

Report of Independent Certified Public Accountants

The Board of County Commissioners
Hillsborough County, Florida

We have audited the accompanying special-purpose Statement of County Funded Court-Related Functions (the Statement) of Hillsborough County, Florida, for the year ended September 30, 2009. This statement is the responsibility of Hillsborough County, Florida's management. Our responsibility is to express an opinion on this statement based on our audit.

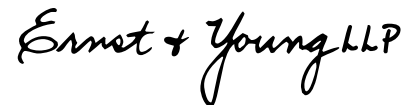
We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform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

As described in Note 2, the accompanying special-purpose statement has been prepared in accordance with the requirements of the Florida Department of Financial Services, in order to demonstrate compliance with Sections 29.008 and 29.0085, *Florida Statutes*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States. The accompanying Statement is not intended to be a complete presentation of the results of operations of the County Funded Court-Related Functions on the basis indicated.

In our opinion, the special-purpose statement referred to above presents fairly, in all material respects, the County Funded Court-Related Functions of Hillsborough County, Florida for the year ended September 30, 2009, in conformity with accounting practices prescribed by the Florida Department of Financial Services.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 20, 2010, on our consideration of the County Funded Court-Related Functions' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance, and the results of that testing, and not to provide an opinion on 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.

This report is intended solely for the information and use of the Board of County Commissioners and management of Hillsborough County, Florida, for the filing with the Florida Department of Financial Services, and is not intended to be, and should not be, used by anyone other than the specified parties.

A handwritten signature in black ink that reads 'Ernst + Young LLP'.

January 20, 2010

Hillsborough County, Florida

Notes to Special Purpose Statement of County Funded Court-Related Functions

September 30, 2009

1. Reporting Entity

Hillsborough County, Florida is a political subdivision of the state of Florida pursuant to Article VIII, Section (1) and (6), of the Constitution of the State of Florida. It is guided by an elected Board of County Commissioners (the Board), which is governed by state statutes. In addition to the members of the Board, there are five elected constitutional officers: the Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and the Tax Collector. The entities controlled by these officials are combined and comprise the primary government.

The Statement contained herein represents the financial transactions of the County Funded Court-Related Functions required to show compliance with Sections 29.008 and 29.0085, *Florida Statutes*, required by the Florida Department of Financial Services, and is not combined with the financial transactions of the County or any other county agency to present the financial position, results of operations, or cash flows of the proprietary funds of the County, in conformity with accounting principles generally accepted in the United States. The Statement does not represent the financial transactions of the primary government of Hillsborough County.

2. Summary of Significant Accounting Policies

Basis of Accounting

The revenue and expenses as presented in the Statement are maintained and presented herein on the modified accrual basis of accounting, whereby revenues are generally recognized when they become measurable and available, and expenditures are recognized when incurred. The court-related functions as presented in the Statement are presented using the report format required by the Florida Department of Financial Services to show compliance with Sections 29.008 and 29.0085, *Florida Statutes*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States.

Accordingly, the accompanying Statement is not intended to present the results of operations of the County Funded Court-Related Functions operations, in conformity with accounting principles generally accepted in the United States.

HILLSBOROUGH COUNTY
STATEMENT OF COUNTY FUNDED COURT-RELATED FUNCTIONS, SECTION 29.0085, FLORIDA STATUTES
FOR THE YEAR ENDED SEPTEMBER 30, 2009

Statutory Reference	s.29.008(1), F.S.					s.29.008(2), F.S.	
	State Attorney	Public Defender	Clerk of Circuit Court (A)	State Courts (A)	Guardian Ad Litem	Local Requirements	TOTAL
Part A - Revenues:							
Local Requirement Collections							
s939.185, F.S. / \$65.00 Local Ordinances (B)	--	--	--	--	--	1,904,630	1,904,630
s318.18(13)(b), F.S. / \$20.00 Surcharge for Court Facilities (C)	--	--	--	--	--	3,285,761	3,285,761
s28.24(12)(e)1, F.S. / \$2.00 Additional Court Cost for Court IT Equipment	--	--	--	--	--	1,382,327	1,382,327
Federal, State, Local, & Private Grant Revenue Restricted to Local Requirement Funding (D)	--	--	--	--	--	--	--
Various Service Charge Revenue to Fund Local Requirements	--	--	--	--	--	--	--
Other Revenues Dedicated to Fund Local Requirements (Description)	--	--	--	--	--	--	--
Local Requirements Revenue Total	--	--	--	--	--	6,572,718	6,572,718
Part B - Non-Recurring Fixed Capital Outlay Expenditures:							
Facility Construction	17,911	3,813	--	1,002,796	--	--	1,024,520
Communication Infrastructure	--	--	--	--	--	--	--
Other	--	--	--	--	--	--	--
Fixed Capital Outlay (FCO) Cost Total	17,911	3,813	--	1,002,796	--	--	1,024,520
Part C - Operating Expenditures							
Facility Cost							
Lease / Rent Expense	--	--	576,168	--	234,256	--	810,424
Maintenance	55,774	115,781	165,017	684,479	90	--	1,021,141
Utilities	--	--	--	1,519,527	--	--	1,519,527
Security	--	--	3,739	3,057,514	--	--	3,061,253
Other (E)	954,012	548,599	--	3,324,916	--	--	4,827,527
Facility Costs Total	1,009,786	664,380	744,924	8,586,436	234,346	--	11,239,872

	State Attorney	Public Defender	Clerk of Circuit Court (A)	State Courts (A)	Guardian Ad Litem	Local Requirements	TOTAL
Communications Systems and Services							
Telephone Expenses	159,587	112,596	309,769	285,000	42,325	--	909,277
Computer Equipment / Networks	364,303	52,118	1,873,630	4,753,318	--	--	7,043,369
Courier / Subpoena Services	--	--	--	--	--	--	--
Auxiliary Aids	--	--	--	--	--	--	--
Other Communications Systems and Services	--	--	--	--	--	--	--
Communications Systems and Services Total	523,890	164,714	2,183,399	5,038,318	42,325	--	7,952,646
Existing Radio Systems	--	--	--	--	--	--	--
Existing Multi-Agency Criminal Justice Information Systems	--	--	4,961,994	--	--	--	4,961,994
Total Operating Expenditures	1,533,676	829,094	7,890,317	13,624,754	276,671	--	24,154,512
Part D - Local Requirements:							
Drug Court	--	--	--	559,553	--	--	559,553
Teen Court (Juvenile Alternative Program)	--	--	--	417,863	--	724,414	1,142,277
Legal Library	--	--	--	--	--	464,931	464,931
Legal Aid	--	--	--	--	--	1,100,000	1,100,000
Alternative Sanction Coordinators	--	--	--	--	--	--	--
Other (Mediation, alternative dispute resolution)	--	--	--	530,299	--	--	530,299
Other (domestic violence, elder and children justice)	--	--	--	837,302	--	--	837,302
Local Requirement Total Cost	--	--	--	2,345,017	--	2,289,345	4,634,362
Part E - Other Operating Court Related Expenditures:							
Other (Health benefits)	--	--	--	--	12,960	--	12,960
Other (Personnel)	--	--	--	--	175,046	--	175,046
Other (Description)	--	--	--	--	--	--	--
Other Operating Expenses Total	--	--	--	--	188,006	--	188,006
GRAND TOTAL (PART B - E)	1,551,587	832,907	7,890,317	16,972,567	464,677	2,289,345	30,001,400

This is to certify to the best of my knowledge and belief, this report accurately states total expenditures as set forth in Sections 29.008 and 29.0085, Florida Statutes.

See comments on following page.

/s/ Ajay B. Gajjar
Signature

(813) 276-8100 ext. 3766
Phone Number

Ajay B. Gajjar, Assistant Finance Director
Name and Title (Printed)

January 25, 2010
Date

**Notes on Hillsborough County, Florida's Statement of County-Funded Court-Related Functions, Section 29.0085, Florida Statutes
For the Year Ended September 30, 2009**

Notes:

- (A) Court Administrator expenditures are shown in the "State Courts" column.
- (B) The County received additional court costs of \$1,904,630 covering the law library, legal aid, teen court / juvenile alternate program, and court innovations per Section 939.185, F.S.
- (C) The County received traffic violations surcharge receipts of \$3,285,761 for debt service on Court Facilities Revenue Bonds per Section 318.18(13)(b), F.S.
- (D) Note that revenues and expenditures associated with federal or state grants were not included in this report.
- (E) Facilities costs were estimated using Real Estate Facilities pages 352-355 of the "Hillsborough County, Florida Full Cost Allocation Plan, Fiscal Year Ended September 30, 2008, Draft Report - June 2009" prepared by KPMG.
- (F) Note there were other court-related expenditures incurred, but they were not shown on this report because they were not specifically identified as expenditures related to doubt Section 29.0085, FS. If there was a about whether or not an item should be included, it was not included.

Report on Internal Control Over Financial Reporting and on Compliance and Other
Matters Based on an Audit of the Special-Purpose Statement of County Funded
Court-Related Functions Performed in Accordance With
Government Auditing Standards

The Board of County Commissioners
Hillsborough County, Florida

We have audited the accompanying special-purpose Statement of County Funded Court-Related Functions (the Statement) of Hillsborough County, Florida, for the year ended September 30, 2009, and have issued our report thereon dated January 20, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County Funded Court-Related Functions' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the statement, but not for the purpose of expressing an opinion on the effectiveness of the County Funded Court-Related Functions' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County Funded Court-Related Functions' internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

This report is intended solely for the information and use of the Board of County Commissioners and County management for filing with the Department of Financial Services, and is not intended to be, and should not be, used by anyone other than these specified parties.

Ernst + Young LLP

January 20, 2010