated absences	76,273	170,000
Insurance claims payable	-	-
Other liabilities	-	283,888
Total current liabilities payable from current assets	6,138,030	14,558,937
Current liabilities payable from restricted assets:		
Customers' deposits	297,183	4,471,231
Accounts and contracts payable	5,343,160	391,543
Due to other governments	-	250,637
Accrued landfill closure and postclosure care costs	-	-
Due to component unit	-	596
Current portion of long-term debt	6,515,000	10,835,000
Interest payable on bonds	3,786,645	4,003,823
Total current liabilities payable from restricted assets	15,941,988	19,952,830
Total current liabilities	22,080,018	34,511,767
Noncurrent liabilities:		
Note payable	250,000	-
Due to other governments	-	2,484,302
Compensated absences	1,037,320	2,296,373
Revenue bonds payable, net of discount	161,094,816	194,101,535
Other long-term liabilities	-	-
Total noncurrent liabilities	162,382,136	198,882,210
Total liabilities	184,462,154	233,393,977
NET ASSETS		
Invested in capital assets, net of related debt	183,413,340	656,842,021
Restricted for:		
Debt service	5,678,634	-
Capital projects	36,977,901	3,264,894
Grants and other	6,407,908	1,000,000
Unrestricted (deficit)	57,645,650	154,381,478
Total net assets	\$ 290,123,433	\$ 815,488,393

Some amounts reported for business-type activities in the statement of net assets (page 2) are different because certain internal service fund assets and liabilities are included with business-type activities.

Net assets of business-type activities

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

<u>Enterprise Funds</u>		Governmental
Solid Waste		Activities
Authority	Totals	Internal
		Service Funds
\$ 5,798,204	\$ 22,088,439	\$ 3,616,792
360,950	939,534	768,520
-	2,604,200	170,264
-	693,787	-
890,488	890,488	176,054
304,398	550,671	-
448,000	448,000	21,306,435
1,248,043	1,531,931	3,189,355
<u>9,050,083</u>	<u>29,747,050</u>	<u>29,227,420</u>
531,350	5,299,764	-
7,566,839	13,301,542	-
-	250,637	-
3,218,589	3,218,589	-
-	596	-
29,150,000	46,500,000	-
5,565,609	13,356,077	-
<u>46,032,387</u>	<u>81,927,205</u>	<u>-</u>
<u>55,082,470</u>	<u>111,674,255</u>	<u>29,227,420</u>
6,513,810	6,763,810	-
-	2,484,302	-
3,096,990	6,430,683	-
233,938,058	589,134,409	-
45,344,545	45,344,545	29,205,000
<u>288,893,403</u>	<u>650,157,749</u>	<u>29,205,000</u>
<u>343,975,873</u>	<u>761,832,004</u>	<u>58,432,420</u>
107,910,347	948,165,708	36,116,531
800,237	6,478,871	-
-	40,242,795	-
21,068,854	28,476,762	-
76,430,707	288,457,835	45,804,451
<u>\$ 206,210,145</u>	<u>1,311,821,971</u>	<u>\$ 81,920,982</u>
	4,991,819	
	<u>\$ 1,316,813,790</u>	

PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the fiscal year ended September 30, 2006

	<u>Business-type Activities -</u>	
	Airports	Water Utilities
Operating revenues:		
Charges for services	\$ 61,963,311	\$ 85,594,187
Miscellaneous	2,261,746	4,196,198
Total operating revenues	64,225,057	89,790,385
Operating expenses:		
Aviation services	39,729,764	-
Water and sewer services	-	65,524,474
Transportation services	-	-
Solid waste services	-	-
Printing services	-	-
Self-insurance services	-	-
Data processing services	-	-
Equity interest in net loss of joint venture	-	911,273
Depreciation and amortization	19,399,196	29,167,087
Total operating expenses	59,128,960	95,602,834
Operating income (loss)	5,096,097	(5,812,449)
Nonoperating revenues (expenses):		
Operating grants	196,172	-
Investment income	3,877,156	5,420,999
Capacity reservation fees	-	7,713,873
Passenger facility charges	9,431,417	-
Deferred issue costs	(175,364)	(181,663)
Interest expense	(5,436,637)	(2,898,483)
Impairment gain, net of insurance proceeds	-	-
Hurricane debris collection and disposal	-	(3,038,759)
Reimbursement for hurricane expenses	1,772,198	4,296,656
Other revenues (expenses)	(570,970)	(85,109)
Total nonoperating revenues (expenses)	9,093,972	11,227,514
Income before contributions, special item and transfers	14,190,069	5,415,065
Capital contributions	25,065,563	50,717,256
Special item - Loss on sale of land	(32,214,001)	-
Transfers in	1,055,000	10,000,000
Transfers out	-	-
Change in net assets	8,096,631	66,132,321
Net assets October 1, 2005	282,026,802	749,356,072
Net assets September 30, 2006	\$ 290,123,433	\$ 815,488,393

Some amounts reported for business-type activities in the statement of activities (page 5) are different because the net revenue (expense) of certain internal service funds is reported with business-type activities.

Change in net assets of business-type activities

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

<u>Enterprise Funds</u>		Governmental
<u>Solid Waste</u>		<u>Activities</u>
<u>Authority</u>	<u>Totals</u>	<u>Internal</u>
		<u>Service Funds</u>
\$ 175,537,243	\$ 323,094,741	\$ 133,226,854
-	6,457,944	-
<u>175,537,243</u>	<u>329,552,685</u>	<u>133,226,854</u>
-	39,729,764	-
-	65,524,474	-
-	-	19,371,233
113,575,924	113,575,924	-
-	-	1,199,813
-	-	77,541,403
-	-	28,342,758
-	911,273	-
20,915,308	69,481,591	12,026,565
<u>134,491,232</u>	<u>289,223,026</u>	<u>138,481,772</u>
<u>41,046,011</u>	<u>40,329,659</u>	<u>(5,254,918)</u>
56,461,162	56,657,334	-
11,780,130	21,078,285	3,686,214
-	7,713,873	-
-	9,431,417	-
-	(357,027)	-
(15,037,536)	(23,372,656)	(9,317)
3,416,202	3,416,202	-
(62,461,705)	(65,500,464)	-
2,166,742	8,235,596	-
857,969	201,890	4,852,752
<u>(2,817,036)</u>	<u>17,504,450</u>	<u>8,529,649</u>
38,228,975	57,834,109	3,274,731
8,494,239	84,277,058	4,172,531
-	(32,214,001)	-
-	11,055,000	-
-	-	(6,000,000)
46,723,214	120,952,166	1,447,262
<u>159,486,931</u>		<u>80,473,720</u>
<u>\$ 206,210,145</u>		<u>\$ 81,920,982</u>
	311,909	
	<u>\$ 121,264,075</u>	

PALM BEACH COUNTY, FLORIDA
Statement of Cash Flows
Proprietary Funds
For the fiscal year ended September 30, 2006

	<u>Business-type Activities -</u>	
	Airports	Water Utilities
Cash flows from operating activities:		
Cash received from customers	\$ 62,734,338	\$ 85,702,648
Cash received from other funds for goods and services	-	-
Cash payments to vendors for goods and services	(13,764,494)	(33,033,877)
Cash payments to employees for services	(9,967,793)	(20,777,497)
Cash payments to other funds	(16,318,784)	(11,856,891)
Claims paid	-	-
Other receipts (disbursements)	2,043	3,743,978
Net cash provided by operating activities	22,685,310	23,778,361
Cash flows from noncapital financing activities:		
Operating grants	196,172	6,312,433
Payments related to operating grants received	-	(3,038,759)
Transfers in	1,027,532	-
Transfers out	-	-
Net cash provided by (used in) noncapital financing activities	1,223,704	3,273,674
Cash flows from capital and related financing activities:		
Proceeds from sale of capital assets	3,262,340	3,628,022
Bond issuance costs paid	(2,401,537)	(1,481,688)
Contributed capital	9,778,259	24,396,367
Purchase and construction of capital assets	(23,502,441)	(72,379,427)
Proceeds from long-term borrowings	250,000	-
Payments to joint venture	-	(5,139,704)
Principal payments on debt	(38,610,000)	(26,565,000)
Interest payments on debt	(4,810,186)	(3,495,118)
Paying agent fees	-	(66,120)
Passenger facility charges received	9,431,417	-
Repayment on note payable	(100,000)	-
Acquisition of utility system	-	(70,652,493)
Proceeds from issuance of revenue bonds	86,383,914	143,897,443
Payment to escrow agent for advance refunding of revenue bonds	-	(279,586)
Transfer in	-	10,000,000
Principal received on notes receivable	-	-
Insurance recoveries from impairment gain	-	-
Net cash provided by (used in) capital and related financing activities	39,681,766	1,862,696
Cash flows from investing activities:		
Interest on investments	4,086,489	6,295,343
Purchase of investments	-	-
Receipt of repayments on other receivables	90,513	-
Proceeds from sale of investments	14,017,330	-
Net cash provided by (used in) investing activities	18,194,332	6,295,343
Net increase (decrease) in cash and cash equivalents	81,785,112	35,210,074
Cash and cash equivalents, October 1, 2005	86,726,129	122,699,911
Cash and cash equivalents, September 30, 2006	\$ 168,511,241	\$ 157,909,985

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

<u>Enterprise Funds</u>		Governmental
Solid Waste		Activities
Authority	Totals	Internal
		Service Funds
\$ 172,561,491	\$ 320,998,477	\$ 3,367,888
32,651,423	32,651,423	129,498,735
(148,815,308)	(195,613,679)	(38,006,428)
(24,672,464)	(55,417,754)	(23,671,490)
(6,152,700)	(34,328,375)	(4,239,041)
-	-	(57,624,862)
229,671	3,975,692	3,939,969
<u>25,802,113</u>	<u>72,265,784</u>	<u>13,264,771</u>
54,924,779	61,433,384	-
-	(3,038,759)	-
-	1,027,532	-
-	-	(6,000,000)
<u>54,924,779</u>	<u>59,422,157</u>	<u>(6,000,000)</u>
1,373,157	8,263,519	1,259,602
-	(3,883,225)	-
7,400,631	41,575,257	-
(38,934,203)	(134,816,071)	(9,981,607)
59,725,133	59,975,133	-
-	(5,139,704)	-
(119,052,681)	(184,227,681)	(345,409)
(11,775,651)	(20,080,955)	(11,537)
-	(66,120)	-
-	9,431,417	-
-	(100,000)	-
-	(70,652,493)	-
-	230,281,357	-
-	(279,586)	-
-	10,000,000	-
72,470	72,470	-
6,837,749	6,837,749	-
<u>(94,353,395)</u>	<u>(52,808,933)</u>	<u>(9,078,951)</u>
11,302,001	21,683,833	3,684,883
(29,000,000)	(29,000,000)	-
-	90,513	-
10,000,000	24,017,330	-
<u>(7,697,999)</u>	<u>16,791,676</u>	<u>3,684,883</u>
(21,324,502)	95,670,684	1,870,703
197,044,418	406,470,458	88,845,215
<u>\$ 175,719,916</u>	<u>\$ 502,141,142</u>	<u>\$ 90,715,918</u>

PALM BEACH COUNTY, FLORIDA
Statement of Cash Flows
Proprietary Funds
For the fiscal year ended September 30, 2006

	<u>Business-type Activities -</u>	
	Airports	Water Utilities
Reconciliation of operating income to net cash provided by operating activities:		
Operating income (loss)	\$ 5,096,097	\$ (5,812,449)
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:		
Depreciation and amortization	19,399,196	29,167,087
Equity interest in net loss of joint venture	-	911,273
Provision for doubtful accounts	(6,284)	(579,300)
(Gain) on disposal of equipment	-	-
Reimbursement for hurricane expenses	-	-
Hurricane debris collection and disposal	-	-
Miscellaneous revenue (expense)	2,043	-
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	(985,427)	101,043
(Increase) decrease in due from other county funds	-	(10,077)
(Increase) decrease in due from other governments	-	-
(Increase) decrease in inventory	36,139	(831,600)
(Increase) in other assets	(554,006)	-
(Increase) in due from component unit	-	-
Increase in vouchers payable and accrued liabilities	131,439	458,542
Increase (decrease) in due to other county funds	111,974	43,353
Increase (decrease) in due to other governments	-	436,514
Increase (decrease) in other current liabilities	(40,569)	-
(Decrease) in deferred revenue	(554,432)	-
Increase in customer deposits	49,140	(106,025)
Increase in insurance claims payable	-	-
(Decrease) in other long-term liabilities	-	-
Net cash provided by operating activities	\$ 22,685,310	\$ 23,778,361
Supplemental disclosure of noncash capital and related financing activities:		
Amortization of intangible assets	\$ 310,232	\$ -
Amortization of deferred issuance costs	\$ 424,152	\$ 181,663
Amortization of premium on bonds	\$ 1,447,937	\$ 856,039
Amortization of discount on bonds	\$ -	\$ 6,454
Amortization of deferred advance refunding loss	\$ 481,477	\$ 596,085
Disposal of fully depreciated capital assets	\$ 1,935,933	\$ 6,601,945
Increase in fair value of investments	\$ -	\$ -
Contribution of capital assets	\$ 28,205,643	\$ 16,845,791

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

<u>Enterprise Funds</u>		Governmental
Solid Waste	Totals	Activities
Authority		Internal
		Service Funds
\$ 41,046,011	\$ 40,329,659	\$ (5,254,918)
20,915,308	69,481,591	12,026,565
-	911,273	-
209,554	(376,030)	-
(641,161)	(641,161)	-
2,166,742	2,166,742	-
(62,461,705)	(62,461,705)	-
857,969	860,012	3,871,634
(26,471,957)	(27,356,341)	11,674
27,991,665	27,981,588	(88,625)
26,536,606	26,536,606	(213,397)
41,957	(753,504)	(17,742)
(349,213)	(903,219)	(3,708,899)
-	-	(963)
433,997	1,023,978	909,231
(1,172,918)	(1,017,591)	(47,452)
-	436,514	(114,211)
(110,717)	(151,286)	711,767
-	(554,432)	-
129,100	72,215	-
-	-	5,180,107
(3,319,125)	(3,319,125)	-
<u>\$ 25,802,113</u>	<u>\$ 72,265,784</u>	<u>\$ 13,264,771</u>
<u>\$ -</u>	<u>\$ 310,232</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ 605,815</u>	<u>\$ -</u>
<u>\$ 1,239,249</u>	<u>\$ 3,543,225</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ 6,454</u>	<u>\$ -</u>
<u>\$ 3,772,233</u>	<u>\$ 4,849,795</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ 8,537,878</u>	<u>\$ 4,203,310</u>
<u>\$ 23,803</u>	<u>\$ 23,803</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ 45,051,434</u>	<u>\$ 4,172,531</u>

PALM BEACH COUNTY, FLORIDA
Statement of Fiduciary Net Assets - Agency Funds
September 30, 2006

	Total Agency Funds
ASSETS	
Cash and cash equivalents	\$ 59,680,643
Accounts receivable, net	686,036
Due from other governments	482,510
Other assets	132
Total assets	\$ 60,849,321
LIABILITIES	
Vouchers payable and accrued liabilities	\$ 3,501,769
Due to other governments	30,211,860
Due to individuals	26,798,895
Other liabilities	336,797
Total liabilities	\$ 60,849,321

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

**PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006**

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Palm Beach County, Florida reporting entity (the County) have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County's more significant accounting policies are described below.

A. Financial Reporting Entity

Palm Beach County is a political subdivision of the State of Florida pursuant to Article VIII, Section (1), Constitution of the State of Florida. It is governed by a seven member elected Board of County Commissioners (the Board) which is regulated by State Statutes and a local County Charter, operating under a County Manager form of government with separation of legislative and executive functions. In addition to the members of the Board, there are five elected Constitutional Officers: the Tax Collector, Property Appraiser, Clerk & Comptroller, Sheriff, and the Supervisor of Elections. The Board and the Constitutional Officers comprise the Palm Beach County primary government.

As required by GAAP, these financial statements cover the Palm Beach County reporting entity which includes the Palm Beach County primary government as well as its component units. Component units are legally separate entities for which the primary government is financially accountable. In accordance with GASB Statement No. 14, *The Financial Reporting Entity*, Component units are either classified as blended component units or discretely presented component units, depending on the nature of the entity's relationship with the primary government. GASB Statement No. 14 provides the following criteria for determining whether or not an entity is a component unit of the reporting entity:

The definition of the reporting entity is based primarily on the concept 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 the separate organization's governing body *and* either is able to impose its will on that organization or there is the potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects, activities of, or the level of services performed or provided by the organization. A financial benefit or burden relationship exists if the primary government is entitled to the organization's resources; is legally obligated or has otherwise assumed the obligations to finance the deficits of, or provide financial support to, the organization; or is obligated in some manner for the debt of the organization.

Some organizations are included as component units because of their fiscal dependency on the primary government. An organization is fiscally dependent on the primary government if it is unable to adopt its budget, levy taxes or set rates or charges, or issue bonded debt without approval by the primary government.

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In addition, any entity, for which the primary government is not financially accountable but for which exclusion would cause the primary government's financial statements to be misleading, should be included as a component unit.

Based on the criteria specified above, the Palm Beach County reporting entity includes both blended component units and discretely presented component units.

Blended Component Units

The following organizations have been presented as blended component units because the organization's governing body is substantially the same as the governing body of the County, or the organization provides services almost entirely to the primary government.

Palm Beach County Public Building Corporation – This corporation was created by Palm Beach County Ordinance 81-11 pursuant to Article VIII, Section 1 (f) of the Constitution of the State of Florida and Sections 125.01 (w) and 125.66, Florida Statutes. The corporation was incorporated on April 2, 1981 to provide financial assistance for and on behalf of the County by paying the costs of acquiring, constructing and equipping an Administrative Complex located at 301 North Olive Avenue in the City of West Palm Beach, Florida (the Project). The corporation also participates in certain activities incidental to such purpose, including the leasing of the Project to the County. This corporation currently has no fiscal activity.

Transportation Authority (Palm Tran, Inc.) – This corporation was created by Palm Beach County Resolution 95-1636D pursuant to Chapter 617, Florida Statutes. Its purpose is to operate for the advancement of charity by advancing public transportation and lessening the burden on Palm Beach County to provide a transportation system. The Board of Palm Tran, Inc. consists of the seven members of the Board of County Commissioners of Palm Beach County. The bylaws provide that the corporation shall have a president to act as the corporation's chief executive officer who shall be the County Administrator, a secretary/treasurer who shall be the Clerk to the Board of County Commissioners or a deputy clerk designated for such purposes, and an executive director who shall be responsible for the day to day management and operations of the corporation. Palm Tran, Inc. is reported as a special revenue fund.

Solid Waste Authority of Palm Beach County (SWA) – The SWA is a dependent special district created under the Palm Beach County Solid Waste Act (the Act), Chapter 75-473, Laws of Florida. Chapter 91-334, Laws of Florida, became effective October 1, 1991 and amended Chapter 75-473 by providing that the seven members of the Palm Beach County Board of County Commissioners shall serve as the governing board of the Authority. The Board of the SWA is responsible for adopting an annual, non-appropriated, operating budget as a financial plan for the year. The Act gives the SWA the power to construct and operate solid waste disposal facilities and to require that all solid waste collected

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by private and/or public agencies within the County for disposal in the County be delivered to processing and disposal facilities designated by the SWA. The SWA is reported as an enterprise fund.

Discretely Presented Component Units

The Component Unit columns in the basic financial statements include the financial data of the County's discretely presented Component Units. They are reported in separate columns to emphasize that they are legally separate from the County. The following organizations are included in the reporting entity because the primary government (1) appointed a voting majority of the organization's board, (2) is able to impose its will on the organization, and (3) the organization provides services to the citizenry of Palm Beach County.

Housing Finance Authority of Palm Beach County, Florida (HFA) – This public authority was created by Palm Beach County Ordinance 79-3 pursuant to Chapter 159, Florida Statutes, as amended and supplemented. It was created to alleviate the shortage of housing available at affordable rates in Palm Beach County and the shortage of capital for investments in such housing. The Authority has the power to issue single family and multi-family revenue bonds to finance the purchase of housing by families of low and moderate income through investing in mortgage loans to eligible families. The HFA is presented as a proprietary fund type.

Westgate/Belvedere Homes Community Redevelopment Agency (CRA) – This agency was created by Palm Beach County Resolution 89-649 pursuant to Section 163.355, Florida Statutes. It was created in order to develop and revitalize the blighted area known as Westgate/Belvedere Homes with intent to benefit Palm Beach County as a whole by returning improved property to the County's tax base. The CRA has the power to issue redevelopment revenue bonds from time to time to finance its undertaking of community redevelopment to the designated area. The CRA is presented as a governmental fund type.

Metropolitan Planning Organization (MPO) – This organization was created by Palm Beach County Resolution 79-1684 pursuant to Section 334.215, Florida Statutes, as amended by Section 339.175, Florida Statutes. The members of the MPO are appointed by the Governor and consist of five members of the Board of County Commissioners, eleven members from local municipalities, and one member from the governing board of the Port of Palm Beach. The purpose of the MPO is to administer and execute the interlocal agreement providing for short-term and long-term planning for all modes of travel in order to benefit the citizens of Palm Beach County. The MPO is reported as a governmental fund type.

Complete financial statements for each of the individual component units may be obtained at the respective entity's administrative offices.

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Palm Beach County Public Building Corporation 301 North Olive Avenue West Palm Beach, FL 33401	Metropolitan Planning Organization 160 Australian Avenue, Suite 201 West Palm Beach, FL 33406
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Solid Waste Authority of Palm Beach County 7501 North Jog Road West Palm Beach, FL 33412	Housing Finance Authority of Palm Beach County 810 Datura Street West Palm Beach, FL 33401
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Westgate/Belvedere Homes Community Redevelopment Agency
3323 Belvedere Road, Number 501
West Palm Beach, FL 33406

Related Organizations

The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments.

The following organizations are related organizations which have not been included in the reporting entity:

Palm Beach County Educational Facilities Authority – This organization was created by Palm Beach County Resolution 79-1493 pursuant to Chapter 243.18, Florida Statutes. Members of the authority are appointed by the Board of County Commissioners of Palm Beach County, but the County does not provide funding, has no obligation for the debt issued by the authority and cannot impose its will.

Palm Beach County Health Facilities Authority – This organization was created pursuant to Part III – Chapter 154, Florida Statutes, and by Ordinance 77-379 and 77-398 adopted by the Board of County Commissioners. Members of the authority are appointed by the Board of County Commissioners of Palm Beach County, but the County does not provide the funding, has no obligation for the debt issued by the authority and cannot impose its will.

Palm Beach County Workforce Development Board, Inc. – This Board was created pursuant to Palm Beach County Resolution 96-805D, as amended by Resolutions 96-1539D and 97-510Dm as a result of the enactment by the Florida Legislature of the Workforce Florida Act of 1996. Members of the board are appointed by the Board of County Commissioners of Palm Beach County, but the County does not provide the funding, has no obligation for the debt issued by the board and cannot impose its will.

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Joint Ventures

East Central Regional Wastewater Facility

In September 1992, Palm Beach County entered into a thirty-year joint interlocal agreement (the Agreement) with four municipalities for the East Central Regional Wastewater Facility (the Facility). The Facility was created to receive, treat and dispose of sewage generated within each municipality and the County. Under GAAP, the County is required to account for this joint venture using the equity method. Accordingly, the County recorded its initial investment at cost and is required to record its proportionate share of the Facility's income or loss. Palm Beach County's interest in the joint venture is recorded in the County's Water Utilities Enterprise Fund.

The Agreement provides for the establishment of a board comprised of one representative from each participating entity, with the City of West Palm Beach being designated to administer and operate the Facility. The Facility's board has the authority to accept and disburse funds, approve an annual budget, transact business, enter into contracts and decide all other matters related to the Facility.

The proportionate share for each entity is determined by the reserve capacity of the Facility allocated to each participant. At September 30, 2006, Palm Beach County had a 22.73% interest.

The participants and each entity's interest at September 30, 2006 are as follows:

PARTICIPANT	RESERVE CAPACITY PERCENTAGES
City of West Palm Beach	30.90%
Palm Beach County	22.73%
City of Lake Worth	22.73%
City of Riviera Beach	14.55%
Town of Palm Beach	<u>9.09%</u>
TOTAL	<u>100.00%</u>

Separate financial statements for the Facility may be obtained at the following address:

East Central Regional Wastewater Facility
City of West Palm Beach
P.O. Box 3506
West Palm Beach, FL 33402

Tri-County Commuter Rail Authority

In October 1994, Palm Beach County entered into a five-year joint interlocal agreement (the Agreement) with Miami-Dade County, Broward County, the Florida Department of Transportation and the Tri-County Commuter Rail Authority (the Authority) which calls

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for each of the respective counties to fund one-third of the net operating deficit of the Authority after considering all Federal subsidy, State subsidy and farebox revenue. The Authority was created as an agency of the State of Florida pursuant to Chapter 343, Florida Statutes in 1988 to provide commuter rail services in Broward, Dade and Palm Beach counties. Tri-Rail serves both residents and tourists with a scheduled passenger rail commuter system and currently operates on seventy-one miles of rail corridor along the east coast of Florida.

The governing Board of Directors consists of nine members; one representative from each county's Board of County Commissioners (3), one citizen from each county (3), one representative from the Florida Department of Transportation (1), one member appointed by the Governor of Florida (1), and one member at large who is appointed by the other eight members (1). Tri-Rail's annual operating budget is adopted and approved by the Authority's Board of Directors.

Separate financial statements for the Authority may be obtained at the following address:

Tri-County Commuter Rail Authority
305 South Andrews Avenue, Suite 200
Fort Lauderdale, FL 33301

Sunshine State Governmental Financing Commission

The Sunshine State Governmental Financing Commission (the Commission) was created in November 1985, initially by the City of Tallahassee, Florida and the City of Orlando, Florida. As of September 30, 2006, thirteen cities and three counties, including Palm Beach County, are members of the Commission. Two cities participate as non-members. Each member government appoints a representative to the Commission. These representatives elect a five-member board of directors to administer the loan program.

As a joint venture among the member governmental units, the Commission enables a limited number of qualifying governments to participate in pooled debt financing with pricing and cost structures not normally available to governmental entities acting individually. Loan obligations from the Commission are reflected as debt by the participating governmental units.

Palm Beach County has no obligation and minimal event risk associated with the Commission other than the repayment of its loan from the Commission.

Financial statements may be obtained from the Commission.

B. Basic Financial Statements

The County's Basic Financial Statements contain three components; government-wide financial statements, fund financial statements and notes to the financial statements.

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Government-wide financial statements - The government-wide financial statements provide an overview of the County's financial position using the accrual basis of accounting, which is similar to the accounting used by private-sector businesses. The Statement of Net Assets presents information on all of the assets and liabilities of the County as a whole. The difference between assets and liabilities is reported as net assets. Changes in net assets may serve as an indicator of whether the financial position of the County is improving or deteriorating. The Statement of Activities presents information showing how the County's net assets changed during the fiscal year. All changes in net assets are reported as soon as the underlying economic transactions occur, regardless of when cash is received or paid. Therefore, some of the revenues or expenses reported in the Statement of Activities will have cash flows in future fiscal periods. For example, uncollected taxes are shown as revenues although cash receipts will occur in the future. Unused vacation leave results in an expense although related cash outflows will occur in the future.

The government-wide financial statements show a distinction between activities that are supported primarily by taxes and intergovernmental revenues (governmental activities) and activities that are intended to recover all or most of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, physical environment, transportation, economic environment, human services and culture and recreation. The business-type activities of the County include the Water Utilities Department, the Department of Airports and the Solid Waste Authority.

The government-wide financial statements include not only the County itself (the primary government), but also its' discretely presented component units, the legally separate entities for which the County is financially accountable.

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 legal, legislative, contractual, and other finance-related provisions. All of the funds of the County may be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds – Most of the County's basic services are reported in governmental funds, which focus on how money or other spendable financial resources flow into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general governmental operations and the basic services it provides. The measurement focus is based upon determination of changes in financial position. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. There is a reconciliation of the governmental activities presented in the Statement of Net Assets and the Statement of

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Activities to the governmental funds presented in the fund financial statements. The following is a description of the County's major governmental funds:

The **General Fund** is the primary operating fund of the County. It is used to account for all financial resources of the general government except those required to be accounted for in other funds. The General Fund specifically accounts for the County-wide and Municipal Services Taxing Unit portions of the General Fund.

Special Revenue Funds:

The **Fire Rescue Fund** is used to account for ad valorem taxes and other revenues designated for fire rescue services.

The **Sheriff's Fund** is used to account for the expenditures necessary to carry out the powers, duties and obligations of the elected office of Sheriff as detailed in Chapter 30.15, Florida Statutes.

Capital Projects Funds:

The **General Government Capital Fund** is used to account for improvements not included in any other category.

The **Road Program Capital Fund** is used to account for costs related to the design and acquisition of rights of way and the construction of improvements to the County's major thoroughfare road system, primarily represented by the County's Five Year Road Program.

All other nonmajor governmental funds are aggregated into a single column for presentation purposes.

Proprietary Funds – The County maintains two different types of proprietary funds. Enterprise funds are 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 Utilities Department, its Department of Airports and the Solid Waste Authority. All three of these operations are considered to be major proprietary funds of the County. Internal Service Funds are used to accumulate and allocate costs internally among the County's other functions. The County uses internal service funds to account for Fleet Management, Graphics, Risk Management and Information Systems Service programs. These programs are included in the governmental activities column of the government-wide financial statements because they predominantly benefit governmental rather than business-type functions. The five internal service funds are aggregated into a single column for presentation in the proprietary fund financial statements. The County's three major proprietary funds are described below:

The **Water Utilities Department Fund** is used to account for the operations of the water and wastewater system in the unincorporated areas of the County. Water and wastewater fees are determined annually by rate studies and are set at levels to recover the expenses

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of operations, including debt service, in a manner similar to private business enterprises. Activities necessary to provide water and wastewater service are accounted for in this fund, including customer service, engineering, operations and maintenance.

The **Department of Airports Fund** is used to account for the operations of the four County-owned airports – Palm Beach International Airport in West Palm Beach and three general aviation airports located in Palm Beach Gardens, Lantana and Pahokee.

The **Solid Waste Authority Fund** is used to account for the operations of the Solid Waste Authority on a countywide basis. Refuse generated in the unincorporated areas of the County is collected by franchised and non-franchised collectors serving residential and commercial customers and by private companies servicing their own customers. Refuse dumping fees are reviewed annually and are set at levels sufficient to recover operating and debt service expenses.

Agency Funds are custodial in nature (assets equal liabilities) and do not measure results of operations. Agency funds are used to account for resources held by the government as an agent for individuals, private organizations or other governments. These funds are not included in the government-wide financial statements because the resources in these funds are not available to support the County's own programs.

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment for transactions is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources (current assets less current liabilities) or economic resources (all assets and liabilities). The basis of accounting indicates the timing of transactions or events for recognition in the financial reports. For example, under the accrual basis of accounting, transactions are recognized when the transactions take place, whereas in the cash basis of accounting, transactions are recognized when cash is received or paid.

The government-wide and proprietary fund financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. The governmental fund financial statements are presented using the current financial resources measurement focus and the modified accrual basis of accounting. The Agency fund financial statements are presented using the accrual basis of accounting.

With the economic resources measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. With the accrual method of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Government-wide financial statements and proprietary fund financial statements show increases (revenues) and decreases (expenses) in net assets. Governmental fund financial statements are presented using the current financial resources and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds show increases (i.e. revenues and other financing

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resources) and decreases (i.e. expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, that is, when they become both measurable and available to pay liabilities of the current period. For this purpose, the County considers revenue to be available if they are collected within 60 days of year-end. Revenues not considered available are recorded as deferred revenues. Expenditures generally are recorded when a liability is incurred; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

In applying the susceptible to accrual concept to intergovernmental revenues, there are essentially two types of revenues. In one, monies must be expended for the specific purpose or project before any intergovernmental revenues will be received by the County; therefore, revenues are recognized based upon the expenditures incurred. In the other, intergovernmental revenues are virtually unrestricted and are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

D. Cash and Investments

Additional information is provided in Note 2, Cash and Investments.

Deposits

All deposits are held in qualified public depositories pursuant to the Florida Statutes, Chapter 280, "Florida Security for Public Deposits Act" and are covered by either federal depository insurance or collateral held by the Chief Financial Officer of Florida.

In the event of a default by a qualified public depository, all claims for government deposits would be satisfied by the Chief Financial Officer of Florida from the proceeds of federal deposit insurance, pledged collateral of the public depository in default and, if necessary, a pro rata assessment to the other qualified public depositories in the collateral pool.

Cash Equivalents

Highly liquid investments with maturities of three months or less when purchased are reported as cash equivalents. The funds' investments in the County's internal investment pool are reported in the fund financial statements as cash equivalents. For the entity-wide Statement of Net Assets, the primary government's investment in the internal investment pool is reported separately from investments held outside the pool.

Investments

State statues and local ordinances authorize County investments in obligations of the U.S. Government, its agencies and instrumentalities, repurchase agreements, interest-bearing time deposits, savings accounts, the Local Government Surplus Funds Trust Fund (State

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Board of Administration), the Florida Local Government Investment Trust (FLGIT), collateralized mortgage obligations (CMO), certain corporate securities, bankers acceptances, and money market mutual funds.

State statutes authorize Solid Waste Authority (SWA) investments in the Local Government Surplus Funds Trust Fund (State Board of Administration), interest-bearing time deposits, savings accounts, negotiable direct obligations of or obligations unconditionally guaranteed by the U.S. Government, obligations of the Federal Farm Credit Banks, the Federal Home Loan Mortgage Corporation, the Federal Home Loan Bank or its districts, interest rate swap agreements, and obligations guaranteed by the Government National Mortgage Association and obligations of the Federal National Mortgage Association and mutual funds limited to U.S. Government securities.

All investments are reported at fair value except for the following which are reported at amortized cost as permitted by GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*:

Local Government Surplus Funds Trust Fund (State Board of Administration),
Guaranteed Investment Contracts (nonparticipating),
Money Market Mutual Funds.

The following external investment pools are not SEC-registered:

The Local Government Surplus Funds Trust Fund (State Board of Administration of Florida) is an external investment pool operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Regulatory oversight of the State Board of Administration is provided by three elected officials who are accountable to the electorate: the Governor of the State of Florida, as Chairman; the Chief Financial Officer of Florida, as Treasurer; and the State Comptroller, as Secretary. External oversight of the State Board of Administration is provided by the Investment Advisory Council which reviews the investments made by the staff of the Board of Administration and makes recommendations to the Board regarding investment policy, strategy, and procedures. Audit oversight is provided by the Florida Auditor General's Office. The share price of this investment represents the fund's amortized cost as permitted for a 2a7-like pool.

The Florida Local Government Investment Trust (FLGIT) is a local government investment pool developed jointly by the Florida Association of Court Clerks and the Florida Association of Counties. The FLGIT has no regulatory oversight, but has been recognized by an Internal Revenue Service private letter ruling as a tax-exempt organization, received a Standard and Poor's rating and is governed by a six member Board of Trustees. The share price of this investment represents the fair value of the fund's underlying investments.

E. Accounts and Loans Receivables

Accounts receivable are recorded net of allowances for bad debts. These allowances relate to the enterprise funds and are not significant. Billings to water utility customers

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are based on metered consumption which is determined at various dates each month. Estimated unbilled consumption at year-end is recognized as revenue in the Water Utilities Fund. Loans receivable primarily consist of low income housing loans to individuals and developers which are fully reserved.

F. Inventories

Inventories consisting primarily of materials and supplies are stated at cost based upon the first-in, first-out method. Purchases of inventories for governmental funds are reported as expenditures in the period purchased, except for the Sheriff, which is accounted for using the consumption method. Inventories for governmental fund types, which use the purchases method, are reported on the governmental funds balance sheet as an asset of the fund with a corresponding reserve against fund balance. Inventories of proprietary type funds are reported as an expense when consumed in the operations of the fund.

G. Capital Assets

Property, plant, and equipment and infrastructure assets (such as roads, sidewalks, bridges, and drainage systems) are reported in the applicable governmental or business-type activities columns of the government-wide financial statements. Infrastructure expenditures for the current fiscal year have been capitalized as Construction in progress as the related projects have not yet been completed. Capital assets are defined as those assets with an initial, individual cost of over \$1,000. Capital contributions are recorded at their estimated fair value at the time received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Depreciation is calculated using the straight-line method over estimated useful lives as follows:

<u>Asset Classification</u>	<u>Estimated Useful Life (In Years)</u>
Buildings, Utility Plants and Systems	10-50
Furniture, Fixtures and Equipment	2-15
Improvements Other Than Buildings	5-20
Infrastructure	20-50

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 during the construction period.

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H. Compensated Absences

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

Under the accrual basis of accounting used in the government-wide financial statements and the separate proprietary fund financial statements, the entire compensated absences liability (long-term and short-term) is recorded directly. A liability for these amounts is reported in governmental funds only if they have matured, for example, as of a result of employee resignation and retirements.

I. Landfill Closure and Postclosure Care Costs

In accordance with governmental accounting standards, the County, as a municipal solid waste land owner, records a current expense and the related long-term liability for certain future landfill closure and Postclosure care costs for landfills still accepting solid waste. The portion of these future costs currently recognized is based on the amount of landfill capacity consumed as of each balance sheet date. The County also records the current estimated liability for remediation and monitoring costs for landfills that closed on or before October 9, 1991. More information on these expenses and related long-term liabilities is disclosed in the *Landfill Closure and Postclosure Care Costs* Note 11.

J. Deferred Issuance Costs, Bond Discounts, Premiums and Deferred Amounts on Refunding

At the government-wide level and in the proprietary funds, expenses incurred in connection with the issuance of long-term debt, as well as bond discounts, premiums and deferred amounts on refunding, are deferred and amortized over the term of the related financing using a method that approximates the effective interest method. For governmental funds, these costs are considered to be period costs.

K. Self-Insurance

The County maintains a Risk Management (Workers' Compensation) self-insurance program, a Casualty self-insurance program, and an Employee health self-insurance program which are accounted for as internal service funds. Through December 21, 2002, the County maintained one fully insured health insurance program accounted for in the General Fund. However, effective January 1, 2003, the County elected to essentially self-insure itself for health benefits to County employees and employees of component units of the County electing to participate in the plan. The plan covers approximately 4,900 participants.

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The three (3) self-insurance programs are designed to be self-sustaining through actuarially determined premiums established annually to cover expected claims, administration and a margin for unexpected losses or expenses.

L. Financial Reporting for Government-wide and Proprietary Funds

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Government Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The government has elected not to follow subsequent private-sector guidance.

M. Pension Disclosure

The County applies GASB Statement No. 27, *Accounting for Pensions by State and Local Government Employers*, for the measurement, recognition, and display of pension expenditures or expenses as discussed in a subsequent note.

N. Elimination of Internal Activity

In the government-wide Statement of Activities, interfund activity, such as transfers in and out as well as transfers within the Internal Service Funds and within the Governmental Activities category is eliminated. Interfund activity between governmental and business-type activities is not eliminated. Interfund services provided and used between functions are not eliminated because removing interfund services would distort the functional expenses presented in the Statement of Activities. In the Fund Financial Statements, only interfund activity within Enterprise Funds and Internal Service Funds is eliminated.

O. Program Revenues

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

P. Budgets

BOARD OF COUNTY COMMISSIONERS

Pursuant to Chapter 129, Florida Statutes, General Budget Policies, the following procedures are followed by the Board of County Commissioners in establishing, adopting and maintaining the operating budget.

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1. On or before July 15, the County Administrator, through the Office of Financial Management and Budget (OFMB) submits to the Board of County Commissioners a tentative budget for the fiscal year commencing the following October 1. This is a detailed plan outlining all programs and estimated departmental revenues and expenditures for the upcoming year.
2. Taxpayers are informed of the proposed budget and tentative millage rates through advertising and public hearings which are held to elicit taxpayer comments.
3. The budget is legally adopted through Board of County Commission action for the fiscal year beginning October 1.
4. The Board at any time within a fiscal year may amend a budget for that year as follows:
 - a. Appropriations for expenditures in any fund may be decreased and other appropriations in the same fund correspondingly increased by action recorded in the minutes, provided that the total of the appropriations of the fund are not changed. The Board of County Commissioners, however, may establish procedures by which the designated budget officer may authorize certain intradepartmental budget amendments, provided that the total appropriation of the department shall not be changed.
 - b. Appropriations from reserves may be made to increase appropriations by resolution of the Board, but no expenditures shall be directly charged to any reserve.
 - c. A receipt from a source not anticipated in the budget and received for a particular purpose including, but not limited to, grants, donations, gifts or reimbursements for damages may, by resolution of the Board recorded in its minutes, be appropriated and expended for that purpose, in addition to the appropriations and expenditures provided for in the budget. Such receipts and appropriations shall be added to the budget in the proper fund. During fiscal year 2006, supplemental appropriations amounted to a net increase of \$737,387,849, or approximately 19.1% of the original budget.
5. It is unlawful for the Board to expend or contract for the expenditures in any fiscal year more than the amount budgeted in each individual fund's budget, and in no case shall the total appropriations of any budget be exceeded. In addition, to comply with the above statutory requirements, the Board of County Commissioners has elected to adopt management controls and approved guidelines, which provide for the budget to be controlled at a detail level greater than the statutory level of control. This control (effective legal level) is maintained at the department or fund level. A separate detailed report providing this information is available for inspection at OFMB. Annual budgets are legally adopted for all governmental and proprietary fund types. Budgetary comparisons presented herein are on a basis consistent with GAAP.

PALM BEACH COUNTY, FLORIDA
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CLERK OF CIRCUIT COURT

Chapter 218.35, Florida Statutes, governs the preparation, adoption and administration of the Clerk & Comptroller's (the Clerk) annual budget. The Clerk, as county fee officer, establishes an annual budget for her office, which clearly reflects the revenues available to the office and the functions for which the money is to be expended.

The Clerk, functioning in her capacity as Clerk of the Circuit and County Courts and as Clerk of the Board of County Commissioners, prepares her budget in two parts:

1. The budget for funds necessary to perform court-related functions as provided for in Florida Statute 28.36, which details the methodologies used to apportion costs between court-related and non-court-related functions performed by the clerk.
2. The budget relating to the requirements of the Clerk as Clerk of the Board of County Commissioners, County Auditor, and Custodian or Treasurer of all county funds and other county related duties.

SHERIFF

Chapter 30.49, Florida Statutes, governs the preparation, adoption and administration of the Sheriff's annual budget. By May 1 each year, the Sheriff shall certify to the Board a proposed budget of expenditures for performing the duties of his office for the ensuing fiscal year. The Sheriff's budget is legally adopted by Board of County Commission action for the fiscal year beginning October 1.

TAX COLLECTOR AND PROPERTY APPRAISER

Chapter 195.087, Florida Statutes, governs the preparation, adoption and administration of the budgets of the Tax Collector and Property Appraiser. On or before a legally designated date each year, the Tax Collector and the Property Appraiser shall submit to the Florida Department of Revenue a budget for the ensuing fiscal year. A copy of such budget shall be furnished at the same time to the Board of County Commissioners. Final approval of the budgets is given by the Florida Department of Revenue.

SUPERVISOR OF ELECTIONS

Chapter 129, (sections .02 and .202), Florida Statutes, governs the preparation, adoption and administration of the budget of the Supervisor of Elections. On or before June 1 of each year, the Supervisor of Elections shall submit to the Board of County Commissioners a tentative budget for the ensuing fiscal year.

However, the Board of County Commissioners of Palm Beach County, by resolution R-95-1195, requires the tentative budget to be submitted by May 1 of each year.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

Q. Encumbrances

The County uses encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded to reserve that portion of the applicable appropriation. Encumbrances represent the estimated amount of expenditures ultimately to result if unperformed contracts and open purchase orders are completed. Since appropriations lapse at year end, it is the County's policy to liquidate open encumbrances and re-appropriate such amounts in the beginning of the next fiscal year.

R. Designations of Unreserved Fund Balances

Unreserved fund balances as of September 30, 2006, have the following significant designations:

<u>Designation</u>	<u>Amount</u>
General Fund:	
Encumbrances	\$ 6,202,769
Contingency	20,000,000
Other Operating Programs	7,000,000
Special Revenue Funds:	
Encumbrances	12,997,548
Capital Projects Funds:	
Encumbrances	297,505,966

Amounts designated for encumbrances represent outstanding purchase orders, contracts, and other commitments at year-end, which were re-appropriated at the beginning of the 2006-2007 fiscal year, in accordance with County policy.

The amount designated for contingencies represents the portion of fund balance that was designated by the Board of County Commissioners for unforeseen expenditures or potential revenue shortfalls in the 2006-2007 fiscal year.

The amounts designated for other operating programs represent a portion of fund balance which has been designated by the Board of County Commissioners for specific purposes, and which are anticipated to be appropriated during the 2006-2007 fiscal year by the budget amendments.

In addition to these designations, unreserved Fund Balances in the Special Revenue Funds and Capital Project Funds are usually required to be expended for specific purposes and are not available for general county-wide purposes.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

S. Operating versus Nonoperating Revenue and Expenses

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 the fund's principal ongoing operations. The principal operating revenues of the County's Enterprise and Internal Service funds are charges to customers for sales and services. Operating revenues for the Enterprise Funds include water and wastewater service fees, airport fees and charges and solid waste refuse fees. For the Internal Service funds, operating revenues include charges to other departments for various maintenance, communications and insurance services. Operating expenses for the Enterprise and Internal Service Funds include costs of sales and services, administrative fees, insurance payments and depreciation. All revenues and expenses not meeting this definition are considered nonoperating items.

T. Use of Restricted Resources

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

U. Fund Equity and Net Assets

Fund Equity

The County has established certain reservations of fund equity to indicate the portion of fund balance that is not appropriable for expenditure or is legally segregated for a specific future use. Reservations of fund balance are designated on the Balance Sheet.

Net Assets

Invested in capital assets, net of related debt is that portion of net assets that relates to the County's capital assets reduced by the portion of the assets that has been acquired through the use of long-term debt. The related debt is reduced by any unspent proceeds that are outstanding at fiscal year-end.

Restricted net assets is that portion of net assets that has been restricted from general use by external parties (creditors, grantors, contributors, or laws or regulations of other governments) or imposed by law through constitutional provisions or enabling legislation.

V. Property Tax

Taxes in Palm Beach County are levied by the Board of County Commissioners for the County. The millage levies are determined on the basis of estimates or revenue needs and the total taxable valuations within the jurisdiction of the Board of County Commissioners. No aggregate ad valorem tax millage (in excess of 10 mills on the

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

dollar) is levied against property of the County as specified in Chapter 200.071, Florida Statutes.

Each year the total taxable valuation is established by the County Property Appraiser and the list of property assessments is submitted to the State Department of Revenue for approval. County ad valorem taxes are a lien on the property against which they are assessed from January 1 of the year of assessment until paid or barred by operation of law (statute of limitations). Taxes are levied on October 1, become due and payable on November 1 of each year, or as soon thereafter as the assessment roll is opened for collection, and are delinquent on April 1 of the following year.

Pursuant to Florida law, the Tax Collector advertises and sells tax certificates on all real property for which there are unpaid taxes. Accordingly, there is no property taxes receivable as of September 30, 2006.

For the 2005 tax roll year, the assessment roll was opened for collection on November 1, 2005, and discounts for payment prior to April 1, 2006, were determined as follows:

4%	if paid in November 2005
3%	if paid in December 2005
2%	if paid in January 2006
1%	if paid in February 2006

In December 2005, the Florida Legislature passed a bill allowing an extension of time in which certain property tax payments qualify for an early-payment discount. To qualify for this extension the County must have been declared a major disaster area and approved for individual assistance by the President of the United States. As a result, on January 10, 2006 the Board of County Commissioners passed an emergency ordinance to extend the time for early payment discounts on property taxes. These discounts do not apply to payments made on behalf of taxpayers by mortgage companies. Discounts were as follows:

4%	for taxes paid by January 31, 2006
3%	for taxes paid by February 28, 2006
2%	for taxes paid by March 31, 2006

W. Interest Costs

Interest costs are charged to expense or expenditure as incurred. Proprietary funds follow the provisions of FASB Statement No. 34, *Capitalization of Interest Costs* and No. 62, *Capitalization of Interest Cost on Certain Tax-Exempt Borrowings and Certain Gifts and Grants*. Interest cost incurred by proprietary funds for the fiscal year ended September 30, 2006 amounted to \$26,099,882, of which \$2,717,909 was capitalized.

**PALM BEACH COUNTY, FLORIDA
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2006**

2. CASH AND INVESTMENTS

Additional cash and investment information is provided in Note 1, paragraph D (Summary of Significant Accounting Policies - Cash and Investments).

The investments of the primary government are held by the following blended entities:

Entity	Investments	Percent of Primary Government
County Internal Investment Pool	\$ 1,834,527,943	88.9%
Solid Waste Authority	227,530,467	11.0%
Property Appraiser	3,073,766	0.1%
Sheriff	2,282	0.0%
	\$ 2,065,134,458	100.0%

As of September 30, 2006, the primary government had the following investments:

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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Investment Type	Fair Value	Maturity in Years		
		Less Than 1 year	1 Year but Less Than 3 Years	3 Years but Less Than 8 Years
Adjustable Rate Mortgage Securities	\$ 443,359,282	\$ -	\$ 143,455,966	\$ 299,903,316
U.S. GSE - callable bonds	325,984,321	64,073,875	191,528,392	70,382,054
Collateralized Mortgage Obligations	279,197,996	404,570	116,277,115	162,516,311
Mortgage Backed Securities	273,460,283	-	58,738,959	214,721,324
External 2a7-like Investment Pool	192,413,030	192,413,030	-	-
U.S. GSE- indexed amortization notes	151,499,911	-	9,616,304	141,883,607
U.S. GSE- fixed rate/term bonds	74,442,131	74,442,131	-	-
U.S. Treasury Securities	70,650,633	-	70,650,633	-
U.S. GSE- step rate bonds	60,192,676	60,192,676	-	-
Corporate Notes	58,988,312	9,936,404	49,051,908	-
Money Market Mutual Funds	47,833,702	47,833,702	-	-
Corporate Note Floaters	40,373,746	-	40,373,746	-
External Investment Pool	25,588,513	-	25,588,513	-
Guranteed Investment Contracts	21,149,922	-	21,149,922	-
	\$ 2,065,134,458	\$ 449,296,388	\$ 726,431,458	\$ 889,406,612

GSE = Government Sponsored Enterprises, not guaranteed by the U.S. Government.

Maturity date is used for callable bonds because the later date reports the greatest risk of fair value declines when interest rates rise. The next reset date is used for step rate bonds. The weighted average maturity of the underlying assets is used for asset backed securities, external pools and money market mutual funds.

Interest Rate Risk

In accordance with the County's Investment Policy, the Clerk & Comptroller manages the County's internal investment pool's exposure to declines in fair values by managing overall effective duration appropriate to the risk tolerance in meeting stated objectives. The Policy states that at the time of purchase, County investments must have a final maturity or average life of 10 years or less. The County's investment policy limits investments in collateralized mortgage obligations (CMO) to 20% of total value of the County's internal investment pool. Investments in IO (interest only), PO (principal only), inverse floaters and other volatile CMO types as well as corporate convertible securities are prohibited. All CMO issues must pass the Federal Financial Institutions Examination Council (FFIEC) High Risk Security Test on a quarterly basis, or as specified in any Trust Indenture.

PALM BEACH COUNTY, FLORIDA
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In accordance with its investment policy, the Solid Waste Authority manages its exposure to declines in fair values by limiting U.S. Treasury obligations/instrumentalities to maturities of no more than 5 years, U.S. Federal Agency securities to maturities of no more than 3 years and interest rate swap agreements to no more than 10 years.

Credit Risk

Investments	Fair Value	Percentage of Total Portfolio	Standard & Poor's Investment Rating Service
U.S Government Sponsored Enterprises (GSE)	\$ 1,330,042,241	64.5%	AAA
U.S. Treasuries and U.S. Guaranteed Agencies	348,742,710	16.9%	Not rated
External 2a7-like Investment Pool	192,413,030	9.3%	Not rated
Corporate Securities	99,362,058	4.8%	AAA
Money Market Mutual Funds	47,833,702	2.3%	AAAm
External Investment Pool	25,588,513	1.2%	AAAf
Guaranteed Investment Contracts	21,149,922	1.0%	Not rated
Private Issue Collateralized Mortgage Obligation	2,282	0.0%	AAA
	<u>\$ 2,065,134,458</u>	<u>100.0%</u>	

No rating by Moody's or Fitch was lower than Standard and Poor's. Some securities were not rated by Moody's and Fitch.

In accordance with the County's Investment Policy for the internal investment pool, investments in commercial paper and bankers acceptances are limited to ratings of A-1 or P-1 or higher by Standard and Poor's and Moody's respectively. Investments in corporate securities are limited to ratings of AA or higher by Standard and Poor's and Moody's. Corporate securities are limited to no more than 20% of the investment pool's total market value, excluding commercial paper, which is limited to 25% of the total market value. No-load money market mutual funds are allowable if they are rated in the highest rating category of a Nationally Recognized Statistical Rating Organization (NRSRO).

In accordance with the Solid Waste Authority's investment policy, investments are limited to the State of Florida Local Government Surplus Funds Trust Fund (an external 2a7-like pool), U.S Treasury and Instrumentality obligations, U.S. Agency securities and investments that are fully collateralized or secured.

**PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006**

Custodial Credit Risk- Investments

For an investment, this is the risk that in the event of a failure of the counter-party, the government will not be able to recover the value of its investments that are in the possession of an outside party.

The County's investment policy for the internal investment pool requires that all securities be insured or registered in the name of the County and held by a third party custodial institution, with capital and surplus stock of at least \$500 million and a separate custody account at the Federal Reserve Bank (FED) specifically designated by the FED as restricted for the safekeeping of the member-bank's customer-owned securities only. All securities purchased or sold are transferred 'delivery versus payment' (D.V.P.) or 'payment versus delivery' to insure that funds or securities are not released until all criteria relating to the specific transactions are met.

The Solid Waste Authority's investment policy requires that all securities be registered in the name of the SWA and held by a third party safekeeping institution.

Concentration Risk

Investment Issuer	Fair Value	Percentage of Total
Florida National Mortgage Association (Fannie Mae)	\$ 580,421,644	28.1%
Federal Home Loan Mortgage Company (Freddie Mac)	470,275,357	22.8%
Federal Home Loan Bank	279,345,242	13.5%
Government National Mortgage Association (Ginnie Mae)	254,196,842	12.3%
State Board of Administration of Florida (SBA)	192,413,030	9.3%
Other combined- less then 5% per issuer	288,482,343	14.0%
	\$ 2,065,134,458	100.0%

The County's investment policy for the internal investment pool limits investments in corporate securities to 2% of total pool value per single issuer.

In accordance with the Solid Waste Authority's investment policy, securities of a single issuer are limited to 5% of the portfolio's fair value except for U.S. Treasuries, U.S. Government instrumentalities and U.S. Federal Agencies which are limited to 10%. Interest rate swap agreements and GIC agreements are limited to 50% of the portfolio's fair value.

COMPONENT UNITS:

Westgate/Belvedere Homes Community Redevelopment Agency (CRA)

As of September 30, 2006, CRA was invested in the Local Government Surplus Funds Trust Fund (State Board of Administration) with a fair value of \$369,572. This is an

**PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006**

external 2a7-like investment pool which is not SEC-registered. See Note 1 paragraph D (Summary of Significant Accounting Policies) for additional information.

Interest rate risk:

The weighted average maturity for the underlying investments of the external pool was 32 days as of September 30, 2006. CRA has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk:

The Local Government Surplus Funds Trust Fund is not rated. The CRA has no formal investment policy that limits investment credit risk.

Custodial credit risk- investments:

The CRA has no formal investment policy that limits custodial credit risk.

Concentration risk:

100% of investments are invested in the Local Government Surplus Funds Trust Fund. The CRA has no formal investment policy that limits investment concentration risk.

Palm Beach County Housing Finance Authority (HFA)

As of September 30, 2006, HFA had the following investments:

Investments	Fair Value	Percent of Total Investments	Maturity	Standard & Poor's Investment Rating Service
Fidelity U.S. Treasury Portfolio Money Market Mutual Fund	\$ 7,519,303	97.1%	32 days	AAAm
Government National Mortgage Association Bond (Ginnie Mae)	143,280	1.8%	11/15/2024	Not rated, guaranteed by U.S. Govt
Government National Mortgage Association Bond (Ginnie Mae)	82,916	1.1%	4/15/2025	Not rated, guaranteed by U.S. Govt
	<u>\$ 7,745,499</u>	<u>100.0%</u>		

PALM BEACH COUNTY, FLORIDA
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Interest rate risk:

In accordance with its investment policy, the HFA manages its exposure to declines in fair values by requiring investments be made with judgment and care under the circumstances then prevailing which a person of prudence, discretion and intelligence would exercise in the management of their own affairs, not for speculation but for investment considering the probable safety of their capital as well as the probable income to be derived from the investments.

Credit risk:

In accordance with its investment policy, the HFA may invest in the following investments:

Local Government Surplus Funds Trust Fund of Florida, SEC registered money market funds, savings accounts & certificates of deposit in state certified Qualified Public Depositories, and U.S. Treasuries & Instrumentalities.

Custodial credit risk- investments:

The HFA has no formal investment policy that limits custodial credit risk.

Concentration risk:

In accordance with its investment policy, the HFA requires diversification to the extent practicable to control the risk of loss resulting from over concentration of assets in a specific maturity, issuer, instrument dealer or bank.

Metropolitan Planning Organization (MPO)

At September 30, 2006 MPO's equity in Palm Beach County's internal investment pool was \$55,928 which is included in the Statement of Net Assets in "Due from primary government".

Interest rate risk:

The County's internal investment pool had an effective duration of 2.2 years as of September 30, 2006. MPO has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk:

The County's internal investment pool is not rated. MPO has no formal investment policy that limits investment credit risk.

Custodial credit risk- investments:

The MPO has no formal investment policy that limits custodial credit risk.

Concentration risk:

100% of investments are invested in the County's internal investment pool. MPO has no formal investment policy that limits investment concentration risk.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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3. RELATED PARTY TRANSACTIONS

Various departments within the County provide goods, administration, public safety, maintenance and various other services to other operating departments. Charges for these services are determined using direct and indirect cost allocation methods or amounts determined based upon direct negotiations between the related parties. The most significant of these transactions involves the reimbursement of indirect costs. Accordingly, the reimbursement of these indirect costs in fiscal year 2006 was \$15,286,159.

4. CAPITAL ASSETS

A summary of changes in capital assets follows:

Primary Government

	Beginning Balance	Additions	Deductions	Ending Balance
Governmental Activities:				
Non-depreciable assets:				
Land	\$ 640,614,488	\$ 10,500,442	\$ (15,296,833)	\$ 635,818,097
Construction In Progress	265,648,331	170,523,673	(132,668,336)	303,503,668
Total non-depreciable assets	<u>906,262,819</u>	<u>181,024,115</u>	<u>(147,965,169)</u>	<u>939,321,765</u>
Depreciable assets:				
Buildings and improvements	600,985,248	68,181,067	(71,425)	669,094,890
Improvements other than buildings	212,219,022	18,614,846	(1,600)	230,832,268
Equipment	435,088,909	59,991,656	(25,858,745)	469,221,820
Infrastructure	1,090,014,013	44,493,553	-	1,134,507,566
Total depreciable assets	<u>2,338,307,192</u>	<u>191,281,122</u>	<u>(25,931,770)</u>	<u>2,503,656,544</u>
Less accumulated depreciation for:				
Buildings and improvements	(201,710,259)	(18,229,606)	47,667	(219,892,198)
Improvements other than buildings	(133,195,717)	(9,220,490)	1,600	(142,414,607)
Equipment	(295,975,349)	(46,922,033)	24,306,206	(318,591,176)
Infrastructure	(863,778,424)	(25,931,371)	-	(889,709,795)
Total accumulated depreciation	<u>(1,494,659,749)</u>	<u>(100,303,500)</u>	<u>24,355,473</u>	<u>(1,570,607,776)</u>
Total capital assets, being depreciated, net	<u>843,647,443</u>	<u>90,977,622</u>	<u>(1,576,297)</u>	<u>933,048,768</u>
Total governmental capital assets, net	<u>\$1,749,910,262</u>	<u>\$ 272,001,737</u>	<u>\$(149,541,466)</u>	<u>\$ 1,872,370,533</u>

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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	Beginning Balance	Additions	Deductions	Ending Balance
Business-type Activities:				
Non-depreciable assets:				
Land	\$ 182,115,663	\$ 6,228,718	\$ (36,076,466)	\$ 152,267,915
Construction In Progress	99,372,186	120,391,187	(50,587,645)	169,175,728
Total non-depreciable assets	<u>281,487,849</u>	<u>126,619,905</u>	<u>(86,664,111)</u>	<u>321,443,643</u>
Depreciable assets:				
Buildings and improvements	512,186,721	30,994,952	(10,521,573)	532,660,100
Improvements other than buildings	1,012,945,308	91,446,744	(5,356,270)	1,099,035,782
Equipment	207,947,293	19,779,518	(9,699,366)	218,027,445
Leasehold interest	-	12,010,002	-	12,010,002
Goodwill	-	5,286,966	-	5,286,966
Total depreciable assets	<u>1,733,079,322</u>	<u>159,518,182</u>	<u>(25,577,209)</u>	<u>1,867,020,295</u>
Less accumulated depreciation for:				
Buildings and improvements	(207,842,490)	(19,522,942)	5,282,491	(222,082,941)
Improvements other than buildings	(390,453,093)	(29,555,875)	5,174,150	(414,834,818)
Equipment	(131,848,173)	(16,479,534)	7,957,306	(140,370,401)
Leasehold interest	-	(552,555)	-	(552,555)
Goodwill	-	(78,445)	-	(78,445)
Total accumulated depreciation	<u>(730,143,756)</u>	<u>(66,189,351)</u>	<u>18,413,947</u>	<u>(777,919,160)</u>
Total capital assets, being depreciated, net	<u>1,002,935,566</u>	<u>93,328,831</u>	<u>(7,163,262)</u>	<u>1,089,101,135</u>
Total business-type capital assets, net	<u>\$ 1,284,423,415</u>	<u>\$ 219,948,736</u>	<u>\$ (93,827,373)</u>	<u>\$ 1,410,544,778</u>

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

Governmental Activities:

General government	\$ 20,078,181
Public safety	22,265,370
Physical environment	737,585
Transportation	30,933,108
Economic environment	192,341
Human services	1,279,574
Culture and recreation	12,790,776
In addition, depreciation on capital assets held by the County's internal service funds is charged to the various functions based on their usage of the assets.	<u>12,026,565</u>
Total depreciation expense - governmental activities	100,303,500
Adjustments to accumulated depreciation	<u>-</u>
Total increases to accumulated depreciation	<u>\$ 100,303,500</u>

Business-type Activities:

Water Utilities Department	\$ 29,167,087
Department of Airports	19,055,686
Solid Waste Authority	<u>17,966,578</u>
Total depreciation expense - business-type activities	<u>\$ 66,189,351</u>

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

Discretely presented component unit

A summary of changes in capital assets for the Westgate/Belvedere Homes Community Redevelopment Agency follows:

	Beginning Balance	Additions	Deductions/ Reclassifications	Ending Balance
Non-depreciable assets:				
Land	\$ 519,851	\$ -	\$ (181,000)	\$ 338,851
Total non-depreciable assets	519,851	-	(181,000)	338,851
Depreciable assets:				
Buildings and improvements	344,127	-	(344,127)	-
Equipment	9,023	-	-	9,023
Total depreciable assets	353,150	-	(344,127)	9,023
Less accumulated depreciation for:				
Equipment	(7,844)	(1,179)	-	(9,023)
Total accumulated depreciation	(7,844)	(1,179)	-	(9,023)
Total capital assets, being depreciated, net	345,306	(1,179)	(344,127)	-
Total component unit capital assets, net	\$ 865,157	\$ (1,179)	\$ (525,127)	\$ 338,851

5. INTERFUND TRANSFERS IN AND OUT

Interfund transfers in and out during fiscal year 2006 were as follows:

Interfund Transfers In	Interfund Transfers Out	Amount
Governmental Funds:		
Major Governmental Funds		
General Fund	Law Enforcement Grants Special Revenue Fund	\$ 624,437
	Other Special Revenue Funds	22,837,393
	Sheriff Special Revenue Fund	3,048,685
	Clerk & Comptroller Special Revenue Fund	11,295,945
	Revenue Bonds Debt Service	6,129
	Parks and Recreation Capital Projects	200,000
	Combined Insurance Fund	3,000,000
		<u>\$ 41,012,589</u>
Fire Rescue Special Revenue Fund	General Fund	\$ 6,313,622
	Community & Social Development Special Revenue Fund	28,711
	Other Special Revenue Funds	196,070
		<u>\$ 6,538,403</u>

PALM BEACH COUNTY, FLORIDA
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Sheriff Special Revenue Fund	General Fund Law Enforcement Grants Special Revenue Fund Other Special Revenue Funds	\$ 332,838,131 3,073,216 345,910 <u>\$ 336,257,257</u>
General Government Capital Projects	General Fund Other Special Revenue Funds Sheriff Special Revenue Fund Supervisor of Elections Special Revenue Fund Road Program Capital Projects Fleet Management Combined Insurance Fund	\$ 49,149,251 2,086,743 455,138 170,000 40,000 1,000,000 1,000,000 <u>\$ 53,901,132</u>
Road Program Capital Projects	General Fund County Transportation Trust Special Revenue Fund	\$ 820,000 44,808 <u>\$ 864,808</u>
Nonmajor Governmental Funds		
Nonmajor Special Revenue Funds		
Law Enforcement Grants Special Revenue Fund	General Fund General Government Capital Projects Parks and Recreation Capital Projects	\$ 1,052,329 57,000 11,997 <u>\$ 1,121,326</u>
County Transportation Trust Special Revenue Fund	General Fund Other Special Revenue Funds Road Program Capital Projects	\$ 8,901,488 8,000,000 18,007,735 <u>\$ 34,909,223</u>
Community & Social Development Special Revenue Fund	General Fund General Government Capital Projects Road Program Capital Projects	\$ 9,116,915 116,000 108,000 <u>\$ 9,340,915</u>
Palm Tran Special Revenue Fund	General Fund General Government Capital Projects Road Program Capital Projects	\$ 26,179,153 25,025 500,000 <u>\$ 26,704,178</u>
Other Special Revenue Funds	General Fund Law Enforcement Grants Special Revenue Fund Revenue Bonds Debt Service General Government Capital Projects	\$ 1,256,205 83,099 1,541 243,000 <u>\$ 1,583,845</u>
Clerk & Comptroller Special Revenue Fund	General Fund	\$ 16,114,590 <u>\$ 16,114,590</u>
Supervisor of Elections Special Revenue Fund	General Fund	\$ 6,874,079 <u>\$ 6,874,079</u>

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Nonmajor Debt Service Funds

General Obligation Bonds Debt Service Fund	Other Special Revenue Funds	\$ 4,000,000
	Environmental Lands Capital Projects	4,288,700
		<u>\$ 8,288,700</u>

Revenue Bonds Debt Service Fund	Tourist Development Special Revenue Fund	\$ 5,878,958
	Other Special Revenue Funds	46,517,601
	Other Financing Debt Service Fund	236,144
	General Government Capital Projects	75,249
	Parks and Recreation Capital Projects	38,020
		<u>\$ 52,745,972</u>

Other Financing Debt Service Fund	General Fund	\$ 1,361,711
	Tourist Development Special Revenue Fund	30,000
	Other Special Revenue Funds	6,292,138
	Parks and Recreation Capital Projects	714,833
		<u>\$ 8,398,682</u>

Nonmajor Capital Projects Funds

Environmental Lands Capital Projects	General Fund	\$ 1,100,000
	Tourist Development Special Revenue Fund	2,528,625
	General Obligation Bonds Debt Service Fund	4,288,700
		<u>\$ 7,917,325</u>

Fire Rescue Capital Projects	Fire Rescue Special Revenue Fund	\$ 17,575,924
		<u>\$ 17,575,924</u>

Libraries Capital Projects	Library Taxing District Special Revenue Fund	\$ 7,647,537
		<u>\$ 7,647,537</u>

Parks & Recreation Capital Projects	General Fund	\$ 10,098,313
	General Government Capital Projects	4,000
		<u>\$ 10,102,313</u>

Street Drainage Capital Projects	General Fund	\$ 1,050,000
	Road Program Capital Projects	197,000
		<u>\$ 1,247,000</u>

Total Nonmajor Governmental Funds	<u>\$ 210,571,609</u>
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Proprietary Funds:

Major Enterprise Funds

Airports	Road Program Capital Projects	\$ 55,000
	Combined Insurance Fund	1,000,000
		<u>\$ 1,055,000</u>

Water Utilities	General Fund	\$ 7,500,000
	General Government Capital Projects	2,500,000
		<u>\$ 10,000,000</u>

Total Interfund Transfers Primary Government	<u>\$ 660,200,798</u>
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PALM BEACH COUNTY, FLORIDA
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Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, (3) provide matching funds for the County's portion of grant agreements, (4) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and (5) provide funding for various capital projects.

In the year ended September 30, 2006, a transfer of \$4,288,700 was made from General Obligation Bonds Debt Service Funds to Environmental Lands Capital Projects to refund debt. Also, there were transfers of \$7,500,000 from the General Fund and \$2,500,000 from the General Government Capital Projects Funds to Water Utilities for the purchase of the Village of Royal Palm Beach's Utility System.

6. RETIREMENT PLANS

FLORIDA RETIREMENT SYSTEM

Plan Description - The County participates in the Florida Retirement System (FRS), a non-contributory, cost-sharing, multi-employer, public employee retirement system administered by the Florida Department of Management Services, Division of Retirement. The FRS was created December 1, 1970. FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. These benefits are established by Florida Statutes, Chapter 121, and may only be amended by the Florida Legislature.

The Division of Retirement issues a publicly available financial report that includes financial statements and required supplementary information for FRS. The report may be obtained by writing to the Florida Division of Retirement, Research, Education & Policy Section, 1317 Winewood Boulevard, Building 8, Tallahassee, Florida 32315-9000 or calling 1-850-488-5706 or accessing their website site at: http://dms.myflorida.com/human_resource_support/retirement.

Beginning July 1, 2002, the FRS became one plan with two primary options, a defined benefit option known as the FRS Pension Plan and an alternative defined contribution option known as the FRS Investment Plan. The two options are described in detail below.

The FRS Pension Plan provides for vesting of benefits after 6 years of creditable service. Benefits are based on age, average final compensation and years-of-service credit. Average final compensation is the average of the five highest fiscal years of earnings. Members are eligible for normal retirement when they have met the minimum requirements established by their membership class. Regular Class members are eligible for normal retirement if they are vested and age 62 or if they have 30 years of creditable service regardless of age. Early retirement may be taken any time after vesting. However, there is a 5% reduction of benefits for each year prior to normal retirement age

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or date. The percentage level of employees' payroll contribution rates is determined using the frozen entry age actuarial cost method.

Beginning July 1, 1998, the FRS implemented the Deferred Retirement Option Program (DRO), which is a program within the FRS Pension Plan that allows members to retire without terminating their employment for up to five years while their retirement benefits accumulate and earn interest compounded monthly at an effective annual rate of 6.5%. Members may participate in DRO when they are vested and have reached their normal retirement date. When the DRO period ends, members must terminate employment. At that time, members will receive their accumulated DRO benefits and begin receiving their monthly retirement benefit.

The FRS Investment Plan, formally created as the Public Employee Optional Retirement Program (PEORP), is a participant-directed 401(a) program selected by employees in lieu of participation in the defined benefit option of the Florida Retirement System. Benefits accrue in individual accounts that are participant-directed, portable, and funded by employer contributions. Participants and beneficiaries bear the investment risks that result when they exercise control over investments in their accounts. The Investment Plan offers a diversified mix of low-cost investment options that span the risk-return spectrum and give participants the opportunity to accumulate retirement benefits. Members are vested after completing one year of creditable service.

Funding Policy - The contribution requirements of the County are established and may be amended by the Florida Legislature. The County's contributions to FRS for the years ended September 30, 2006, 2005, and 2004 were \$70.7 million, \$60.5 million, and \$56.2 million, respectively, equal to the required contributions for each year.

The following membership classes and rates, which apply to both the FRS Pension Plan and the FRS Investment Plan, were in effect at September 30, 2006:

<u>Membership Class</u>	<u>Rates</u>
Regular	9.85%
Special Risk	20.92%
Judges	19.56%
Legislators	14.48%
Governor/Lieutenant Governor/Cabinet	14.48%
State Attorney/Public Defender	14.48%
County, City, Special District Elected Officers	16.53%
Special Risk Administrative Support	12.55%
IFAS Supplemental	20.23%
Senior Management	13.12%
Deferred Retirement Option Program	10.91%

**PALM BEACH COUNTY, FLORIDA
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PALM TRAN, INC. – DEFINED BENEFIT PLAN

Plan Description – The Palm Tran, Inc. – Amalgamated Transit Union Local 1577 (Palm Tran) pension plan (the Plan) is a mandatory contribution, single-employer, defined benefit retirement program administered by the Pension Resource Center. The Plan provides retirement, disability, and death benefits to plan members and beneficiaries. The Board of Trustees (the Board) of the Palm Tran pension plan has the authority to establish and amend benefit provisions. Palm Tran issues a stand-alone, publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the plan administrator at Pension Resource Center, 5606 PGA Blvd., Suite 113, Palm Beach Gardens, Florida 33418 or by calling 1-561-624-3277.

Funding Policy – The contribution requirements of plan members and Palm Tran, Inc. are established by the Pension Trust Agreement and may be amended by the Board. Plan members are required to contribute 2.5% of their annual covered payroll. Palm Tran, Inc. is required to contribute 13% of annual covered payroll.

In accordance with GASB Statement No. 27, a pension liability at transition is required to be determined. This amount was determined to be zero. There was no prior liability reported for this plan. For the current year, the annual pension cost for Palm Tran, Inc. was \$2,632,934 and was equal to its required and actual contributions. The required contribution was determined as part of the December 31, 2004 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 8.0% investment rate of return and (b) projected salary increases of 5.0% - 12.5%. Both (a) and (b) included an inflation component of 4.0%. The actuarial value of the Plan’s assets was determined using the 5-year smoothed market. The Plan’s unfunded actuarial liability is being amortized using the level percent closed amortization method. The remaining amortization period for the Plan is 30 years.

Note: The Actuarial Valuation report for Fiscal Year Ending 12/31/05 was not available.

Three-Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/02	\$2,269,712	100%	\$ -
12/31/03	2,313,147	100	\$ -
12/31/04	2,632,934	100	\$ -

LANTANA FIREFIGHTER’S – DEFINED BENEFIT PLAN

Plan Description – The Lantana Firefighter’s Pension Fund (LFPF) is a single-employer, defined benefit pension plan administered by the Pension Resource Center. LFPF provides retirement, disability, and death benefits to plan members and beneficiaries. The Board of Trustees (the Board) of LFPF has the authority to establish and amend benefit provisions. LFPF issues a stand-alone, publicly available financial report that

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includes financial statements and required supplementary information. The County does not perform the investment function or have significant administrative involvement in the plan. The report may be obtained by writing to the plan administrator at Pension Resource Center, 5606 PGA Blvd., Suite 113, Palm Beach Gardens, Florida 33418 or by calling 1-561-624-3277.

Funding Policy – Plan members are required to contribute 2.0% of their annual covered salary. The County is required to contribute an actuarially determined rate; the current rate is 40.83% of annual covered payroll. The contribution requirements of plan members and the County are established and may be amended by the LPPF Board of Trustees.

In accordance with GASB Statement No. 27, a pension liability at transition is required to be determined. This amount was determined to be zero. There was no prior liability reported for this plan. For the current year, the annual pension cost for the County was \$833,858 and was equal to its required and actual contributions. The required contribution was determined as part of the September 30, 2005 actuarial valuation using the individual entry age actuarial cost method. The actuarial assumptions included (a) 8.0% investment rate of return and (b) projected salary increases of 7.0%. Both (a) and (b) included an inflation component of 5.0%. The actuarial value of LPPF assets was determined using the market value. LPPF’s unfunded actuarial liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at September 30, 2005 ranges from 4-20 years.

Three-Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
09/30/04	\$633,634	100%	\$ -
09/30/05	708,667	100	\$ -
09/30/06	833,858	100	\$ -

COMPONENT UNIT

Westgate/Belvedere Homes Community Redevelopment Agency (CRA) participates in the Florida Retirement System (FRS), a non-contributory, cost-sharing, multi-employer, public employee retirement system administered by the Florida Department of Management Services, Division of Retirement.

See pages 57 and 58 for plan description and funding policy of the Florida Retirement System defined benefit and contribution plans. The contribution requirements of CRA are established and may be amended by the Florida Legislature. The CRA’s contributions to FRS for the years ended September 30, 2006, 2005, and 2004 were \$13,349, \$13,867, and \$11,262, respectively, equal to the required contributions for each year.

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7. COMMITMENTS

County Home

The County entered into an interlocal agreement with the Palm Beach County Health Care District (the District) effective July 11, 1995 regarding the Medicaid Match and the County Home and General Care Facility (County Home). This agreement provides that the County will make an annual payment of the fixed amount of \$15 million to the District in exchange for the District's agreement to operate and manage the County Home and to pay 100% of the Medicaid Match funding as required by the State for hospital and nursing home care. The County's annual funding of \$15 million is payable in equal monthly installments for the next 40 years.

Outstanding Purchase Orders and Contracts

Purchase orders and contracts (including construction contracts) had been executed, but goods and services were not received in approximately the amounts shown below as of September 30, 2006:

<u>Fund</u>	<u>Amount</u>
Capital Projects Funds	\$ 298,794,729
Department of Water Utilities	81,691,000
Solid Waste Authority	34,256,887
Special Revenue Funds	28,202,593
Department of Airports	90,206,792
General Fund	6,202,769
Fleet Management	1,930,542
ISS	506,382
Combined Insurance Fund	424,949
Clerk & Comptroller	599,925
Property Appraiser	496
Graphics	56,232
Tax Collector	66,810
Supervisor of Elections	209,047
Total	<u>\$ 543,149,153</u>

Because the budget authority for these amounts lapses at fiscal year-end, they are not shown as either encumbrances or liabilities. Funds are appropriated at the beginning of each fiscal year to provide for these commitments. Included within Capital Projects commitments is \$100 million related to the Scripps project. The County has committed approximately \$180 million toward the construction of the Scripps facilities.

Land Acquisition

Palm Beach County School Board – On September 21, 1993, an agreement (R93-1188D) was entered into by the Palm Beach County School Board (School Board) and

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Palm Beach County for co-location of facilities and exchange of properties. This Agreement establishes a process to facilitate joint planning for co-located facilities and also establishes a mechanism by which properties owned by either party can be exchanged with the other party which has a need therefore. The Agreement also establishes a credit system whereby properties can be transferred and payments deferred for up to two years while offsetting exchanges are completed. As of September 30, 2006, the School Board owes Palm Beach County \$702,450 under the Funding Agreement.

Solid Waste Authority of Palm Beach County (SWA) – On December 10, 2003, the Authority authorized the acquisition of approximately 46 acres of land from Palm Beach County for approximately \$5.6 million for the construction of a Transfer Station in the southwest portion of the County. The cost of the property acquisition will be paid from existing Bond proceeds.

Land Commitment

During 1996, SWA purchased approximately 1,600 acres of farmland in western Palm Beach County as a replacement waste disposal site. SWA has entered into a ten year operating lease with the former owner of the western county site to maintain and continue farming the property. The lease provides for annual rental payments to SWA adjusted each year based on the change in the producer price index for raw cane sugar, provided that the total annual rent shall not exceed \$450,000. Rental income from this lease for the years ended September 30, 2006 and 2005 was approximately \$300,000 each year. The carrying value of the land subject to the lease was approximately \$8 million at September 30, 2006 and 2005. The lease also provides the option to extend the term for six additional periods of four years each under the same terms and conditions. SWA retains the right to terminate the lease in part for areas designated for development by SWA after the initial ten year term. Management expects the operating lease to be renewed until the property is utilized for its intended purpose as a replacement waste disposal site.

8. RISK MANAGEMENT

The County maintains various self-insurance programs which are accounted for as internal service funds. Following is a brief description of each of the County's insurance programs. The claims liability reported in each of the funds at September 30, 2006, is actuarially determined based on the requirements of GASB 10, which specifies that a liability for claims be reported if information prior to the issuance of the financial statements indicated that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Casualty Self-Insurance

The County is exposed to various risks of loss related to torts; theft, damage and destruction of assets; errors and omissions; and natural disasters.

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From inception through September 30, 1986, the County purchased a commercial "Protected Self-Insurance" program which provided specific excess coverage for property losses above \$100,000 per claim as well as aggregate excess coverage for all losses. From October 1, 1986 through October 31, 1990, the County had specific excess coverage for property but no aggregate excess coverage. From November 1, 1990 to date, a commercial "Protected Self-Insurance" program was again purchased to provide specific excess coverage for property losses and aggregate excess coverage for all losses. In addition, excess liability exposures are also limited to \$100,000 per person and \$200,000 per occurrence under Florida's sovereign immunity statute 768.28. Negligence claims in excess of the statutory limits can only be recovered through an act of the State of Florida Legislature. Effective October 1, 1995, the County purchased excess claim bill liability coverage of \$1 million in order to protect against excess liability exposures. This coverage only applies to Florida tort liability claims with payments in excess of statutory limits and was increased in May 1996 to \$5 million and then again in February 1998 to \$10,000,000 per claim. The County has also purchased additional liability coverage against federal claim awards in the amount of \$5,000,000. Effective October 1, 2000, the County increased its self-insured retention on property losses to \$1 million per claim. Specific excess coverage was continued, but aggregate excess coverage was not.

With the exception of the Sheriff, all funds of the County participate in the program and make payments to the Casualty Self-Insurance fund, included in the Combined Insurance Fund, based on estimates of the amounts needed to pay prior and current year claims. The claims liability reported in this fund at September 30, 2006 for casualty insurance is \$8,546,000.

During claim years 2006 and 2005, changes recorded to the claims liability for casualty insurance were as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2005	\$ 7,106,000	\$ 1,346,000	\$ (1,988,000)	\$ 6,464,000
2006	6,464,000	2,879,000	(797,000)	8,546,000

Workers' Compensation Insurance

The County has self-funded its workers' compensation exposure since 1969. This fund covers all employees of the Board of County Commissioners, the Supervisor of Elections, the Clerk & Comptroller, the Property Appraiser, and the Tax Collector. Although the Sheriff's payroll and losses are reported to the State by the risk management department, the Sheriff administers his own program. The County had purchased specific excess coverage with various self-insured retentions through September 30, 1993. The County is 100% self-insured for workers' compensation exposures beginning October 1, 1993.

With the exception of the Sheriff, all funds of the County participate in the program and make payments to the Workers' Compensation Fund, included in the Combined

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Insurance Fund, based on estimates of the amounts needed to pay prior and current year claims. The claims liability reported in the fund at September 30, 2006 for workers' compensation is \$37,887,000.

During claim years 2006 and 2005, changes recorded to the claims liability for workers' compensation were as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year		
		Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2005	\$ 40,472,000	\$ 590,000	\$ (5,771,000)	\$ 35,291,000
2006	35,291,000	7,210,000	(4,614,000)	37,887,000

Employee Group Health Insurance

The County provides health insurance for its employees and eligible dependents. The County was self-insured for this exposure through March 31, 1994. On April 1, 1994, the County purchased a commercial insurance policy and was fully insured for this coverage through December 31, 2003. Effective January 1, 2004, the County changed from a fully insured plan to a self-insured plan, with excess stop loss coverage to protect the County against catastrophic health claims. Under the fully insured plan, activities were accounted for in a County agency fund. With the adoption of the self-insured plan, activities are accounted for in an Internal Service fund.

With the exception of the Constitutional Officers who have separately contracted for health insurance coverage, all funds of the County, as well as the Solid Waste Authority, participate in the program and make payments to the Employee Health Insurance fund, included in the Combined Insurance Fund, based on estimates of amounts needed to pay prior and current year claims. The claims liability reported in the fund at September 30, 2006 for employee health insurance is \$3,408,435.

During claim years 2006 and 2005, changes recorded to the claims liability for employee health insurance were as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year		
		Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2005	\$ 2,783,252	\$ 33,666,154	\$ (33,686,078)	\$ 2,763,328
2006	2,763,328	33,633,789	(32,988,682)	3,408,435

SOLID WASTE AUTHORITY (SWA)

The SWA is exposed to various risks of loss related to torts; theft, damage and destruction of assets; errors and omissions; injuries to employees; life and health of employees; and natural disasters. The SWA purchases commercial insurance for

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property damage with coverage up to a maximum of approximately \$312 million, subject to various policy sub-limits, generally ranging from \$1 million to \$45 million and deductibles ranging from \$10,000 to \$250,000 per occurrence. The SWA also purchases commercial insurance for general liability claims with coverage up to \$1 million per occurrence and \$2 million general aggregate, with excess liability coverage of \$25 million, all subject to various deductibles up to \$10,000 per occurrence. General liability claims are limited by the Florida constitutional doctrine of sovereign immunity to \$100,000 per claim and \$200,000 per occurrence unless a higher claim is approved by the Florida Legislature.

The SWA purchases commercial insurance for workers' compensation benefits with a \$500,000 per occurrence and per employee policy limit, subject to a deductible of \$250,000 per occurrence and per claim, up to a maximum of approximately \$1.4 million for 2006. Settled claims have not exceeded commercial coverage in any of the last three years. Changes in the claims liability amount for workers' compensation benefits for the years ended September 30, 2006 and 2005 were as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2005	\$ 448,000	\$ 179,527	\$ (179,527)	\$ 448,000
2006	448,000	237,429	(237,429)	448,000

Effective January 1, 2003, the SWA contracted with Palm Beach County to provide employee health benefits through the County's self-insurance program for employee benefits. The County plan provides health insurance benefits to County employees and employees of component units of the County electing to participate in the plan. The County plan covers approximately 4,900 participants and is designed to be self-sustaining through actuarially determined premiums established annually to cover expected claims, administration and a margin for unexpected losses or expenses. The County purchases commercial insurance for claims in excess of the annual stop loss deductible of \$500,000 per person. The SWA pays a monthly premium based on the number of SWA employees participating in the plan and does not retain risk of loss for employee health claims, but is obligated to pay the premiums established by the County to fund the plan. For the year ended September 30, 2006 and 2005, the SWA paid premiums of \$3,971,234 and \$3,668,184 respectively, to the County for approximately 400 participating employees. The SWA does not expect any additional premium assessments for 2006 or 2005.

SHERIFF

The Sheriff's Office maintains a general liability self-insurance program, a workers' compensation self-insurance program and a commercially insured employee health insurance program which are accounted for in the Sheriff's General fund (which is reported as a special revenue fund in the County's CAFR). As of September 30, 2006, claims payable related to general liability and workers' compensation in the amount of

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\$11,336,734 is due and has been reported within the governmental fund. The following is a brief description of each of the Sheriff's insurance programs.

General Liability Insurance

The Sheriff's office is exposed to various risks of loss related to torts; theft, damage and destruction of assets; errors and omissions; and natural disasters. The claims liability reported for general liability at September 30, 2006 is \$11,492,510. This amount is based on the requirements of GASB 10 which specifies that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

During claim years 2006 and 2005, changes recorded to the claims liability for general liability were as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2005	\$ 16,094,006	\$ 1,379,029	\$ (2,557,482)	\$ 14,915,553
2006	14,915,553	379,156	(3,802,199)	11,492,510

Workers' Compensation Insurance

The Sheriff's office is self-funded for its workers' compensation exposure. The claims liability reported at September 30, 2006 is \$22,953,059. This amount is the actuarially determined claims liability based on the requirements of GASB 10 which specifies that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

During claim years 2006 and 2005, changes recorded to the claims liability for workers' compensation were as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2005	\$ 8,904,686	\$ 19,829,977	\$ (6,519,811)	\$ 22,214,852
2006	22,214,852	6,937,375	(6,199,168)	22,953,059

Employee Group Health Insurance

The Sheriff's office provides health insurance for its employees and eligible dependents. The Sheriff's office was self-insured for this exposure up through December 31, 1993. On January 1, 1994, the Sheriff's office purchased a commercial insurance policy and is

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now fully insured for this coverage. Settled claims have not exceeded commercial insurance coverages in any of the last three years.

CLERK & COMPTROLLER

Employee Group Health Insurance

The Clerk's office provides health insurance for its employees and eligible dependents. The Clerk's office is currently self-insured for its health insurance coverage and beginning with fiscal year 2004 is accounted for as an internal service fund. Prior to January 1, 1997, the Clerk's office was commercially insured for this coverage.

During claim years 2006 and 2005, changes recorded to the claims liability for health insurance were as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2005	\$ 915,666	\$ 5,910,456	\$ (6,013,122)	\$ 813,000
2006	813,000	5,379,207	(5,522,207)	670,000

TAX COLLECTOR

Employee Group Health and Dental Insurance

The Tax Collector's office provides health and dental insurance to its employees and eligible dependents. Effective February 1, 1998, the Tax Collector purchased a commercial insurance policy for health insurance and is now fully insured for this coverage. The Tax Collector was self-insured for dental insurance through December 31, 2003, but purchased a commercial policy effective January 1, 2004, and is now fully insured for this coverage.

9. OTHER POST EMPLOYMENT BENEFITS

In accordance with Palm Beach County Sheriff's Office policy, Sheriff's Office employees, upon separation may elect to retain coverage for medical and dental insurance under the Sheriff's Office group plans. Employees leaving the agency in good standing and electing to retain medical and/or dental coverage may receive a monthly, prorated health insurance subsidy benefit based on years of service rendered to the agency. Premium cost over and above the subsidy amount is the sole responsibility of the former employee. If the election is not made at separation, former employees will not be eligible to receive the benefit at a later date.

This benefit is provided by the Sheriff as insurance premiums are paid. There were 495 participants at September 30, 2006. Expenditures for the post-employment insurance benefit program for the fiscal year ended September 30, 2006 totaled \$1,508,156.

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10. LEASES

Leases Receivable: Enterprise Funds

The County's Department of Airports leases a major portion of its property to other entities. Certain leases provide for minimum rentals plus a specified percentage of the tenants' gross revenues. Contingent rental income under such arrangements amounted to approximately \$5,210,000 in fiscal year 2006. All leases have been classified as operating leases.

Minimum future rentals under these operating leases are as follows:

<u>Year Ended September 30</u>	<u>Department of Airports</u>
2007	\$ 32,648,378
2008	31,466,102
2009	20,503,873
2010	20,284,198
2011	20,233,475
Thereafter	42,213,833
Total	<u>\$ 167,349,859</u>

A schedule of property held for lease by major classification is as follows:

	<u>September 30, 2006</u>
Buildings	\$ 193,391,527
Less: accumulated depreciation	<u>(89,194,263)</u>
Net Buildings	104,197,264
Land	5,742,182
Total property held for lease	<u>\$ 109,939,446</u>

Lease Obligations

The County has entered into various leases which are classified as operating or capital leases for accounting purposes. Total rent expense for operating leases for the fiscal year ended September 30, 2006 amounted to approximately \$4,166,674 comprised of \$3,811,934 for Governmental funds, \$154,587 for Enterprise Funds, and \$200,153 for Internal Service Funds.

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Operating Leases

Future minimum rental payments under noncancellable operating leases as of September 30, 2006 are as follows:

Fiscal Year	Governmental Funds	Enterprise Funds	Internal Service Funds
2007	\$ 2,780,140	\$ 141,065	\$ 148,210
2008	1,688,695	81,172	108,550
2009	991,687	25,859	92,415
2010	753,779	2,240	11,911
2011	615,490	-	1,985
Thereafter	782,450	-	-
Total	<u>\$ 7,612,241</u>	<u>\$ 250,336</u>	<u>\$ 363,071</u>

Capital Leases

Capital leases are those which are determined to have passed substantially all of the risks and benefits of ownership to the lessee. There were no Capital leases in the proprietary fund types. Future minimum lease payments under capital leases as of September 30, 2006 are as follows:

<u>Fiscal Year</u>	<u>Governmental Funds</u>
2007	\$ 33,911
2008	4,584
2009	4,584
2010	4,584
2011	-
Total minimum lease payments	<u>47,663</u>
Less: imputed interest	<u>(4,636)</u>
Present value of minimum lease payments	<u>\$ 43,027</u>

The following schedule shows the leased assets capitalized as of September 30, 2006, by major asset class:

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	Governmental Funds
	<u>Capital Assets</u>
Equipment	\$ 101,373
Less: accumulated depreciation for entity wide	<u>(35,587)</u>
Carrying value	<u><u>\$ 65,786</u></u>

11. LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

The SWA operated one active landfill site for the year ended September 30, 2006. In addition, the SWA is responsible for two landfill sites closed after 1991 and three landfill sites closed prior to 1991.

State and Federal laws and regulations require the SWA to place a final cover on its operating landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at that and other landfill sites closed after 1991, for thirty years after closure. Although the majority of closure and postclosure care costs will be paid only near or after the date that the operating landfill stops accepting waste, the SWA reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each statement of net assets date. The \$23,218,758 reported as landfill closure and postclosure care liability at September 30, 2006 represents the cumulative amount reported to that date based on the use of 30.1 percent of the estimated capacity of the operating landfill. The SWA will recognize the remaining estimated cost of closure and postclosure care of approximately \$57.8 million for the operating landfill as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2006. Based on current demographic information and engineering estimates of landfill consumption, the SWA expects to close the landfill in approximately 2021. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The SWA is required by state laws and regulations to make annual contributions to an escrow account to finance all closure costs and one year of postclosure care for landfills closed after 1991. The SWA is in compliance with these requirements, and, at September 30, 2006 assets of \$26,882,811 were held for these purposes. These amounts are reported as noncurrent restricted assets on the statement of net assets. The SWA expects that future inflation costs will be paid from interest earnings on these invested amounts and subsequent annual contributions. However, if interest earnings are inadequate or additional closure or postclosure care requirements are determined (due to changes in technology or applicable laws or regulations) these costs may need to be covered by charges to future users of the solid waste system or from future non-ad valorem assessments.

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At September 30, 2006, the statutorily required escrow account balances were as follows:

Site	September 30, 2006
Site 7 closure costs	\$ 7,914,569
Dyer landfill long-term care	314,982
Belle Glade landfill long-term care	19,049
	\$ 8,248,600

State laws and regulations specify that required landfill escrow account balances must be calculated using either the “Pay-in” or the “Balance” method, as they are statutorily defined. During 2006 the SWA changed from the Pay-in method to the Balance method, resulting in a significant decrease in the statutorily required escrow account balance at September 30, 2006. The SWA will be required to continue using the Balance method through the remaining design life of the Site 7 landfill. Although the SWA is not legally required by state or federal laws and regulations to provide funding for the landfill sites closed prior to 1991, the SWA has accepted financial responsibility for these sites. The annual long-term care funding requirements for these sites were not estimated or accrued at September 30, 2006, however, management does not believe that the annual costs are material to the SWA and these costs will be adequately funded through future, annual operating budgets.

12. ADVANCE REFUNDING OF DEBT

Certain bond issues have been refunded through insubstance defeasance, by placing into irrevocable trust funds sufficient monies to meet future principal and interest payments. These funds have been invested in U.S. Government securities and securities backed by the U.S. Government.

The amount of insubstance defeased bonds outstanding as of September 30, 2006, consists of the following:

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<u>Bond Issues</u>	<u>Amount</u>
Governmental Funds:	
Public Improvement Revenue Bonds (Convention Center Project), 2001	\$ 74,950,000
General Obligation Bonds (Recreational & Cultural Fac), 1999A	15,520,000
Parks and Recreation Facilities Bonds, 1996	16,370,000
Revenue Improvement Bonds (N Cnty Courthouse), 1997	13,595,000
Stadium Facilities Revenue Bonds, 1996	18,580,000
General Obligation Bonds (Land Acquisition), 1999B	55,440,000
General Obligation Bonds (Land Acquisition), 2001	61,210,000
	<u>255,665,000</u>
Proprietary Funds:	
Pollution Control Loan Agreement, 1976	6,400,000
Water & Sewer Refunding Revenue Bonds, 1986	10,685,000
Solid Waste Authority Refunding Revenue Bonds, 1997A	10,695,000
Solid Waste Authority Refunding Revenue Bonds, 1997B	33,885,000
Water & Wastewater Revenue Bonds, 1998	12,115,000
Airport Refunding Revenue Bonds, 2001	15,040,000
Airport Refunding Revenue Bonds, 2002	14,740,000
	<u>103,560,000</u>
 Total Defeased Bonds Outstanding	 <u><u>\$ 359,225,000</u></u>

Current year refunding Governmental Funds:

On July 10, 2006 Palm Beach County issued \$115,825,000 General Obligation Taxable Refunding Bonds, 2006 with an effective interest rate of 5.8% to advance refund \$58,440,000 of outstanding General Obligation Bonds (Land Acquisition), Series 1999B and \$61,210,000 General Obligation Bonds (Land Acquisition), Series 2001A. The net proceeds of \$114,796,655 (net of \$1,028,345 in issuance costs) were used to purchase U.S. Government securities. Those securities along with County contributions were deposited in an irrevocable trust with an escrow agent to provide all future debt service payments on the refunding bonds.

This advance refunding resulted in an accounting loss of approximately \$254,269 that is being deferred and amortized over the life of the new bonds. The County increased its aggregate debt service payments by approximately \$7.2 million over the next 14 years and incurred an economic loss (difference between the present values of the old and new debt service payments and other contributions) of approximately \$5.8 million.

The Series 1999B and Series 2001A Bonds were initially issued for a Land Acquisition Program that included acquiring land in the Palm Beach County Agriculture Reserve for the purpose of making lands available for lease or sale to the agriculture industry. Under the Internal Revenue Code of 1986, as amended, tax-exempt bonds can be declared

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private activity bonds if more than 10% of proceeds are used in a trade or business and more than 10% of the debt service is paid directly or indirectly by private payments. Upon meeting both conditions, the tax-exempt bonds would be declared taxable. Since more than 10% of the proceeds of the tax-exempt bonds were used to purchase agriculture lands, the County violated the private use test. On May 16, 2006, the Board of County Commissioners authorized the execution of amendments to certain County leases of agriculture lands and the execution of an exchange of certain lands acquired with tax-exempt bond proceeds which upon execution would cause the County to violate the private payments test. Under Treasury regulations, the County had to take remedial action within 90 days from the execution of the lease amendments and the exchange of lands to prevent the tax-exempt bonds from being declared taxable. The remedial action taken by the County was to issue the Series 2006 Taxable Refunding Bonds to pay and defease all of the outstanding tax-exempt bonds on the first call option date.

Current year refunding Enterprise Funds:

On April 24, 2006 Palm Beach County Florida Water Utilities Department issued \$12,485,000 Revenue Refunding Bonds, series 2006B with an effective interest rate of 4.37% to advance refund \$12,115,000 of outstanding Water & Wastewater Revenue Bonds Series 1998. The net proceeds of \$12,394,586 (after payment of approximately \$130,265 in issuance costs) were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded bonds.

This advance refunding resulted in an accounting loss of approximately \$462,260 that is being deferred and amortized over the life of the new bonds. The Department reduced its aggregate debt service payments by approximately \$456,792 over the next 11 years and incurred an economic gain (difference between the present values of the old and new debt service payments) of approximately \$367,155.

On July 3, 2006 Palm Beach County Florida Department of Airports issued \$16,855,000 Revenue Refunding Bonds, series 2006B with an effective interest rate of 5.01% to advance refund \$15,040,000 of outstanding Airport Revenue Bonds Series 2001 and \$14,740,000 of outstanding Airport Revenue Bonds Series 2002. The net proceeds of \$16,559,700 (after payment of approximately \$295,300 in issuance costs) and \$13,937,973 from the debt service funds of the series 2001 and 2002 were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded bonds.

This advance partial refunding of the series 2001 and 2002 bonds resulted in an accounting loss of approximately \$717,673 that is being deferred and amortized over the life of the new bonds. The Department reduced its aggregate debt service payments by approximately \$8.6 million over the next 14 years and incurred an economic loss (difference between the present values of the old and new debt service payments and other contributions) of approximately \$1.7 million.

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COMPONENT UNIT:

Westgate/Belvedere Homes Community Redevelopment Agency (CRA) – The Series 1999 Bonds were issued for the purpose of providing the monies required to pay the cost of advance refunding. CRA’s Series 1992 Bonds were used to construct and install certain infrastructure improvements in the redevelopment area, make a deposit to the Reserve Account, and pay costs relating to the issuance of Series 1992 Bonds. The proceeds of the refunding issues have been placed in irrevocable escrow accounts and invested in U.S. Treasury obligations that, together with interest earned thereon, will provide amounts sufficient for future payments of interest and principal on the bond issues being refunded. Refunded bonds are not included in CRA’s outstanding debt since CRA has legally satisfied its obligations through the refunding transactions. Defeased bonds are \$2,160,000 at September 30, 2006.

13. INTERFUND RECEIVABLE AND PAYABLE BALANCES

Interfund balances at September 30, 2006, are expected to be repaid within one year. Interfund receivable and payable balances at September 30, 2006 were as follows:

Interfund Receivable Fund	Interfund Payable Fund	Amount
Governmental funds:		
Major Governmental Funds		
General Fund	Law Enforcement Grants Special Revenue Fund	\$ 554,526
	Community & Social Development Special Revenue Fund	1,781,257
	Hurricane Housing Recovery Plan Fund Special Revenue Fund	169,744
	Fire Rescue Special Revenue Fund	2,366,771
	Palm Tran Special Revenue Fund	2,987,879
	Other Special Revenue Funds	303,976
	Sheriff Special Revenue Fund	3,061,383
	Clerk & Comptroller Special Revenue Fund	11,313,000
	Tax Collector Special Revenue Fund	29,083,956
	Property Appraiser Special Revenue Fund	1,672,233
	Supervisor of Elections Special Revenue Fund	3,983
	Airports	5,925
	Solid Waste Authority	13,656
		<u>\$ 53,318,289</u>

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Fire Rescue Special Revenue Fund	Sheriff Special Revenue Fund	\$ 24,060
	Tax Collector Special Revenue Fund	2,216,806
	Property Appraiser Special Revenue Fund	125,665
	Solid Waste Authority	250
		<u>\$ 2,366,781</u>
Sheriff Special Revenue Fund	General Fund	\$ 555
		<u>\$ 555</u>
General Government Capital Projects	General Fund	\$ 7,568
		<u>\$ 7,568</u>
Nonmajor Governmental Funds		
Nonmajor Special Revenue Funds		
Law Enforcement Grants Special Revenue Fund	General Fund	\$ 1,131
	Sheriff Special Revenue Fund	1,474,919
		<u>\$ 1,476,050</u>
County Transportation Trust	Road Program Capital Projects	\$ 2,174,971
		<u>\$ 2,174,971</u>
Library Taxing District Special Revenue Fund	General Fund	\$ 637
	Tax Collector Special Revenue Fund	579,887
	Property Appraiser Special Revenue Fund	30,883
	Libraries Capital Projects	77,186
		<u>\$ 688,593</u>
Community & Social Development Special Revenue Fund	General Fund	\$ 4,301,587
	Affordable Housing (SHIP) Trust Fund Special Revenue Fund	27
	Sheriff Special Revenue Fund	51,000
		<u>\$ 4,352,614</u>
Affordable Housing (SHIP) Trust Fund Special Revenue Fund	General Fund	\$ 7,516
		<u>\$ 7,516</u>
Palm Tran Special Revenue Fund	General Fund	\$ 5,091
		<u>\$ 5,091</u>
Other Special Revenue Funds	Clerk & Comptroller Special Revenue Fund	\$ 422,113
	Sheriff Special Revenue Fund	7,480
	General Government Capital Projects	598
	Parks and Recreation Capital Projects	62,760
		<u>\$ 492,951</u>

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NOTES TO THE FINANCIAL STATEMENTS
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Clerk & Comptroller Special Revenue Fund	General Fund	\$ 1,394,539
	Library Taxing District Special Revenue Fund	230
	Community & Social Development Special Revenue Fund	188
	Affordable Housing (SHIP) Trust Fund Special Revenue Fund	1,933
	Other Special Revenue Funds	126
	Tax Collector Special Revenue Fund	24,851
	Road Program Capital Projects	3,394
	Airports	16,468
	Water Utilities	15,359
	Clerk & Comptroller Insurance Fund	631,224
		<u>\$ 2,088,312</u>
Supervisor of Elections Special Revenue Fund	General Fund	\$ 976,806
		<u>\$ 976,806</u>
Nonmajor Debt Service Funds		
Revenue Bonds Debt Service	General Government Capital Projects	\$ 2
		<u>\$ 2</u>
Nonmajor Capital Projects Funds		
Libraries Capital Projects	Library Taxing District Special Revenue Fund	\$ 284
		<u>\$ 284</u>
Parks and Recreation Capital Projects	General Government Capital Projects	\$ 79,517
		<u>\$ 79,517</u>
Street & Drainage Capital Projects	General Fund	\$ 31,266
	Tax Collector Special Revenue Fund	2,672
	Road Program Capital Projects	15,000
		<u>\$ 48,938</u>
Total Nonmajor Governmental Funds		<u>\$ 12,391,645</u>
Proprietary Funds:		
Enterprise Funds		
Airports	General Fund	\$ 27,468
		<u>\$ 27,468</u>
Water Utilities	General Fund	\$ 12,450
	County Transportation Trust Special Revenue Fund	163
	Library Taxing District Special Revenue Fund	1,145
	Fire Rescue Special Revenue Fund	2,258
	Community & Social Development Special Revenue Fund	3,964
	Other Special Revenue Funds	435
	Tax Collector Special Revenue Fund	5,581
	Libraries Capital Projects	122
	Graphics	724
		<u>\$ 26,842</u>

PALM BEACH COUNTY, FLORIDA
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Solid Waste Authority	County Transportation Trust Special Revenue Fund	\$ 21,142
	Palm Tran Special Revenue Fund	16
	Other Special Revenue Funds	16
	Tax Collector Special Revenue Fund	1,358,032
	Parks and Recreation Capital Projects	<u>2,082,182</u>
		<u><u>\$ 3,461,388</u></u>
Internal Service Funds		
Fleet Management	General Fund	\$ 862,124
	County Transportation Trust Special Revenue Fund	558,960
	Municipal Service Taxing District Special Revenue Fund	68,230
	Library Taxing District Special Revenue Fund	9,935
	Community & Social Development Special Revenue Fund	58,274
	Affordable Housing (SHIP) Trust Fund Special Revenue Fund	96
	Fire Rescue Special Revenue Fund	84,270
	Palm Tran Special Revenue Fund	2,247
	Other Special Revenue Funds	21,273
	Sheriff Special Revenue Fund	369,954
	Clerk & Comptroller Special Revenue Fund	13,836
	Tax Collector Special Revenue Fund	6,337
	Property Appraiser Special Revenue Fund	2,330
	Supervisor of Elections Special Revenue Fund	9,033
	Road Program Capital Projects	15,546
	Airports	45,463
	Water Utilities	147,958
	Solid Waste Authority	899
	Graphics	744
	Combined Insurance Fund	348
	ISS	3,505
		<u><u>\$ 2,281,362</u></u>
Graphics	Clerk & Comptroller Special Revenue Fund	\$ 653
	Property Appraiser Special Revenue Fund	<u>154</u>
		<u><u>\$ 807</u></u>

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Combined Insurance Fund	General Fund	\$ 638,413
	Tourist Development Special Revenue Fund	1,635
	County Transportation Trust Special Revenue Fund	107,517
	Municipal Service Taxing District Special Revenue Fund	56,146
	Library Taxing District Special Revenue Fund	97,627
	Community & Social Development Special Revenue Fund	125,333
	Affordable Housing (SHIP) Trust Fund Special Revenue Fund	3,081
	Hurricane Housing Recovery Plan Fund Special Revenue Fund	386
	Fire Rescue Special Revenue Fund	18,375
	Palm Tran Special Revenue Fund	175,741
	Other Special Revenue Funds	13,556
	Supervisor of Elections Special Revenue Fund	10,637
	General Government Capital Projects	1,334
	Road Program Capital Projects	17,746
	Airports	43,098
	Water Utilities	143,185
	Solid Waste Authority	346,145
	Fleet Management	21,307
	Graphics	2,695
	ISS	61,865
		<u>\$ 1,885,822</u>
ISS	General Fund	\$ 983,869
	Tourist Development Special Revenue Fund	753
	Municipal Service Taxing District Special Revenue Fund	149,435
	Library Taxing District Special Revenue Fund	7,364
	Affordable Housing (SHIP) Trust Fund Special Revenue Fund	334
	Fire Rescue Special Revenue Fund	39,287
	Palm Tran Special Revenue Fund	38,790
	Other Special Revenue Funds	143,317
	Clerk & Comptroller Special Revenue Fund	1,508,635
	Tax Collector Special Revenue Fund	152,860
	Property Appraiser Special Revenue Fund	99,350
	General Government Capital Projects	344,010
	Airports	12,069
	Water Utilities	149,059
	Fleet Management	8,625
	Graphics	2,313
	Combined Insurance Fund	35,170
		<u>\$ 3,675,240</u>
Clerk & Comptroller Insurance Fund	Clerk & Comptroller Special Revenue Fund	\$ 254,931
		<u>\$ 254,931</u>
Total Interfund Receivables and Payables Primary Government		<u><u>\$ 79,698,698</u></u>

**PALM BEACH COUNTY, FLORIDA
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Receivables and Payables Between Primary Government and Component Units:

Interfund Receivable Primary Government Fund	Interfund Payable Component Unit Fund	Amount
General Fund	Housing Finance Authority	\$ 16,686 <u>\$ 16,686</u>
Fire Rescue Special Revenue Fund	Housing Finance Authority	\$ 8,849 <u>\$ 8,849</u>
Library Taxing District Special Revenue Fund	Housing Finance Authority	\$ 1,613 <u>\$ 1,613</u>
General Obligation Bonds Debt Service	Housing Finance Authority	\$ 171 <u>\$ 171</u>
Combined Insurance Fund	Metropolitan Planning Organization	\$ 2,251 <u>\$ 2,251</u>
ISS	Metropolitan Planning Organization	\$ 2,929 <u>\$ 2,929</u>
Interfund Receivable Component Unit Fund	Interfund Payable Primary Government Fund	Amount
Metropolitan Planning Organization	General Fund	\$ 374,192 <u>\$ 374,192</u>
Westgate /Belvedere Homes Community Redevelopment Agency	Water Utilities	\$ 596 <u>\$ 596</u>
Total Receivables and Payables Between Primary Government and Component Units		<u>\$ 407,287</u>

The outstanding balances between funds result mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

14. SHORT-TERM DEBT

Changes in Short-Term Liabilities - The following is a summary of changes in the short-term liabilities for the year ended September 30, 2006 for governmental activities:

Governmental activities:	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
\$10.5M Taxable BAN Convention Center, Series 2005	\$ 10,500,000	\$ -	\$ -	\$ 10,500,000
Total Short-Term Liabilities	<u>\$ 10,500,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,500,000</u>

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On April 26, 2005, the County issued the \$10,500,000 Taxable Public Improvement Revenue Bond Anticipation Notes, Series 2005 (Convention Center Hotel Project) to provide initial financing of the cost of a portion of the Convention Center Hotel Project in advance of the issuance of Bonds for that purpose and paying costs of issuance of the Notes. The Note will mature and be payable in full on April 30, 2007 and have a variable rate of interest. The initial Taxable Rate is 3.0275% per annum and shall be adjusted on the first day of each calendar month while this Note is outstanding, commencing on May 1, 2005.

15. PRONOUNCEMENTS ISSUED, BUT NOT YET ADOPTED

GASB Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pensions* will be effective for the County beginning with its year ending September 30, 2007. This Statement establishes uniform financial reporting standards for Postemployment Benefit Plans other than Pension Plans (OPEB) and supersedes the interim guidance included in GASB Statement No. 26. This statement applies to OPEB trust funds included in the financial reports of plan sponsors or employers, as well as for the stand-alone financial reports of OPEB plans.

GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* will be effective for the County beginning with its year ending September 30, 2008. This Statement improves the relevance and usefulness of financial reporting by (a) requiring systematic, accrual-basis measurement and recognition of OPEB cost (expense) over a period that approximates employees' years of service and (b) providing information about actuarial accrued liabilities associated with OPEB and whether and to what extent progress is being made in funding the plan.

GASB Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues* will be effective for the County beginning with its fiscal year ending September 30, 2008. This statement establishes accounting and financial reporting standards for transactions in which a government receives, or is entitled to, resources in exchange for future cash flows generated by collecting specific receivables or specific future revenues. It also provides disclosure requirements for a government that pledges or commits future cash flows from a specific revenue source. In addition this Statement establishes accounting and financial reporting standards for intra-entity transfers of assets and future revenues.

GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations* will be effective for the County beginning with its fiscal year ending September 30, 2009. This statement addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups.

The County's management has not yet determined the effect these Statements will have on the County's financial statements.

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16. LONG-TERM DEBT

Changes in Long-Term Liabilities - The following is a summary of changes in long-term liabilities for the year ended September 30, 2006 for both governmental activities and business-type activities:

Governmental activities:	Beginning Balance (1)	Additions	Reductions	Ending Balance	Due within One Year
Bonds payable:					
General obligation bonds	\$ 283,885,000	\$ 188,160,000	\$ 136,025,000	\$ 336,020,000	\$ 22,505,000
Non-ad valorem revenue bonds	634,471,275	-	36,811,382	597,659,893	38,435,293
Face amount of bonds payable	918,356,275	188,160,000	172,836,382	933,679,893	60,940,293
Unamortized bond premiums	30,915,734	(48,226)	1,721,872	29,145,636	-
Unamortized loss on bond refinancing	(14,498,056)	(254,269)	(801,252)	(13,951,073)	-
Net bonds payable	934,773,953	187,857,505	173,757,002	948,874,456	60,940,293
Notes and loans payable	73,248,463	33,125,000	11,502,409	94,871,054	22,710,428
Arbitrage liability	1,365,134	294,020	1,041,212	617,942	2,886
Compensated absences	79,741,279	36,523,049	30,406,528	85,857,800	5,754,838
Capital leases	33,618	44,656	35,247	43,027	31,733
Insurance Claims Payable	82,461,733	24,513,512	22,018,241	84,957,004	32,643,169
Fire Rescue LT liability	12,216,507	-	4,355,238	7,861,269	400,925
Governmental activity long-term liabilities	<u>\$ 1,183,840,687</u>	<u>\$ 282,357,742</u>	<u>\$ 243,115,877</u>	<u>\$ 1,223,082,552</u>	<u>\$ 122,484,272</u>

Note (1): Restated beginning balance to include insurance claims payable of \$56,704,903 which were reported as current liabilities in FY 2005.

Long-term liabilities other than debt (bonds, loans, and leases) are liquidated by the governmental fund incurring the expense. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end \$176,054 of internal service funds loans payable are included in the above amounts.

Business-type activities:	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Bonds payable:					
Revenue bonds	\$ 506,424,818	\$ 224,270,000	\$ 92,950,000	\$ 637,744,818	\$ 46,500,000
Unamortized bond premiums	11,506,809	6,011,356	3,465,288	14,052,877	-
Unamortized loss on bond refinancing	(20,550,823)	(121,588)	(4,509,125)	(16,163,286)	-
Net bonds payable	497,380,804	230,159,768	91,906,163	635,634,409	46,500,000
Loans payable	39,056,846	59,975,133	91,377,681	7,654,298	890,488
Accrued interest on notes and capital appreciation bonds	21,028,580	5,514,542	-	26,543,122	1,198,746
Accrued landfill costs	26,781,317	2,981,054	6,543,613	23,218,758	3,218,589
Compensated absences	6,414,513	1,017,460	450,619	6,981,354	550,671
Business-type activities long-term liabilities	<u>\$ 590,662,060</u>	<u>\$ 299,647,957</u>	<u>\$ 190,278,076</u>	<u>\$ 700,031,941</u>	<u>\$ 52,358,494</u>

PALM BEACH COUNTY, FLORIDA
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Governmental Activities General Long-Term Debt

General long-term debt, including current maturities, at September 30, 2006 consisted of the following:

\$57,440,000 General Obligation Refunding Bonds, Series 1994B were issued to pay the cost of refunding all or a portion of the County's General Obligation Bonds, Series 1970, Series 1978, Series 1988 and Series 1991. The annual installments are \$3,700,000 to \$6,945,000 through July 1, 2011; with interest rates from 4.25% to 6.75% payable semi-annually on January 1 and July 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. \$ 25,305,000

\$45,625,000 General Obligation Refunding Bonds, Series 1998 were issued to pay the cost of refunding a portion of the County's General Obligation Bonds, Series 1994 and Series 1991. The annual installments are \$2,770,000 to \$4,030,000 through December 1, 2014; with interest rates from 4.1% to 5.5% payable semi-annually on June 1 and December 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. \$ 29,970,000

\$25,000,000 General Obligation Bonds (Recreational and Cultural Facilities Program), Series 1999A were issued to pay the cost of acquisition, construction and other capital improvements to certain recreational and cultural facilities within the County. The annual installments are \$1,025,000 to \$1,135,000 through August 1, 2009; with interest rates from 4.85% to 6.0% payable semi-annually on February 1 and August 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. The County advance refunded \$15,520,000 of this issue on May 11, 2005. \$ 3,235,000

\$30,500,000 General Obligation Bonds (Library District Improvement Project), Series 2003 were issued to pay the cost of the land acquisition, design, engineering and constructing of new library facilities and the renovation and rehabilitation of existing library facilities within the County. The annual installments are \$1,130,000 to \$2,205,000 through July 1, 2023; with interest rates from 2.5% to 5.25% payable semi-annually on January 1 and July 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. \$ 26,965,000

PALM BEACH COUNTY, FLORIDA
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\$25,000,000 General Obligation Bonds (Recreational and Cultural Facilities), Series 2003 were issued to pay the costs of acquiring, constructing, and improving certain recreational and cultural facilities located within the County including cultural facilities owned by non-profit corporations with 501(c)(3) status under the Internal Revenue Code, 1986. The annual installments are \$990,000 to \$1,780,000 through July 1, 2023; with interest rates from 2.0% to 5.0% payable semi-annually on January 1 and July 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. \$ 22,205,000

\$16,025,000 General Obligation Refunding Bonds (Recreational and Cultural Facilities Program), Series 2005A were issued for paying and defeasing the County's outstanding General Obligation Bonds (Recreational and Cultural Facilities Program), Series 1999A maturing on and after August 1, 2010. The annual installments are \$55,000 to \$1,920,000 through August 1, 2019; with interest rates from 2.75% to 5.0% payable semi-annually on February 1 and August 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. \$ 15,970,000

\$25,000,000 General Obligation Bonds (Recreational and Cultural Facilities), Series 2005 were issued for financing certain recreational and cultural facilities within the County. The annual installments are \$895,000 to \$1,860,000 through July 1, 2025; with interest rates from 2.75% to 5.0% payable semi-annually on January 1 and July 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. \$ 24,215,000

\$22,335,000 General Obligation Bonds (Library District Improvements) 2006 were issued for financing additional library facilities and renovation of existing facilities within the County. The annual installments are \$815,000 to \$1,665,000 through August 1, 2025; with interest rates from 3.5% to 5.0% payable semi-annually on February 1 and August 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. \$ 22,335,000

\$50,000,000 General Obligation Bonds (Waterfront Access Projects) 2006 were issued for financing purchase of waterfront access within the County. The annual installments are \$1,730,000 to \$3,570,000 through August 1, 2026; with interest rates from 3.3% to 5.0% payable semi-annually on February 1 and August 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. \$ 50,000,000

PALM BEACH COUNTY, FLORIDA
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\$115,825,000 Taxable General Obligation Refunding Bonds 2006 were issued for paying and defeasing the County's outstanding General Obligation Bonds (Land Acquisition Program), Series 1999B and paying and defeasing the County's outstanding General Obligation Bonds (Land Acquisition Program), Series 2001A. The annual installments are \$6,450,000 to \$11,355,000 through June 1, 2020; with interest rates from 5.6% to 5.9% payable semi-annually on June 1 and December 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues. \$ 115,820,000

Total General Obligation Bonds	\$ 336,020,000
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Non-Ad Valorem Revenue Bonds

\$233,620,000 Criminal Justice Facilities Revenue Bonds, Series 1990 were issued to pay the cost of the construction of improvements, extensions and additions to the County's jails, courthouses and related justice facilities. The annual installments are \$18,300,000 to \$19,615,000 from June 1, 2014 through June 1, 2015; with an interest rate of 7.2% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. The County advance refunded \$120,770,000 of this issue on June 29, 1993 and \$33,550,000 on August 21, 1997. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 37,915,000

\$22,245,000 Administrative Complex Revenue Refunding Bonds, Series 1993 were issued to refund the Palm Beach County Public Building Corporation, Inc. Revenue Refunding Bonds, Series 1986. The annual installments are \$1,470,000 to \$1,865,000 through June 1, 2011; with interest rate of 5.25% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 8,230,000

\$26,515,000 Revenue Refunding Bonds, Series 1993 were issued to refund the County's Revenue Bonds, Series 1986. The annual installment is \$2,615,000 through October 1, 2006; with interest of 5.3% payable October 1, 2006. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 2,615,000

PALM BEACH COUNTY, FLORIDA
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\$117,485,000 Criminal Justice Facilities Revenue Refunding Bonds, Series 1993 were issued to pay the cost of advance refunding a portion of the Criminal Justice Facilities Revenue Bonds, Series 1990. The annual installments of \$10,840,000 to \$13,365,000 through June 1, 2011; with an interest rate of 5.375% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 60,350,000

\$30,730,000 Beach Acquisition Revenue Refunding Bonds, Series 1993 were issued to pay the cost to advance refund and defease the County's Beach Acquisition Bonds, Series 1986. The annual installments are \$2,710,000 to \$2,850,000 through November 1, 2007; with interest rates from 5.1% to 5.25% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 5,560,000

\$26,300,000 Parks and Recreation Facilities Revenue Bonds, Series 1996 were issued to pay the cost of acquisition and construction of certain public parks and recreation facilities within the County. The annual installment is \$1,215,000 through November 1, 2006; with interest rate of 4.9% payable November 1, 2006. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. The County advance refunded \$16,370,000 on March 31, 2005. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 1,215,000

\$32,775,000 Criminal Justice Facilities Revenue Refunding Bonds, Series 1997 were issued to pay the cost of advance refunding a portion of the County's outstanding Criminal Justice Facilities Revenue Bonds, Series 1990. The annual installments are \$15,870,000 to \$16,785,000 from June 1, 2012 through June 1, 2013; with an interest rate of 5.75% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 32,655,000

PALM BEACH COUNTY, FLORIDA
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\$22,425,000 Revenue Improvement Bonds, Series 1997 were issued to pay the cost of expanding the North County Courthouse and the construction of a light industrial maintenance facility for the Sheriff's vehicles. The annual installments are \$1,010,000 to \$1,050,000 through December 1, 2007; with interest rates from 4.25% to 4.3% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. The County advance refunded \$13,595,000 on July 7, 2005. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 2,060,000

\$18,560,000 Criminal Justice Facilities Revenue Refunding Bonds, Series 2002 were issued to pay the cost of advance refunding a portion of the County's outstanding Criminal Justice Facilities Revenue Bonds, Series 1994. The annual installments are \$1,445,000 to \$2,015,000 through June 1, 2015; with interest rates from 3.125% to 5.0% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 15,255,000

\$6,525,000 Public Improvement Recreation Facilities Revenue Refunding Bonds, Series 2003 were issued to pay the cost of refunding all of the County's outstanding Public Improvement Recreation Facilities Revenue Bonds, Series 1994. The annual installments are \$550,000 to \$685,000 through July 1, 2014; with interest rates from 2.25% to 4.0% payable semi-annually on January 1 and July 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 4,875,000

\$94,300,000 Public Improvement Revenue and Refunding Bonds, Series 2004 were issued to pay the cost of refunding the County's Revenue Refunding Bond Anticipation Note (Light Industrial Complex Project), Series 2002, refunding the County's Airport Centre Revenue Bonds, Series 1992 and paying the costs of acquiring, constructing, and renovating certain capital facilities. The annual installments are \$4,090,000 to \$6,690,000 through August 1, 2023; with interest rates from 2.0% to 5.0% payable semi-annually on February 1 and August 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 86,130,000

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\$81,340,000 Public Improvement Revenue Refunding Bonds (Convention Center Project), Series 2004 were issued to finance the costs of advance refunding the County's Public Improvement Revenue Bonds, Series 2001 (Convention Center Bonds). The annual installments are \$435,000 to \$5,240,000 through November 1, 2030; with interest rates from 2.0% to 5.0% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 81,340,000

\$38,895,000 Public Improvement Revenue Bonds (Biomedical Research Park Project), Series 2004A were issued to pay the outstanding principal and interest on the County's Public Improvement Revenue Bond Anticipation Notes (Biomedical Research Park Project), Series 2004B. The annual installments are \$1,480,000 to \$2,715,000 through November 1, 2024; with interest rates from 2.0% to 4.375% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 37,455,000

\$24,427,515 Taxable Public Improvement Revenue Bonds (Biomedical Research Park Project), Series 2004B were issued to pay the outstanding principal and interest on the County's Taxable Public Improvement Revenue Bond Anticipation Notes (Biomedical Research Park Project), Series 2004C. The annual installments are \$2,442,751 to \$2,442,752 through November 1, 2014; with a variable rate of interest in effect of 5.02% which is calculated on a daily basis payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 21,984,763

\$17,455,000 Parks and Recreation Facilities Revenue Refunding Bonds, Series 2005 were issued to pay the cost of refunding the County's Parks and Recreation Facilities Revenue Bonds, Series 1996 maturing on and after November 1, 2007. The annual installments are \$160,000 to \$2,000,000 through November 1, 2016; with interest rates from 3.0% to 5.0% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 17,020,000

PALM BEACH COUNTY, FLORIDA
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\$13,485,000 Revenue Refunding Bonds (North County Courthouse and Sheriff's Motor Pool Facility Projects), Series 2005 were issued to pay the cost of defeasing a portion of the County's outstanding Revenue Improvement Bonds, Series 1997 (North County Courthouse and Sheriff's Motor Pool Facilities Projects). The annual installments are \$25,000 to \$1,605,000 through December 1, 2017; with interest rates from 3.0% to 5.0% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 13,410,000

\$9,520,000 Public Improvement Revenue Refunding Bonds, Judicial Center Parking Facilities, Series 2005 were issued to pay the cost of refunding the County's Public Improvement Revenue Bonds, Judicial Parking Facilities, Series 1995 maturing on and after November 1, 2006. The annual installments are \$820,000 to \$1,120,000 through November 1, 2015; with interest rates from 3.0% to 5.0% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 9,520,000

\$133,935,000 Public Improvement Revenue Bonds (Biomedical Research Park Project), Series 2005A were issued to pay the cost of funding a grant to The Scripps Research Institute to enable Scripps to pay a portion of the cost of acquiring, constructing, improving and equipping the "Permanent Facilities" and paying the outstanding principal and interest due on the County's \$20,000,000 Public Improvement Revenue Bond Anticipation Notes, Series 2004. The annual installments are \$4,475,000 to \$10,190,000 through June 1, 2025; with interest rates of 3.0% to 5.0% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 129,820,000

\$20,070,000 Stadium Facilities Revenue Refunding Bonds, Series 2005 were issued to pay the cost of refunding all of the County's outstanding Stadium Facilities Revenue Bonds, Series 1996. The annual installments are \$1,405,000 to \$2,090,000 through December 1, 2016; with interest rates of 3.0% to 5.0% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 18,755,000

PALM BEACH COUNTY, FLORIDA
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\$13,028,000 Public Improvement Revenue Bonds (Florida Atlantic University Laboratory and Research Facility Project), Series 2005 were issued to pay the cost of the design, development and construction of a laboratory and research facility on the Jupiter, Florida Campus of Florida Atlantic University. The annual installments are \$1,247,541 to \$1,641,680 through January 1, 2014; with a variable rate of interest in effect of 4.47% which is calculated on a daily basis payable semi-annually on January 1 and July 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues.

	\$ 11,495,130
Total Non-Ad Valorem Revenue Bonds	\$ 597,659,893
Face Amount of Bonds Payable	\$ 933,679,893
Unamortized bond premiums	\$ 29,145,636
Unamortized loss on bond refinancing	\$ (13,951,073)
Net General Obligation and Non-Ad Valorem Revenue Bonds	\$ 948,874,456

Sunshine State Governmental Financing Commission Loans

The Sunshine State Governmental Financing Commission (the "Commission") was created in November 1985, initially by the City of Tallahassee, Florida and the City of Orlando, Florida. As of September 30, 2006, thirteen cities and three counties are members of the Commission. Two cities participate as non-members.

As a joint venture among the member governmental units, the Commission enables a limited number of qualifying governments to participate in pooled debt financing with pricing and cost structures not normally available to governmental entities acting individually. Loan obligations from the Commission are reflected as debt by the participating governmental units. Palm Beach County has no obligation and minimal event risk associated with the Commission other than the repayment of its loan from the Commission. Financial Statements may be obtained from the Commission.

\$50,875,000 - In 1987, Palm Beach County executed a loan agreement with the Sunshine State Governmental Financing Commission, due in annual installments of \$1,430,000 to \$1,435,000 through July 1, 2016; with a variable interest rate in effect of 3.59% per annum payable monthly on the 15th of each month. This rate is determined based upon the County's Pro Rata share of interest paid on the bonds issued by the Sunshine State Governmental Financing Commission to fund the financing program for the immediately preceding loan payment period. The loan is not a general obligation of the County and is payable from non-ad valorem revenues.

\$ 14,305,000

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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\$20,280,000 - In 2000, Palm Beach County executed a loan agreement with the Sunshine State Governmental Financing Commission, due in annual installments of \$850,000 to \$1,465,000 through August 1, 2020; with a variable interest rate in effect of 3.79% per annum payable monthly on the 15th of each month. This rate is determined based upon the County's Pro Rata share of interest paid on the bonds issued by the Sunshine State Governmental Financing Commission to fund the financing program for the immediately preceding loan payment period. The loan is not a general obligation of the County and is payable from non-ad valorem revenues. \$ 15,855,000

\$14,784,000 - In 2002, Palm Beach County executed a loan agreement with the Sunshine State Governmental Financing Commission, due in annual installments of \$2,273,000 to \$2,376,000 through August 15, 2008; with a variable interest rate in effect of 3.79% per annum payable monthly on the 15th of each month. This rate is determined based upon the County's Pro Rata share of interest paid on the bonds issued by the Sunshine State Governmental Financing Commission to fund the financing program for the immediately preceding loan payment period. The loan is not a general obligation of the County and is payable from non-ad valorem revenues. \$ 4,649,000

\$12,000,000 - In 2004, Palm Beach County executed a loan agreement with the Sunshine State Governmental Financing Commission, due in annual installments of \$2,000,000 through December 1, 2009; with a variable interest rate in effect of 3.59% per annum payable monthly on the 15th of each month. This rate is determined based upon the County's Pro Rata share of interest paid on the bonds issued by the Sunshine State Governmental Financing Commission to fund the financing program for the immediately preceding loan payment period. The loan is not a general obligation of the County and is payable from non-ad valorem revenues. \$ 8,000,000

\$5,600,000 - In 2004, Palm Beach County executed a loan agreement with the Sunshine State Governmental Financing Commission, due in two installments of \$3,052,374 on December 1, 2006 and \$2,547,626 on December 1, 2008; with a variable interest rate in effect of 3.59% per annum payable monthly on the 15th of each month. This rate is determined based upon the County's Pro Rata share of interest paid on the bonds issued by the Sunshine State Governmental Financing Commission to fund the financing program for the immediately preceding loan payment period. The loan is not a general obligation of the County and is payable from non-ad valorem revenues. \$ 5,600,000

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

\$27,000,000 - In 2006, Palm Beach County executed a loan agreement with the Sunshine State Governmental Financing Commission, due in annual installments of \$861,000 to \$1,986,000 through November 1, 2025; with a variable interest rate in effect of 3.55% per annum payable monthly on the 15th of each month. This rate is determined based upon the County's Pro Rata share of interest paid on the bonds issued by the Sunshine State Governmental Financing Commission to fund the financing program for the immediately preceding loan payment period. The loan is not a general obligation of the County and is payable from non-ad valorem revenues. \$ 27,000,000

\$6,125,000 - In 2006, Palm Beach County executed a loan agreement with the Sunshine State Governmental Financing Commission, due in annual installments of \$306,000 to \$307,000 through April 1, 2026; with a variable interest rate in effect of 3.55% per annum payable monthly on the 15th of each month. This rate is determined based upon the County's Pro Rata share of interest paid on the bonds issued by the Sunshine State Governmental Financing Commission to fund the financing program for the immediately preceding loan payment period. The loan is not a general obligation of the County and is payable from non-ad valorem revenues. \$ 6,125,000

Notes and Other Loans Payable

\$3,338,917 Public Improvement Revenue Note (Biomedical Research Park Infrastructure Project) Series 2004B1 were issued to pay the cost of infrastructure improvements to certain lands. The principal and interest are due on December 15, 2006; with a variable rate of interest in effect of 3.87% which is calculated on a daily basis. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 3,338,917

\$5,700,132 Public Improvement Revenue Note (Biomedical Research Park Infrastructure Project) Series 2004A were issued to pay the cost of infrastructure improvements to certain lands. The principal and interest are due on December 15, 2006; with a variable rate of interest in effect of 3.87% which is calculated on a daily basis. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 5,700,132

PALM BEACH COUNTY, FLORIDA
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\$1,960,951 Taxable Public Improvement Revenue Note (Biomedical Research Park Infrastructure Project) Series 2004B2 were issued to pay the cost of infrastructure improvements to certain lands. The principal and interest are due on December 15, 2006; with a variable rate of interest in effect of 5.41% which is calculated on a daily basis. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 1,960,951

\$2,875,000 - Palm Tran FDOT Loan, 2002 payable to the Florida Department of Transportation. This is a 0% interest loan payable in two installments on July 15, 2006 for \$2,200,000 and July 15, 2007 for \$675,000. This loan is to be used for the purchase of paratransit hardware, software and vehicles. The loan is not a general obligation of the County and is payable from non-ad valorem revenues. \$ 675,000

\$1,660,000 - HUD Section 108 Loan #1, 2004, payable to the Secretary of Housing and Urban Development due in annual installments of \$87,000 to \$94,000 through August 1, 2023; with a variable interest rate in effect of 5.36% payable semi-annually on February 1 and August 1 of each year. The loan is not a general obligation of the County and is payable from non-ad valorem revenues. \$ 1,486,000

\$1,023,290 - IBM InfoPrint Enterprise Printing and Roll Systems Equipment. The Information Systems Services Department agreed to an installment purchase agreement with IBM for infoprint enterprise printing and roll systems equipment with financed software, maintenance and services. The terms of the installment purchase are \$88,879 quarterly at a rate of 5.06% for the roll system and 2.3% for all of the other items through January 1, 2007. The installment purchase is not a general obligation of the County and is payable from non-ad valorem revenues. \$ 176,054

Total Notes and Loans Payable	\$ 94,871,054
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PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

Arbitrage Liability

Certain County debt obligations are subject to Section 148 of the Internal Revenue Code which requires that interest earned on proceeds from tax-exempt debt be rebated to the federal government to the extent that those earnings exceed the interest cost of the related tax-exempt debt. The arbitrage rebate must be calculated and paid to the federal government every five years from the date of issue until the debt matures. The County employs a CPA firm to make computations on an annual basis. However, since the rebate is cumulative (excess earnings in one year can be offset with deficit earnings in another year), the annually computed estimate may change significantly (increase or decrease) before the actual due date.

\$ 617,942

Compensated absences

Compensated absences are liquidated by the governmental fund incurring the expense.

County Funds:

General Fund	\$ 13,621,769
Special Revenue Funds	18,408,681
Capital Projects Fund	775,243
Constitutional Officers:	
Sheriff	44,910,128
Clerk & Comptroller	4,710,462
Tax Collector	1,201,121
Property Appraiser	2,021,438
Supervisor of Elections	208,958

\$ 85,857,800

Capital leases	43,027
Insurance claims payable	84,957,004
Long-Term Disability – Fire Rescue	7,861,269
Total Governmental Activities General Long-Term Debt including current portion	\$1,223,082,552

Business-type Activities Long-Term Debt

Business-type long-term debt, including current portion, at September 30, 2006 consisted of the following:

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

Revenue Bonds

\$18,645,000 Water and Sewer Revenue Bonds, Series 1985 were issued to pay the cost of refunding the County's presently outstanding Water and Sewer Revenue Bond Anticipation Notes, Series 1984. The annual installments are \$1,100,000 to \$1,800,000 through October 1, 2011; with interest based upon rates calculated on a daily basis, with the effective interest of 3.79% but not to exceed 15%, payable monthly on the fifth working day of each month. The County has the option to change to a variable, adjustable or fixed interest calculation method as it deems appropriate. The bonds are not general obligations of the County and are secured by a first lien on and pledge of the net revenues of the County's Water and Sewer System and a pledge of the connection charges of the system.

\$ 8,645,000

\$30,000,000 Water and Wastewater Revenue Bonds, Series 1998 were issued to pay a portion of the costs of constructing certain additions and improvements to the County's water and wastewater facilities. The annual installments are \$1,395,000 to \$1,715,000 through October 1, 2017; with interest rates from 4.1% to 4.5% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are secured by a first lien on and pledge of the net revenues of the County's Water and Wastewater System and a first lien on and pledge of the connection charges of the system. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy.

\$ 9,290,000

\$26,785,000 Water and Sewer Revenue Refunding Bonds, Series 2003 were issued to pay for refunding all of the County's outstanding Water and Sewer Revenue Bonds, Series 1993A and Water and Sewer Revenue Refunding Bonds, Series 1993B maturing on and after October 1, 2003. The annual installments are \$830,000 to \$4,120,000 through October 1, 2013; with interest rates from 2.0% to 5.0% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are secured by a first lien on and pledge of the net revenues of the County's Water and Sewer system and a first lien on and pledge of the connection charges of the system.

\$ 19,610,000

\$28,265,000 Water and Sewer Revenue Refunding Bonds, Series 2004 were issued to pay for the refunding of the County's Water and Sewer Revenue Bonds, Series 1995 maturing on and after October 1, 2006. The annual installments are \$3,985,000 to \$5,270,000 through April 1, 2011; with interest rates from 3.0% to 5.0% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are secured by a first lien on and pledge of the net revenues of the County's Water and Sewer system and a first lien on and pledge of the connection charges of the system.

\$ 23,680,000

PALM BEACH COUNTY, FLORIDA
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\$125,850,000 Water and Wastewater Revenue Bonds, Series 2006A were issued to pay a portion of the costs of constructing certain additions and improvements to the County's water and wastewater facilities and acquisition of certain water and wastewater assets from the Village of Royal Palm Beach, Florida. The annual installments are \$2,035,000 to \$7,760,000 through October 1, 2036; with interest rates from 3.5% to 5.0% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are secured by a first lien on and pledge of the net revenues of the County's Water and Wastewater System and a first lien on and pledge of the connection charges of the system. \$125,850,000

\$12,485,000 Water and Sewer Revenue Refunding Bonds, Series 2006B were issued to pay for the refunding of the County's Water and Sewer Revenue Bonds, Series 1998 maturing on and after October 1, 2012. The annual installments are \$35,000 to \$2,245,000 through October 1, 2017; with interest rates from 3.5% to 4.25% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are secured by a first lien on and pledge of the net revenues of the County's Water and Sewer system and a first lien on and pledge of the connection charges of the system. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 12,485,000

\$83,965,000 Airport System Revenue Refunding Bonds, Series 2001 were issued to refund the Airport System Revenue Bonds, Series 1991 maturing October 1, 2004 and October 1, 2010. The annual installments are \$6,515,000 to \$7,975,000 through October 1, 2010; with interest rates from 4.0% to 5.5% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are payable solely from and secured from the net revenues available for Debt Service and the funds and accounts pledged under the bond resolution. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 36,040,000

\$60,150,000 Airport System Revenue Refunding Bonds, Series 2002 were issued to refund the Airport System Revenue Bonds, Series 1992 maturing October 1, 2014. The annual installments are \$10,270,000 to \$12,500,000 from October 1, 2011 through October 1, 2014; with an interest rate of 5.75% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are payable solely from and secured from the net revenues available for Debt Service and the funds and accounts pledged under the bond resolution. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 45,410,000

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

\$69,080,000 Airport System Revenue Refunding Bonds, Series 2006A were issued to pay a portion of the costs of constructing certain facilities and improvements to the Airport System. The annual installments are \$2,920,000 to \$6,055,000 through October 1, 2036; with interest rates from 4.7% to 5.0% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are payable solely from and secured from the net revenues available for Debt Service and the funds and accounts pledged under the bond resolution. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 69,080,000

\$16,855,000 Airport System Revenue Refunding Bonds, Series 2006B were issued to advance refund a portion of the Airport System Revenue Bonds, Series 2001 and a portion of the Airport System Revenue Bonds, Series 2002. The annual installments are \$2,425,000 to \$3,225,000 through October 1, 2020; with an interest rate of 5.905% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are payable solely from and secured from the net revenues available for Debt Service and the funds and accounts pledged under the bond resolution. Payment of principal and interest on the bonds is guaranteed under a noncancellable insurance policy. \$ 16,855,000

\$266,590,000 Solid Waste Authority Refunding Revenue Bonds, Series 1997A were issued to refund the Authority's Adjustable/Fixed Rate Revenue Bonds, Series 1984 maturing on and after July 1, 1998. The annual installments are \$27,185,000 to \$71,430,000 through July 1, 2010; with interest of 6.0% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are secured by a first lien upon and pledge of the net revenues of the Authority's solid waste disposal and resource recovery system. Payment of principal and interest is guaranteed under a noncancellable insurance policy. \$ 159,650,000

\$36,405,432 Solid Waste Authority Refunding Revenue Bonds, Series 1998A were issued to refund certain of the Authority's Refunding Bonds, Series 1989. \$2,165,000 are Current Interest Series 1998A Bonds due in annual installments of \$70,000 to \$1,070,000 through October 1, 2008; with interest rates from 4.25% to 4.30% payable semi-annually on April 1 and October 1 of each year. \$34,240,432 are Capital Appreciation series 1998A Bonds due in annual installments of \$2,550,830 to \$20,209,629 from October 1, 2011 through October 1, 2013; and shall accrue interest from their delivery date to appreciate at the approximate yields from 4.9% to 5.05%. The bonds are not general obligations of the County and are secured by a first lien upon and pledge of the net revenues of the Authority's solid waste disposal and resource recovery system. Payment of principal and interest is guaranteed under a noncancellable insurance policy. \$ 36,405,432

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

\$30,560,000 Solid Waste Authority Refunding Revenue Bonds, Series 2002A were issued to refund a portion of the Authority's Refunding and Improvement Revenue Bonds, Series 1992. The annual installment is \$1,465,000 due October 1, 2006; with interest rate 2.75%. The bonds are not general obligations of the County and are secured by a first lien upon and pledge of the net revenues of the Authority's solid waste disposal and resource recovery system. Payment of principal and interest is guaranteed under a noncancellable insurance policy. \$ 1,465,000

\$39,869,386 Solid Waste Authority Improvement Revenue Bonds, Series 2002B were issued to refund a portion of the Authority's Refunding and Improvement Revenue Bonds, Series 1992. \$1,135,000 are Current Interest Series 2002B Bonds due in annual installments of \$385,000 on October 1, 2006; with interest rate of 2.75%. \$38,734,386 are Capital Appreciation Series 2002B Bonds due in annual installments of \$12,003,800 to \$13,769,586 from October 1, 2014 through October 1, 2016; and shall accrue interest from their delivery date to appreciate at the approximate yields from 4.85% to 5.05%. The bonds are not general obligations of the County and are secured by a first lien upon and pledge of the net revenues of the Authority's solid waste disposal and resource recovery system. Payment of principal and interest is guaranteed under a noncancellable insurance policy. \$ 39,119,386

\$34,385,000 Solid Waste Authority Refunding Revenue Bonds, Series 2004 were issued to advance refund the Authority's Improvement Revenue Bonds, Series 1997B due in annual installments of \$45,000 to \$33,935,000 through October 1, 2011; with interest rates from 2.0% to 2.5% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are secured by a first lien upon and pledge of the net revenues of the Authority's solid waste disposal and resource recovery system. Payment of principal and interest is guaranteed under a noncancellable insurance policy. \$ 34,160,000

Total face value of revenue bonds payable	\$ 637,744,818
Unamortized bond premiums	\$ 14,052,877
Unamortized loss on bond refinancing	\$ (16,163,286)
Net Revenue Bonds, Business-Type Activities	\$ 635,634,409

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

On October 13, 2004, the Solid Waste Authority entered into a \$50 million line of credit agreement with a financial institution to finance costs incurred in connection with the removal and disposal of debris and the cost to repair damage to facilities resulting from Hurricanes Frances and Jeanne in September 2004. Principal borrowed on the line of credit is due at maturity on October 13, 2006. Interest on the principal balance accrues at a rate equivalent to 76% of the one month LIBOR rate plus 14.74 basis points (approximately 4.2% at September 30, 2006) and is due at maturity. Borrowings on the line of credit are payable from and secured by a pledge of the net revenues of the solid waste system, subordinate to the lien and pledge of net revenues for repayment of the Authority's bonds, and the proceeds of all grants, receipts and reimbursements received by the Authority in connection with the hurricane clean-up operations.

\$ 890,488

On December 15, 2005 the Solid Waste Authority entered into a \$50 million line of credit agreement with a financial institution to finance costs incurred in connection with the removal and disposal of debris and the cost to repair damage to facilities resulting from Hurricanes Frances and Jeanne in September 2004. Principal borrowed on the line of credit is due at maturity on December 15, 2007. Interest on the principal balance accrues at a rate equivalent to 76% of the one month LIBOR rate plus 14.74 basis points (approximately 4.2% at September 30, 2006) and is due at maturity. Borrowings on the line of credit are payable from and secured by a pledge of the net revenues of the solid waste system, subordinate to the lien and pledge of net revenues for repayment of the Authority's bonds, and the proceeds of all grants, receipts and reimbursements received by the Authority in connection with the hurricane clean-up operations.

\$ 1,590,614

On April 18, 2006, the Solid Waste Authority entered into a \$15 million line of credit agreement with a financial institution to finance costs incurred in connection with the removal and disposal of debris and the cost to repair damage to facilities resulting from Hurricanes Frances and Jeanne in September 2004. Principal borrowed on the line of credit is due at maturity on April 18, 2006. Interest on the principal balance accrues at a rate equivalent to 76% of the one month LIBOR rate plus 14.74 basis points (approximately 4.2% at September 30, 2006) and is due at maturity. Borrowings on the line of credit are payable from and secured by a pledge of the net revenues of the solid waste system, subordinate to the lien and pledge of net revenues for repayment of the Authority's bonds, and the proceeds of all grants, receipts and reimbursements received by the Authority in connection with the hurricane clean-up operations.

\$ 4,923,196

PALM BEACH COUNTY, FLORIDA
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SEPTEMBER 30, 2006

On March 15, 2006, the Department of Airports entered into an \$8,000,000 line of credit agreement with a financial institution to finance costs incurred in connection with the acquisitions, constructions, installation and equipping of certain facilities and improvements relating to the Airport System. Principal borrowed on the line of credit is due at maturity on June 30, 2011. Interest on the principal balance accrues at a rate equivalent to 77% of the one month LIBOR rate plus 46 basis points (approximately 4.62% at September 30, 2006) and is paid quarterly. Borrowings on the line of credit are payable from and secured by a pledge of the net revenues of the airport system, subordinate to the lien and pledge of net revenues for repayment of the Airport bonds.

	\$ 250,000
Total loans payable	\$ 7,654,298
Accrued interest payable on notes and capital appreciation bonds	\$ 26,543,122
Accrued landfill costs	\$ 23,218,758

Compensated absences

Compensated absences are liquidated by the business type fund incurring the expense.

Business-Type Fund	
Water Utilities Department	\$ 2,466,373
Department of Airports	1,113,593
Solid Waste Authority	3,401,388
	\$ 6,981,354
Total Business-Type Activities Long-Term Debt, including current portion	\$ 700,031,941

Annual debt service requirements to maturity for governmental activities long-term debt are as follows:

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

Governmental Activities General Long-Term Debt

Year Ending September 30	General Obligation		Non-Ad Valorem		Loans Payable		Total
	Bonds		Revenue Bonds				
	Principal	Interest	Principal	Interest	Principal	Interest	
2007	\$ 22,505,000	\$ 15,674,126	\$ 38,435,293	\$ 28,476,594	\$ 22,710,428	\$ 3,585,287	\$ 131,386,728
2008	23,105,000	15,402,982	38,410,195	26,746,936	7,988,000	2,533,465	114,186,578
2009	20,260,000	14,394,298	36,797,093	25,215,374	8,235,626	2,176,690	107,079,081
2010	21,185,000	13,468,819	38,151,067	23,724,537	5,770,000	1,945,366	104,244,789
2011	22,240,000	12,416,423	39,802,198	21,993,571	3,854,000	1,787,691	102,093,883
2012-2016	100,410,000	46,558,295	200,039,047	78,468,952	20,702,000	6,725,538	452,903,832
2017-2021	88,970,000	20,784,855	100,400,000	39,286,578	14,783,000	3,249,193	267,473,626
2022-2026	37,345,000	4,352,167	81,315,000	15,312,484	10,828,000	884,850	150,037,501
2027-2031	-	-	24,310,000	3,131,500	-	-	27,441,500
Total	\$ 336,020,000	\$ 143,051,965	\$ 597,659,893	\$ 262,356,526	\$ 94,871,054	\$ 22,888,080	\$ 1,456,847,518

Annual debt service requirements to maturity for business-type activities long-term debt are as follows:

Business-type Activities Long-Term Debt

Year Ending September 30	Revenue Bonds		Loan and Note Payable		Total
	Principal	Interest	Principal	Interest	
2007	\$ 46,500,000	\$ 26,907,597	\$ 890,488	\$ 1,213,105	\$ 75,511,190
2008	77,570,587	25,470,188	6,513,810	817,004	110,371,589
2009	65,818,799	22,692,614	-	11,550	88,522,963
2010	56,675,000	20,329,927	-	11,550	77,016,477
2011	55,455,000	15,587,783	250,000	8,662	71,301,445
2012-2016	143,330,432	115,430,382	-	-	258,760,814
2017-2021	34,990,000	55,694,173	-	-	90,684,173
2022-2026	36,770,000	34,755,900	-	-	71,525,900
2027-2031	46,930,000	24,342,150	-	-	71,272,150
2032-2036	59,890,000	11,062,803	-	-	70,952,803
2037-2041	13,815,000	336,292	-	-	14,151,292
Total	\$ 637,744,818	\$ 352,609,809	\$ 7,654,298	\$ 2,061,871	\$ 1,000,070,796

CONDUIT DEBT

The Housing Finance Authority of Palm Beach County (HFA), a component unit of the County, is authorized to issue bonds to fulfill their corporate purpose. Bonds issued by the HFA shall not be deemed to constitute a debt of the HFA, the County, or any political sub-division thereof. As of September 30, 2006 the total revenue bonds outstanding of the HFA is \$322 million.

Industrial development bonds (IDB) issued by the County for local governments and agencies do not constitute debt to the County or any of its political sub-divisions. The County does not maintain the total outstanding balance of these bonds.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

COMPONENT UNITS:

Metropolitan Planning Organization (MPO) Changes in Long-Term Liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	\$ 141,770	\$ 15,197	\$ 1,237	\$ 155,730	\$ 1,090

Westgate/Belvedere Homes Community Redevelopment Agency (CRA) Changes in Long-Term Liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds payable	\$ 2,540,000	\$ -	\$ 150,000	\$ 2,390,000	\$ 160,000
Loans payable	-	3,038,300	259,984	2,778,316	229,244
Mortgage payable	216,865	-	8,555	208,310	9,174
Total	\$ 2,756,865	\$ 3,038,300	\$ 418,539	\$ 5,376,626	\$ 398,418

Bond obligation - Redevelopment Revenue Refunding and Improvement Bonds, Series 1999 authorized issue dated March 1, 1999, was \$2,390,000. Bonds outstanding at September 30, 2006 were \$2,540,000 and interest rates range from 3.1% to 4.8%.

Loan payable – On November 28, 2005, the CRA was approved by a bank for a loan in the amount of \$3,038,300 with a maturity of August 1, 2016 and interest set at 4.15%. The proceeds of the loan will be used for street improvement and acquisition of property in the Westgate/Belvedere Community.

Mortgage payable – The mortgage is payable in monthly installment payments of \$1,955 including interest with a maturity of August 2, 2010 and interest rate of 7%. The mortgage is secured by the building.

Annual debt service requirements to maturity for CRA long-term debt are as follows:

Year Ending September 30	Bond Obligation		
	Principal	Interest	Total
2007	\$ 160,000	\$ 103,470	\$ 263,470
2008	160,000	96,830	256,830
2009	170,000	89,858	259,858
2010	175,000	82,570	257,570
2011	185,000	74,917	259,917
2012-2016	1,050,000	242,070	1,292,070
2017-2018	490,000	23,700	513,700
Total	\$ 2,390,000	\$ 713,415	\$ 3,103,415

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

Year Ending September 30	Loan Payable		
	Principal	Interest	Total
2007	\$ 229,244	\$ 116,902	\$ 346,146
2008	238,595	107,550	346,145
2009	248,929	97,216	346,145
2010	259,403	86,742	346,145
2011	270,317	75,828	346,145
2012-2016	1,531,828	198,897	1,730,725
Total	<u>\$ 2,778,316</u>	<u>\$ 683,135</u>	<u>\$ 3,461,451</u>

Year Ending September 30	Mortgage Payable		
	Principal	Interest	Total
2007	\$ 9,174	\$ 14,291	\$ 23,465
2008	9,837	13,628	23,465
2009	10,548	10,917	21,465
2010	178,751	11,172	189,923
Total	<u>\$ 208,310</u>	<u>\$ 50,008</u>	<u>\$ 258,318</u>

17. CONTINGENCIES

Litigation

The County is involved in various lawsuits arising in the ordinary course of operations. Although the outcome of these matters is not presently determinable, it is the opinion of management of the County based upon consultation with legal counsel, that the outcome of these matters will not materially affect the financial position of the County.

State and Federal Grants

Grant monies received and disbursed by the County are for specific purposes and are subject to audit by the grantor agencies. Such audits may result in requests for reimbursements due to disallowed expenditures. Based upon prior experience, management does not believe that such disallowances, if any, would have a material adverse effect on the financial position of the County.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

Interlocal Agreement

On September 22, 1992 the Board of County Commissioners approved an interlocal agreement between the County and the Westgate/Belvedere Homes Community Redevelopment Agency (Agency), whereby the County has agreed to fund any deficiency in the reserve fund of the Agency's Redevelopment Revenue Bonds. The Agency is required to notify the County on or before May 2nd of each year of the deficiency amount, if any, that the Agency expects to exist on the next succeeding November 1st. At present, the County has not been made aware of any deficiency amount.

Bond Guaranty

On October 17, 2000 the Board of County Commissioners approved a trust agreement between the County and Suntrust Bank, (the Trustee), whereby the County has agreed to fund any deficiency in the reserve fund of the Palm Beach County, Florida, Industrial Development Revenue Bonds (South Florida Fair project), Series 2000. The Trustee is required to notify the County after June 1st and on or before June 5th of each year of the deficiency amount, if any, as of such date. At present, the County has not been made aware of any deficiency amount.

Solid Waste Authority (SWA)

Environmental Liabilities: SWA, in cooperation with other state and local regulatory agencies, maintains an extensive monitoring program for potential environmental contaminants at each of its sites and facilities. These monitoring programs have not identified any contaminants caused by landfill leachate or other operations of SWA. In the event that any environmental contaminants are identified, SWA may be financially responsible for the environmental assessment and cleanup costs, as well as potential fines imposed by governmental regulatory agencies.

18. OTHER EVENTS

Department of Airports – During FY 2006, the Department of Airports sold an area of land east of the Airport, formerly known as Hillcrest, for \$3.1 million to Palm Beach Atlantic University. The property had been purchased by the County through the Department's Residential Buyout Program. Approximately \$26.7 million of the purchase price was funded by Federal and State grants. These financial statements include a special item which shows the \$32.2 million loss on the sale of the property.

Water Utilities Department – During FY 2006, the Water Utilities Department purchased the Village of Royal Palm Beach's Utility System. The \$70 million purchase price was financed with a portion of the proceeds from the 2006 revenue bonds. Part of the acquisition price was allocated to leasehold interest to recognize the fair value of the use of the water and wastewater plants that were retained by the Village and will be amortized over the 10 year life of the lease. Amortization of goodwill of \$5.3 million

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2006

related to the utility system acquisition is also computed on the straight-line method but over the 30-year life of the debt used to acquire the Utility system.

19. SUBSEQUENT EVENTS

October 19, 2006

Palm Beach County obtained a Loan in the amount of \$7,500,000 from the Sunshine State Governmental Financing Commission maturing on November 1, 2025 for the purpose of designing, acquiring and constructing the South County Regional Park Golf Course. Interest is paid monthly at a variable rate and principal paid annually beginning November 1, 2007.

October 19, 2006

Palm Beach County obtained a Loan in the amount of \$8,160,000 from the Sunshine State Governmental Financing Commission maturing on November 1, 2021 for the purpose of designing, acquiring and constructing the South County Regional Park Golf Course. Interest is paid monthly at a variable rate and principal paid annually beginning November 1, 2007.

November 22, 2006

Palm Beach County issued \$16,322,600 Bond Anticipation Notes series 2006 (BAN) maturing on December 30, 2007 for the purpose of acquiring certain lands for the Biomedical Research Park Project. Variable rate interest and principal are paid at maturity.

December 5, 2006

Palm Beach County obtained a Loan in the amount of \$7,965,000 from the Sunshine State Governmental Financing Commission maturing on November 1, 2026 for the purpose of acquiring environmentally sensitive land. Interest is paid monthly at a variable rate and principal paid annually beginning November 1, 2007.

December 6, 2006

Palm Beach County issued \$14,685,000 of Non-ad Valorem Revenue Bonds series 2006 maturing on December 1, 2026 for the purpose of vertically expanding the Judicial Center Parking Facility. Interest is paid semi-annually at rates ranging from 4% to 5% and principal is paid annually beginning on December 1, 2007.

December 15, 2006

Palm Beach County obtained two Loans in the amount of \$6,976,660 and \$479,765 from Bank of America maturing on December 14, 2007 for the purpose of refunding the following three notes; \$5,700,132 series 2006A note, \$3,338,917 series 2006B1 note and \$1,960,951 series 2006B2 note. Variable rate interest and principal are paid at maturity.

20. BOND DEBT SERVICE PAYMENT SCHEDULES

The following exhibits show the scheduled future debt payments for each bond issue.

PALM BEACH COUNTY, FLORIDA
Index of Exhibits for
Future Bond Payments
September 30, 2006

	Exhibit	Balance
GOVERNMENTAL ACTIVITIES		
General Obligation Refunding Bonds, Series 1994B	A-1	25,305,000
General Obligation Refunding Bonds, Series 1998	A-2	29,970,000
General Obligation Bonds (Recreational and Cultural Facilities), Series 1999A	A-3	3,235,000
General Obligation Bonds (Library District Improvement Project), Series 2003	A-4	26,965,000
General Obligation Bonds (Recreational and Cultural Facilities), Series 2003	A-5	22,205,000
General Obligation Refunding Bonds (Recreational and Cultural Facilities), Series 2005A	A-6	15,970,000
General Obligation Bonds (Recreational and Cultural Facilities), Series 2005	A-7	24,215,000
General Obligation Bonds (Library District Improvement Project), Series 2006	A-8	22,335,000
General Obligation Bonds (Waterfront Access), Series 2006	A-9	50,000,000
Taxable General Obligation Refunding Bonds, Series 2006	A-10	115,820,000
Criminal Justice Facilities Revenue Bonds, Series 1990	A-11	37,915,000
Administrative Complex Revenue Refunding Bonds, Series 1993	A-12	8,230,000
Revenue Refunding Bonds, Series 1993	A-13	2,615,000
Criminal Justice Facilities Revenue Refunding Bonds, Series 1993	A-14	60,350,000
Beach Acquisition Revenue Refunding Bonds, Series 1993	A-15	5,560,000
Parks and Recreation Facilities Revenue Bonds, Series 1996	A-16	1,215,000
Criminal Justice Facilities Revenue Refunding Bonds, Series 1997	A-17	32,655,000
Revenue Improvement Bonds, Series 1997	A-18	2,060,000
Criminal Justice Facilities Revenue Refunding Bonds, Series 2002	A-19	15,255,000
Public Improvement Recreation Facilities Revenue Refunding Bonds, Series 2003	A-20	4,875,000
Public Improvement Revenue and Refunding Bonds, Series 2004	A-21	86,130,000
Public Improvement Revenue Refunding Bonds (Convention Center Project), Series 2004	A-22	81,340,000
Public Improvement Revenue Bonds (Biomedical Research Park Project) , Series 2004A	A-23	37,455,000
Taxable Public Improvement Revenue Bonds (Biomedical Research Park Project), Series 2004B	A-24	21,984,763
Parks and Recreation Facilities Revenue Bonds, Series 2005	A-25	17,020,000
Public Improvement Revenue Bonds (N County Courthouse), Series 2005	A-26	13,410,000
Public Improvement Revenue Refunding Bonds, Judicial Center Parking Facilities, Series 2005	A-27	9,520,000
Public Improvement Revenue Bonds (Biomedical Research Park Project) Series 2005A	A-28	129,820,000
Stadium Facilities Revenue Refunding Bonds, Series 2005	A-29	18,755,000
Public Improvement Revenue Bonds (Florida Atlantic University Project), Series 2005	A-30	11,495,130
Face value of bonds payable		<u><u>\$933,679,893</u></u>
BUSINESS-TYPE ACTIVITIES		
Water and Sewer Revenue Bonds, Series 1985	B-1	\$8,645,000
Water and Wastewater Revenue Bonds, Series 1998	B-2	9,290,000
Water and Sewer Revenue Refunding Bonds, Series 2003	B-3	19,610,000
Water and Sewer Revenue Refunding Bonds, Series 2004	B-4	23,680,000
Water and Sewer Revenue Bonds, Series 2006A	B-5	125,850,000
Water and Sewer Revenue Refunding Bonds, Series 2006B	B-6	12,485,000
Airport System Revenue Refunding Bonds, Series 2001	C-1	36,040,000
Airport System Revenue Refunding Bonds, Series 2002	C-2	45,410,000
Airport System Revenue Bonds, Series 2006A	C-3	69,080,000
Airport System Taxable Revenue Refunding Bonds, Series 2006B	C-4	16,855,000
Solid Waste Authority Refunding Revenue Bonds, Series 1997A	D-1	159,650,000
Solid Waste Authority Refunding Revenue Bonds, Series 1998A	D-2	36,405,432
Solid Waste Authority Refunding Revenue Bonds, Series 2002A	D-3	1,465,000
Solid Waste Authority Improvement Revenue Bonds, Series 2002B	D-4	39,119,386
Solid Waste Authority Refunding Revenue Bonds, Series 2004	D-5	34,160,000
Face value of bonds payable		<u><u>\$637,744,818</u></u>

EXHIBIT A-1
GENERAL OBLIGATION BONDS
PALM BEACH COUNTY, FLORIDA
General Obligation Refunding Bonds, Series 1994B
Dated 02/01/94

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
01/01/07	\$ -	\$ 654,873	\$ 654,873
07/01/07	6,645,000	654,873	7,299,873
01/01/08	-	502,038	502,038
07/01/08	6,945,000	502,038	7,447,038
01/01/09	-	354,456	354,456
07/01/09	3,700,000	354,456	4,054,456
01/01/10	-	265,656	265,656
07/01/10	3,880,000	265,656	4,145,656
01/01/11	-	139,556	139,556
07/01/11	4,135,000	139,556	4,274,556
	<u>\$ 25,305,000</u>	<u>\$ 3,833,158</u>	<u>\$ 29,138,158</u>

EXHIBIT A-2
GENERAL OBLIGATION BONDS
PALM BEACH COUNTY, FLORIDA
General Obligation Refunding Bonds, Series 1998
Dated 04/01/98

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ 2,770,000	\$ 742,266	\$ 3,512,266
06/01/07	-	685,135	685,135
12/01/07	2,885,000	685,135	3,570,135
06/01/08	-	624,550	624,550
12/01/08	3,000,000	624,550	3,624,550
06/01/09	-	560,800	560,800
12/01/09	3,125,000	560,800	3,685,800
06/01/10	-	492,050	492,050
12/01/10	3,270,000	492,050	3,762,050
06/01/11	-	410,300	410,300
12/01/11	3,440,000	410,300	3,850,300
06/01/12	-	315,700	315,700
12/01/12	3,625,000	315,700	3,940,700
06/01/13	-	216,013	216,013
12/01/13	3,825,000	216,013	4,041,013
06/01/14	-	110,825	110,825
12/01/14	4,030,000	110,825	4,140,825
	<u>\$ 29,970,000</u>	<u>\$ 7,573,012</u>	<u>\$ 37,543,012</u>

EXHIBIT A-3
 GENERAL OBLIGATION BONDS
 PALM BEACH COUNTY, FLORIDA
 General Obligation Bonds (Recreational and Cultural Facilities), Series 1999A
 Dated 10/01/99

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
02/01/07	\$ -	\$ 91,156	\$ 91,156
08/01/07	1,025,000	91,156	1,116,156
02/01/08	-	66,300	66,300
08/01/08	1,075,000	66,300	1,141,300
02/01/09	-	34,050	34,050
08/01/09	1,135,000	34,050	1,169,050
	<u>\$ 3,235,000</u>	<u>\$ 383,012</u>	<u>\$ 3,618,012</u>

EXHIBIT A-4
GENERAL OBLIGATION BONDS
PALM BEACH COUNTY, FLORIDA
General Obligation Bonds (Library District Improvement Project), Series 2003
Dated 07/08/03

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
01/01/07	\$ -	\$ 593,819	\$ 593,819
07/01/07	1,130,000	593,819	1,723,819
01/01/08	-	579,694	579,694
07/01/08	1,455,000	579,694	2,034,694
01/01/09	-	559,688	559,688
07/01/09	1,195,000	559,688	1,754,688
01/01/10	-	541,762	541,762
07/01/10	1,230,000	541,762	1,771,762
01/01/11	-	521,775	521,775
07/01/11	1,270,000	521,775	1,791,775
01/01/12	-	503,519	503,519
07/01/12	1,310,000	503,519	1,813,519
01/01/13	-	483,869	483,869
07/01/13	1,350,000	483,869	1,833,869
01/01/14	-	462,775	462,775
07/01/14	1,390,000	462,775	1,852,775
01/01/15	-	426,287	426,287
07/01/15	1,465,000	426,287	1,891,287
01/01/16	-	387,831	387,831
07/01/16	1,540,000	387,831	1,927,831
01/01/17	-	347,406	347,406
07/01/17	1,620,000	347,406	1,967,406
01/01/18	-	304,881	304,881
07/01/18	1,705,000	304,881	2,009,881
01/01/19	-	260,125	260,125
07/01/19	2,000,000	260,125	2,260,125
01/01/20	-	207,625	207,625
07/01/20	2,000,000	207,625	2,207,625
01/01/21	-	157,625	157,625
07/01/21	2,000,000	157,625	2,157,625
01/01/22	-	107,625	107,625
07/01/22	2,100,000	107,625	2,207,625
01/01/23	-	55,125	55,125
07/01/23	2,205,000	55,125	2,260,125
	<u>\$ 26,965,000</u>	<u>\$ 13,002,862</u>	<u>\$ 39,967,862</u>

EXHIBIT A-5
GENERAL OBLIGATION BONDS
PALM BEACH COUNTY, FLORIDA
General Obligation Bonds (Recreational and Cultural Facilities), Series 2003
Dated 07/29/03

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
01/01/07	\$ -	\$ 431,403	\$ 431,403
07/01/07	990,000	431,403	1,421,403
01/01/08	-	421,503	421,503
07/01/08	1,010,000	421,503	1,431,503
01/01/09	-	410,141	410,141
07/01/09	1,035,000	410,141	1,445,141
01/01/10	-	397,203	397,203
07/01/10	1,060,000	397,203	1,457,203
01/01/11	-	381,303	381,303
07/01/11	1,090,000	381,303	1,471,303
01/01/12	-	364,272	364,272
07/01/12	1,125,000	364,272	1,489,272
01/01/13	-	345,991	345,991
07/01/13	1,165,000	345,991	1,510,991
01/01/14	-	326,332	326,332
07/01/14	1,200,000	326,332	1,526,332
01/01/15	-	305,332	305,332
07/01/15	1,245,000	305,332	1,550,332
01/01/16	-	274,206	274,206
07/01/16	1,305,000	274,206	1,579,206
01/01/17	-	241,581	241,581
07/01/17	1,370,000	241,581	1,611,581
01/01/18	-	214,181	214,181
07/01/18	1,425,000	214,181	1,639,181
01/01/19	-	178,556	178,556
07/01/19	1,495,000	178,556	1,673,556
01/01/20	-	141,181	141,181
07/01/20	1,570,000	141,181	1,711,181
01/01/21	-	108,800	108,800
07/01/21	1,635,000	108,800	1,743,800
01/01/22	-	74,056	74,056
07/01/22	1,705,000	74,056	1,779,056
01/01/23	-	37,825	37,825
07/01/23	1,780,000	37,825	1,817,825
	<u>\$ 22,205,000</u>	<u>\$ 9,307,732</u>	<u>\$ 31,512,732</u>

EXHIBIT A-6
GENERAL OBLIGATION BONDS
PALM BEACH COUNTY, FLORIDA
General Obligation Refunding Bonds (Recreational and Cultural Facilities Program), Series 2005A
Dated 05/11/05

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
02/01/07	\$ -	\$ 373,350	\$ 373,350
08/01/07	55,000	373,350	428,350
02/01/08	-	372,594	372,594
08/01/08	55,000	372,594	427,594
02/01/09	-	371,810	371,810
08/01/09	55,000	371,810	426,810
02/01/10	-	371,013	371,013
08/01/10	1,265,000	371,013	1,636,013
02/01/11	-	339,388	339,388
08/01/11	1,330,000	339,388	1,669,388
02/01/12	-	306,138	306,138
08/01/12	1,395,000	306,138	1,701,138
02/01/13	-	271,263	271,263
08/01/13	1,465,000	271,263	1,736,263
02/01/14	-	234,638	234,638
08/01/14	1,540,000	234,638	1,774,638
02/01/15	-	200,938	200,938
08/01/15	1,605,000	200,938	1,805,938
02/01/16	-	162,113	162,113
08/01/16	1,685,000	162,113	1,847,113
02/01/17	-	124,200	124,200
08/01/17	1,760,000	124,200	1,884,200
02/01/18	-	84,600	84,600
08/01/18	1,840,000	84,600	1,924,600
02/01/19	-	43,200	43,200
08/01/19	1,920,000	43,200	1,963,200
	<u>\$ 15,970,000</u>	<u>\$ 6,510,490</u>	<u>\$ 22,480,490</u>

EXHIBIT A-7
GENERAL OBLIGATION BONDS
PALM BEACH COUNTY, FLORIDA
General Obligation Bonds (Recreational and Cultural Facilities), Series 2005

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
01/01/07	\$ -	\$ 528,433	\$ 528,433
07/01/07	895,000	528,433	1,423,433
01/01/08	-	516,126	516,126
07/01/08	920,000	516,126	1,436,126
01/01/09	-	503,246	503,246
07/01/09	945,000	503,246	1,448,246
01/01/10	-	489,544	489,544
07/01/10	975,000	489,544	1,464,544
01/01/11	-	474,919	474,919
07/01/11	1,005,000	474,919	1,479,919
01/01/12	-	454,819	454,819
07/01/12	1,045,000	454,819	1,499,819
01/01/13	-	437,838	437,838
07/01/13	1,080,000	437,838	1,517,838
01/01/14	-	419,613	419,613
07/01/14	1,115,000	419,613	1,534,613
01/01/15	-	400,100	400,100
07/01/15	1,155,000	400,100	1,555,100
01/01/16	-	377,000	377,000
07/01/16	1,200,000	377,000	1,577,000
01/01/17	-	347,000	347,000
07/01/17	1,260,000	347,000	1,607,000
01/01/18	-	315,500	315,500
07/01/18	1,320,000	315,500	1,635,500
01/01/19	-	282,500	282,500
07/01/19	1,390,000	282,500	1,672,500
01/01/20	-	247,750	247,750
07/01/20	1,460,000	247,750	1,707,750
01/01/21	-	211,250	211,250
07/01/21	1,530,000	211,250	1,741,250
01/01/22	-	173,000	173,000
07/01/22	1,605,000	173,000	1,778,000
01/01/23	-	132,875	132,875
07/01/23	1,685,000	132,875	1,817,875
01/01/24	-	90,750	90,750
07/01/24	1,770,000	90,750	1,860,750
01/01/25	-	46,500	46,500
07/01/25	1,860,000	46,500	1,906,500
	<u>\$ 24,215,000</u>	<u>\$ 12,897,526</u>	<u>\$ 37,112,526</u>

EXHIBIT A-8
GENERAL OBLIGATION BONDS
PALM BEACH COUNTY, FLORIDA
General Obligation Bonds (Library District Improvement Project), Series 2006
Dated 02/22/06

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
02/01/07	\$ -	\$ 459,201	\$ 459,201
08/01/07	815,000	459,201	1,274,201
02/01/08	-	444,939	444,939
08/01/08	845,000	444,939	1,289,939
02/01/09	-	430,151	430,151
08/01/09	875,000	430,151	1,305,151
02/01/10	-	415,714	415,714
08/01/10	905,000	415,714	1,320,714
02/01/11	-	400,442	400,442
08/01/11	935,000	400,442	1,335,442
02/01/12	-	384,547	384,547
08/01/12	965,000	384,547	1,349,547
02/01/13	-	367,659	367,659
08/01/13	1,000,000	367,659	1,367,659
02/01/14	-	349,534	349,534
08/01/14	1,035,000	349,534	1,384,534
02/01/15	-	323,659	323,659
08/01/15	1,085,000	323,659	1,408,659
02/01/16	-	296,534	296,534
08/01/16	1,140,000	296,534	1,436,534
02/01/17	-	268,034	268,034
08/01/17	1,200,000	268,034	1,468,034
02/01/18	-	244,034	244,034
08/01/18	1,245,000	244,034	1,489,034
02/01/19	-	219,134	219,134
08/01/19	1,295,000	219,134	1,514,134
02/01/20	-	193,234	193,234
08/01/20	1,350,000	193,234	1,543,234
02/01/21	-	165,391	165,391
08/01/21	1,405,000	165,391	1,570,391
02/01/22	-	136,413	136,413
08/01/22	1,460,000	136,413	1,596,413
02/01/23	-	103,563	103,563
08/01/23	1,525,000	103,563	1,628,563
02/01/24	-	71,156	71,156
08/01/24	1,590,000	71,156	1,661,156
02/01/25	-	35,381	35,381
08/01/25	1,665,000	35,381	1,700,381
	<u>\$ 22,335,000</u>	<u>\$ 10,617,440</u>	<u>\$ 32,952,440</u>

EXHIBIT A-9
GENERAL OBLIGATION BONDS
PALM BEACH COUNTY, FLORIDA
General Obligation Bonds (Waterfront Access), Series 2006
Dated 03/21/06

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
02/01/07	\$ -	\$ 995,962	\$ 995,962
08/01/07	1,730,000	995,962	2,725,962
02/01/08	-	967,417	967,417
08/01/08	1,790,000	967,417	2,757,417
02/01/09	-	937,434	937,434
08/01/09	1,850,000	937,434	2,787,434
02/01/10	-	905,984	905,984
08/01/10	1,910,000	905,984	2,815,984
02/01/11	-	873,514	873,514
08/01/11	1,975,000	873,514	2,848,514
02/01/12	-	838,952	838,952
08/01/12	2,045,000	838,952	2,883,952
02/01/13	-	802,142	802,142
08/01/13	2,120,000	802,142	2,922,142
02/01/14	-	762,922	762,922
08/01/14	2,195,000	762,922	2,957,922
02/01/15	-	721,217	721,217
08/01/15	2,280,000	721,217	3,001,217
02/01/16	-	677,327	677,327
08/01/16	2,370,000	677,327	3,047,327
02/01/17	-	629,927	629,927
08/01/17	2,460,000	629,927	3,089,927
02/01/18	-	580,727	580,727
08/01/18	2,560,000	580,727	3,140,727
02/01/19	-	529,527	529,527
08/01/19	2,665,000	529,527	3,194,527
02/01/20	-	476,227	476,227
08/01/20	2,770,000	476,227	3,246,227
02/01/21	-	420,827	420,827
08/01/21	2,885,000	420,827	3,305,827
02/01/22	-	361,324	361,324
08/01/22	3,000,000	361,324	3,361,324
02/01/23	-	299,449	299,449
08/01/23	3,125,000	299,449	3,424,449
02/01/24	-	221,324	221,324
08/01/24	3,280,000	221,324	3,501,324
02/01/25	-	151,624	151,624
08/01/25	3,420,000	151,624	3,571,624
02/01/26	-	78,094	78,094
08/01/26	3,570,000	78,094	3,648,094
	<u>\$ 50,000,000</u>	<u>\$ 24,463,842</u>	<u>\$ 74,463,842</u>

EXHIBIT A-10
GENERAL OBLIGATION BONDS
PALM BEACH COUNTY, FLORIDA
Taxable Obligation Refunding Bonds, Series 2006
Dated 07/10/06

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ -	\$ 2,630,051	\$ 2,630,051
06/01/07	6,450,000	3,357,511	9,807,511
12/01/07	-	3,174,654	3,174,654
06/01/08	6,125,000	3,174,654	9,299,654
12/01/08	-	3,002,113	3,002,113
06/01/09	6,470,000	3,002,113	9,472,113
12/01/09	-	2,819,723	2,819,723
06/01/10	6,835,000	2,819,723	9,654,723
12/01/10	-	2,624,755	2,624,755
06/01/11	7,230,000	2,624,755	9,854,755
12/01/11	-	2,418,121	2,418,121
06/01/12	7,640,000	2,418,121	10,058,121
12/01/12	-	2,199,245	2,199,245
06/01/13	8,080,000	2,199,245	10,279,245
12/01/13	-	1,965,371	1,965,371
06/01/14	8,550,000	1,965,371	10,515,371
12/01/14	-	1,717,506	1,717,506
06/01/15	9,035,000	1,717,506	10,752,506
12/01/15	-	1,455,130	1,455,130
06/01/16	9,570,000	1,455,130	11,025,130
12/01/16	-	1,176,260	1,176,260
06/01/17	10,125,000	1,176,260	11,301,260
12/01/17	-	877,673	877,673
06/01/18	10,725,000	877,673	11,602,673
12/01/18	-	561,394	561,394
06/01/19	11,355,000	561,394	11,916,394
12/01/19	-	226,535	226,535
06/01/20	7,630,000	226,535	7,856,535
	<u>\$115,820,000</u>	<u>\$ 54,424,522</u>	<u>\$170,244,522</u>

EXHIBIT A-11
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Criminal Justice Facilities Revenue Bonds, Series 1990
Dated 06/15/90

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ -	\$ 1,364,940	\$ 1,364,940
06/01/07	-	1,364,940	1,364,940
12/01/07	-	1,364,940	1,364,940
06/01/08	-	1,364,940	1,364,940
12/01/08	-	1,364,940	1,364,940
06/01/09	-	1,364,940	1,364,940
12/01/09	-	1,364,940	1,364,940
06/01/10	-	1,364,940	1,364,940
12/01/10	-	1,364,940	1,364,940
06/01/11	-	1,364,940	1,364,940
12/01/11	-	1,364,940	1,364,940
06/01/12	-	1,364,940	1,364,940
12/01/12	-	1,364,940	1,364,940
06/01/13	-	1,364,940	1,364,940
12/01/13	-	1,364,940	1,364,940
06/01/14	18,300,000	1,364,940	19,664,940
12/01/14	-	706,140	706,140
06/01/15	19,615,000	706,140	20,321,140
	<u>\$ 37,915,000</u>	<u>\$ 23,251,320</u>	<u>\$ 61,166,320</u>

EXHIBIT A-12
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Administrative Complex Revenue Refunding Bonds, Series 1993
Dated 04/01/93

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ -	\$ 216,037	\$ 216,037
06/01/07	1,470,000	216,037	1,686,037
12/01/07	-	177,450	177,450
06/01/08	1,550,000	177,450	1,727,450
12/01/08	-	136,762	136,762
06/01/09	1,630,000	136,762	1,766,762
12/01/09	-	93,975	93,975
06/01/10	1,715,000	93,975	1,808,975
12/01/10	-	48,956	48,956
06/01/11	1,865,000	48,956	1,913,956
	<u>\$ 8,230,000</u>	<u>\$ 1,346,360</u>	<u>\$ 9,576,360</u>

EXHIBIT A-13
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Revenue Refunding Bonds, Series 1993
Dated 04/01/93

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	<u>\$ 2,615,000</u>	<u>\$ 69,297</u>	<u>\$ 2,684,297</u>
	<u>\$ 2,615,000</u>	<u>\$ 69,297</u>	<u>\$ 2,684,297</u>

EXHIBIT A-14
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Criminal Justice Facilities Revenue Refunding Bonds, Series 1993
Dated 05/15/93

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ -	\$ 1,621,906	\$ 1,621,906
06/01/07	10,840,000	1,621,906	12,461,906
12/01/07	-	1,330,581	1,330,581
06/01/08	11,425,000	1,330,581	12,755,581
12/01/08	-	1,023,534	1,023,534
06/01/09	12,035,000	1,023,534	13,058,534
12/01/09	-	700,094	700,094
06/01/10	12,685,000	700,094	13,385,094
12/01/10	-	359,184	359,184
06/01/11	13,365,000	359,184	13,724,184
	<u>\$ 60,350,000</u>	<u>\$ 10,070,598</u>	<u>\$ 70,420,598</u>

EXHIBIT A-15
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Beach Acquisition Revenue Refunding Bonds, Series 1993
Dated 07/15/93

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
11/01/06	\$ 2,710,000	\$ 144,256	\$ 2,854,256
05/01/07	-	74,813	74,813
11/01/07	2,850,000	74,813	2,924,813
	<u>\$ 5,560,000</u>	<u>\$ 293,882</u>	<u>\$ 5,853,882</u>

EXHIBIT A-16
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Parks and Recreation Facilities Revenue Bonds, Series 1996
Dated 09/01/96

Debt Service Payment Schedule

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirement</u>
11/01/06	<u>\$ 1,215,000</u>	<u>\$ 29,768</u>	<u>\$ 1,244,768</u>
	<u>\$ 1,215,000</u>	<u>\$ 29,768</u>	<u>\$ 1,244,768</u>

EXHIBIT A-17
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Criminal Justice Facilities Revenue Refunding Bonds, Series 1997
Dated 08/01/97

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ -	\$ 938,831	\$ 938,831
06/01/07	-	938,831	938,831
12/01/07	-	938,831	938,831
06/01/08	-	938,831	938,831
12/01/08	-	938,831	938,831
06/01/09	-	938,831	938,831
12/01/09	-	938,831	938,831
06/01/10	-	938,831	938,831
12/01/10	-	938,831	938,831
06/01/11	-	938,831	938,831
12/01/11	-	938,831	938,831
06/01/12	15,870,000	938,831	16,808,831
12/01/12	-	482,569	482,569
06/01/13	16,785,000	482,569	17,267,569
	<u>\$ 32,655,000</u>	<u>\$ 12,231,110</u>	<u>\$ 44,886,110</u>

EXHIBIT A-18
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Revenue Improvement Bonds, Series 1997
Dated 12/01/97

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ 1,010,000	\$ 44,038	\$ 1,054,038
06/01/07	-	22,575	22,575
12/01/07	1,050,000	22,575	1,072,575
	<u>\$ 2,060,000</u>	<u>\$ 89,188</u>	<u>\$ 2,149,188</u>

EXHIBIT A-19
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY
Criminal Justice Facilities Revenue Refunding Bonds, Series 2002
Dated: 08/15/02

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ -	\$ 335,059	\$ 335,059
06/01/07	1,445,000	335,059	1,780,059
12/01/07	-	312,481	312,481
06/01/08	1,495,000	312,481	1,807,481
12/01/08	-	287,253	287,253
06/01/09	1,545,000	287,253	1,832,253
12/01/09	-	259,250	259,250
06/01/10	1,600,000	259,250	1,859,250
12/01/10	-	229,250	229,250
06/01/11	1,660,000	229,250	1,889,250
12/01/11	-	187,750	187,750
06/01/12	1,745,000	187,750	1,932,750
12/01/12	-	144,125	144,125
06/01/13	1,830,000	144,125	1,974,125
12/01/13	-	98,375	98,375
06/01/14	1,920,000	98,375	2,018,375
12/01/14	-	50,375	50,375
06/01/15	2,015,000	50,375	2,065,375
	<u>\$ 15,255,000</u>	<u>\$ 3,807,836</u>	<u>\$ 19,062,836</u>

EXHIBIT A-20
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Public Improvement Recreation Facilities Revenue Refunding Bonds, Series 2003
Dated 11/13/03

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
01/01/07	\$ -	\$ 82,309	\$ 82,309
07/01/07	550,000	82,309	632,309
01/01/08	-	76,122	76,122
07/01/08	560,000	76,122	636,122
01/01/09	-	69,122	69,122
07/01/09	575,000	69,122	644,122
01/01/10	-	59,778	59,778
07/01/10	590,000	59,778	649,778
01/01/11	-	48,716	48,716
07/01/11	615,000	48,716	663,716
01/01/12	-	36,416	36,416
07/01/12	640,000	36,416	676,416
01/01/13	-	25,616	25,616
07/01/13	660,000	25,616	685,616
01/01/14	-	12,416	12,416
07/01/14	685,000	12,416	697,416
	<u>\$ 4,875,000</u>	<u>\$ 820,990</u>	<u>\$ 5,695,990</u>

EXHIBIT A-21
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Public Improvement Revenue and Refunding Bonds, Series 2004
Dated 01/28/04

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
02/01/07	\$ -	\$ 1,831,393	\$ 1,831,393
08/01/07	4,090,000	1,831,393	5,921,393
02/01/08	-	1,729,143	1,729,143
08/01/08	4,295,000	1,729,143	6,024,143
02/01/09	-	1,686,193	1,686,193
08/01/09	4,390,000	1,686,193	6,076,193
02/01/10	-	1,636,805	1,636,805
08/01/10	4,485,000	1,636,805	6,121,805
02/01/11	-	1,568,518	1,568,518
08/01/11	4,620,000	1,568,518	6,188,518
02/01/12	-	1,503,838	1,503,838
08/01/12	4,750,000	1,503,838	6,253,838
02/01/13	-	1,432,588	1,432,588
08/01/13	4,895,000	1,432,588	6,327,588
02/01/14	-	1,310,212	1,310,212
08/01/14	4,350,000	1,310,212	5,660,212
02/01/15	-	1,201,462	1,201,462
08/01/15	4,570,000	1,201,462	5,771,462
02/01/16	-	1,087,212	1,087,212
08/01/16	4,800,000	1,087,212	5,887,212
02/01/17	-	967,212	967,212
08/01/17	5,040,000	967,212	6,007,212
02/01/18	-	841,212	841,212
08/01/18	5,295,000	841,212	6,136,212
02/01/19	-	708,837	708,837
08/01/19	5,555,000	708,837	6,263,837
02/01/20	-	576,906	576,906
08/01/20	5,820,000	576,906	6,396,906
02/01/21	-	438,681	438,681
08/01/21	6,100,000	438,681	6,538,681
02/01/22	-	293,806	293,806
08/01/22	6,385,000	293,806	6,678,806
02/01/23	-	142,162	142,162
08/01/23	6,690,000	142,162	6,832,162
	<u>\$ 86,130,000</u>	<u>\$ 37,912,360</u>	<u>\$124,042,360</u>

EXHIBIT A-22
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Public Improvement Revenue Refunding Bonds (Convention Center Project), Series 2004
02/25/04

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
11/01/06	\$ 435,000	\$ 1,895,103	\$ 2,330,103
05/01/07	-	1,890,753	1,890,753
11/01/07	1,570,000	1,890,753	3,460,753
05/01/08	-	1,875,053	1,875,053
11/01/08	1,585,000	1,875,053	3,460,053
05/01/09	-	1,855,241	1,855,241
11/01/09	1,635,000	1,855,241	3,490,241
05/01/10	-	1,834,803	1,834,803
11/01/10	1,705,000	1,834,803	3,539,803
05/01/11	-	1,792,178	1,792,178
11/01/11	2,140,000	1,792,178	3,932,178
05/01/12	-	1,738,678	1,738,678
11/01/12	2,665,000	1,738,678	4,403,678
05/01/13	-	1,698,703	1,698,703
11/01/13	2,750,000	1,698,703	4,448,703
05/01/14	-	1,655,735	1,655,735
11/01/14	2,850,000	1,655,735	4,505,735
05/01/15	-	1,600,125	1,600,125
11/01/15	2,965,000	1,600,125	4,565,125
05/01/16	-	1,526,000	1,526,000
11/01/16	3,080,000	1,526,000	4,606,000
05/01/17	-	1,449,000	1,449,000
11/01/17	3,200,000	1,449,000	4,649,000
05/01/18	-	1,369,000	1,369,000
11/01/18	3,320,000	1,369,000	4,689,000
05/01/19	-	1,286,000	1,286,000
11/01/19	3,450,000	1,286,000	4,736,000
05/01/20	-	1,199,750	1,199,750
11/01/20	3,580,000	1,199,750	4,779,750
05/01/21	-	1,110,250	1,110,250
11/01/21	3,720,000	1,110,250	4,830,250
05/01/22	-	1,017,250	1,017,250
11/01/22	3,865,000	1,017,250	4,882,250
05/01/23	-	920,625	920,625
11/01/23	4,015,000	920,625	4,935,625

(continued)

EXHIBIT A-22
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Public Improvement Revenue Refunding Bonds (Convention Center Project), Series 2004
02/25/04

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
05/01/24	-	820,250	820,250
11/01/24	4,170,000	820,250	4,990,250
05/01/25	-	716,000	716,000
11/01/25	4,330,000	716,000	5,046,000
05/01/26	-	607,750	607,750
11/01/26	4,500,000	607,750	5,107,750
05/01/27	-	495,250	495,250
11/01/27	4,670,000	495,250	5,165,250
05/01/28	-	378,500	378,500
11/01/28	4,855,000	378,500	5,233,500
05/01/29	-	257,125	257,125
11/01/29	5,045,000	257,125	5,302,125
05/01/30	-	131,000	131,000
11/01/30	5,240,000	131,000	5,371,000
	<u>\$ 81,340,000</u>	<u>\$ 60,345,141</u>	<u>\$141,685,141</u>

(concluded)

EXHIBIT A-23
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Public Improvement Revenue Bonds (Biomedical Research Park Project), Series 2004A
Dated 10/28/04

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
11/01/06	\$ 1,480,000	\$ 676,446	\$ 2,156,446
05/01/07	-	661,646	661,646
11/01/07	1,510,000	661,646	2,171,646
05/01/08	-	646,546	646,546
11/01/08	1,540,000	646,546	2,186,546
05/01/09	-	628,258	628,258
11/01/09	1,580,000	628,258	2,208,258
05/01/10	-	607,521	607,521
11/01/10	1,620,000	607,521	2,227,521
05/01/11	-	583,221	583,221
11/01/11	1,670,000	583,221	2,253,221
05/01/12	-	557,336	557,336
11/01/12	1,720,000	557,336	2,277,336
05/01/13	-	529,816	529,816
11/01/13	1,775,000	529,816	2,304,816
05/01/14	-	499,863	499,863
11/01/14	1,835,000	499,863	2,334,863
05/01/15	-	467,750	467,750
11/01/15	1,900,000	467,750	2,367,750
05/01/16	-	433,312	433,312
11/01/16	1,970,000	433,312	2,403,312
05/01/17	-	396,375	396,375
11/01/17	2,040,000	396,375	2,436,375
05/01/18	-	356,850	356,850
11/01/18	2,120,000	356,850	2,476,850
05/01/19	-	314,450	314,450
11/01/19	2,205,000	314,450	2,519,450
05/01/20	-	270,350	270,350
11/01/20	2,295,000	270,350	2,565,350
05/01/21	-	223,016	223,016
11/01/21	2,390,000	223,016	2,613,016
05/01/22	-	170,734	170,734
11/01/22	2,490,000	170,734	2,660,734
05/01/23	-	116,266	116,266
11/01/23	2,600,000	116,266	2,716,266
05/01/24	-	59,391	59,391
11/01/24	2,715,000	59,391	2,774,391
	<u>\$ 37,455,000</u>	<u>\$ 15,721,848</u>	<u>\$ 53,176,848</u>

EXHIBIT A-24
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Taxable Public Improvement Revenue Bonds (Biomedical Research Park Project), Series 2004B
Dated 10/28/04

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
11/01/06	\$ 2,442,752	\$ 551,818	\$ 2,994,570
05/01/07	-	490,505	490,505
11/01/07	2,442,752	490,505	2,933,257
05/01/08	-	429,192	429,192
11/01/08	2,442,752	429,192	2,871,944
05/01/09	-	367,878	367,878
11/01/09	2,442,752	367,878	2,810,630
05/01/10	-	306,565	306,565
11/01/10	2,442,751	306,565	2,749,316
05/01/11	-	245,252	245,252
11/01/11	2,442,751	245,252	2,688,003
05/01/12	-	183,939	183,939
11/01/12	2,442,751	183,939	2,626,690
05/01/13	-	122,626	122,626
11/01/13	2,442,751	122,626	2,565,377
05/01/14	-	61,313	61,313
11/01/14	2,442,751	61,313	2,504,064
	<u>\$ 21,984,763</u>	<u>\$ 4,966,358</u>	<u>\$ 26,951,121</u>

EXHIBIT A-25
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Parks and Recreation Facilities Revenue Refunding Bonds, Series 2005
Dated 03/31/05

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
11/01/06	\$ 160,000	\$ 320,719	\$ 480,719
05/01/07	-	318,319	318,319
11/01/07	1,430,000	318,319	1,748,319
05/01/08	-	296,869	296,869
11/01/08	1,470,000	296,869	1,766,869
05/01/09	-	273,069	273,069
11/01/09	1,525,000	273,069	1,798,069
05/01/10	-	246,381	246,381
11/01/10	1,580,000	246,381	1,826,381
05/01/11	-	218,731	218,731
11/01/11	1,640,000	218,731	1,858,731
05/01/12	-	190,031	190,031
11/01/12	1,700,000	190,031	1,890,031
05/01/13	-	158,313	158,313
11/01/13	1,760,000	158,313	1,918,313
05/01/14	-	120,725	120,725
11/01/14	1,840,000	120,725	1,960,725
05/01/15	-	84,550	84,550
11/01/15	1,915,000	84,550	1,999,550
05/01/16	-	45,000	45,000
11/01/16	2,000,000	45,000	2,045,000
	<u>\$ 17,020,000</u>	<u>\$ 4,224,695</u>	<u>\$ 21,244,695</u>

EXHIBIT A-26
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Revenue Refunding Bonds (North County Courthouse and Sheriff's Motor Pool Facility Projects), Series 2005
Dated 07/07/05

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ 25,000	\$ 283,023	\$ 308,023
06/01/07	-	282,585	282,585
12/01/07	25,000	282,585	307,585
06/01/08	-	282,148	282,148
12/01/08	1,120,000	282,148	1,402,148
06/01/09	-	262,547	262,547
12/01/09	1,160,000	262,547	1,422,547
06/01/10	-	242,247	242,247
12/01/10	1,195,000	242,247	1,437,247
06/01/11	-	224,323	224,323
12/01/11	1,240,000	224,323	1,464,323
06/01/12	-	193,323	193,323
12/01/12	1,295,000	193,323	1,488,323
06/01/13	-	160,947	160,947
12/01/13	1,365,000	160,947	1,525,947
06/01/14	-	138,425	138,425
12/01/14	1,400,000	138,425	1,538,425
06/01/15	-	114,625	114,625
12/01/15	1,455,000	114,625	1,569,625
06/01/16	-	78,250	78,250
12/01/16	1,525,000	78,250	1,603,250
06/01/17	-	40,125	40,125
12/01/17	1,605,000	40,125	1,645,125
	<u>\$ 13,410,000</u>	<u>\$ 4,322,113</u>	<u>\$ 17,732,113</u>

EXHIBIT A-27
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Public Improvement Revenue Refunding Bonds (Judicial Center Parking Facilities), Series 2005
Dated 05/04/05

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
11/01/06	\$ 820,000	\$ 176,047	\$ 996,047
05/01/07	-	163,747	163,747
11/01/07	845,000	163,747	1,008,747
05/01/08	-	151,072	151,072
11/01/08	870,000	151,072	1,021,072
05/01/09	-	138,022	138,022
11/01/09	895,000	138,022	1,033,022
05/01/10	-	123,478	123,478
11/01/10	925,000	123,478	1,048,478
05/01/11	-	108,447	108,447
11/01/11	955,000	108,447	1,063,447
05/01/12	-	91,138	91,138
11/01/12	990,000	91,138	1,081,138
05/01/13	-	72,575	72,575
11/01/13	1,030,000	72,575	1,102,575
05/01/14	-	49,400	49,400
11/01/14	1,070,000	49,400	1,119,400
05/01/15	-	28,000	28,000
11/01/15	1,120,000	28,000	1,148,000
	<u>\$ 9,520,000</u>	<u>\$ 2,027,805</u>	<u>\$ 11,547,805</u>

EXHIBIT A-28
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Public Improvement Revenue Bonds (Biomedical Research Park Project), Series 2005A
Dated 05/24/05

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ -	\$ 3,170,819	\$ 3,170,819
06/01/07	4,475,000	3,170,819	7,645,819
12/01/07	-	3,071,850	3,071,850
06/01/08	4,620,000	3,071,850	7,691,850
12/01/08	-	2,970,525	2,970,525
06/01/09	4,760,000	2,970,525	7,730,525
12/01/09	-	2,899,125	2,899,125
06/01/10	4,900,000	2,899,125	7,799,125
12/01/10	-	2,776,625	2,776,625
06/01/11	5,145,000	2,776,625	7,921,625
12/01/11	-	2,648,000	2,648,000
06/01/12	5,405,000	2,648,000	8,053,000
12/01/12	-	2,512,875	2,512,875
06/01/13	5,675,000	2,512,875	8,187,875
12/01/13	-	2,371,000	2,371,000
06/01/14	5,960,000	2,371,000	8,331,000
12/01/14	-	2,222,000	2,222,000
06/01/15	6,255,000	2,222,000	8,477,000
12/01/15	-	2,065,625	2,065,625
06/01/16	6,570,000	2,065,625	8,635,625
12/01/16	-	1,901,375	1,901,375
06/01/17	6,895,000	1,901,375	8,796,375
12/01/17	-	1,729,000	1,729,000
06/01/18	7,240,000	1,729,000	8,969,000
12/01/18	-	1,548,000	1,548,000
06/01/19	7,605,000	1,548,000	9,153,000
12/01/19	-	1,357,875	1,357,875
06/01/20	7,985,000	1,357,875	9,342,875
12/01/20	-	1,158,250	1,158,250
06/01/21	8,385,000	1,158,250	9,543,250
12/01/21	-	948,625	948,625
06/01/22	8,805,000	948,625	9,753,625
12/01/22	-	728,500	728,500
06/01/23	9,245,000	728,500	9,973,500
12/01/23	-	497,375	497,375
06/01/24	9,705,000	497,375	10,202,375
12/01/24	-	254,750	254,750
06/01/25	10,190,000	254,750	10,444,750
	<u>\$129,820,000</u>	<u>\$ 73,664,388</u>	<u>\$203,484,388</u>

EXHIBIT A-29
NON AD-VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Stadium Facilities Revenue Refunding Bonds, Series 2005
Dated 06/22/05

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
12/01/06	\$ 1,405,000	\$ 396,336	\$ 1,801,336
06/01/07	-	375,261	375,261
12/01/07	1,445,000	375,261	1,820,261
06/01/08	-	353,586	353,586
12/01/08	1,485,000	353,586	1,838,586
06/01/09	-	331,311	331,311
12/01/09	1,535,000	331,311	1,866,311
06/01/10	-	292,936	292,936
12/01/10	1,605,000	292,936	1,897,936
06/01/11	-	252,811	252,811
12/01/11	1,690,000	252,811	1,942,811
06/01/12	-	210,561	210,561
12/01/12	1,775,000	210,561	1,985,561
06/01/13	-	180,466	180,466
12/01/13	1,835,000	180,466	2,015,466
06/01/14	-	149,500	149,500
12/01/14	1,895,000	149,500	2,044,500
06/01/15	-	102,125	102,125
12/01/15	1,995,000	102,125	2,097,125
06/01/16	-	52,250	52,250
12/01/16	2,090,000	52,250	2,142,250
	<u>\$ 18,755,000</u>	<u>\$ 4,997,950</u>	<u>\$ 23,752,950</u>

EXHIBIT A-30
NON-AD VALOREM REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Public Improvement Revenue Bonds (Florida Atlantic University Laboratory and Research Facility Project), Series 2005
Dated 08/24/05

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
01/01/07	\$ 1,247,541	\$ 257,700	\$ 1,505,241
07/01/07	-	229,249	229,249
01/01/08	1,297,443	229,249	1,526,692
07/01/08	-	200,224	200,224
01/01/09	1,349,341	200,224	1,549,565
07/01/09	-	170,038	170,038
01/01/10	1,403,315	170,038	1,573,353
07/01/10	-	138,644	138,644
01/01/11	1,459,447	138,644	1,598,091
07/01/11	-	105,995	105,995
01/01/12	1,517,825	105,995	1,623,820
07/01/12	-	72,039	72,039
01/01/13	1,578,538	72,039	1,650,577
07/01/13	-	36,726	36,726
01/01/14	1,641,680	36,726	1,678,406
	<u>\$ 11,495,130</u>	<u>\$ 2,163,530</u>	<u>\$ 13,658,660</u>

EXHIBIT B-1
 REVENUE BONDS
 PALM BEACH COUNTY, FLORIDA
 Water and Sewer Revenue Bonds, Series 1985
 Dated 06/04/85

Debt Service Payment Schedule

Date	Principal	Interest (1)	Total Requirement
10/01/06	\$ 1,100,000	\$ 289,430	\$ 1,389,430
10/01/07	1,200,000	244,266	1,444,266
10/01/08	1,400,000	191,837	1,591,837
10/01/09	1,500,000	135,303	1,635,303
10/01/10	1,645,000	73,415	1,718,415
10/01/11	1,800,000	5,685	1,805,685
	<u>\$ 8,645,000</u>	<u>\$ 939,936</u>	<u>\$ 9,584,936</u>

(1) Variable rate in effect at the end of the current fiscal year is 3.79%.
 This rate is used to project future interest payments.

EXHIBIT B-2
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Water and Wastewater Revenue Bonds, Series 1998
Dated 06/01/98

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ 1,395,000	\$ 199,398	\$ 1,594,398
04/01/07	-	170,800	170,800
10/01/07	1,450,000	170,800	1,620,800
04/01/08	-	140,350	140,350
10/01/08	1,510,000	140,350	1,650,350
04/01/09	-	108,640	108,640
10/01/09	1,575,000	108,640	1,683,640
04/01/10	-	74,778	74,778
10/01/10	1,645,000	74,778	1,719,778
04/01/11	-	38,588	38,588
10/01/11	1,715,000	38,588	1,753,588
	<u>\$ 9,290,000</u>	<u>\$ 1,265,710</u>	<u>\$ 10,555,710</u>

EXHIBIT B-3
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Water and Sewer Revenue Refunding Bonds, Series 2003
Dated 07/08/03

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ 3,700,000	\$ 358,100	\$ 4,058,100
04/01/07	-	289,850	289,850
10/01/07	3,830,000	289,850	4,119,850
04/01/08	-	216,000	216,000
10/01/08	3,980,000	216,000	4,196,000
04/01/09	-	148,600	148,600
10/01/09	4,120,000	148,600	4,268,600
04/01/10	-	77,919	77,919
10/01/10	830,000	77,919	907,919
04/01/11	-	68,062	68,062
10/01/11	950,000	68,062	1,018,062
04/01/12	-	55,000	55,000
10/01/12	1,080,000	55,000	1,135,000
04/01/13	-	28,000	28,000
10/01/13	1,120,000	28,000	1,148,000
	<u>\$ 19,610,000</u>	<u>\$ 2,124,962</u>	<u>\$ 21,734,962</u>

EXHIBIT B-4
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Water and Sewer Revenue Refunding Bonds, Series 2004
Dated 05/12/04

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ -	\$ 535,950	\$ 535,950
04/01/07	4,605,000	535,950	5,140,950
10/01/07	-	466,875	466,875
04/01/08	4,795,000	466,875	5,261,875
10/01/08	-	347,000	347,000
04/01/09	5,025,000	347,000	5,372,000
10/01/09	-	231,375	231,375
04/01/10	5,270,000	231,375	5,501,375
10/01/10	-	99,625	99,625
04/01/11	3,985,000	99,625	4,084,625
	<u>\$ 23,680,000</u>	<u>\$ 3,361,650</u>	<u>\$ 27,041,650</u>

EXHIBIT B-5
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Water and Sewer Revenue Bonds, Series 2006A
Dated 04/24/06

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ -	\$ 2,666,111	\$ 2,666,111
04/01/07	-	3,056,688	3,056,688
10/01/07	2,035,000	3,056,688	5,091,688
04/01/08	-	3,021,075	3,021,075
10/01/08	2,110,000	3,021,075	5,131,075
04/01/09	-	2,984,150	2,984,150
10/01/09	2,180,000	2,984,150	5,164,150
04/01/10	-	2,946,000	2,946,000
10/01/10	2,260,000	2,946,000	5,206,000
04/01/11	-	2,906,450	2,906,450
10/01/11	2,335,000	2,906,450	5,241,450
04/01/12	-	2,859,750	2,859,750
10/01/12	2,430,000	2,859,750	5,289,750
04/01/13	-	2,799,000	2,799,000
10/01/13	2,550,000	2,799,000	5,349,000
04/01/14	-	2,735,250	2,735,250
10/01/14	2,680,000	2,735,250	5,415,250
04/01/15	-	2,681,650	2,681,650
10/01/15	2,785,000	2,681,650	5,466,650
04/01/16	-	2,612,025	2,612,025
10/01/16	2,925,000	2,612,025	5,537,025
04/01/17	-	2,538,900	2,538,900
10/01/17	3,070,000	2,538,900	5,608,900
04/01/18	-	2,462,150	2,462,150
10/01/18	3,225,000	2,462,150	5,687,150
04/01/19	-	2,381,525	2,381,525
10/01/19	3,385,000	2,381,525	5,766,525
04/01/20	-	2,296,900	2,296,900
10/01/20	3,555,000	2,296,900	5,851,900
04/01/21	-	2,208,025	2,208,025
10/01/21	3,735,000	2,208,025	5,943,025
04/01/22	-	2,114,650	2,114,650
10/01/22	3,920,000	2,114,650	6,034,650
04/01/23	-	2,016,650	2,016,650

(continued)

EXHIBIT B-5
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Water and Sewer Revenue Bonds, Series 2006A
Dated 04/24/06

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/23	4,115,000.00	2,016,650.00	6,131,650.00
04/01/24	-	1,913,775	1,913,775
10/01/24	4,325,000	1,913,775	6,238,775
04/01/25	-	1,805,650	1,805,650
10/01/25	4,540,000	1,805,650	6,345,650
04/01/26	-	1,692,150	1,692,150
10/01/26	4,765,000	1,692,150	6,457,150
04/01/27	-	1,573,025	1,573,025
10/01/27	5,005,000	1,573,025	6,578,025
04/01/28	-	1,447,913	1,447,913
10/01/28	5,255,000	1,447,913	6,702,913
04/01/29	-	1,316,550	1,316,550
10/01/29	5,515,000	1,316,550	6,831,550
04/01/30	-	1,178,700	1,178,700
10/01/30	5,790,000	1,178,700	6,968,700
04/01/31	-	1,033,975	1,033,975
10/01/31	6,080,000	1,033,975	7,113,975
04/01/32	-	882,000	882,000
10/01/32	6,385,000	882,000	7,267,000
04/01/33	-	722,375	722,375
10/01/33	6,705,000	722,375	7,427,375
04/01/34	-	554,750	554,750
10/01/34	7,040,000	554,750	7,594,750
04/01/35	-	378,750	378,750
10/01/35	7,390,000	378,750	7,768,750
04/01/36	-	194,000	194,000
10/01/36	7,760,000	194,000	7,954,000
	<u>\$125,850,000</u>	<u>\$121,295,013</u>	<u>\$247,145,013</u>

(concluded)

EXHIBIT B-6
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Water and Sewer Revenue Refunding Bonds, Series 2006B
Dated 04/24/06

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ 35,000	\$ 222,231	\$ 257,231
04/01/07	-	254,175	254,175
10/01/07	40,000	254,175	294,175
04/01/08	-	253,475	253,475
10/01/08	45,000	253,475	298,475
04/01/09	-	252,688	252,688
10/01/09	45,000	252,688	297,688
04/01/10	-	251,900	251,900
10/01/10	45,000	251,900	296,900
04/01/11	-	251,000	251,000
10/01/11	50,000	251,000	301,000
04/01/12	-	250,000	250,000
10/01/12	1,845,000	250,000	2,095,000
04/01/13	-	213,100	213,100
10/01/13	1,915,000	213,100	2,128,100
04/01/14	-	174,800	174,800
10/01/14	1,995,000	174,800	2,169,800
04/01/15	-	134,900	134,900
10/01/15	2,070,000	134,900	2,204,900
04/01/16	-	93,500	93,500
10/01/16	2,155,000	93,500	2,248,500
04/01/17	-	47,706	47,706
10/01/17	2,245,000	47,706	2,292,706
	<u>\$ 12,485,000</u>	<u>\$ 4,576,719</u>	<u>\$ 17,061,719</u>

EXHIBIT C-1
 REVENUE BONDS
 PALM BEACH COUNTY, FLORIDA
 Airport System Revenue Refunding Bonds, Series 2001
 Dated 07/01/01

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ 6,515,000	\$ 838,206	\$ 7,353,206
04/01/07	-	707,906	707,906
10/01/07	6,790,000	707,906	7,497,906
04/01/08	-	521,181	521,181
10/01/08	7,225,000	521,181	7,746,181
04/01/09	-	376,681	376,681
10/01/09	7,535,000	376,681	7,911,681
04/01/10	-	169,469	169,469
10/01/10	7,975,000	169,469	8,144,469
	<u>\$ 36,040,000</u>	<u>\$ 4,388,680</u>	<u>\$ 40,428,680</u>

EXHIBIT C-2
REVENUE BONDS
PALM BEACH COUNTY
Airport System Revenue Refunding Bonds, Series 2002
Dated: 07/01/02

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ -	\$ 1,305,538	\$ 1,305,538
04/01/07	-	1,305,538	1,305,538
10/01/07	-	1,305,538	1,305,538
04/01/08	-	1,305,538	1,305,538
10/01/08	-	1,305,538	1,305,538
04/01/09	-	1,305,538	1,305,538
10/01/09	-	1,305,538	1,305,538
04/01/10	-	1,305,538	1,305,538
10/01/10	-	1,305,538	1,305,538
04/01/11	-	1,305,538	1,305,538
10/01/11	10,270,000	1,305,538	11,575,538
04/01/12	-	1,010,275	1,010,275
10/01/12	10,995,000	1,010,275	12,005,275
04/01/13	-	694,169	694,169
10/01/13	11,645,000	694,169	12,339,169
04/01/14	-	359,375	359,375
10/01/14	12,500,000	359,375	12,859,375
	<u>\$ 45,410,000</u>	<u>\$ 18,488,556</u>	<u>\$ 63,898,556</u>

EXHIBIT C-3
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Airport System Revenue Bonds, Series 2006A
Dated 05/16/06

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ -	\$ 1,272,434	\$ 1,272,434
04/01/07	-	1,709,240	1,709,240
10/01/07	-	1,709,240	1,709,240
04/01/08	-	1,709,240	1,709,240
10/01/08	-	1,709,240	1,709,240
04/01/09	-	1,709,240	1,709,240
10/01/09	-	1,709,240	1,709,240
04/01/10	-	1,709,240	1,709,240
10/01/10	-	1,709,240	1,709,240
04/01/11	-	1,709,240	1,709,240
10/01/11	-	1,709,240	1,709,240
04/01/12	-	1,709,240	1,709,240
10/01/12	-	1,709,240	1,709,240
04/01/13	-	1,709,240	1,709,240
10/01/13	-	1,709,240	1,709,240
04/01/14	-	1,709,240	1,709,240
10/01/14	-	1,709,240	1,709,240
04/01/15	-	1,709,240	1,709,240
10/01/15	-	1,709,240	1,709,240
04/01/16	-	1,709,240	1,709,240
10/01/16	-	1,709,240	1,709,240
04/01/17	-	1,709,240	1,709,240
10/01/17	-	1,709,240	1,709,240
04/01/18	-	1,709,240	1,709,240
10/01/18	-	1,709,240	1,709,240
04/01/19	-	1,709,240	1,709,240
10/01/19	-	1,709,240	1,709,240
04/01/20	-	1,709,240	1,709,240
10/01/20	-	1,709,240	1,709,240
04/01/21	-	1,709,240	1,709,240
10/01/21	2,920,000	1,709,240	4,629,240
04/01/22	-	1,636,240	1,636,240
10/01/22	3,065,000	1,636,240	4,701,240
04/01/23	-	1,559,615	1,559,615

(continued)

EXHIBIT C-3
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Airport System Revenue Bonds, Series 2006A
Dated 05/16/06

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/23	3,220,000.00	1,559,615.00	4,779,615.00
04/01/24	-	1,479,115	1,479,115
10/01/24	3,380,000	1,479,115	4,859,115
04/01/25	-	1,394,615	1,394,615
10/01/25	3,550,000	1,394,615	4,944,615
04/01/26	-	1,305,865	1,305,865
10/01/26	3,730,000	1,305,865	5,035,865
04/01/27	-	1,212,615	1,212,615
10/01/27	3,915,000	1,212,615	5,127,615
04/01/28	-	1,114,740	1,114,740
10/01/28	4,110,000	1,114,740	5,224,740
04/01/29	-	1,011,990	1,011,990
10/01/29	4,315,000	1,011,990	5,326,990
04/01/30	-	904,115	904,115
10/01/30	4,530,000	904,115	5,434,115
04/01/31	-	790,865	790,865
10/01/31	4,760,000	790,865	5,550,865
04/01/32	-	671,865	671,865
10/01/32	4,995,000	671,865	5,666,865
04/01/33	-	546,990	546,990
10/01/33	5,245,000	546,990	5,791,990
04/01/34	-	415,865	415,865
10/01/34	5,505,000	415,865	5,920,865
04/01/35	-	278,240	278,240
10/01/35	5,785,000	278,240	6,063,240
04/01/36	-	142,293	142,293
10/01/36	6,055,000	142,293	6,197,293
	<u>\$ 69,080,000</u>	<u>\$ 81,479,690</u>	<u>\$150,559,690</u>

(concluded)

EXHIBIT C-4
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Airport System Taxable Revenue Refunding Bonds, Series 2006B
Dated 05/16/06

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ -	\$ 370,468	\$ 370,468
04/01/07	-	497,644	497,644
10/01/07	-	497,644	497,644
04/01/08	-	497,644	497,644
10/01/08	-	497,644	497,644
04/01/09	-	497,644	497,644
10/01/09	-	497,644	497,644
04/01/10	-	497,644	497,644
10/01/10	-	497,644	497,644
04/01/11	-	497,644	497,644
10/01/11	-	497,644	497,644
04/01/12	-	497,644	497,644
10/01/12	-	497,644	497,644
04/01/13	-	497,644	497,644
10/01/13	-	497,644	497,644
04/01/14	-	497,644	497,644
10/01/14	-	497,644	497,644
04/01/15	-	497,644	497,644
10/01/15	2,425,000	497,644	2,922,644
04/01/16	-	426,046	426,046
10/01/16	2,565,000	426,046	2,991,046
04/01/17	-	350,314	350,314
10/01/17	2,715,000	350,314	3,065,314
04/01/18	-	270,154	270,154
10/01/18	2,880,000	270,154	3,150,154
04/01/19	-	185,122	185,122
10/01/19	3,045,000	185,122	3,230,122
04/01/20	-	95,218	95,218
10/01/20	3,225,000	95,218	3,320,218
	<u>\$ 16,855,000</u>	<u>\$ 11,981,768</u>	<u>\$ 28,836,768</u>

EXHIBIT D-1
 REVENUE BONDS
 PALM BEACH COUNTY, FLORIDA
 Solid Waste Authority Refunding Revenue Bonds, Series 1997A
 Dated 03/15/97

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ 27,185,000	\$ 4,721,538	\$ 31,906,538
04/01/07	-	3,973,950	3,973,950
10/01/07	29,630,000	3,973,950	33,603,950
04/01/08	-	3,085,050	3,085,050
10/01/08	31,405,000	3,085,050	34,490,050
04/01/09	-	2,142,900	2,142,900
10/01/09	34,405,000	2,142,900	36,547,900
04/01/10	-	1,110,750	1,110,750
07/01/10	37,025,000	555,374	37,580,374
	<u>\$159,650,000</u>	<u>\$ 24,791,462</u>	<u>\$184,441,462</u>

EXHIBIT D-2
 REVENUE BONDS
 PALM BEACH COUNTY, FLORIDA
 Solid Waste Authority Refunding Revenue Bonds, Series 1998A
 Dated 08/01/98

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ 70,000	\$ 46,291	\$ 116,291
04/01/07	-	44,786	44,786
10/01/07	1,025,000	44,786	1,069,786
04/01/08	-	23,005	23,005
10/01/08	1,070,000	23,005	1,093,005
04/01/09	-	-	-
10/01/09	-	-	-
04/01/10	-	-	-
10/01/10	-	-	-
04/01/11	-	-	-
10/01/11	2,550,830 (1)	2,254,170	4,805,000
04/01/12	-	-	-
10/01/12	20,209,629 (1)	20,300,371	40,510,000
04/01/13	-	-	-
10/01/13	11,479,973 (1)	12,875,027	24,355,000
	<u>\$ 36,405,432</u>	<u>\$ 35,611,441</u>	<u>\$ 72,016,873</u>

(1) Capital Appreciation Bonds

EXHIBIT D-3
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Solid Waste Authority Revenue Refunding Bonds, Series 2002A
Dated 11/07/02

Debt Service Payment Schedule

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirement</u>
10/01/06	<u>\$ 1,465,000</u>	<u>\$ 20,144</u>	<u>\$ 1,485,144</u>
	<u>\$ 1,465,000</u>	<u>\$ 20,144</u>	<u>\$ 1,485,144</u>

EXHIBIT D-4
REVENUE BONDS
PALM BEACH COUNTY, FLORIDA
Solid Waste Authority Improvement Revenue Bonds, Series 2002B
Dated 11/07/02

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ 385,000	\$ 5,294	\$ 390,294
04/01/07	-	-	-
10/01/07	-	-	-
04/01/08	-	-	-
10/01/08	-	-	-
04/01/09	-	-	-
10/01/09	-	-	-
04/01/10	-	-	-
10/01/10	-	-	-
04/01/11	-	-	-
10/01/11	-	-	-
04/01/12	-	-	-
10/01/12	-	-	-
04/01/13	-	-	-
10/01/13	-	-	-
04/01/14	-	-	-
10/01/14	13,769,586 (1)	10,585,414	24,355,000
04/01/15	-	-	-
10/01/15	12,961,000 (1)	11,394,000	24,355,000
04/01/16	-	-	-
10/01/16	12,003,800 (1)	12,006,200	24,010,000
	<u>\$ 39,119,386</u>	<u>\$ 33,990,908</u>	<u>\$ 73,110,294</u>

(1) Capital Appreciation Bonds

EXHIBIT D-5
 REVENUE BONDS
 PALM BEACH COUNTY, FLORIDA
 Solid Waste Authority Refunding Revenue Bonds, Series 2004
 Dated 03/02/04

Debt Service Payment Schedule

Date	Principal	Interest	Total Requirement
10/01/06	\$ 45,000	\$ 755,194	\$ 800,194
04/01/07	-	754,744	754,744
10/01/07	45,000	754,744	799,744
04/01/08	-	754,293	754,293
10/01/08	45,000	754,294	799,294
04/01/09	-	753,844	753,844
10/01/09	45,000	753,843	798,843
04/01/10	-	753,338	753,338
10/01/10	45,000	753,338	798,338
04/01/11	-	752,775	752,775
10/01/11	33,935,000	752,775	34,687,775
	<u>\$ 34,160,000</u>	<u>\$ 8,293,182</u>	<u>\$ 42,453,182</u>



REQUIRED SUPPLEMENTARY INFORMATION



The Required Supplementary Information subsection includes the budgetary comparison schedule for Palm Beach County's major funds; the General Fund, the Fire Rescue Special Revenue Fund, and the Sheriff Special Revenue Fund. It also includes the schedules of funding progress related to the Palm Tran and Lantana Firefighter's Pension Plans.

REQUIRED SUPPLEMENTARY INFORMATION

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the fiscal year ended September 30, 2006
(Required Supplementary Information)

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ 655,521,940	\$ 655,521,940	\$ 640,096,892	\$ (15,425,048)
Licenses and permits	4,515,711	4,515,711	4,149,163	(366,548)
Intergovernmental	30,517,016	54,677,719	70,185,983	15,508,264
Charges for services	48,427,954	50,675,967	51,253,748	577,781
Fines and forfeitures	1,913,426	1,913,426	2,153,998	240,572
Investment income	10,367,000	10,367,000	14,257,661	3,890,661
Miscellaneous	9,152,244	9,307,244	8,252,732	(1,054,512)
Less 5% anticipated revenues	(37,432,757)	(37,432,757)	-	37,432,757
Total revenues	722,982,534	749,546,250	790,350,177	40,803,927
Expenditures:				
Current:				
General government	244,950,783	262,247,820	111,663,716	150,584,104
Public safety	32,702,299	59,017,975	56,754,555	2,263,420
Physical environment	13,289,534	14,514,370	12,907,110	1,607,260
Transportation	5,235,746	5,235,746	5,013,304	222,442
Economic environment	21,394,065	21,793,283	21,374,091	419,192
Human services	50,248,161	50,943,108	49,674,327	1,268,781
Culture and recreation	58,666,463	57,335,993	55,833,286	1,502,707
Capital outlay	4,412,121	4,738,264	2,082,054	2,656,210
Total expenditures	430,899,172	475,826,559	315,302,443	160,524,116
Excess of revenues over expenditures	292,083,362	273,719,691	475,047,734	201,328,043
Other financing sources (uses):				
Transfers in	31,684,430	28,887,996	41,012,589	12,124,593
Transfers out	(466,621,514)	(492,075,626)	(479,725,787)	12,349,839
Total other financing sources (uses)	(434,937,084)	(463,187,630)	(438,713,198)	24,474,432
Net change in fund balances	(142,853,722)	(189,467,939)	36,334,536	225,802,475
Fund balances, October 1, 2005	142,853,722	189,467,939	184,845,873	(4,622,066)
Increase in reserves, inventory	-	-	327,739	327,739
Fund balances, September 30, 2006	\$ -	\$ -	\$ 221,508,148	\$ 221,508,148

NOTE: The effective legal level of budget control is maintained at the department or fund level. A separate detailed report providing this information is available for inspection at the Office of Financial Management and Budget. Annual budgets are legally adopted for all governmental and proprietary fund types. Budgetary comparisons presented herein are on a basis consistent with GAAP.

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Fire Rescue Special Revenue Fund
For the fiscal year ended September 30, 2006
(Required Supplementary Information)

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ 171,774,890	\$ 171,774,890	\$ 165,380,060	\$ (6,394,830)
Special assessments	333,919	333,919	332,395	(1,524)
Licenses and permits	2,700	2,700	2,648	(52)
Intergovernmental	168,612	487,939	3,294,470	2,806,531
Charges for services	24,760,209	24,760,209	25,043,880	283,671
Investment income	2,029,046	2,029,046	4,330,682	2,301,636
Miscellaneous	337,700	337,700	208,372	(129,328)
Less 5% anticipated revenues	(9,663,804)	(9,663,804)	-	9,663,804
Total revenues	189,743,272	190,062,599	198,592,507	8,529,908
Expenditures:				
Current:				
Public safety	211,920,456	217,038,570	170,753,682	46,284,888
Economic environment	620,000	620,000	587,774	32,226
Capital outlay	7,053,061	8,508,985	4,294,981	4,214,004
Debt service	250,000	250,000	250,000	-
Total expenditures	219,843,517	226,417,555	175,886,437	50,531,118
Excess of revenues over (under) expenditures	(30,100,245)	(36,354,956)	22,706,070	59,061,026
Other financing sources (uses):				
Transfers in	8,957,328	8,986,776	6,538,403	(2,448,373)
Transfers out	(14,125,924)	(17,575,924)	(17,575,924)	-
Total other financing sources (uses)	(5,168,596)	(8,589,148)	(11,037,521)	(2,448,373)
Net change in fund balances	(35,268,841)	(44,944,104)	11,668,549	56,612,653
Fund balances, October 1, 2005	35,268,841	44,944,104	46,817,042	1,872,938
Increase in reserves, inventory	-	-	195,663	195,663
Fund balances, September 30, 2006	\$ -	\$ -	\$ 58,681,254	\$ 58,681,254

NOTE: The effective legal level of budget control is maintained at the department or fund level. A separate detailed report providing this information is available for inspection at the Office of Financial Management and Budget. Annual budgets are legally adopted for all governmental and proprietary fund types. Budgetary comparisons presented herein are on a basis consistent with GAAP.

PALM BEACH COUNTY, FLORIDA
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 Sheriff Special Revenue Fund
 For the fiscal year ended September 30, 2006
 (Required Supplementary Information)

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Charges for services	\$ -	\$ -	\$ 1,471,874	\$ 1,471,874
Fines and forfeitures	-	-	360,727	360,727
Investment income	-	-	117,375	117,375
Miscellaneous	-	-	38,561	38,561
Total revenues	-	-	1,988,537	1,988,537
Expenditures:				
Current:				
General government	15,390,794	15,388,864	15,036,764	352,100
Public safety	301,823,560	306,667,492	305,419,693	1,247,799
Capital outlay	14,183,810	14,540,130	14,123,382	416,748
Debt service	-	48,000	23,879	24,121
Total expenditures	331,398,164	336,644,486	334,603,718	2,040,768
Excess of revenues over (under) expenditures	(331,398,164)	(336,644,486)	(332,615,181)	4,029,305
Other financing sources (uses):				
Transfers in	331,398,164	337,103,406	336,257,257	(846,149)
Transfers out	-	(457,000)	(3,503,823)	(3,046,823)
Issuance of long-term debt	-	-	44,655	44,655
Total other financing sources (uses)	331,398,164	336,646,406	332,798,089	(3,848,317)
Net change in fund balances	-	1,920	182,908	180,988
Fund balances, October 1, 2005	-	1,919,929	1,919,929	-
Fund balances, September 30, 2006	\$ -	\$ 1,921,849	\$ 2,102,837	\$ 180,988

NOTE: The effective legal level of budget control is maintained at the department or fund level. A separate detailed report providing this information is available for inspection at the Office of Financial Management and Budget. Annual budgets are legally adopted for all governmental and proprietary fund types. Budgetary comparisons presented herein are on a basis consistent with GAAP.

REQUIRED SUPPLEMENTARY INFORMATION

Palm Tran Pension Plan Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) (B)	Unfunded AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll ((B-A)/C)
12/31/02	\$26,522,564	\$30,049,352	\$ 3,526,788	88.3%	\$15,633,008	22.6%
12/31/03	29,691,719	31,871,006	2,179,287	93.2	16,656,892	13.1
12/31/04	32,841,975	35,501,367	2,659,392	92.5	17,206,023	15.5

Note: 1) For years beginning December 31, 2002, the Funded Ratio is based on the Entry Age Normal Cost Method.

2) The Actuarial Valuation report for Fiscal Year Ending 12/31/05 was not available.

Lantana Firefighter's Pension Plan Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) (B)	Unfunded AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll ((B-A)/C)
9/30/03	\$ 6,243,000	\$ 8,911,000	\$ 2,668,000	70.1%	\$ 2,195,000	121.6%
9/30/04	7,353,000	10,430,000	3,077,000	70.5	2,324,000	132.4
9/30/05	8,689,000	12,710,000	4,022,000	68.4	2,559,000	157.2

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES



This subsection includes the combining and individual fund statements and schedules for the following:

- Nonmajor Governmental Funds
- Internal Service Funds
- Agency Funds

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Tourist Development - To account for tourist development taxes designated to promote tourism in Palm Beach County.

Law Enforcement Grants - To account for revenues to be used for law enforcement grants, including but not limited to the Local Law Enforcement Block Grants, "LLEBG".

County Transportation Trust - To account for ad-valorem taxes, gas taxes and other revenues designated for the construction and maintenance of County roads.

Municipal Service Taxing District - To account for revenues to be used in the unincorporated areas of the County for services rendered.

Library Taxing District - To account for ad-valorem taxes and governmental grant funds designated to operate and maintain the County's public library system.

Community and Social Development - To account for governmental grant funds and other revenues designated for community and social services.

Affordable Housing Trust Fund (SHIP)- To account for intergovernmental revenues and other revenues designated for providing standard, affordable housing for persons of low to moderate income.

Hurricane Housing Recovery Plan Fund - To account for intergovernmental revenues for the repair/replace/reconstruct/retrofit of single family units for extremely low, very low, and moderate income homeowners.

Palm Tran - To account for activities related to the operation of the County-owned public bus transportation system.

Other Special Revenue Fund - To account for local half-cent sales taxes and other revenues designated for various services provided by the County.

Clerk & Comptroller - To account for all funds received and expended to carry out the duties and responsibilities of the elected office of Clerk & Comptroller.

Tax Collector - To account for all funds received and expended to carry out the duties and responsibilities of the elected office of Tax Collector.

Property Appraiser - To account for all funds received and expended to carry out the duties and responsibilities of the elected office of Property Appraiser.

**NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS CONTINUED**

Supervisor of Elections - To account for all funds received and expended to carry out the duties and responsibilities of the elected office of Supervisor of Elections.

DEBT SERVICE FUNDS

General Obligation Bonds - To account for the annual debt service requirements of all general obligation bonds.

Revenue Bonds - To account for the annual debt service requirements of non ad-valorem, non self-supporting revenue bonds.

Other Financing - To account for the annual debt service requirements of other financing arrangements.

CAPITAL PROJECTS FUNDS

Criminal Justice - To account for costs related to the design and construction of courthouses, jails and other physical facilities required for the courts, law enforcement and detention operations.

Environmental Lands - To account for costs related to the acquisition of environmentally sensitive ecological sites, and for the design and construction of beach improvements such as sand/beach renourishment or dune replacement projects.

Fire Rescue - To account for costs related to the design, acquisition and construction of fire stations, training and administrative facilities, and equipment acquisitions for new stations.

Libraries - To account for costs related to the design, acquisition and construction of libraries, including library materials.

Parks and Recreation - To account for costs related to the design, acquisition and construction or expansion of beach, regional, district and community parks including active and passive recreational facilities and administrative facilities for park operations.

Street and Drainage - To account for costs related to the design and construction of neighborhood streets, replacing shellrock (dirt) roads and providing drainage associated with the streets. These improvements are primarily funded by assessments against the benefiting properties.



PALM BEACH COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2006

	Tourist Development Special Revenue Fund	Law Enforcement Grants Special Revenue Fund	County Transportation Trust Special Revenue Fund	Municipal Service Taxing District Special Revenue Fund
ASSETS				
Cash and cash equivalents	\$ 22,346,298	\$ 1,018,974	\$ 13,821,083	\$ 15,783,240
Accounts receivable, net	275,938	-	107	7,567
Due from other county funds	-	1,476,050	2,174,971	-
Due from other governments	-	777,015	558,948	15,697
Due from component unit	-	-	-	-
Inventory	-	-	4,247,881	-
Other assets	-	-	-	-
Loans receivable, noncurrent	4,850,000	-	-	-
Total assets	\$ 27,472,236	\$ 3,272,039	\$ 20,802,990	\$ 15,806,504
LIABILITIES				
Vouchers payable and accrued liabilities	\$ 725,725	\$ 76,110	\$ 1,605,391	\$ 480,351
Due to other county funds	2,388	554,526	687,782	273,811
Due to other governments	-	14,540	3,485	-
Due to individuals	-	-	-	-
Deferred revenue	4,250,000	195,374	-	-
Other liabilities	-	-	-	-
Matured principal and interest payable	-	-	-	-
Total liabilities	4,978,113	840,550	2,296,658	754,162
FUND BALANCE				
Fund balances:				
Reserved for debt service	-	-	-	-
Reserved for inventory	-	-	4,247,881	-
Unreserved, reported in:				
Special Revenue Funds	22,494,123	2,431,489	14,258,451	15,052,342
Capital Projects Funds	-	-	-	-
Total fund balance	22,494,123	2,431,489	18,506,332	15,052,342
Total liabilities and fund balance	\$ 27,472,236	\$ 3,272,039	\$ 20,802,990	\$ 15,806,504

Library Taxing District Special Revenue Fund	Community and Social Development Special Revenue Fund	Affordable Housing (SHIP) Trust Fund Special Revenue Fund	Hurricane Housing Recovery Plan Fund Special Revenue Fund	Palm Tran Special Revenue Fund	Other Special Revenue Fund	Clerk & Comptroller Special Revenue Fund
\$ 11,704,746	\$ 1,800	\$ 24,469,068	\$ -	\$ 1,700	\$ 67,084,431	\$ 37,608,728
2,592	562,072	99,659	-	77,238	466,485	154,549
688,593	4,352,614	7,516	-	5,091	492,951	2,088,312
-	7,858,601	-	192,955	14,728,620	8,043,006	201,738
1,613	-	-	-	-	-	-
-	-	-	-	1,741,194	43,811	-
-	-	-	-	-	5,850	77,430
-	-	-	-	-	-	-
\$ 12,397,544	\$ 12,775,087	\$ 24,576,243	\$ 192,955	\$ 16,553,843	\$ 76,136,534	\$ 40,130,757
\$ 1,236,724	\$ 2,280,938	\$ 42,476	\$ 22,825	\$ 2,387,620	\$ 1,390,444	\$ 2,736,341
116,585	1,969,016	5,471	170,130	3,204,673	482,699	13,513,168
2,170	483,696	-	-	1,525	365,407	6,775,015
-	60,322	323	-	-	-	-
52,619	8,320	-	-	448,000	759,285	-
13	27	-	-	-	-	616,025
-	-	-	-	-	-	-
1,408,111	4,802,319	48,270	192,955	6,041,818	2,997,835	23,640,549
-	-	-	-	-	-	-
-	-	-	-	1,741,194	43,811	-
10,989,433	7,972,768	24,527,973	-	8,770,831	73,094,888	16,490,208
-	-	-	-	-	-	-
10,989,433	7,972,768	24,527,973	-	10,512,025	73,138,699	16,490,208
\$ 12,397,544	\$ 12,775,087	\$ 24,576,243	\$ 192,955	\$ 16,553,843	\$ 76,136,534	\$ 40,130,757

PALM BEACH COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds (continued)
September 30, 2006

	Tax Collector Special Revenue Fund	Property Appraiser Special Revenue Fund	Supervisor of Elections Special Revenue Fund	Total Special Revenue Funds
ASSETS				
Cash and cash equivalents	\$ 39,869,061	\$ 3,101,176	\$ 1,135,568	\$ 237,945,873
Accounts receivable, net	179,835	-	3,853	1,829,895
Due from other county funds	-	-	976,806	12,262,904
Due from other governments	1,800	-	-	32,378,380
Due from component unit	-	-	-	1,613
Inventory	-	-	-	6,032,886
Other assets	-	91,806	-	175,086
Loans receivable, noncurrent	-	-	-	4,850,000
Total assets	\$ 40,050,696	\$ 3,192,982	\$ 2,116,227	\$ 295,476,637
LIABILITIES				
Vouchers payable and accrued liabilities	\$ 645,487	\$ 1,000,608	\$ 1,144,877	\$ 15,775,917
Due to other county funds	33,430,982	1,930,615	23,653	56,365,499
Due to other governments	5,544,060	261,759	250,000	13,701,657
Due to individuals	-	-	697,697	758,342
Deferred revenue	430,167	-	-	6,143,765
Other liabilities	-	-	-	616,065
Matured principal and interest payable	-	-	-	-
Total liabilities	40,050,696	3,192,982	2,116,227	93,361,245
FUND BALANCE				
Fund balances:				
Reserved for debt service	-	-	-	-
Reserved for inventory	-	-	-	6,032,886
Unreserved, reported in:				
Special Revenue Funds	-	-	-	196,082,506
Capital Projects Funds	-	-	-	-
Total fund balance	-	-	-	202,115,392
Total liabilities and fund balance	\$ 40,050,696	\$ 3,192,982	\$ 2,116,227	\$ 295,476,637

General Obligation Bonds Debt Service	Revenue Bonds Debt Service	Other Financing Debt Service	Total Debt Service Funds	Criminal Justice Capital Projects	Environmental Lands Capital Projects	Fire Rescue Capital Projects
\$ 7,810,640	\$ 7,005,611	\$ 3,496,191	\$ 18,312,442	\$ 7,387,263	\$ 46,506,371	\$ 59,471,759
-	-	136,000	136,000	-	7,524	-
-	2	-	2	-	-	-
-	-	-	-	1,003	479,291	15,324
171	-	-	171	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	200
-	-	-	-	-	-	-
\$ 7,810,811	\$ 7,005,613	\$ 3,632,191	\$ 18,448,615	\$ 7,388,266	\$ 46,993,186	\$ 59,487,283
\$ 8,297	\$ 1,540	\$ 15,812	\$ 25,649	\$ 398,942	\$ 317,956	\$ 1,217,633
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	2,684,297	228,428	2,912,725	-	-	-
8,297	2,685,837	244,240	2,938,374	398,942	317,956	1,217,633
7,802,514	4,319,776	3,387,951	15,510,241	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	6,989,324	46,675,230	58,269,650
7,802,514	4,319,776	3,387,951	15,510,241	6,989,324	46,675,230	58,269,650
\$ 7,810,811	\$ 7,005,613	\$ 3,632,191	\$ 18,448,615	\$ 7,388,266	\$ 46,993,186	\$ 59,487,283

PALM BEACH COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2006

	Libraries Capital Projects	Parks and Recreation Capital Projects	Street and Drainage Capital Projects	Total Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 74,548,659	\$ 143,583,900	\$ 8,136,393	\$ 339,634,345	\$ 595,892,660
Accounts receivable, net	21	1,896	5,656,908	5,666,349	7,632,244
Due from other county funds	284	79,517	48,938	128,739	12,391,645
Due from other governments	7,053	72,112	-	574,783	32,953,163
Due from component unit	-	-	-	-	1,784
Inventory	-	-	-	-	6,032,886
Other assets	-	-	-	200	175,286
Loans receivable, noncurrent	-	-	-	-	4,850,000
Total assets	\$ 74,556,017	\$ 143,737,425	\$ 13,842,239	\$ 346,004,416	\$ 659,929,668
LIABILITIES					
Vouchers payable and accrued liabilities	\$ 975,394	\$ 7,498,324	\$ 69,550	\$ 10,477,799	\$ 26,279,365
Due to other county funds	77,308	2,144,942	-	2,222,250	58,587,749
Due to other governments	-	80,685	134,415	215,100	13,916,757
Due to individuals	-	-	-	-	758,342
Deferred revenue	-	-	5,656,908	5,656,908	11,800,673
Other liabilities	-	-	305	305	616,370
Matured principal and interest payable	-	-	-	-	2,912,725
Total liabilities	1,052,702	9,723,951	5,861,178	18,572,362	114,871,981
FUND BALANCE					
Fund balances:					
Reserved for debt service	-	-	-	-	15,510,241
Reserved for inventory	-	-	-	-	6,032,886
Unreserved, reported in:					
Special Revenue Funds	-	-	-	-	196,082,506
Capital Projects Funds	73,503,315	134,013,474	7,981,061	327,432,054	327,432,054
Total fund balance	73,503,315	134,013,474	7,981,061	327,432,054	545,057,687
Total liabilities and fund balance	\$ 74,556,017	\$ 143,737,425	\$ 13,842,239	\$ 346,004,416	\$ 659,929,668



PALM BEACH COUNTY, FLORIDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the fiscal year ended September 30, 2006

	Tourist Development Special Revenue Fund	Law Enforcement Grants Special Revenue Fund	County Transportation Trust Special Revenue Fund	Municipal Service Taxing District Special Revenue Fund
Revenues:				
Taxes (net of discount)	\$ 23,528,567	\$ -	\$ 15,529	\$ -
Special assessments	-	-	434,772	-
Licenses and permits	-	-	5,891	21,995,797
Intergovernmental	250,000	2,538,297	8,226,454	480,102
Charges for services	2,984,945	-	1,408,777	1,441,551
Less - excess fees paid out	-	-	-	-
Fines and forfeitures	-	1,160,406	-	65,460
Investment income	863,409	81,513	325,015	576,220
Miscellaneous	143	23,392	1,181,759	1,717
Total revenues	27,627,064	3,803,608	11,598,197	24,560,847
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	325,376	1,510,603	18,570,747
Physical environment	-	-	-	-
Transportation	-	-	38,237,059	-
Economic environment	18,723,322	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	790,510	69,891
Debt service	-	-	-	-
Total expenditures	18,723,322	325,376	40,538,172	18,640,638
Excess of revenues over (under) expenditures	8,903,742	3,478,232	(28,939,975)	5,920,209
Other financing sources (uses):				
Transfers in	-	1,121,326	34,909,223	-
Transfers out	(8,437,583)	(3,780,752)	(44,808)	-
Issuance of long-term debt	-	-	-	-
Premium (discount) long-term debt	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to escrow agent for refunding	-	-	-	-
Total other financing sources (uses)	(8,437,583)	(2,659,426)	34,864,415	-
Net change in fund balances	466,159	818,806	5,924,440	5,920,209
Fund balances, October 1, 2005	22,027,964	1,612,683	10,865,711	9,132,133
Increase (decrease) in reserves, inventory	-	-	1,716,181	-
Fund balances, September 30, 2006	\$ 22,494,123	\$ 2,431,489	\$ 18,506,332	\$ 15,052,342

Library Taxing District Special Revenue Fund	Community and Social Development Special Revenue Fund	Affordable Housing (SHIP) Trust Fund Special Revenue Fund	Hurricane Housing Recovery Plan Fund Special Revenue Fund	Palm Tran Special Revenue Fund	Other Special Revenue Fund	Clerk & Comptroller Special Revenue Fund
\$ 39,076,148	\$ -	\$ -	\$ -	\$ 12,965,518	\$ 4,685,136	\$ -
-	-	-	-	-	26,951,529	-
38,075	-	-	-	-	933,319	-
1,462,235	46,522,546	8,775,479	745,030	20,121,840	86,332,627	652,456
63,960	377,660	-	-	12,492,225	16,150,967	59,618,034
-	-	-	-	-	-	-
374,692	-	-	-	-	2,468,656	-
776,872	447,991	1,003,443	-	147,867	3,403,924	1,404,042
237,852	1,567,156	2,566,123	-	1,299,130	2,706,718	-
42,029,834	48,915,353	12,345,045	745,030	47,026,580	143,632,876	61,674,532
-	-	-	-	-	31,951,805	56,472,050
-	1,216,560	-	-	2,538	7,901,777	-
-	-	-	-	-	4,365,849	-
-	-	-	-	66,305,621	-	-
-	17,867,576	10,994,811	745,030	-	158,177	-
-	41,296,405	-	-	-	407,605	-
28,501,467	-	-	-	-	3,261,824	-
3,962,416	402,638	3,029	-	7,950,902	3,930,989	5,841,216
-	166,640	-	-	2,200,000	-	-
32,463,883	60,949,819	10,997,840	745,030	76,459,061	51,978,026	62,313,266
9,565,951	(12,034,466)	1,347,205	-	(29,432,481)	91,654,850	(638,734)
-	9,340,915	-	-	26,704,178	1,583,845	16,114,590
(7,647,537)	(28,711)	-	-	-	(90,275,855)	(11,295,945)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(7,647,537)	9,312,204	-	-	26,704,178	(88,692,010)	4,818,645
1,918,414	(2,722,262)	1,347,205	-	(2,728,303)	2,962,840	4,179,911
9,071,019	10,695,030	23,180,768	-	13,036,672	70,187,294	12,310,297
-	-	-	-	203,656	(11,435)	-
\$ 10,989,433	\$ 7,972,768	\$ 24,527,973	\$ -	\$ 10,512,025	\$ 73,138,699	\$ 16,490,208

PALM BEACH COUNTY, FLORIDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (continued)
For the fiscal year ended September 30, 2006

	Tax Collector Special Revenue Fund	Property Appraiser Special Revenue Fund	Supervisor of Elections Special Revenue Fund	Total Special Revenue Funds
Revenues:				
Taxes (net of discount)	\$ -	\$ -	\$ -	\$ 80,270,898
Special assessments	-	-	-	27,386,301
Licenses and permits	-	-	-	22,973,082
Intergovernmental	-	88,440	2,321,401	178,516,907
Charges for services	54,917,141	21,896,574	49,976	171,401,810
Less - excess fees paid out	(38,786,826)	(2,086,735)	-	(40,873,561)
Fines and forfeitures	-	-	-	4,069,214
Investment income	1,632,237	224,647	-	10,887,180
Miscellaneous	-	-	1,160	9,585,150
Total revenues	17,762,552	20,122,926	2,372,537	464,216,981
Expenditures:				
Current:				
General government	17,246,769	19,867,712	7,412,719	132,951,055
Public safety	-	-	-	29,527,601
Physical environment	-	-	-	4,365,849
Transportation	-	-	-	104,542,680
Economic environment	-	-	-	48,488,916
Human services	-	-	-	41,704,010
Culture and recreation	-	-	-	31,763,291
Capital outlay	504,887	250,630	1,663,897	25,371,005
Debt service	10,896	4,584	-	2,382,120
Total expenditures	17,762,552	20,122,926	9,076,616	421,096,527
Excess of revenues over (under) expenditures	-	-	(6,704,079)	43,120,454
Other financing sources (uses):				
Transfers in	-	-	6,874,079	96,648,156
Transfers out	-	-	(170,000)	(121,681,191)
Issuance of long-term debt	-	-	-	-
Premium (discount) long-term debt	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payment to escrow agent for refunding	-	-	-	-
Total other financing sources (uses)	-	-	6,704,079	(25,033,035)
Net change in fund balances	-	-	-	18,087,419
Fund balances, October 1, 2005	-	-	-	182,119,571
Increase (decrease) in reserves, inventory	-	-	-	1,908,402
Fund balances, September 30, 2006	\$ -	\$ -	\$ -	\$ 202,115,392

General Obligation Bonds Debt Service	Revenue Bonds Debt Service	Other Financing Debt Service	Total Debt Service Funds	Criminal Justice Capital Projects	Environmental Lands Capital Projects	Fire Rescue Capital Projects
\$ 37,899,816	\$ -	\$ -	\$ 37,899,816	\$ -	\$ -	\$ -
-	-	-	-	519,880	-	2,401,388
-	-	-	-	-	-	-
171	-	-	171	-	3,671,776	-
-	-	-	-	-	354,925	1,000
-	-	-	-	-	-	-
-	-	-	-	-	77,956	-
621,889	233,513	72,403	927,805	314,900	1,868,835	2,273,674
-	112,613	2,000,000	2,112,613	19,800	4,158,279	4,000
38,521,876	346,126	2,072,403	40,940,405	854,580	10,131,771	4,680,062
-	-	-	-	46,075	105,560	-
-	-	-	-	-	-	1,312,137
-	-	-	-	-	3,176,470	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	1,706,945	7,053,586	11,094,516
30,465,612	66,687,207	9,186,800	106,339,619	16,559	903,450	-
30,465,612	66,687,207	9,186,800	106,339,619	1,769,579	11,239,066	12,406,653
8,056,264	(66,341,081)	(7,114,397)	(65,399,214)	(914,999)	(1,107,295)	(7,726,591)
8,288,700	52,745,972	8,398,682	69,433,354	-	7,917,325	17,575,924
(4,288,700)	(7,670)	(236,144)	(4,532,514)	-	(4,288,700)	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
115,825,000	-	-	115,825,000	-	-	-
(121,560,729)	-	-	(121,560,729)	-	-	-
(1,735,729)	52,738,302	8,162,538	59,165,111	-	3,628,625	17,575,924
6,320,535	(13,602,779)	1,048,141	(6,234,103)	(914,999)	2,521,330	9,849,333
1,481,979	17,922,555	2,339,810	21,744,344	7,904,323	44,153,900	48,420,317
-	-	-	-	-	-	-
\$ 7,802,514	\$ 4,319,776	\$ 3,387,951	\$ 15,510,241	\$ 6,989,324	\$ 46,675,230	\$ 58,269,650

PALM BEACH COUNTY, FLORIDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the fiscal year ended September 30, 2006

	Libraries Capital Projects	Parks and Recreation Capital Projects	Street and Drainage Capital Projects	Total Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:					
Taxes (net of discount)	\$ -	\$ 2	\$ -	\$ 2	\$ 118,170,716
Special assessments	1,137,978	9,186,767	1,703,342	14,949,355	42,335,656
Licenses and permits	-	-	-	-	22,973,082
Intergovernmental	150,000	1,573,454	-	5,395,230	183,912,308
Charges for services	-	4,870	-	360,795	171,762,605
Less - excess fees paid out	-	-	-	-	(40,873,561)
Fines and forfeitures	-	-	-	77,956	4,147,170
Investment income	2,819,283	5,761,155	471,979	13,509,826	25,324,811
Miscellaneous	18,329	3,029,085	117,688	7,347,181	19,044,944
Total revenues	4,125,590	19,555,333	2,293,009	41,640,345	546,797,731
Expenditures:					
Current:					
General government	-	-	-	151,635	133,102,690
Public safety	30,382	2,714,406	-	4,056,925	33,584,526
Physical environment	-	-	-	3,176,470	7,542,319
Transportation	-	-	963,932	963,932	105,506,612
Economic environment	-	-	-	-	48,488,916
Human services	-	-	-	-	41,704,010
Culture and recreation	107,074	35,686,380	-	35,793,454	67,556,745
Capital outlay	6,170,355	42,464,678	1,188,251	69,678,331	95,049,336
Debt service	213,331	552,160	-	1,685,500	110,407,239
Total expenditures	6,521,142	81,417,624	2,152,183	115,506,247	642,942,393
Excess of revenues over (under) expenditures	(2,395,552)	(61,862,291)	140,826	(73,865,902)	(96,144,662)
Other financing sources (uses):					
Transfers in	7,647,537	10,102,313	1,247,000	44,490,099	210,571,609
Transfers out	-	(964,850)	-	(5,253,550)	(131,467,255)
Issuance of long-term debt	22,335,000	83,125,000	-	105,460,000	105,460,000
Premium (discount) long-term debt	217,346	(265,572)	-	(48,226)	(48,226)
Issuance of refunding debt	-	-	-	-	115,825,000
Payment to escrow agent for refunding	-	-	-	-	(121,560,729)
Total other financing sources (uses)	30,199,883	91,996,891	1,247,000	144,648,323	178,780,399
Net change in fund balances	27,804,331	30,134,600	1,387,826	70,782,421	82,635,737
Fund balances, October 1, 2005	45,698,984	103,878,874	6,593,235	256,649,633	460,513,548
Increase (decrease) in reserves, inventory	-	-	-	-	1,908,402
Fund balances, September 30, 2006	\$ 73,503,315	\$ 134,013,474	\$ 7,981,061	\$ 327,432,054	\$ 545,057,687

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Tourist Development Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ 23,341,500	\$ 23,341,500	\$ 23,528,567	\$ 187,067
Intergovernmental	250,000	250,000	250,000	-
Charges for services	3,585,670	3,585,670	2,984,945	(600,725)
Investment income	366,519	366,519	863,409	496,890
Miscellaneous	1,000	1,000	143	(857)
Less 5% anticipated revenues	(1,364,734)	(1,364,734)	-	1,364,734
Total revenues	26,179,955	26,179,955	27,627,064	1,447,109
Expenditures:				
Current:				
Economic environment	38,306,340	39,770,336	18,723,322	21,047,014
Total expenditures	38,306,340	39,770,336	18,723,322	21,047,014
Excess of revenues over (under) expenditures	(12,126,385)	(13,590,381)	8,903,742	22,494,123
Other financing sources (uses):				
Transfers out	(8,396,196)	(8,437,583)	(8,437,583)	-
Total other financing sources (uses)	(8,396,196)	(8,437,583)	(8,437,583)	-
Net change in fund balances	(20,522,581)	(22,027,964)	466,159	22,494,123
Fund balances, October 1, 2005	20,522,581	22,027,964	22,027,964	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ 22,494,123	\$ 22,494,123

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Law Enforcement Grants Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 598,685	\$ 3,666,672	\$ 2,538,297	\$ (1,128,375)
Fines and forfeitures	-	-	1,160,406	1,160,406
Investment income	10,000	10,000	81,513	71,513
Miscellaneous	-	20,991	23,392	2,401
Total revenues	608,685	3,697,663	3,803,608	105,945
Expenditures:				
Current:				
Public safety	961,060	1,252,414	325,376	927,038
Total expenditures	961,060	1,252,414	325,376	927,038
Excess of revenues over (under) expenditures	(352,375)	2,445,249	3,478,232	1,032,983
Other financing sources (uses):				
Transfers in	1,000,000	1,152,738	1,121,326	(31,412)
Transfers out	(996,256)	(5,208,599)	(3,780,752)	1,427,847
Total other financing sources (uses)	3,744	(4,055,861)	(2,659,426)	1,396,435
Net change in fund balances	(348,631)	(1,610,612)	818,806	2,429,418
Fund balances, October 1, 2005	348,631	1,610,612	1,612,683	2,071
Fund balances, September 30, 2006	\$ -	\$ -	\$ 2,431,489	\$ 2,431,489

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
County Transportation Trust Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ 10,000	\$ 10,000	\$ 15,529	\$ 5,529
Special assessments	1,575,000	1,754,043	434,772	(1,319,271)
Licenses and permits	8,000	8,000	5,891	(2,109)
Intergovernmental	5,765,000	7,350,527	8,226,454	875,927
Charges for services	922,518	763,945	1,408,777	644,832
Investment income	438,100	438,100	325,015	(113,085)
Miscellaneous	2,122,271	2,280,844	1,181,759	(1,099,085)
Less 5% anticipated revenues	(412,597)	(412,597)	-	412,597
Total revenues	10,428,292	12,192,862	11,598,197	(594,665)
Expenditures:				
Current:				
Public safety	-	-	1,510,603	(1,510,603)
Transportation	49,510,971	52,220,111	38,237,059	13,983,052
Capital outlay	3,865,109	3,375,940	790,510	2,585,430
Total expenditures	53,376,080	55,596,051	40,538,172	15,057,879
Excess of revenues over (under) expenditures	(42,947,788)	(43,403,189)	(28,939,975)	14,463,214
Other financing sources (uses):				
Transfers in	33,136,190	35,113,985	34,909,223	(204,762)
Transfers out	(44,808)	(44,808)	(44,808)	-
Total other financing sources (uses)	33,091,382	35,069,177	34,864,415	(204,762)
Net change in fund balances	(9,856,406)	(8,334,012)	5,924,440	14,258,452
Fund balances, October 1, 2005	9,856,406	8,334,012	10,865,711	2,531,699
Increase in reserves, inventory	-	-	1,716,181	1,716,181
Fund balances, September 30, 2006	\$ -	\$ -	\$ 18,506,332	\$ 18,506,332

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Municipal Service Taxing District Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Licenses and permits	\$ 14,501,000	\$ 14,501,000	\$ 21,995,797	\$ 7,494,797
Intergovernmental	-	-	480,102	480,102
Charges for services	1,087,000	1,087,000	1,441,551	354,551
Fines and forfeitures	25,000	25,000	65,460	40,460
Investment income	156,300	156,300	576,220	419,920
Miscellaneous	12,500	12,500	1,717	(10,783)
Less 5% anticipated revenues	(770,693)	(770,693)	-	770,693
Total revenues	15,011,107	15,011,107	24,560,847	9,549,740
Expenditures:				
Current:				
Public safety	19,439,035	23,936,590	18,570,747	5,365,843
Capital outlay	206,650	206,650	69,891	136,759
Total expenditures	19,645,685	24,143,240	18,640,638	5,502,602
Excess of revenues over (under) expenditures	(4,634,578)	(9,132,133)	5,920,209	15,052,342
Net change in fund balances	(4,634,578)	(9,132,133)	5,920,209	15,052,342
Fund balances, October 1, 2005	4,634,578	9,132,133	9,132,133	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ 15,052,342	\$ 15,052,342

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Library Taxing District Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ 40,614,151	\$ 40,614,151	\$ 39,076,148	\$ (1,538,003)
Licenses and permits	29,000	29,000	38,075	9,075
Intergovernmental	1,629,832	1,458,343	1,462,235	3,892
Charges for services	47,429	47,429	63,960	16,531
Fines and forfeitures	350,000	350,000	374,692	24,692
Investment income	427,899	427,899	776,872	348,973
Miscellaneous	72,268	111,612	237,852	126,240
Less 5% anticipated revenues	(2,180,198)	(2,180,198)	-	2,180,198
Total revenues	40,990,381	40,858,236	42,029,834	1,171,598
Expenditures:				
Current:				
Culture and recreation	34,476,182	36,332,861	28,501,467	7,831,394
Capital outlay	5,989,203	5,948,857	3,962,416	1,986,441
Total expenditures	40,465,385	42,281,718	32,463,883	9,817,835
Excess of revenues over (under) expenditures	524,996	(1,423,482)	9,565,951	10,989,433
Other financing sources (uses):				
Transfers out	(7,647,537)	(7,647,537)	(7,647,537)	-
Total other financing sources (uses)	(7,647,537)	(7,647,537)	(7,647,537)	-
Net change in fund balances	(7,122,541)	(9,071,019)	1,918,414	10,989,433
Fund balances, October 1, 2005	7,122,541	9,071,019	9,071,019	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ 10,989,433	\$ 10,989,433

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Community & Social Development Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 72,498,240	\$ 77,862,532	\$ 46,522,546	\$ (31,339,986)
Charges for services	529,188	409,188	377,660	(31,528)
Investment income	277,064	277,064	447,991	170,927
Miscellaneous	987,829	987,829	1,567,156	579,327
Total revenues	74,292,321	79,536,613	48,915,353	(30,621,260)
Expenditures:				
Current:				
Public safety	1,237,621	1,523,202	1,216,560	306,642
Economic environment	38,264,133	41,015,422	17,867,576	23,147,846
Human services	58,034,799	60,487,072	41,296,405	19,190,667
Capital outlay	451,057	807,368	402,638	404,730
Debt service	516,329	516,329	166,640	349,689
Total expenditures	98,503,939	104,349,393	60,949,819	43,399,574
Excess of revenues over (under) expenditures	(24,211,618)	(24,812,780)	(12,034,466)	12,778,314
Other financing sources (uses):				
Transfers in	14,224,118	14,414,357	9,340,915	(5,073,442)
Transfers out	(244,068)	(273,516)	(28,711)	244,805
Total other financing sources (uses)	13,980,050	14,140,841	9,312,204	(4,828,637)
Net change in fund balances	(10,231,568)	(10,671,939)	(2,722,262)	7,949,677
Fund balances, October 1, 2005	10,231,568	10,671,939	10,695,030	23,091
Fund balances, September 30, 2006	\$ -	\$ -	\$ 7,972,768	\$ 7,972,768

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Affordable Housing (SHIP) Trust Fund Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 10,067,319	\$ 10,067,319	\$ 8,775,479	\$ (1,291,840)
Investment income	408,000	408,000	1,003,443	595,443
Miscellaneous	1,635,000	1,635,000	2,566,123	931,123
Total revenues	12,110,319	12,110,319	12,345,045	234,726
Expenditures:				
Current:				
Economic environment	29,746,124	35,280,287	10,994,811	24,285,476
Capital outlay	10,800	10,800	3,029	7,771
Total expenditures	29,756,924	35,291,087	10,997,840	24,293,247
Excess of revenues over (under) expenditures	(17,646,605)	(23,180,768)	1,347,205	24,527,973
Net change in fund balances	(17,646,605)	(23,180,768)	1,347,205	24,527,973
Fund balances, October 1, 2005	17,646,605	23,180,768	23,180,768	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ 24,527,973	\$ 24,527,973

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Hurricane Housing Recovery Plan Fund Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ 4,485,784	\$ 745,030	\$ (3,740,754)
Total revenues	-	4,485,784	745,030	(3,740,754)
Expenditures:				
Current:				
Economic environment	-	4,485,784	745,030	3,740,754
Total expenditures	-	4,485,784	745,030	3,740,754
Excess of revenues over (under) expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, October 1, 2005	-	-	-	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ -	\$ -

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Palm Tran Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ 13,245,000	\$ 13,245,000	\$ 12,965,518	\$ (279,482)
Intergovernmental	29,398,157	37,376,314	20,121,840	(17,254,474)
Charges for services	12,640,974	12,640,974	12,492,225	(148,749)
Investment income	80,000	80,000	147,867	67,867
Miscellaneous	1,464,704	1,021,576	1,299,130	277,554
Less 5% anticipated revenues	(1,363,825)	(1,363,825)	-	1,363,825
Total revenues	55,465,010	63,000,039	47,026,580	(15,973,459)
Expenditures:				
Current:				
Public safety	-	-	2,538	(2,538)
Transportation	76,431,121	79,211,273	66,305,621	12,905,652
Capital outlay	13,401,355	21,586,601	7,950,902	13,635,699
Debt service	2,000,000	2,200,000	2,200,000	-
Total expenditures	91,832,476	102,997,874	76,459,061	26,538,813
Excess of revenues over (under) expenditures	(36,367,466)	(39,997,835)	(29,432,481)	10,565,354
Other financing sources (uses):				
Transfers in	34,906,528	37,141,058	26,704,178	(10,436,880)
Transfers out	(8,271,038)	(8,642,442)	-	8,642,442
Total other financing sources (uses)	26,635,490	28,498,616	26,704,178	(1,794,438)
Net change in fund balances	(9,731,976)	(11,499,219)	(2,728,303)	8,770,916
Fund balances, October 1, 2005	9,731,976	11,499,219	13,036,672	1,537,453
Increase in reserves, inventory	-	-	203,656	203,656
Fund balances, September 30, 2006	\$ -	\$ -	\$ 10,512,025	\$ 10,512,025

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Other Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ 4,900,000	\$ 4,900,000	\$ 4,685,136	\$ (214,864)
Special assessments	18,758,245	21,928,625	26,951,529	5,022,904
Licenses and permits	655,000	655,000	933,319	278,319
Intergovernmental	84,980,882	85,946,185	86,332,627	386,442
Charges for services	11,676,094	15,890,531	16,150,967	260,436
Fines and forfeitures	2,400,019	2,400,019	2,468,656	68,637
Investment income	1,048,340	1,048,340	3,403,924	2,355,584
Miscellaneous	1,425,050	1,425,050	2,706,718	1,281,668
Less 5% anticipated revenues	(4,420,192)	(4,420,192)	-	4,420,192
Total revenues	121,423,438	129,773,558	143,632,876	13,859,318
Expenditures:				
Current:				
General government	4,595,888	35,900,559	31,951,805	3,948,754
Public safety	9,480,601	11,751,903	7,901,777	3,850,126
Physical environment	55,881,035	39,800,369	4,365,849	35,434,520
Economic environment	1,516,375	1,624,025	158,177	1,465,848
Human services	880,097	1,034,068	407,605	626,463
Culture and recreation	4,124,220	3,952,500	3,261,824	690,676
Capital outlay	5,289,938	12,867,375	3,930,989	8,936,386
Debt service	5,000	5,000	-	5,000
Total expenditures	81,773,154	106,935,799	51,978,026	54,957,773
Excess of revenues over (under) expenditures	39,650,284	22,837,759	91,654,850	68,817,091
Other financing sources (uses):				
Transfers in	1,911,838	1,846,838	1,583,845	(262,993)
Transfers out	(104,246,069)	(94,815,603)	(90,275,855)	4,539,748
Total other financing sources (uses)	(102,334,231)	(92,968,765)	(88,692,010)	4,276,755
Net change in fund balances	(62,683,947)	(70,131,006)	2,962,840	73,093,846
Fund balances, October 1, 2005	62,683,947	70,131,006	70,187,294	56,288
Decrease in reserves, inventory	-	-	(11,435)	(11,435)
Fund balances, September 30, 2006	\$ -	\$ -	\$ 73,138,699	\$ 73,138,699

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Clerk & Comptroller Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 700,000	\$ 700,000	\$ 652,456	\$ (47,544)
Charges for services	51,792,974	51,792,974	59,618,034	7,825,060
Investment income	400,650	400,650	1,404,042	1,003,392
Total revenues	52,893,624	52,893,624	61,674,532	8,780,908
Expenditures:				
Current:				
General government	63,612,111	59,582,756	56,472,050	3,110,706
Capital outlay	3,000,000	7,029,355	5,841,216	1,188,139
Total expenditures	66,612,111	66,612,111	62,313,266	4,298,845
Excess of revenues over (under) expenditures	(13,718,487)	(13,718,487)	(638,734)	13,079,753
Other financing sources (uses):				
Transfers in	16,400,399	16,400,399	16,114,590	(285,809)
Transfers out	(2,000,000)	(2,000,000)	(11,295,945)	(9,295,945)
Total other financing sources (uses)	14,400,399	14,400,399	4,818,645	(9,581,754)
Net change in fund balances	681,912	681,912	4,179,911	3,497,999
Fund balances, October 1, 2005	-	-	12,310,297	12,310,297
Fund balances, September 30, 2006	\$ 681,912	\$ 681,912	\$ 16,490,208	\$ 15,808,296

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Tax Collector Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Charges for services	\$ 51,294,000	\$ 51,294,000	\$ 54,917,141	\$ 3,623,141
Less - excess fees paid out	(32,785,632)	(32,785,632)	(38,786,826)	(6,001,194)
Investment income	300,000	300,000	1,632,237	1,332,237
Total revenues	18,808,368	18,808,368	17,762,552	(1,045,816)
Expenditures:				
Current:				
General government	18,221,872	18,221,872	17,246,769	975,103
Capital outlay	575,600	575,600	504,887	70,713
Debt service	10,896	10,896	10,896	-
Total expenditures	18,808,368	18,808,368	17,762,552	1,045,816
Excess of revenues over (under) expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, October 1, 2005	-	-	-	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ -	\$ -

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Property Appraiser Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 88,440	\$ 88,440
Charges for services	21,808,025	21,808,025	21,896,574	88,549
Less - excess fees paid out	-	-	(2,086,735)	(2,086,735)
Investment income	-	-	224,647	224,647
Total revenues	21,808,025	21,808,025	20,122,926	(1,685,099)
Expenditures:				
Current:				
General government	21,467,275	21,467,275	19,867,712	1,599,563
Capital outlay	336,166	336,166	250,630	85,536
Debt service	4,584	4,584	4,584	-
Total expenditures	21,808,025	21,808,025	20,122,926	1,685,099
Excess of revenues over (under) expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, October 1, 2005	-	-	-	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ -	\$ -

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Supervisor of Elections Special Revenue Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 2,321,401	\$ 2,321,401
Charges for services	25,000	25,000	49,976	24,976
Miscellaneous	-	-	1,160	1,160
Total revenues	25,000	25,000	2,372,537	2,347,537
Expenditures:				
Current:				
General government	8,475,593	7,755,593	7,412,719	342,874
Capital outlay	-	1,790,000	1,663,897	126,103
Total expenditures	8,475,593	9,545,593	9,076,616	468,977
Excess of revenues over (under) expenditures	(8,450,593)	(9,520,593)	(6,704,079)	2,816,514
Other financing sources (uses):				
Transfers in	8,450,593	9,690,593	6,874,079	(2,816,514)
Transfers out	-	(170,000)	(170,000)	-
Total other financing sources (uses)	8,450,593	9,520,593	6,704,079	(2,816,514)
Net change in fund balances	-	-	-	-
Fund balances, October 1, 2005	-	-	-	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ -	\$ -

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Obligation Bonds Debt Service Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ 39,307,266	\$ 39,307,266	\$ 37,899,816	\$ (1,407,450)
Intergovernmental	-	-	171	171
Investment income	2,592	2,592	621,889	619,297
Less 5% anticipated revenues	(1,990,351)	(1,990,351)	-	1,990,351
Total revenues	37,319,507	37,319,507	38,521,876	1,202,369
Expenditures:				
Current:				
Debt service	38,319,055	36,583,326	30,465,612	6,117,714
Total expenditures	38,319,055	36,583,326	30,465,612	6,117,714
Excess of revenues over (under) expenditures	(999,548)	736,181	8,056,264	7,320,083
Other financing sources (uses):				
Transfers in	-	8,288,700	8,288,700	-
Transfers out	-	(4,288,700)	(4,288,700)	-
Issuance of refunding debt	-	115,825,000	115,825,000	-
Payment to escrow agent for refunding	-	(121,560,729)	(121,560,729)	-
Total other financing sources (uses)	-	(1,735,729)	(1,735,729)	-
Net change in fund balances	(999,548)	(999,548)	6,320,535	7,320,083
Fund balances, October 1, 2005	999,548	999,548	1,481,979	482,431
Fund balances, September 30, 2006	\$ -	\$ -	\$ 7,802,514	\$ 7,802,514

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Revenue Bonds Debt Service Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Investment income	\$ 45,000	\$ 45,000	\$ 233,513	\$ 188,513
Miscellaneous	126,369	126,369	112,613	(13,756)
Total revenues	171,369	171,369	346,126	174,757
Expenditures:				
Current:				
Debt service	73,564,612	73,885,527	66,687,207	7,198,320
Total expenditures	73,564,612	73,885,527	66,687,207	7,198,320
Excess of revenues over (under) expenditures	(73,393,243)	(73,714,158)	(66,341,081)	7,373,077
Other financing sources (uses):				
Transfers in	66,711,610	56,216,987	52,745,972	(3,471,015)
Transfers out	(8,300)	(8,300)	(7,670)	630
Total other financing sources (uses)	66,703,310	56,208,687	52,738,302	(3,470,385)
Net change in fund balances	(6,689,933)	(17,505,471)	(13,602,779)	3,902,692
Fund balances, October 1, 2005	6,689,933	17,505,471	17,922,555	417,084
Fund balances, September 30, 2006	\$ -	\$ -	\$ 4,319,776	\$ 4,319,776

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Other Financing Debt Service Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Investment income	\$ -	\$ -	\$ 72,403	\$ 72,403
Miscellaneous	2,000,000	2,000,000	2,000,000	-
Total revenues	2,000,000	2,000,000	2,072,403	72,403
Expenditures:				
Current:				
Debt service	9,511,508	11,495,490	9,186,800	2,308,690
Total expenditures	9,511,508	11,495,490	9,186,800	2,308,690
Excess of revenues over (under) expenditures	(7,511,508)	(9,495,490)	(7,114,397)	2,381,093
Other financing sources (uses):				
Transfers in	6,322,138	8,542,264	8,398,682	(143,582)
Transfers out	-	(236,144)	(236,144)	-
Total other financing sources (uses)	6,322,138	8,306,120	8,162,538	(143,582)
Net change in fund balances	(1,189,370)	(1,189,370)	1,048,141	2,237,511
Fund balances, October 1, 2005	1,189,370	1,189,370	2,339,810	1,150,440
Fund balances, September 30, 2006	\$ -	\$ -	\$ 3,387,951	\$ 3,387,951

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Criminal Justice Capital Projects Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Special assessments	\$ 700,000	\$ 700,000	\$ 519,880	\$ (180,120)
Investment income	227,660	227,660	314,900	87,240
Miscellaneous	-	-	19,800	19,800
Less 5% anticipated revenues	(46,385)	(46,385)	-	46,385
Total revenues	881,275	881,275	854,580	(26,695)
Expenditures:				
Current:				
General government	134,287	158,272	46,075	112,197
Public safety	25,894	25,894	-	25,894
Capital outlay	23,617,452	23,385,022	1,706,945	21,678,077
Debt service	-	16,560	16,559	1
Total expenditures	23,777,633	23,585,748	1,769,579	21,816,169
Excess of revenues over (under) expenditures	(22,896,358)	(22,704,473)	(914,999)	21,789,474
Other financing sources (uses):				
Transfers out	(195,472)	(199,913)	-	199,913
Issuance of long-term debt	15,000,000	15,000,000	-	(15,000,000)
Total other financing sources (uses)	14,804,528	14,800,087	-	(14,800,087)
Net change in fund balances	(8,091,830)	(7,904,386)	(914,999)	6,989,387
Fund balances, October 1, 2005	8,091,830	7,904,386	7,904,323	(63)
Fund balances, September 30, 2006	\$ -	\$ -	\$ 6,989,324	\$ 6,989,324

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Environmental Lands Capital Projects Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 2,843,891	\$ 7,059,790	\$ 3,671,776	\$ (3,388,014)
Charges for services	908,176	1,208,176	354,925	(853,251)
Fines and forfeitures	85,000	85,000	77,956	(7,044)
Investment income	848,500	845,240	1,868,835	1,023,595
Miscellaneous	-	4,257,463	4,158,279	(99,184)
Less 5% anticipated revenues	(46,675)	(46,675)	-	46,675
Total revenues	4,638,892	13,408,994	10,131,771	(3,277,223)
Expenditures:				
Current:				
General government	4,000	105,560	105,560	-
Physical environment	21,003,790	20,135,499	3,176,470	16,959,029
Culture and recreation	13,380	13,380	-	13,380
Capital outlay	35,138,850	40,008,870	7,053,586	32,955,284
Debt service	24,210	928,210	903,450	24,760
Total expenditures	56,184,230	61,191,519	11,239,066	49,952,453
Excess of revenues over (under) expenditures	(51,545,338)	(47,782,525)	(1,107,295)	46,675,230
Other financing sources (uses):				
Transfers in	3,591,938	7,917,325	7,917,325	-
Transfers out	-	(4,288,700)	(4,288,700)	-
Total other financing sources (uses)	3,591,938	3,628,625	3,628,625	-
Net change in fund balances	(47,953,400)	(44,153,900)	2,521,330	46,675,230
Fund balances, October 1, 2005	47,953,400	44,153,900	44,153,900	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ 46,675,230	\$ 46,675,230

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Fire Rescue Capital Projects Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Special assessments	\$ 4,000,000	\$ 4,000,000	\$ 2,401,388	\$ (1,598,612)
Charges for services	-	-	1,000	1,000
Investment income	825,000	825,000	2,273,674	1,448,674
Miscellaneous	-	-	4,000	4,000
Less 5% anticipated revenues	(241,250)	(241,250)	-	241,250
Total revenues	4,583,750	4,583,750	4,680,062	96,312
Expenditures:				
Current:				
Public safety	3,126,773	2,439,021	1,312,137	1,126,884
Capital outlay	65,517,257	68,140,970	11,094,516	57,046,454
Total expenditures	68,644,030	70,579,991	12,406,653	58,173,338
Excess of revenues over (under) expenditures	(64,060,280)	(65,996,241)	(7,726,591)	58,269,650
Other financing sources (uses):				
Transfers in	14,125,924	17,575,924	17,575,924	-
Total other financing sources (uses)	14,125,924	17,575,924	17,575,924	-
Net change in fund balances	(49,934,356)	(48,420,317)	9,849,333	58,269,650
Fund balances, October 1, 2005	49,934,356	48,420,317	48,420,317	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ 58,269,650	\$ 58,269,650

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Major Fund - General Government Capital Projects Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ -	\$ -	\$ 142	\$ 142
Special assessments	1,750,000	1,750,000	2,768,153	1,018,153
Intergovernmental	2,260,780	3,951,576	907,112	(3,044,464)
Charges for services	3,025,000	2,926,634	1,551,027	(1,375,607)
Fines and forfeitures	800,000	800,000	993,276	193,276
Investment income	5,177,597	5,196,157	12,330,054	7,133,897
Miscellaneous	926,610	3,049,977	2,805,829	(244,148)
Less 5% anticipated revenues	(440,722)	(440,722)	-	440,722
Total revenues	13,499,265	17,233,622	21,355,593	4,121,971
Expenditures:				
Current:				
General government	44,002,017	56,476,666	25,849,685	30,626,981
Public safety	282,919	9,159,854	7,622,733	1,537,121
Physical environment	4,494,184	3,757,624	893,919	2,863,705
Transportation	440,182	678,928	205,558	473,370
Economic environment	1,857,216	1,674,467	292,843	1,381,624
Human services	255,421	330,138	234,163	95,975
Capital outlay	380,202,584	373,718,566	73,934,254	299,784,312
Debt service	2,525,624	2,504,300	91,452	2,412,848
Total expenditures	434,060,147	448,300,543	109,124,607	339,175,936
Excess of revenues over (under) expenditures	(420,560,882)	(431,066,921)	(87,769,014)	343,297,907
Other financing sources (uses):				
Transfers in	45,900,079	55,277,822	53,901,132	(1,376,690)
Transfers out	(2,743,000)	(3,020,655)	(3,020,274)	381
Issuance of long-term debt	47,500,000	63,540,600	-	(63,540,600)
Total other financing sources (uses)	90,657,079	115,797,767	50,880,858	(64,916,909)
Net change in fund balances	(329,903,803)	(315,269,154)	(36,888,156)	278,380,998
Fund balances, October 1, 2005	329,903,803	315,269,154	306,818,068	(8,451,086)
Fund balances, September 30, 2006	\$ -	\$ -	\$ 269,929,912	\$ 269,929,912

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Libraries Capital Projects Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Special assessments	\$ 1,900,000	\$ 1,900,000	\$ 1,137,978	\$ (762,022)
Intergovernmental	-	1,000,000	150,000	(850,000)
Investment income	1,134,000	1,134,000	2,819,283	1,685,283
Miscellaneous	-	-	18,329	18,329
Total revenues	3,034,000	4,034,000	4,125,590	91,590
Expenditures:				
Current:				
Public safety	-	201,500	30,382	171,118
Culture and recreation	159,796	525,581	107,074	418,507
Capital outlay	56,742,881	78,947,496	6,170,355	72,777,141
Debt service	34,579	258,291	213,331	44,960
Total expenditures	56,937,256	79,932,868	6,521,142	73,411,726
Excess of revenues over (under) expenditures	(53,903,256)	(75,898,868)	(2,395,552)	73,503,316
Other financing sources (uses):				
Transfers in	7,647,537	7,647,537	7,647,537	-
Issuance of long-term debt	-	22,335,000	22,335,000	-
Premium (discount) long-term debt	-	217,346	217,346	-
Total other financing sources (uses)	7,647,537	30,199,883	30,199,883	-
Net change in fund balances	(46,255,719)	(45,698,985)	27,804,331	73,503,316
Fund balances, October 1, 2005	46,255,719	45,698,985	45,698,984	(1)
Fund balances, September 30, 2006	\$ -	\$ -	\$ 73,503,315	\$ 73,503,315

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Parks and Recreation Capital Projects Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ -	\$ -	\$ 2	\$ 2
Special assessments	10,000,000	12,000,000	9,186,767	(2,813,233)
Intergovernmental	2,120,000	2,581,854	1,573,454	(1,008,400)
Charges for services	300,000	300,000	4,870	(295,130)
Investment income	3,224,500	3,224,500	5,761,155	2,536,655
Miscellaneous	5,050,000	5,050,000	3,029,085	(2,020,915)
Less 5% anticipated revenues	(657,725)	(657,725)	-	657,725
Total revenues	20,036,775	22,498,629	19,555,333	(2,943,296)
Expenditures:				
Current:				
General government	-	6,800,000	-	6,800,000
Public safety	-	4,548,313	2,714,406	1,833,907
Economic environment	984	815	-	815
Culture and recreation	11,833,808	43,013,033	35,686,380	7,326,653
Capital outlay	136,928,418	179,080,853	42,464,678	136,616,175
Debt service	67,254	713,367	552,160	161,207
Total expenditures	148,830,464	234,156,381	81,417,624	152,738,757
Excess of revenues over (under) expenditures	(128,793,689)	(211,657,752)	(61,862,291)	149,795,461
Other financing sources (uses):				
Transfers in	3,500,000	10,102,313	10,102,313	-
Transfers out	(38,020)	(1,108,435)	(964,850)	143,585
Issuance of long-term debt	7,500,000	98,785,000	83,125,000	(15,660,000)
Premium (discount) long-term debt	-	-	(265,572)	(265,572)
Total other financing sources (uses)	10,961,980	107,778,878	91,996,891	(15,781,987)
Net change in fund balances	(117,831,709)	(103,878,874)	30,134,600	134,013,474
Fund balances, October 1, 2005	117,831,709	103,878,874	103,878,874	-
Fund balances, September 30, 2006	\$ -	\$ -	\$ 134,013,474	\$ 134,013,474

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Major Fund - Road Program Capital Projects Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes (net of discount)	\$ 36,281,000	\$ 36,281,000	\$ 36,164,041	\$ (116,959)
Special assessments	39,736,028	42,631,526	47,884,530	5,253,004
Intergovernmental	23,509,967	25,325,711	15,702,487	(9,623,224)
Charges for services	725,300	725,300	3,114,554	2,389,254
Investment income	6,427,600	6,427,600	15,226,012	8,798,412
Miscellaneous	12,990,268	11,664,999	4,774,431	(6,890,568)
Less 5% anticipated revenues	(4,371,245)	(4,371,245)	-	4,371,245
Total revenues	115,298,918	118,684,891	122,866,055	4,181,164
Expenditures:				
Current:				
General government	5,242,305	5,242,305	5,185,766	56,539
Transportation	22,941,280	30,322,841	11,051,830	19,271,011
Economic environment	503,138	503,138	-	503,138
Culture and recreation	500,000	500,000	-	500,000
Capital outlay	416,541,843	400,769,466	38,899,689	361,869,777
Total expenditures	445,728,566	437,337,750	55,137,285	382,200,465
Excess of revenues over (under) expenditures	(330,429,648)	(318,652,859)	67,728,770	386,381,629
Other financing sources (uses):				
Transfers in	864,808	864,808	864,808	-
Transfers out	(18,622,497)	(19,112,497)	(18,907,735)	204,762
Total other financing sources (uses)	(17,757,689)	(18,247,689)	(18,042,927)	204,762
Net change in fund balances	(348,187,337)	(336,900,548)	49,685,843	386,586,391
Fund balances, October 1, 2005	348,187,337	336,900,548	336,900,546	(2)
Fund balances, September 30, 2006	\$ -	\$ -	\$ 386,586,389	\$ 386,586,389

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Street and Drainage Capital Projects Fund
For the fiscal year ended September 30, 2006

	Original Budget	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:				
Special assessments	\$ 905,000	\$ 905,000	\$ 1,703,342	\$ 798,342
Investment income	536,700	536,700	471,979	(64,721)
Miscellaneous	195,368	132,533	117,688	(14,845)
Less 5% anticipated revenues	(71,935)	(71,935)	-	71,935
Total revenues	1,565,133	1,502,298	2,293,009	790,711
Expenditures:				
Current:				
Transportation	1,219,387	1,760,231	963,932	796,299
Economic environment	14	14	-	14
Capital outlay	8,403,354	7,582,287	1,188,251	6,394,036
Total expenditures	9,622,755	9,342,532	2,152,183	7,190,349
Excess of revenues over (under) expenditures	(8,057,622)	(7,840,234)	140,826	7,981,060
Other financing sources (uses):				
Transfers in	1,050,000	1,247,000	1,247,000	-
Total other financing sources (uses)	1,050,000	1,247,000	1,247,000	-
Net change in fund balances	(7,007,622)	(6,593,234)	1,387,826	7,981,060
Fund balances, October 1, 2005	7,007,622	6,593,234	6,593,235	1
Fund balances, September 30, 2006	\$ -	\$ -	\$ 7,981,061	\$ 7,981,061



INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Fleet Management - To account for the cost of operations for the repair and maintenance of County owned/leased vehicles and equipment as well as interdepartmental rental of cars, trucks and specialized equipment and automated fuel service. Such costs are billed to user departments at estimated cost of operations including equipment replacement and additions.

Graphics - To account for the costs of operating the County printing and copying services facility. Such costs are billed to user departments at estimated cost of operations including equipment replacement and additions.

Combined Insurance Fund - To account for the assessed premiums, claims and administration of the County's Risk Management Department for general, auto and property liability, employee group health, and Workers' Compensation.

ISS - To account for the costs of operating the County Data Processing Facility. Such costs are billed to user departments at estimated cost of operations including equipment replacement and additions.

Clerk & Comptroller Insurance Fund - To account for the assessed premiums, claims and administration of the Clerk & Comptroller's employee group health insurance program.

PALM BEACH COUNTY, FLORIDA
Combining Statement of Net Assets
Internal Service Funds
September 30, 2006

	Fleet Management	Graphics	Combined Insurance Fund	ISS	Clerk & Comptroller Insurance Fund	Total
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 4,316,011	\$ 66,629	\$ 80,524,021	\$ 2,668,178	\$ 3,141,079	\$ 90,715,918
Accounts receivable, net	20,134	1,552	128,975	10,622	-	161,283
Due from other county funds	2,281,362	807	1,885,822	3,675,240	254,931	8,098,162
Due from other governments	351,934	8,586	74,953	97,941	-	533,414
Due from component unit	-	-	2,251	2,929	-	5,180
Inventory	717,377	51,620	-	-	-	768,997
Other assets	-	-	3,762,975	13,755	-	3,776,730
Total current assets	7,686,818	129,194	86,378,997	6,468,665	3,396,010	104,059,684
Capital assets:						
Buildings	439,352	-	-	-	-	439,352
Improvements other than buildings	810,040	-	-	-	-	810,040
Furniture, fixtures and equipment	58,753,390	573,369	181,737	33,136,583	-	92,645,079
Accumulated depreciation	(31,954,865)	(540,899)	(150,597)	(24,954,392)	-	(57,600,753)
Total assets	35,734,735	161,664	86,410,137	14,650,856	3,396,010	140,353,402
LIABILITIES						
Current liabilities:						
Vouchers payable and accrued liabilities	1,243,786	31,235	988,618	1,351,903	1,250	3,616,792
Due to other county funds	29,932	6,476	35,518	65,370	631,224	768,520
Due to other governments	48	-	170,216	-	-	170,264
Insurance claims payable	-	-	20,636,435	-	670,000	21,306,435
Current portion of long-term debt	-	-	-	176,054	-	176,054
Other liabilities	524,253	27,428	302,372	2,218,766	116,536	3,189,355
Total current liabilities	1,798,019	65,139	22,133,159	3,812,093	1,419,010	29,227,420
Other long-term liabilities	-	-	29,205,000	-	-	29,205,000
Total liabilities	1,798,019	65,139	51,338,159	3,812,093	1,419,010	58,432,420
NET ASSETS						
Invested in capital assets, net of related debt	28,047,917	32,471	31,141	8,005,002	-	36,116,531
Unrestricted	5,888,799	64,054	35,040,837	2,833,761	1,977,000	45,804,451
Total net assets	\$ 33,936,716	\$ 96,525	\$ 35,071,978	\$ 10,838,763	\$ 1,977,000	\$ 81,920,982

PALM BEACH COUNTY, FLORIDA
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Internal Service Funds
For the fiscal year ended September 30, 2006

	Fleet Management	Graphics	Combined Insurance Fund	ISS	Clerk & Comptroller Insurance Fund	Total
Operating revenues:						
Charges for services	\$ 27,884,716	\$ 1,221,261	\$ 69,269,005	\$ 29,330,816	\$ 5,521,056	\$133,226,854
Total operating revenues	27,884,716	1,221,261	69,269,005	29,330,816	5,521,056	133,226,854
Operating expenses:						
Transportation services	19,371,233	-	-	-	-	19,371,233
Printing services	-	1,199,813	-	-	-	1,199,813
Self-insurance services	-	-	72,019,197	-	5,522,206	77,541,403
Data processing services	-	-	-	28,342,758	-	28,342,758
Depreciation and amortization	6,915,084	17,329	23,743	5,070,409	-	12,026,565
Total operating expenses	26,286,317	1,217,142	72,042,940	33,413,167	5,522,206	138,481,772
Operating income (loss)	1,598,399	4,119	(2,773,935)	(4,082,351)	(1,150)	(5,254,918)
Nonoperating revenues (expenses):						
Investment income	220,341	-	3,202,833	123,140	139,900	3,686,214
Interest expense	-	(1,431)	-	(7,886)	-	(9,317)
Other revenues	1,134,078	709	3,274,010	443,955	-	4,852,752
Total nonoperating revenues (expenses)	1,354,419	(722)	6,476,843	559,209	139,900	8,529,649
Income (loss) before contributions and transfers	2,952,818	3,397	3,702,908	(3,523,142)	138,750	3,274,731
Capital contributions	-	-	-	4,172,531	-	4,172,531
Transfers out	(1,000,000)	-	(5,000,000)	-	-	(6,000,000)
Change in net assets	1,952,818	3,397	(1,297,092)	649,389	138,750	1,447,262
Net Assets October 1, 2005	31,983,898	93,128	36,369,070	10,189,374	1,838,250	80,473,720
Net Assets September 30, 2006	\$ 33,936,716	\$ 96,525	\$ 35,071,978	\$ 10,838,763	\$ 1,977,000	\$ 81,920,982

PALM BEACH COUNTY, FLORIDA
Combining Statement of Cash Flows
Internal Service Funds
For the fiscal year ended September 30, 2006

	Fleet Management	Graphics
Cash received from customers	\$ 1,249,553	\$ 42,600
Cash received from other funds for goods and services	26,414,877	1,173,265
Cash payments to vendors for goods and services	(12,852,965)	(584,177)
Cash payments to employees for services	(4,852,540)	(534,993)
Cash payments to other funds	(1,657,753)	(93,811)
Claims paid	-	-
Other receipts	251,855	-
Net cash provided by operating activities	8,553,027	2,884
Cash flows from noncapital financing activities:		
Transfers out	(1,000,000)	-
Net cash (used in) noncapital financing activities	(1,000,000)	-
Cash flows from capital and related financing activities:		
Proceeds from sale of capital assets	1,255,411	709
Purchase and construction of capital assets	(9,843,658)	(5,636)
Principal payments on debt	-	-
Interest payments on debt	-	(1,431)
Net cash (used in) capital and related financing activities	(8,588,247)	(6,358)
Cash flows from investing activities:		
Interest on investments	219,010	-
Net cash provided by investing activities	219,010	-
Net increase (decrease) in cash and cash equivalents	(816,210)	(3,474)
Cash and cash equivalents, October 1, 2005	5,132,221	70,103
Cash and cash equivalents, September 30, 2006	\$ 4,316,011	\$ 66,629
Reconciliation of operating income (loss) to net cash provided by operating activities:		
Operating income (loss)	\$ 1,598,399	\$ 4,119
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation and amortization	6,915,084	17,329
Miscellaneous revenue	251,855	-
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	(2,731)	(1,182)
(Increase) decrease in due from other county funds	(34,951)	(54)
(Increase) in due from other governments	(182,603)	(4,161)
(Increase) in inventory	(8,837)	(8,905)
(Increase) decrease in other assets	-	-
(Increase) decrease in due from component unit	-	-
Increase (decrease) in vouchers payable and accrued liabilities	(15,756)	17,854
Increase (decrease) in due to other county funds	1,098	672
Increase (decrease) in due to other governments	48	-
Increase (decrease) in other current liabilities	31,421	(22,788)
Increase (decrease) in insurance claims payable	-	-
Net cash provided by operating activities	\$ 8,553,027	\$ 2,884
Supplemental disclosure of noncash capital and related financing activities:		
Contribution of capital assets	\$ -	\$ -
Disposal of fully depreciated capital assets	\$ 3,046,764	\$ 26,033

Combined Insurance Fund	ISS	Clerk & Comptroller Insurance Fund	Total
\$ 1,184,664	\$ 24,567	\$ 866,504	\$ 3,367,888
67,582,802	29,716,014	4,611,777	129,498,735
(12,689,719)	(10,648,419)	(1,231,148)	(38,006,428)
(2,320,131)	(15,935,255)	(28,571)	(23,671,490)
(1,196,056)	(1,291,421)	-	(4,239,041)
(53,686,588)	-	(3,938,274)	(57,624,862)
3,340,488	347,626	-	3,939,969
<u>2,215,460</u>	<u>2,213,112</u>	<u>280,288</u>	<u>13,264,771</u>
(5,000,000)	-	-	(6,000,000)
(5,000,000)	-	-	(6,000,000)
231	3,251	-	1,259,602
(4,019)	(128,294)	-	(9,981,607)
-	(345,409)	-	(345,409)
-	(10,106)	-	(11,537)
(3,788)	(480,558)	-	(9,078,951)
3,202,833	123,140	139,900	3,684,883
3,202,833	123,140	139,900	3,684,883
414,505	1,855,694	420,188	1,870,703
80,109,516	812,484	2,720,891	88,845,215
<u>\$ 80,524,021</u>	<u>\$ 2,668,178</u>	<u>\$ 3,141,079</u>	<u>\$ 90,715,918</u>
\$ (2,773,935)	\$ (4,082,351)	\$ (1,150)	\$ (5,254,918)
23,743	5,070,409	-	12,026,565
3,272,153	347,626	-	3,871,634
4,389	7,642	3,556	11,674
(410,447)	403,158	(46,331)	(88,625)
(26,633)	-	-	(213,397)
-	-	-	(17,742)
(3,762,975)	54,076	-	(3,708,899)
72	(1,035)	-	(963)
652,552	349,581	(95,000)	909,231
(2,506)	(599)	(46,117)	(47,452)
(114,259)	-	-	(114,211)
30,199	64,605	608,330	711,767
5,323,107	-	(143,000)	5,180,107
<u>\$ 2,215,460</u>	<u>\$ 2,213,112</u>	<u>\$ 280,288</u>	<u>\$ 13,264,771</u>
\$ -	\$ 4,172,531	\$ -	\$ 4,172,531
\$ 8,534	\$ 1,121,979	\$ -	\$ 4,203,310



AGENCY FUNDS

Agency funds are used to account for assets held by the government as an agent for individuals, private organizations and other governments.

Board of County Commissioners - To account for the assets held by the Board as an agent for individuals, organizations or other governments. These funds include: cash bonds, purchasing bid bonds, security deposits, and various payroll liabilities.

Sheriff - To account for the assets held by the Sheriff as an agent for individuals, organizations or other governments. These funds include: cash bonds, evidence and suspense.

Clerk & Comptroller - To account for the assets held by the Clerk of the Courts as an agent for individuals, organizations and other governments. These funds include: fines and forfeitures, jury and witness, tax deed, registry of court, probate, support and general agency.

Tax Collector - To account for the assets held by the Tax Collector as an agent for individuals, organizations or other governments. These funds include: ad-valorem and non ad-valorem tax payments and license and registration payments.

PALM BEACH COUNTY, FLORIDA
Combining Statement of Fiduciary Net Assets - Agency Funds
September 30, 2006

	AGENCY FUNDS				
	Board of County Commissioners	Sheriff	Clerk & Comptroller	Tax Collector	Total Agency Funds
ASSETS					
Cash and cash equivalents	\$ 5,498,681	\$ -	\$ 35,274,005	\$ 18,907,957	\$ 59,680,643
Accounts receivable, net	562	368,629	63,574	253,271	686,036
Due from other county funds	-	-	-	-	-
Due from other governments	248,754	225,015	8,741	-	482,510
Other assets	-	132	-	-	132
Total assets	\$ 5,747,997	\$ 593,776	\$ 35,346,320	\$ 19,161,228	\$ 60,849,321
LIABILITIES					
Vouchers payable and accrued liabilities	\$ 3,320,770	\$ 80,790	\$ -	\$ 100,209	\$ 3,501,769
Due to other county funds	-	-	-	-	-
Due to other governments	612,948	27,820	13,600,417	15,970,675	30,211,860
Due to individuals	1,477,482	485,166	21,745,903	3,090,344	26,798,895
Other liabilities	336,797	-	-	-	336,797
Total liabilities	\$ 5,747,997	\$ 593,776	\$ 35,346,320	\$ 19,161,228	\$ 60,849,321

PALM BEACH COUNTY, FLORIDA
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the fiscal year ended September 30, 2006

BOARD OF COUNTY COMMISSIONERS

	Balance 10/1/2005	Additions	Deductions	Balance 9/30/2006
ASSETS				
Cash and cash equivalents	\$ 4,465,917	\$ 311,921,211	\$ 310,888,447	\$ 5,498,681
Accounts receivable, net	701	1,134	1,273	562
Due from other county funds	-	65,989	65,989	-
Due from other governments	103,521	291,408	146,175	248,754
Other assets	-	-	-	-
Total assets	\$ 4,570,139	\$ 312,279,742	\$ 311,101,884	\$ 5,747,997
LIABILITIES				
Vouchers payable and accrued liabilities	\$ 403,104	\$ 19,664,521	\$ 16,746,855	\$ 3,320,770
Due to other county funds	-	117,885,054	117,885,054	-
Due to other governments	458,969	629,447	475,468	612,948
Due to individuals	3,321,804	408,599	2,252,921	1,477,482
Other liabilities	386,262	2,784,119	2,833,584	336,797
Total liabilities	\$ 4,570,139	\$ 141,371,740	\$ 140,193,882	\$ 5,747,997

PALM BEACH COUNTY, FLORIDA
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the fiscal year ended September 30, 2006

SHERIFF

	Balance 10/1/2005	Additions	Deductions	Balance 9/30/2006
ASSETS				
Cash and cash equivalents	\$ 1,819,387	\$ 73,642,623	\$ 75,462,010	\$ -
Accounts receivable, net	262,779	3,412,265	3,306,415	368,629
Due from other county funds	-	7,822,981	7,822,981	-
Due from other governments	1,365,819	16,014,894	17,155,698	225,015
Other assets	-	518	386	132
Total assets	\$ 3,447,985	\$100,893,281	\$103,747,490	\$ 593,776
LIABILITIES				
Vouchers payable and accrued liabilities	\$ 3,037,086	\$ 34,857,132	\$ 37,813,428	\$ 80,790
Due to other county funds	-	40,000,375	40,000,375	-
Due to other governments	23,395	143,377	138,952	27,820
Due to individuals	387,504	7,620,251	7,522,589	485,166
Other liabilities	-	-	-	-
Total liabilities	\$ 3,447,985	\$ 82,621,135	\$ 85,475,344	\$ 593,776

(continued)

PALM BEACH COUNTY, FLORIDA
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the fiscal year ended September 30, 2006

CLERK & COMPTROLLER

	Balance 10/1/2005	Additions	Deductions	Balance 9/30/2006
ASSETS				
Cash and cash equivalents	\$ 40,544,710	\$612,911,453	\$618,182,158	\$ 35,274,005
Accounts receivable, net	69,667	10,669,756	10,675,849	63,574
Due from other county funds	-	3,060,520	3,060,520	-
Due from other governments	1,768	9,599	2,626	8,741
Other assets	-	-	-	-
Total assets	\$ 40,616,145	\$626,651,328	\$631,921,153	\$ 35,346,320
LIABILITIES				
Vouchers payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -
Due to other county funds	-	17,898,703	17,898,703	-
Due to other governments	18,985,456	441,510,850	446,895,889	13,600,417
Due to individuals	21,630,689	187,066,149	186,950,935	21,745,903
Other liabilities	-	-	-	-
Total liabilities	\$ 40,616,145	\$646,475,702	\$651,745,527	\$ 35,346,320

PALM BEACH COUNTY, FLORIDA
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the fiscal year ended September 30, 2006

TAX COLLECTOR

	Balance 10/1/2005	Additions	Deductions	Balance 9/30/2006
ASSETS				
Cash and cash equivalents	\$ 17,640,026	\$2,775,410,577	\$2,774,142,646	\$ 18,907,957
Accounts receivable, net	124,653	14,946,575	14,817,957	253,271
Due from other county funds	-	-	-	-
Due from other governments	-	13,240	13,240	-
Other assets	-	-	-	-
Total assets	\$ 17,764,679	\$2,790,370,392	\$2,788,973,843	\$ 19,161,228
LIABILITIES				
Vouchers payable and accrued liabilities	\$ 35,491	\$ 608,237	\$ 543,519	\$ 100,209
Due to other county funds	-	-	-	-
Due to other governments	15,165,081	1,990,996,895	1,990,191,301	15,970,675
Due to individuals	2,564,107	738,695,025	738,168,788	3,090,344
Other liabilities	-	-	-	-
Total liabilities	\$ 17,764,679	\$2,730,300,157	\$2,728,903,608	\$ 19,161,228

(continued)

PALM BEACH COUNTY, FLORIDA
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the fiscal year ended September 30, 2006

TOTAL AGENCY FUNDS

	Balance 10/1/2005	Additions	Deductions	Balance 9/30/2006
ASSETS				
Cash and cash equivalents	\$ 64,470,040	\$ 3,773,885,864	\$ 3,778,675,261	\$ 59,680,643
Accounts receivable, net	457,800	29,029,730	28,801,494	686,036
Due from other county funds	-	10,949,490	10,949,490	-
Due from other governments	1,471,108	16,329,141	17,317,739	482,510
Other assets	-	518	386	132
Total assets	\$ 66,398,948	\$ 3,830,194,743	\$ 3,835,744,370	\$ 60,849,321
LIABILITIES				
Vouchers payable and accrued liabilities	\$ 3,475,681	\$ 55,129,890	\$ 55,103,802	\$ 3,501,769
Due to other county funds	-	175,784,132	175,784,132	-
Due to other governments	34,632,901	2,433,280,569	2,437,701,610	30,211,860
Due to individuals	27,904,104	933,790,024	934,895,233	26,798,895
Other liabilities	386,262	2,784,119	2,833,584	336,797
Total liabilities	\$ 66,398,948	\$ 3,600,768,734	\$ 3,606,318,361	\$ 60,849,321

(concluded)



STATISTICAL SECTION



The Statistical Section provides financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, including the accompanying notes, and required supplementary information to assess the County's economic condition. Information is presented in the following five categories:

- Financial trends information
- Revenue capacity information
- Debt capacity information
- Demographic & economic information
- Operating information

Statistical Section

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

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	216
Revenue Capacity <i>These schedules contain information to help the reader assess the County's most significant local revenue source, Property taxes.</i>	225
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	234
Demographic and Economic Information <i>These schedules offer economic and demographic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	240
Operating Information <i>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.</i>	243

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement No. 34 in 2002; schedules presenting government-wide information include information beginning in that year.*

FINANCIAL TRENDS INFORMATION

TABLE I
PALM BEACH COUNTY
Net Assets by Component
Last Five Fiscal Years
September 30, 2006
(accrual basis of accounting)

	2006	2005	2004	2003	2002
Governmental activities					
Invested in capital assets, net of related debt	\$ 1,149,700,254	\$ 1,045,215,024	\$ 984,688,856	\$ 703,748,337	\$ 611,054,550
Restricted	653,306,180	719,046,886	587,662,798	544,039,097	499,347,555
Unrestricted	440,749,051	253,276,911	256,909,610	221,261,900	207,072,101
Subtotal governmental activities net assets	<u>2,243,755,485</u>	<u>2,017,538,821</u>	<u>1,829,261,264</u>	<u>1,469,049,334</u>	<u>1,317,474,206</u>
Business-type activities					
Invested in capital assets, net of related debt	948,165,708	861,609,196	762,742,002	668,501,790	576,307,538
Restricted	75,198,428	73,553,352	97,185,482	91,070,934	91,128,462
Unrestricted	293,449,654	260,387,167	252,706,877	264,202,723	284,772,975
Subtotal business-type activities net assets	<u>1,316,813,790</u>	<u>1,195,549,715</u>	<u>1,112,634,361</u>	<u>1,023,775,447</u>	<u>952,208,975</u>
Primary government					
Invested in capital assets, net of related debt	2,097,865,962	1,906,824,220	1,747,430,858	1,372,250,127	1,187,362,088
Restricted	728,504,608	792,600,238	684,848,280	635,110,031	590,476,017
Unrestricted	734,198,705	513,664,078	509,616,487	485,464,623	491,845,076
Total primary government net assets	<u><u>\$ 3,560,569,275</u></u>	<u><u>\$ 3,213,088,536</u></u>	<u><u>\$ 2,941,895,625</u></u>	<u><u>\$ 2,492,824,781</u></u>	<u><u>\$ 2,269,683,181</u></u>

Note: Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted when (1) an external party, such as the state or federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the County.

TABLE II
PALM BEACH COUNTY, FLORIDA
Changes in Net Assets
Last Five Fiscal Years
September 30, 2006
(accrual basis of accounting)

	2006	2005	2004	2003	2002
Expenses					
Governmental activities:					
General government	\$ 334,221,067	\$ 287,930,665	\$ 277,009,468	\$ 270,247,442	\$ 213,736,559
Public safety	594,769,838	547,224,383	480,227,919	434,565,298	388,653,721
Physical environment	22,758,674	25,537,612	23,720,500	19,546,116	19,910,361
Transportation	146,885,943	167,115,551	128,520,025	91,633,960	87,621,176
Economic environment	70,953,984	56,343,792	50,619,793	43,030,647	40,223,124
Human services	92,500,262	87,689,004	88,722,328	80,494,994	74,829,578
Culture & recreation	135,554,637	100,373,803	94,616,074	88,833,662	82,338,425
Interest expense	46,868,063	40,736,456	36,729,939	34,241,486	36,088,899
Subtotal governmental activities expenses	1,444,512,468	1,312,951,266	1,180,166,046	1,062,593,605	943,401,843
Business-type activities:					
Department of Airports	65,296,423	66,018,396	58,126,033	57,070,803	54,760,966
Water Utilities Department	98,664,387	84,650,247	77,154,525	72,006,274	69,054,046
Solid Waste Authority	211,845,828	193,876,262	151,239,222	135,594,046	130,149,594
Subtotal business-type activities expenses	375,806,638	344,544,905	286,519,780	264,671,123	253,964,606
Total primary government expenses	1,820,319,106	1,657,496,171	1,466,685,826	1,327,264,728	1,197,366,449
Program Revenues					
Governmental activities:					
General government	170,308,459	160,283,223	149,461,752	130,796,740	116,710,581
Public safety	143,723,164	136,691,905	91,870,687	94,215,655	89,027,608
Physical environment	18,430,893	20,846,834	17,101,997	21,879,544	13,031,216
Transportation	106,240,648	114,113,713	97,883,559	87,607,741	96,524,373
Economic environment	29,514,283	26,310,692	29,277,516	19,647,457	19,465,437
Human services	36,172,831	32,617,204	36,790,389	34,572,709	31,008,026
Culture & recreation	23,839,591	26,965,633	31,896,494	17,348,304	16,230,992
Subtotal governmental activities program revenue	528,229,869	517,829,204	454,282,394	406,068,150	381,998,233
Business-type activities:					
Department of Airports	104,567,570	86,878,639	78,300,890	71,189,117	67,272,500
Water Utilities Department	154,900,410	128,291,086	125,955,284	119,273,552	117,555,945
Solid Waste Authority	255,297,485	212,090,728	169,790,114	145,763,188	139,345,575
Subtotal business-type activities program revenue	514,765,465	427,260,453	374,046,288	336,225,857	324,174,020
Total primary government program revenues	1,042,995,334	945,089,657	828,328,682	742,294,007	706,172,253

(continued)

	2006	2005	2004	2003	2002
Net (Expenses)/Revenue					
Governmental activities:					
General government	(163,912,608)	(127,647,442)	(127,547,716)	(139,450,702)	(97,025,978)
Public safety	(451,046,674)	(410,532,478)	(388,357,232)	(340,349,643)	(299,626,113)
Physical environment	(4,327,781)	(4,690,778)	(6,618,503)	2,333,428	(6,879,145)
Transportation	(40,645,295)	(53,001,838)	(30,636,466)	(4,026,219)	8,903,197
Economic environment	(41,439,701)	(30,033,100)	(21,342,277)	(23,383,190)	(20,757,687)
Human services	(56,327,431)	(55,071,800)	(51,931,939)	(45,922,285)	(43,821,552)
Culture & recreation	(111,715,046)	(73,408,170)	(62,719,580)	(71,485,358)	(66,107,433)
Interest expense	(46,868,063)	(40,736,456)	(36,729,939)	(34,241,486)	(36,088,899)
Subtotal governmental activities net expense	(916,282,599)	(795,122,062)	(725,883,652)	(656,525,455)	(561,403,610)
Business-type activities:					
Department of Airports	39,271,147	20,860,243	20,174,857	14,118,314	12,511,534
Water Utilities Department	56,236,023	43,640,839	48,800,759	47,267,278	48,501,899
Solid Waste Authority	43,451,657	18,214,466	18,550,892	10,169,142	9,195,981
Subtotal business-type activities net expense	138,958,827	82,715,548	87,526,508	71,554,734	70,209,414
Total primary government net expense	(777,323,772)	(712,406,514)	(638,357,144)	(584,970,721)	(491,194,196)
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes levied by the County					
Ad valorem taxes	800,033,319	685,200,765	606,326,239	542,171,572	499,742,790
Utility service taxes	28,882,670	28,074,005	27,196,819	28,314,364	28,094,173
Local option gas taxes	49,144,912	49,196,637	48,033,683	45,946,096	43,443,989
Tourist development taxes	23,528,567	22,516,374	19,848,215	17,330,095	16,621,855
State shared sales tax-unrestricted	80,019,101	76,660,073	73,705,133	66,973,342	65,710,225
Franchise gross receipts fee	29,707,735	25,707,598	22,856,094	22,844,936	21,516,559
State shared revenue-unrestricted	61,593,434	58,434,994	54,733,943	48,113,623	46,194,731
Investment income	75,370,005	33,639,043	33,858,058	31,005,054	58,374,866
Other general revenues	5,274,520	4,169,936	1,563,777	3,696,464	4,293,167
Gain on disposal of capital assets	-	-	-	1,647,381	3,035,435
Transfers-net	(11,055,000)	(199,806)	(358,500)	54,656	-
Subtotal governmental activities	1,142,499,263	983,399,619	887,763,461	808,097,583	787,027,790
Business-type activities:					
Other general revenues	48,047	-	-	-	-
Gain on disposal of capital assets	3,416,202	-	738,906	76,394	1,747,300
Transfers-net	11,055,000	199,806	358,500	(54,656)	-
Special items	(32,214,001)	-	225,000	-	1,766,800
Sub total business-type activities	(17,694,752)	199,806	1,322,406	21,738	3,514,100
Total primary government	1,124,804,511	983,599,425	889,085,867	808,119,321	790,541,890
Increase (Decrease) in Net Assets					
Governmental activities	226,216,664	188,277,557	161,879,809	151,572,128	225,624,180
Business-type activities	121,264,075	82,915,354	88,848,914	71,576,472	73,723,514
Total primary Government	\$ 347,480,739	\$ 271,192,911	\$ 250,728,723	\$ 223,148,600	\$ 299,347,694

(concluded)

TABLE III
PALM BEACH COUNTY, FLORIDA
Fund Balances
Governmental Funds
Last Ten Fiscal Years
September 30, 2006
(modified accrual basis of accounting)

	2006	2005	2004	2003	2002
General Fund					
Reserved	\$ 2,705,674	\$ 2,377,934	\$ 1,504,296	\$ 1,377,875	\$ 1,126,397
Unreserved	218,802,474	182,467,939	148,241,675	182,729,927	177,405,978
Total general fund	<u>\$ 221,508,148</u>	<u>\$ 184,845,873</u>	<u>\$ 149,745,971</u>	<u>\$ 184,107,802</u>	<u>\$ 178,532,375</u>
All Other Governmental Funds					
Reserved	\$ 35,810,097	\$ 38,533,591	\$ 21,298,817	\$ 21,335,310	\$ 20,286,577
Unreserved, reported in:					
Special revenue funds	244,649,627	216,117,295	183,168,481	149,100,263	173,883,854
Capital project funds	981,898,355	898,318,247	730,838,681	624,543,322	553,193,800
Total all other governmental funds	<u>\$ 1,262,358,079</u>	<u>\$ 1,152,969,133</u>	<u>\$ 935,305,979</u>	<u>\$ 794,978,895</u>	<u>\$ 747,364,231</u>

2001	2000	1999	1998	1997
\$ 1,122,650	\$ 1,149,094	\$ 1,116,889	\$ 1,822,483	\$ 1,748,750
157,777,257	132,750,125	92,814,109	60,837,262	49,860,611
<u>\$ 158,899,907</u>	<u>\$ 133,899,219</u>	<u>\$ 93,930,998</u>	<u>\$ 62,659,745</u>	<u>\$ 51,609,361</u>
\$ 20,289,717	\$ 15,407,069	\$ 14,574,696	\$ 21,900,080	\$ 19,667,311
138,093,464	119,795,565	114,678,871	114,353,617	111,150,752
528,026,445	402,512,167	290,990,291	282,009,744	253,964,563
<u>\$ 686,409,626</u>	<u>\$ 537,714,801</u>	<u>\$ 420,243,858</u>	<u>\$ 418,263,441</u>	<u>\$ 384,782,626</u>

Table IV
PALM BEACH COUNTY, FLORIDA
Changes in Fund Balance
Governmental Funds
Last Ten Fiscal Years
September 30, 2006
(modified accrual basis of accounting)

	2006	2005	2004	2003	2002
Revenues					
Taxes (See Table V)	\$ 959,811,851	\$ 839,088,219	\$ 750,538,352	\$ 678,623,758	\$ 630,295,303
Special assessments	93,320,734	106,468,425	96,267,382	92,674,006	88,984,709
Licenses	27,124,893	23,241,939	18,423,955	15,971,817	15,196,656
Intergovernmental (See Table V)	274,002,360	255,413,934	211,072,156	191,300,405	188,659,369
Charges for services	254,197,688	250,621,639	197,993,504	156,568,583	167,772,906
Less - excess fees paid out	(40,873,561)	(34,996,646)	(30,963,646)	-	-
Fines & forfeitures	7,655,171	7,368,597	14,451,096	16,926,636	17,307,566
Investment income	71,586,595	31,087,205	30,482,437	26,711,503	54,270,496
Miscellaneous	35,124,869	26,262,217	24,668,231	23,233,113	33,458,090
Total revenues	1,681,950,600	1,504,555,529	1,312,933,467	1,202,009,821	1,195,945,095
Expenditures					
General government	290,838,621	266,333,173	245,309,801	233,733,569	207,319,138
Public safety	574,135,189	514,830,158	455,658,451	413,014,162	374,776,192
Physical environment	21,343,348	23,607,179	21,418,568	18,412,689	19,541,885
Transportation	121,777,304	133,742,817	101,418,238	87,911,562	83,668,447
Economic environment	70,743,624	56,103,756	50,441,054	42,769,728	40,038,880
Human services	91,612,500	87,112,369	87,273,324	79,186,286	73,151,152
Culture & recreation	123,390,031	88,698,037	83,478,624	77,340,894	72,460,441
Capital outlay	228,383,696	253,918,590	193,564,051	177,374,886	185,824,438
Debt service					
Principal	62,308,629	51,899,195	47,422,546	43,855,556	43,678,253
Interest	45,439,931	37,950,596	34,920,376	34,037,366	37,025,562
Other charges	3,024,010	5,187,643	3,825,224	759,726	1,421,888
Total expenditures	1,632,996,883	1,519,383,513	1,324,730,257	1,208,396,424	1,138,906,276
Excess of revenues over (under) expenditures	48,953,717	(14,827,984)	(11,796,790)	(6,386,603)	57,038,819
Other Financing Sources (Uses)					
Transfers in	649,145,798	558,070,700	549,407,015	511,941,179	491,802,641
Transfers out	(654,200,798)	(550,031,074)	(546,159,652)	(510,386,523)	(491,777,708)
Proceeds from long-term borrowings	105,504,655	246,305,233	107,127,451	55,537,758	18,659,000
Premium (discount) on long term borrowings	(48,226)	11,127,960	5,145,225	2,337,087	-
Proceeds from refunding debt	115,825,000	76,555,000	94,297,549	-	18,560,000
Premium (discount) on refunding debt	-	3,550,476	9,606,053	-	1,021,629
Payment to escrow agent for refunding	(121,560,729)	(78,935,818)	(102,397,730)	-	(19,329,587)
Total other financing sources (uses)	94,665,700	266,642,477	117,025,911	59,429,501	18,935,975
Net change in fund balance	\$ 143,619,417	\$ 251,814,493	\$ 105,229,121	\$ 53,042,898	\$ 75,974,794
Debt service as a percentage of noncapital expenditures	7.9%	7.5%	7.6%	7.6%	8.6%

2001	2000	1999	1998	1997
\$ 569,258,844	\$ 529,327,248	\$ 489,969,134	\$ 474,095,544	\$ 431,001,547
66,502,896	60,285,588	53,257,730	41,165,824	36,344,787
17,383,730	15,429,000	14,409,859	14,016,011	13,913,631
159,672,406	156,365,044	152,826,203	140,824,657	122,128,268
124,333,193	115,167,480	110,513,681	103,771,599	98,375,680
-	-	-	-	-
19,706,246	13,862,893	16,304,547	13,294,761	10,395,943
77,439,464	48,543,158	23,631,150	38,400,881	31,741,202
33,077,754	23,848,360	24,956,053	32,586,258	34,224,521
<u>1,067,374,533</u>	<u>962,828,771</u>	<u>885,868,357</u>	<u>858,155,535</u>	<u>778,125,579</u>
205,350,114	185,442,968	183,581,690	177,775,332	160,651,720
341,867,103	311,564,753	296,525,412	286,282,807	272,260,417
22,295,095	8,615,444	8,004,153	7,899,835	7,834,592
33,363,353	28,073,398	26,018,625	27,286,691	24,940,023
35,314,458	34,257,258	32,560,400	33,947,436	30,738,499
68,344,041	66,234,537	63,733,034	58,901,421	57,863,084
59,683,973	48,266,501	44,424,672	42,707,874	40,503,987
204,731,400	168,881,237	124,872,228	122,178,850	197,674,405
34,953,861	33,545,000	37,133,017	32,637,908	29,680,163
31,030,021	30,764,004	28,539,098	28,769,719	29,968,458
2,030,569	138,550	103,910	615,633	780,052
<u>1,038,963,988</u>	<u>915,783,650</u>	<u>845,496,239</u>	<u>819,003,506</u>	<u>852,895,400</u>
<u>28,410,545</u>	<u>47,045,121</u>	<u>40,372,118</u>	<u>39,152,029</u>	<u>(74,769,821)</u>
448,203,647	424,088,301	408,149,297	398,029,232	380,787,324
(458,829,018)	(435,338,391)	(412,953,369)	(418,146,941)	(403,523,503)
156,305,000	121,018,525	3,809,861	26,632,678	33,227,617
(582,181)	(175,622)	-	(160,882)	(535,754)
-	-	-	45,625,000	32,775,000
-	-	-	1,129,673	2,607,145
-	-	-	(46,272,570)	(34,823,913)
<u>145,097,448</u>	<u>109,592,813</u>	<u>(994,211)</u>	<u>6,836,190</u>	<u>10,513,916</u>
<u>\$ 173,507,993</u>	<u>\$ 156,637,934</u>	<u>\$ 39,377,907</u>	<u>\$ 45,988,219</u>	<u>\$ (64,255,905)</u>
8.2%	8.6%	9.1%	8.9%	9.2%

TABLE V
PALM BEACH COUNTY, FLORIDA
Tax and Intergovernmental Revenue by Source
Last Ten Fiscal Years
September 30, 2006
(modified accrual basis of accounting)
(dollars in thousands)

County Taxes							
Fiscal Year	Ad valorem Tax	Tourist Development Tax	Local option Gas tax	Utility Tax	Communication Services Tax (2)	Franchise Fees	Total
2006	\$ 800,033	\$ 23,528	\$ 49,145	\$ 28,883	\$ 28,515	\$ 29,708	\$ 959,812
2005	685,201	22,516	49,197	28,074	28,393	25,708	839,089
2004	606,326	19,848	48,034	27,197	26,277	22,856	750,538
2003	542,172	17,330	45,946	28,314	22,017	22,845	678,624
2002	499,743	16,622	43,444	28,094	20,876	21,516	630,295
2001	451,949	18,584	30,972	41,175	-	26,579	569,259
2000	422,230	18,091	30,325	37,874	-	20,807	529,327
1999	386,064	16,406	29,772	36,828	-	20,899	489,969
1998	361,942	15,066	40,314	36,304	-	20,470	474,096
1997	325,528	13,967	36,596	34,046	-	20,864	431,001

Intergovernmental Revenue								
Fiscal Year	Sales Tax	State shared Revenue Sharing	State levied Fuel taxes	911 Wireless Fees (1)	Alcoholic Beverage Licenses	Racing Tax	Insurance Agent County license	Mobile Home License
2006	\$ 80,019	\$ 27,931	\$ 17,499	\$ 3,449	\$ 519	\$ 541	\$ 351	\$ 78
2005	76,660	26,206	17,688	2,238	469	523	347	86
2004	73,705	25,092	14,130	1,825	459	491	355	87
2003	66,973	22,966	13,242	1,631	457	456	357	99
2002	65,710	22,355	12,866	1,445	482	456	359	95
2001	62,560	21,729	12,372	1,764	448	457	331	115
2000	60,297	24,979	12,127	-	443	458	302	112
1999	55,534	28,275	11,408	-	404	473	277	132
1998	52,372	27,240	10,606	-	400	446	293	149
1997	48,707	21,810	10,033	-	362	453	313	152

	Firefighters Supplemental Comp	Federal Grants (3)	State Grants	Other Grants	Total Intergovernmental Revenue
	\$ 209	\$ 112,383	\$ 29,238	\$ 1,785	\$ 274,002
	173	94,590	34,238	2,196	255,414
	148	56,910	35,093	2,777	211,072
	131	56,082	27,114	1,792	191,300
	126	56,327	27,157	1,281	188,659
	121	39,437	19,465	873	159,672
	114	39,705	17,525	303	156,365
	105	38,014	17,114	1,090	152,826
	126	32,637	16,207	349	140,825
	66	26,978	12,741	513	122,128

- (1) Beginning in FY 01, the County received its portion of 911 fees collected by wireless providers to help with the cost of the 911 system to wireless phone customers.
- (2) Prior to FY02, part of the utility tax was received from telecommunications which was paid directly to the County from various companies. In FY02, this tax is remitted directly to the State and the State remits the County a portion which is now called the Communications Service Tax.
- (3) The increase for FY05 is the result of FEMA Disaster reimbursements for the recent hurricane damage suffered in Palm Beach County.

REVENUE CAPACITY INFORMATION

TABLE VI
 PALM BEACH COUNTY, FLORIDA
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years
 September 30, 2006
(in thousands of dollars)

Fiscal Year Ended Sept. 30	Total Property (1)	Residential Property	Commercial Property	Industrial Property	Other Property	Tangible Personal Property
1997	\$ 55,069,533	\$ -	\$ -	\$ -	\$ -	\$ 4,858,594
1998	-	46,765,332	8,480,232	1,559,941	1,431,088	4,849,971
1999	-	49,840,098	9,121,198	1,691,877	1,575,354	5,174,101
2000	-	53,602,211	9,676,932	1,748,079	1,606,806	5,312,234
2001	-	59,818,201	10,581,999	1,846,495	1,630,521	5,686,654
2002	-	67,087,589	11,269,516	2,020,237	1,758,745	5,889,096
2003	-	76,451,909	12,074,143	2,203,218	1,911,407	5,966,663
2004	-	82,753,401	18,962,528	2,447,793	916,026	6,091,244
2005	-	98,204,483	21,560,566	2,899,305	925,849	6,344,019
2006	-	122,188,560	27,284,041	3,690,386	1,022,922	6,718,119

(1) Property value distribution was not available for these years.

(2) The FEC increased the assessments in the amount of \$8 million and the CSX increased the assessments in the amount of \$6 million for FY03.

(3) Includes tax-exempt property.

Source: Palm Beach County Property Appraiser's Office

Note: Florida State Law requires all property to be assessed at current fair market value.

Railroad And Telegraph	Less: Tax-exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value (3) as a Percentage of Actual Taxable Value
\$ 54,931	\$ 14,011,341	\$ 45,971,717	\$ 4.5191	N/A	N/A
52,677	14,377,550	48,761,691	4.8666	79,872,735	79.05 %
57,168	14,675,515	52,784,281	4.8582	85,248,246	79.13
59,985	14,886,206	57,120,041	4.9456	90,319,602	79.72
58,319	15,456,360	64,165,829	4.9362	101,011,371	78.82
59,382	15,818,437	72,266,128	4.9351	113,847,039	77.37
(2) 73,154	16,865,949	81,814,545	4.8084	129,646,611	76.11
78,928	17,927,312	93,322,608	4.7910	149,674,535	74.33
70,344	19,801,317	110,203,249	4.7677	180,546,215	72.01
80,168	22,249,313	138,734,883	4.7192	232,872,482	69.13

TABLE VII
 PALM BEACH COUNTY, FLORIDA
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
 September 30, 2006
 (Per \$1,000 of Assessed Value)

Fiscal Year Ended Sept. 30	Direct Rates			Overlapping Rates		
	General Government	Debt Service Fund	Total Board Of County Commissioners	County School Board	South Florida Water Management District	Total Countywide
1997	\$4.2358	\$0.2833	\$4.5191	\$9.5570	\$0.6970	\$14.7731
1998	4.6000	0.2666	4.8666	9.6820	0.6970	15.2456
1999	4.6000	0.2582	4.8582	9.0430	0.6970	14.5982
2000	4.6000	0.3456	4.9456	8.9180	0.6970	14.5606
2001	4.6000	0.3362	4.9362	8.9480	0.6970	14.5812
2002	4.5500	0.3851	4.9351	8.7790	0.6970	14.4111
2003	4.5000	0.3084	4.8084	8.5710	0.6970	14.0764
2004	4.5000	0.2910	4.7910	8.4320	0.6970	13.9200
2005	4.5000	0.2677	4.7677	8.1060	0.6970	13.5707
2006	4.4500	0.2692	4.7192	7.8720	0.6970	13.2882

TABLE VIII
PALM BEACH COUNTY, FLORIDA
Principal Property Tax Payers
Current Year and Nine Years Ago
September 30, 2006

Taxpayer	2006			1997		
	Total Tax	Rank	Percentage Of Total Taxes Levied	Total Tax	Rank	Percentage Of Total Taxes Levied
Florida Power & Light	\$ 24,629,494	1	2.96 %	\$ 17,455,104	1	5.16 %
BellSouth Telecommunications	10,251,138	2	1.23	13,505,274	2	3.99
Town Center	5,533,384	3	0.66	2,714,297	8	0.80
U.S. Sugar Corporation	5,295,981	4	0.64	5,449,763	4	1.61
Panthers BRHC LTD	4,482,201	5	0.54	-	-	-
Breakers Palm Beach Inc.	4,378,861	6	0.53	2,492,154	9	0.74
Landry Lawrence L.	3,998,763	7	0.48	3,144,326	6	0.93
Batmasian James H	3,482,509	8	0.42	-	-	-
TJ Palm Beach Assoc LTD Ptnrs	3,260,221	9	0.39	-	-	-
Okeelanta Corporation	3,184,745	10	0.38	3,623,727	5	1.07
J.D. & Catherine MacArthur & MacArthur Holding Inc.	-	-	-	8,411,827	3	2.49
IBIS West Partners	-	-	-	2,828,841	7	0.84
De Bartolo Realty Partnership	-	-	-	2,334,204	10	0.69
Total	\$ 68,497,297		8.23 %	\$ 61,959,517		18.32 %

Total Taxes levied: \$ 831,870,587

\$ 338,151,462

Source: Palm Beach County, Office of the Tax Collector

TABLE IX
 PALM BEACH COUNTY, FLORIDA
 Property Tax Levies and Collections
 Last Ten Fiscal Years
 September 30, 2006

Fiscal Year Ended Sept. 30	Gross Taxes Levied for the Fiscal Year	Discounts For Early Payment	Net Taxes Levied for the Fiscal Year	Collections of Current Year Levy		Collections of Subsequent Year Levy	Total Collections to Date	
				Amount	Percentage of Levy		Amount	Percentage of Levy
1997	\$ 338,151,462	\$ 11,644,079	\$ 326,507,383	\$ 323,751,501	99.2 %	\$ 1,776,677	\$ 325,528,178	99.7 %
1998	376,769,023	13,065,109	363,703,914	360,088,909	99.0	1,853,117	361,942,026	99.5
1999	402,654,178	13,978,254	388,675,924	385,369,330	99.1	694,806	386,064,136	99.3
2000	438,378,943	15,306,210	423,072,733	420,117,483	99.3	2,112,364	422,229,847	99.8
2001	469,324,538	16,233,904	453,090,634	449,946,948	99.3	2,002,519	451,949,467	99.7
2002	519,045,004	18,013,056	501,031,948	498,180,743	99.4	1,562,047	499,742,790	99.7
2003	564,142,933	19,651,559	544,491,374	540,858,347	99.3	1,313,225	542,171,572	99.6
2004	630,738,788	22,122,810	608,615,978	605,494,833	99.5	831,406	606,326,239	99.6
2005	712,058,996	25,117,366	686,941,630	684,361,059	99.6	839,706	685,200,765	99.7
2006	831,870,587	30,533,941	801,336,646	799,229,729	99.7	803,590	800,033,319	99.8

Source: Palm Beach County Tax Collector's Office

Note: Palm Beach County Library Fund and M.S.T. U.'s are included for all years shown.



TABLE X
Non-Ad Valorem Revenue
Last Ten Fiscal Years
September 30, 2006

Fiscal Year Ended Sept. 30	1997	1998	1999	2000
Electric Franchise Tax	\$ 15,368,039	\$ 14,577,405	\$ 14,791,627	\$ 13,379,692
Cable TV Franchise Tax (2)	2,897,618	3,122,732	3,185,358	3,249,347
Utility Service Tax (3)	34,046,340	36,303,183	36,828,025	37,874,444
Available Tourist Development Tax (1)	688,118	2,245,084	2,245,763	2,243,015
Communications Service Tax (3)	-	-	-	-
Half-Cent Sales Tax	48,707,010	52,485,545	55,533,627	60,297,169
State Revenue Sharing	21,810,261	27,240,250	28,274,965	24,978,575
Licenses & Permits	1,653,878	1,651,540	1,748,599	3,794,672
Parks & Recreation Fees	5,552,303	5,957,070	6,231,392	6,654,167
Animal Regulation Fees	1,844,725	1,905,850	1,973,128	2,176,232
Parking Revenue	820,489	973,458	537,113	509,783
Reimburse of Indirect Costs	10,271,243	10,616,039	10,156,387	8,871,682
County Officer's Fees	4,524,653	4,469,124	6,386,010	4,944,643
Charges for Other Services	19,427,464	19,974,141	22,270,541	21,973,663
Excess Fees - Clerk & Comptroller (4)	1,073,860	3,611,425	4,090,302	3,260,654
Excess Fees - Property Appraiser (4)	1,139,019	1,313,992	1,805,413	2,081,075
Excess Fees - Tax Collector (4)	12,983,518	13,764,928	15,142,160	16,220,935
Excess Fees - Sheriff (4)	2,278,632	3,528,547	3,695,220	13,890,313
Fines and Forfeitures	5,141,740	6,106,164	5,592,064	6,459,624
Interest	14,040,248	16,145,965	11,345,322	18,878,233
Miscellaneous	10,660,510	6,480,274	9,630,622	10,787,160
TOTALS	\$ 214,929,668	\$ 232,472,716	\$ 241,463,638	\$ 262,525,078

- (1) Prior to fiscal year 1997, the Tourist Development Tax was not legally available for Debt Service purposes. The Tourist Development Tax is available for tourist development debt only.
- (2) The local Cable TV Franchise Fee has been replaced with a new statewide Telecommunications Service tax effective in FY02 which is collected by the State.
- (3) Prior to FY02, part of the utility tax was received from telecommunications which was paid directly to the County from various companies. In FY02, this tax is remitted directly to the State and the State remits the County a portion which is now called the Communications Service Tax.
- (4) Excess fees represent unspent appropriations of the constitutional officers which are required by Florida Statute to be returned to the County at the end of the fiscal year. The excess fees are recorded as 'transfer-in' by the County and 'transfers-out' by the constitutional officers in the fund statements. Beginning in fiscal years ended 9/30/03, excess fees for the Tax Collector and Property Appraiser (in compliance with GASB 34) are reported as 'reimbursements of expenses' by the County and as a 'reduction of fee revenue' by the Tax Collector and Property Appraiser in the fund statements. Because these 'excess fees' represent a refund of unspent 'charges for services' rather than unspent appropriations, they are no longer used in the computation of the debt coverage ratio.

Source: Palm Beach County, Office of Financial Management and Budget

Note: Non-Ad Valorem Revenues are available revenues of the County other than ad valorem taxation on real and personal property, which are legally available for payment of debt service by the County. See Table XV Debt Coverage.

2001	2002	2003	2004	2005	2006
\$ 17,141,089	\$ 16,468,768	\$ 17,824,293	\$ 17,905,261	\$ 20,836,584	\$ 25,022,599
4,277,975	20,670	-	-	-	-
40,891,114	28,094,173	28,314,364	27,196,819	28,074,005	28,882,669
2,242,294	3,037,109	4,332,524	4,962,054	5,629,094	5,882,141
-	20,875,937	22,016,697	26,277,301	28,392,841	28,514,647
62,560,483	65,710,226	66,973,342	73,705,133	76,660,073	80,019,101
21,728,736	22,283,583	22,917,694	25,040,944	26,153,737	27,881,333
3,885,201	4,114,205	3,874,911	6,377,608	6,720,920	6,189,425
8,578,105	8,578,510	9,477,537	9,474,905	9,882,421	11,033,646
1,987,077	2,252,860	2,541,806	2,510,009	2,662,967	2,467,856
405,201	377,930	362,934	296,471	260,879	254,324
8,343,573	8,725,494	9,315,887	9,823,540	11,820,470	11,583,034
5,263,402	5,758,018	5,771,908	4,220,421	2,188,985	2,404,971
24,538,155	28,273,977	29,437,466	30,867,264	31,166,150	37,429,716
2,989,138	7,196,616	7,472,330	10,879,034	15,255,452	11,295,945
1,516,192	1,669,863	-	-	-	-
16,927,338	18,237,099	-	-	-	-
14,754,706	23,719,248	16,216,318	8,015,401	8,762,824	3,048,686
7,932,981	7,987,441	8,093,869	8,027,054	1,930,511	2,611,542
30,858,008	21,357,264	11,170,042	12,338,681	12,433,189	28,689,237
13,365,627	9,453,712	13,699,517	16,706,987	27,320,733	45,918,261
<u>\$ 290,186,395</u>	<u>\$ 304,192,703</u>	<u>\$ 279,813,439</u>	<u>\$ 294,624,887</u>	<u>\$ 316,151,835</u>	<u>\$ 359,129,133</u>

DEBT CAPACITY INFORMATION

TABLE XI
 PALM BEACH COUNTY, FLORIDA
 Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years
 September 30, 2006
 (dollars in thousands, except per capita)

Fiscal Year	Governmental Activities				Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Non-Ad Valorem Revenue Bonds	Loans Payable	Capital Leases	Revenue Bonds	Loans Payable	Capital Leases			
1997	\$ 134,880	\$ 382,625	\$ 40,320	\$ 265	\$ 667,790	\$ 33,621	124	\$ 1,259,625	3.16 %	\$ 1,255
1998	130,600	390,295	37,171	1,065	671,690	22,960	4,173	1,257,954	2.93	1,233
1999	119,835	372,065	32,277	718	652,970	11,977	-	1,189,842	2.69	1,142
2000	205,855	354,700	49,192	394	627,750	4,981	-	1,242,872	2.54	1,099
2001	267,485	417,090	44,852	726	592,415	15,053	-	1,337,621	2.63	1,159
2002	253,845	400,980	66,882	338	593,185	7,766	-	1,322,996	2.53	1,118
2003	292,745	379,275	58,893	155	592,020	9,031	-	1,332,119	2.54	1,100
2004	275,905	448,170	71,419	25	551,285	1,202	-	1,348,006	2.43	1,085
2005	283,885	634,471	73,248	34	506,425	39,066	-	1,537,129	N/A	1,214
2006	336,020	597,660	94,871	43	637,745	7,654	-	1,673,993	N/A	1,300

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
 Information regarding personal income was not available for FY05 & FY06
 (1) See Table XVI for personal income and population data.

TABLE XII
 PALM BEACH COUNTY, FLORIDA
 Ratios of General Bonded Debt Outstanding
 Last Ten Fiscal Years
 September 30, 2006
(dollars in thousands, except per capita)

Fiscal Year Ended Sept. 30	General Obligation Bonds (1)	Non-Ad Valorem Revenue Bonds (1)	Total	Percentage of Actual Taxable Value (2) of Property	Per Capita (3)
1997	\$134,880	\$382,625	\$517,505	1.13 %	\$515.55
1998	130,600	390,295	520,895	1.07	510.42
1999	119,835	372,065	491,900	0.93	471.98
2000	205,855	354,700	560,555	0.98	495.55
2001	267,485	417,090	684,575	1.07	592.98
2002	253,845	400,980	654,825	0.91	553.44
2003	292,745	379,275	672,020	0.82	554.72
2004	275,905	448,170	724,075	0.78	582.86
2005	283,885	634,471	918,356	0.83	725.46
2006	336,020	597,660	933,680	0.67	724.91

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
 (1) See Table XI for bond data.
 (2) See Table VI for property value data.
 (3) See Table XVI for population data.

TABLE XIII
PALM BEACH COUNTY, FLORIDA
Direct and Overlapping Governmental Activities Debt
September 30, 2006
(dollars in thousands)

	<u>Debt Payable from Ad Valorem Taxes</u>			<u>Debt Payable from Non-Ad Valorem Revenues</u>			<u>Estimated Share of Direct & Overlapping Debt</u>
	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable based on Property Assessed Value</u>	<u>Estimated Share of Overlapping Debt</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable based on Population</u>	<u>Estimated Share of Overlapping Debt</u>	
Overlapping debt							
School District	\$ 96,655	100%	\$ 96,655	\$ 1,535,373	100%	\$ 1,535,373	\$ 1,632,028
Municipalities	183,189	57%	104,418	407,924	42%	171,328	275,746
Special Districts	-	0%	-	124,208	5%	6,210	6,210
Subtotal, overlapping debt	<u>\$ 279,844</u>		201,073	<u>\$ 2,067,505</u>		1,712,911	1,913,984
Direct debt			<u>336,020</u>			<u>690,194</u>	<u>1,026,214</u>
Total direct and overlapping debt			<u>\$ 537,093</u>			<u>\$ 2,403,105</u>	<u>\$ 2,940,198</u>

TABLE XIV
PALM BEACH COUNTY, FLORIDA
Legal Debt Margin Information
September 30, 2006

The constitution of the State of Florida, Florida Statute 200.181, and Palm Beach County set no legal debt limit.

TABLE XV
PALM BEACH COUNTY, FLORIDA
Pledged-Revenue Coverage
Last Ten Fiscal Years
September 30, 2006
(dollars in thousands)

Fiscal Year Ended Sept. 30	Non-Ad Valorem Revenue Bonds (1)				Water Utilities Revenue Bonds (2)							
	Debt Service		Non-Ad Valorem Revenues	Coverage	Gross Revenues	Expenses	Net Revenue Available	Debt Service		Total	Coverage	
	Principal	Interest						Principal	Interest			
1997	\$ 21,187	\$ 22,261	\$ 214,930	\$ 4.95	\$ 64,837	\$ 34,469	\$ 30,368	\$ 5,560	\$ 4,886	\$ 10,446	\$ 2.91	
1998	25,204	22,580	232,473	4.87	74,753	35,170	39,583	6,090	5,795	11,885	3.33	
1999	26,368	22,155	241,464	4.98	77,144	36,613	40,531	7,340	5,754	13,094	3.10	
2000	19,565	21,369	262,525	6.41	81,725	38,633	43,092	7,735	5,090	12,825	3.36	
2001	21,225	20,610	290,186	6.94	88,755	41,170	47,585	8,025	3,658	11,683	4.07	
2002	24,230	23,110	304,193	6.43	89,382	43,442	45,940	8,445	4,058	12,503	3.67	
2003	26,781	21,705	279,813	5.77	87,663	47,583	40,080	8,885	2,652	11,537	3.47	
2004	28,002	20,878	294,625	6.03	92,660	51,898	40,762	9,610	1,877	11,487	3.55	
2005	31,827	24,231	316,152	5.64	94,155	56,660	37,495	12,317	1,450	13,767	2.72	
2006	43,361	32,302	359,129	4.75	99,324	65,524	33,800	10,745	2,898	13,643	2.48	

Note: Details regarding the County's outstanding debt can be found in the financial statements.

- (1) The County covenants that it will not issue any indebtedness or incur any indebtedness payable from or supported by a pledge of non-ad valorem revenues unless the total amount of non-ad valorem revenues will be greater than 2.00 times the debt service required in the current or any future fiscal year. For purposes of such test, the interest rate on bonds bearing interest at a variable rate must be prospectively calculated in future years at the higher rate of (a) 12% per annum or (b) the average yield to par call for the Bond Buyer Municipal Bond Index (the "Bond Buyer 40") on the date of calculation rather than the actual rate as shown in the schedule. [For the year ended September 30, 2006, if the County had used the maximum annual debt service for variable rate debt, the times coverage would be 4.36.]
- (2) The calculation of gross revenues excludes connection fees and extraordinary gains and the calculation of expenses excludes interest expense, depreciation and extraordinary losses.

DEMOGRAPHIC AND ECONOMIC INFORMATION

TABLE XVI
 PALM BEACH COUNTY, FLORIDA
 Demographic and Economic Statistics
 Last Ten Fiscal Years
 September 30, 2006

Year	Population	Personal Income	Per Capita Personal Income	Civilian Labor Force	Unemployment Rates
1997	1,003,798	39,883,136	38,772	482,486	6.3
1998	1,020,521	42,948,119	39,182	507,754	5.5
1999	1,042,196	44,168,511	39,545	543,006	4.8
2000	1,131,184	48,954,794	43,107	524,708	4.1
2001	1,154,464	50,843,978	43,966	541,377	5.9
2002	1,183,197	52,287,552	44,041	553,833	6.4
2003	1,211,448	52,443,588	43,261	590,677	6.2
2004	1,242,270	55,389,121	44,518	598,785	5.7
2005	1,265,900	N/A	N/A	622,443	4.1
2006	1,287,987	N/A	N/A	645,211	3.7

Source: University of Florida, Bureau of Economic and Business Research.

Florida Department of Labor and Employment Security and Bureau of Labor
 Market Unemployment Information Labor Statistics Department

Note : Income data for 2005 and 2006 is not available.
 Income data for 2002 and 2003 is revised.

TABLE XVII
PALM BEACH COUNTY, FLORIDA
Principal Employers
Current Year and Nine Years Ago

	2006			1997		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Palm Beach County School Board	21,616	1	3.35%	16,500	1	3.42%
State Government	9,200	2	1.43%	8,700	2	1.80%
Palm Beach County	6,594	3	1.02%	8,600	3	1.78%
Federal Government	6,300	4	0.98%	5,700	4	1.18%
Columbia Palm Beach Health Care System, Inc.	5,200	5	0.81%	4,000	6	0.83%
United Rental Highway Techs	5,000	6	0.77%	-	-	-
Tenet Healthcare Corp	4,794	7	0.74%	-	-	-
Florida Power & Light Company	2,850	8	0.44%	2,300	9	0.48%
Florida Atlantic University	2,825	9	0.44%	-	-	-
Boca Raton Resort & Club	2,200	10	0.34%	-	-	-
Pratt & Whitney Aircraft	-	-	-	5,100	5	1.06%
Motorola Inc.	-	-	-	3,200	7	0.66%
Intracoastal Health Systems, Inc.	-	-	-	3,200	8	0.66%
Flo Sun, Inc.	-	-	-	2,300	10	0.48%
Total	<u>66,579</u>		<u>10.32%</u>	<u>59,600</u>		<u>12.35%</u>

Source: Business Development Board of Palm Beach County

OPERATING INFORMATION

TABLE XVIII
PALM BEACH COUNTY
Full-time Equivalent County Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	Full-time Equivalent Employees as of September 30									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General government										
Facilities Development & Operations	350	351	351	350	350	350	349	346	357	370
Planning, Zoning & Building	331	330	334	338	368	380	390	389	389	393
Clerk & Comptroller	704	707	707	727	734	733	748	731	713	750
Property Appraiser	233	239	239	244	247	257	261	268	272	276
Tax Collector	252	255	258	258	288	288	288	288	284	284
Supervisor of Elections	32	32	32	32	32	35	36	39	39	41
Other	498	498	498	498	499	499	499	499	477	475
Public safety										
Fire-Rescue	828	862	885	952	1,004	1,044	1,114	1,172	1,239	1,298
Sheriff	2,706	2,681	2,747	2,845	2,928	3,026	3,115	3,210	3,322	3,502
Other	236	243	253	242	249	255	265	275	335	342
Physical environment										
Environmental Resources Management	91	93	96	102	106	112	116	123	127	132
County Cooperative Extension Service	34	38	39	40	39	37	38	38	40	39
Transportation										
Palm Tran (1)	2	2	2	445	496	512	527	539	545	561
Engineering & Public Works	305	304	306	309	314	318	328	338	343	346
Economic environment										
Housing & Community Development	37	39	40	40	41	39	42	42	44	44
Other	49	49	41	45	47	51	50	60	62	61
Human services										
Community services	391	412	448	443	426	453	468	468	468	478
Other	10	10	11	11	12	13	14	14	14	15
Culture & recreation										
Parks & Recreation	439	449	473	501	526	554	595	619	634	698
County Libraries	317	317	326	332	354	361	369	377	384	394
Internal service funds										
Information System Services	151	151	167	176	173	176	180	211	223	229
Graphics	10	10	10	10	9	9	9	9	9	10
Fleet Management	64	63	63	64	64	64	65	68	68	69
Risk Management	30	32	33	36	36	36	36	36	36	37
Enterprise funds										
Airports	133	133	134	136	137	138	143	148	151	151
Water Utilities	414	411	411	411	416	416	423	427	433	440
Solid Waste Authority	407	409	410	413	414	413	413	413	413	422
Total	9,054	9,120	9,314	10,000	10,309	10,569	10,881	11,147	11,421	11,857

(1) Prior to fiscal year 2000, Palm Tran was operated by a private company which was subsidized by the County.

Source: Office of Financial Management and Budget

TABLE XIX
PALM BEACH COUNTY
Operating Indicators by Function/Program
Ten Fiscal Years

Function/Program	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
General government										
Planning, Zoning & Building										
Code enforcement violations	3,122	3,421	4,934	4,458	N/A	6,013	5,073	5,073	2,195	4,571
Construction plans reviewed	35,241	41,167	43,182	36,522	44,583	41,859	42,213	42,213	31,300	59,288
Permits issued	47,912	53,482	55,130	43,817	53,037	49,486	78,379	78,379	30,600	62,304
Public safety										
Fire-Rescue										
Response time	6:53	6:44	6:43	6:42	6:39	6:39	6:31	6:31	6:27	6:23
Fire responses	16,811	19,714	20,076	20,929	22,274	23,319	24,352	23,065	24,835	22,295
Medical responses	51,635	45,427	50,572	54,677	56,910	61,056	64,729	67,094	72,691	74,706
Inspections	9,264	9,264	11,548	11,354	11,913	14,195	15,632	16,936	18,630	20,079
Physical environment										
Environmental Resource Management										
Tonnage of artificial reef materials	3,500	8,580	13,100	11,200	16,500	15,270	3,000	23,300	35,900	23,484
Trees and plants planted or arranged	15,000	50,000	57,000	20,700	19,000	82,434	24,400	20,800	105,300	54,500
Cubic yards beach sand (thousands)	677	692	783	161	758	1,301	1,301	1,301	1,000	1,016
Transportation										
Palm Tran										
Passengers (millions)	3.0	3.0	5.0	5.4	6.2	5.8	6.3	7.1	7.5	8.3
Engineering & Public Works										
Land development permits issued	55	44	51	73	34	49	30	50	30	26
Lane miles of roads maintained	2,919	2,919	2,960	2,960	2,960	2,960	3,171	3,193	3,291	3,299
Lane miles resurfaced	95	89	53	69	64	91	77	62	86	50
Linear feet of roadway striped (millions)	1.3	1.2	1.6	1.2	1.2	2.2	1.2	1.5	1.7	1.4
Permits issued for construction of:										
right-of-ways, drainage and utilities	579	579	586	634	594	642	645	655	622	554
Economic environment										
Housing & Community Development										
Single-family new construction	26	48	36	28	12	12	8	8	29	0
Human services										
Children receiving health services	1,255	1,257	2,099	2,070	1,969	1,772	1,849	2,199	1,958	2,068
Children with disabilities	173	183	290	176	152	177	193	281	228	232
Meals - Head Start (thousands)	616	478	835	397	672	425	915	682	756	460
Culture & recreation										
Parks & Recreation										
Golf rounds played (thousands)	126	149	157	151	129	N/A	148	154	152	145
Program and facility attendance (millions)	6.0	6.5	6.5	6.8	7.5	7.8	7.8	7.6	8.0	8.1
County Library										
Circulation (millions)	4.2	4.6	4.9	5.1	5.1	5.3	5.7	5.7	6.0	6.0
Cardholders (thousands)	395	420	440	457	439	445	451	459	469	477
Internal service funds										
Information System Services										
%CSRs on time - Applications	N/A	N/A	76%	76%	81%	84%	84%	85%	86%	92%
Graphics										
% timely delivery	99%	99%	95%	96%	100%	99%	99%	99%	99%	99%
Risk Management										
# of employees enrolled in Health ins	N/A	N/A	N/A	N/A	N/A	N/A	3,524	3,800	3,900	4,250
# of employees enrolled in Dental ins	N/A	N/A	N/A	N/A	N/A	N/A	2,893	2,893	3,100	3,125
Enterprise funds										
Water Utilities										
Average water dwelling units served (thousands)	148	153	158	164	164	174	181	181	186	197
Average wastewater treated per day (millions of gallons)	25.0	25.6	30.4	30.5	30.5	30.7	31.9	32.4	33.2	36.1
Airports										
Total passengers (millions)	5.7	5.7	5.9	5.7	5.8	6.1	5.4	5.9	6.4	7.0
Operating expense per passenger	\$4.64	\$4.44	\$4.44	\$4.68	\$4.58	\$4.83	\$6.01	\$5.85	\$5.84	\$5.60
Operating revenue per passenger	\$8.07	\$8.04	\$8.58	\$8.80	\$8.57	\$8.81	\$8.31	\$8.14	\$16.37	\$8.20

N/A = Not available

Source: Office of Financial Management and Budget

Note: 2006 data is not yet available.

TABLE XX
PALM BEACH COUNTY
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Public safety										
Fire Rescue										
Fire Stations	29	30	33	34	35	39	40	40	40	43
Transportation										
Palm Tran										
Buses	144	144	142	128	139	139	139	140	140	160
Engineering & Public Works										
County Roads (mileage)	1,260	1,348	1,361	1,361	1,361	1,361	1,361	1,295	1,295	1,294
Traffic Lights	960	977	997	997	1,021	1,045	1,045	1,104	1,095	1,145
Culture & recreation										
Parks & Recreation										
Developed acres	3,264	3,452	3,436	3,484	3,579	3,714	3,786	3,798	4,195	4,817
Enterprise funds										
Water Utilities *										
Water mains (miles)	1,300	1,307	1,366	1,412	1,423	1,515	1,666	1,784	1,880	2,064
Storage and repump stations	3	3	5	3	3	3	12	11	11	10
Fire hydrants	9,347	9,886	10,277	10,857	10,981	11,760	12,013	12,517	13,396	14,834
Sewers (miles)	750	742	784	817	824	868	955	963	953	1,103
Pump stations	559	575	595	612	623	635	650	674	692	750

* Note: In FY2006, the Water Utilities Department revised certain data for prior years.

Source: Office of Financial Management and Budget



SHARON R. BOCK
Clerk & Comptroller
Palm Beach County

www.pbcountyclerk.com