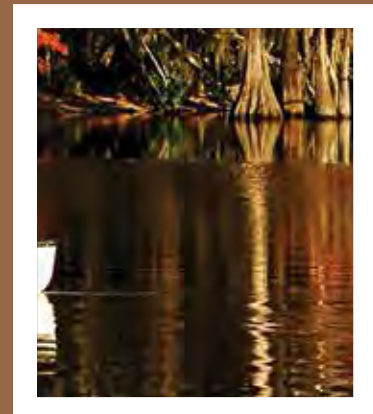
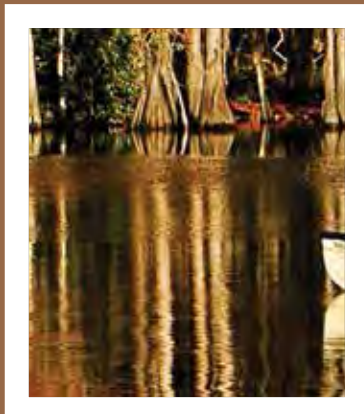
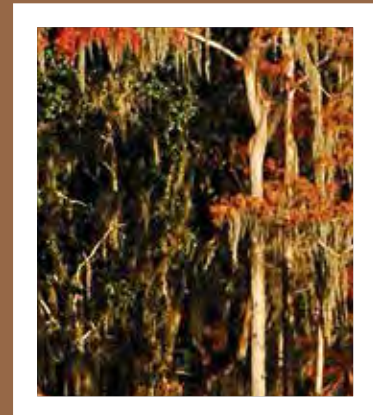
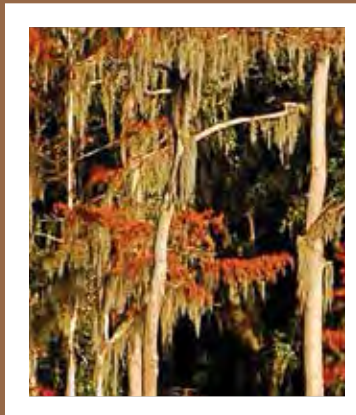


*Lake County,
Florida*



COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2016

Lake County, Florida



COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2016

LAKE COUNTY FLORIDA

Comprehensive Annual Financial Report
Fiscal Year Ended September 30, 2016

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LAKE COUNTY, FLORIDA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Year Ended
September 30, 2016**

**Neil Kelly
Clerk of the Circuit Court**

COUNTY FINANCE DEPARTMENT

**Kristy L. Mullane, CPA
Chief Deputy Clerk**

**Jo Anne Drury, CGFO
Accounting Director**

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PRINCIPAL OFFICIALS
LAKE COUNTY, FLORIDA

AS OF SEPTEMBER 30, 2016

BOARD OF COUNTY COMMISSIONERS

Timothy I. Sullivan	District 1
Sean M. Parks, Chairman	District 2
Jimmy Conner	District 3
Leslie Campione	District 4
Welton G. Cadwell, Vice Chairman	District 5

ELECTED COUNTY OFFICIALS

Neil Kelly	Clerk of the Circuit Court
Carey L. Baker	Property Appraiser
Gary Borders	Sheriff
Emogene W. Stegall	Supervisor of Elections
Bob McKee	Tax Collector

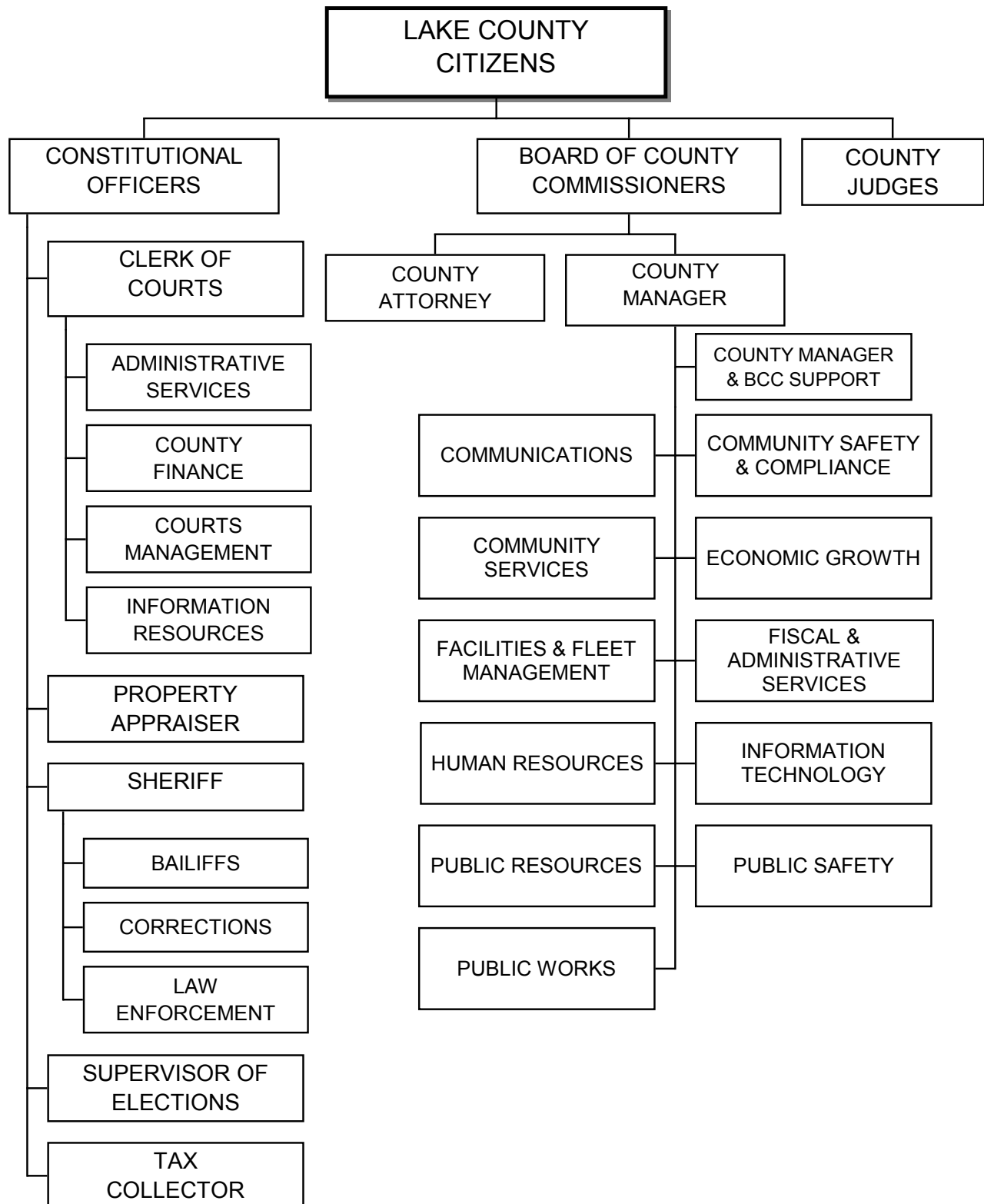
APPOINTED COUNTY OFFICIALS

David Heath	County Manager
Melanie Marsh	County Attorney

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ORGANIZATIONAL CHART

LAKE COUNTY ORGANIZATIONAL CHART LAKE COUNTY, FLORIDA



LAKE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

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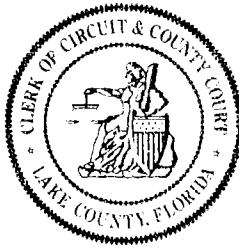
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LETTERS OF TRANSMITTAL

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Clerk of the Circuit Court

April 21, 2017

The Honorable Board of County Commissioners
Lake County, Florida

The Comprehensive Annual Financial Report of Lake County, Florida, as of September 30, 2016, and for the 2015-2016 fiscal year is hereby transmitted. The accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, is the responsibility of the County. Management believes that the presented data is materially accurate and is designed to report the financial position and the results of operations as measured by the financial activity of the County's various funds. The necessary disclosures to enable the reader to gain the maximum understanding of the County's financial affairs have been included.

The development and evaluation of the County's accounting system must consider the adequacy of internal control. I believe that the County's internal control, as discussed in the accompanying transmittal letter, adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

This report has been prepared following the guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada. The GFOA awards Certificates of Achievement to those governments whose annual financial reports are judged to conform substantially with high standards of public financial reporting, including accounting principles generally accepted in the United States. Lake County was awarded a Certificate of Achievement for its annual financial report for the 2015 fiscal year. The Certificate of Achievement program requires the inclusion of all funds of the County. The financial statements for the year ended September 30, 2016, include all of the Constitutional Officers, dependent special districts, and other agencies of the County. It is my belief that the accompanying fiscal year 2016 financial report will meet program standards and it will be submitted to the GFOA for review.

NEIL KELLY

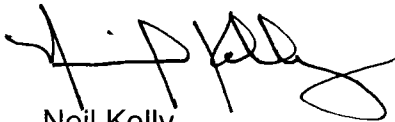
*Clerk of the Circuit Court • County Court • Board of County Commissioners
550 West Main Street • Post Office Box 7800 • Tavares, Florida 32778-7800
(352) 742-4100*

April 21, 2017
Page Two

State law requires that the financial statements of the County be audited by an independent certified public accountant selected by the Board. This requirement has been complied with and our independent certified public accountants' opinion is included in the Financial Section of this report.

The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the dedicated efforts of the Chief Deputy Clerk-County Finance, the Accounting Director and the Finance Department staff. Their efforts over the past years toward upgrading the accounting and financial reporting system of the County have led substantially to the improved quality of the information being reported to the County Commission, state oversight boards, and the citizens of Lake County.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Neil Kelly', is written over a horizontal line.

Neil Kelly
Clerk of Circuit Court

Attachment

Reply to:
County Finance Department
(352)343-9808



Clerk of the Circuit Court

315 West Main Street
Post Office Box 7800
Tavares, Florida 32778-7800

April 21, 2017

The Honorable Board of
County Commissioners and
Citizens of Lake County, Florida

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of Lake County, Florida, for the fiscal year ended September 30, 2016. This report was prepared by the County Finance Department under the direction of the Clerk of Courts in his capacity as County Comptroller.

This report consists of management's representations concerning the finances of Lake County, Florida. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, Lake County's management has established a comprehensive internal control framework that is designed to protect the County's assets from loss, theft, or misuse and to compile the County's financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). Because the cost of internal controls should not outweigh their benefits, the County's internal control framework has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. We believe that the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions. As management, we assert that to the best of our knowledge and belief, this financial report is accurate and complete in all material respects.

In accordance with Chapter 218, Florida Statutes, Lake County's financial statements have been audited by independent certified public accountants. The independent auditor's report has been included in the financial section of this report. 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 upon the results of the audit, the auditors concluded that there was a reasonable basis for rendering an unmodified opinion that Lake County's financial statements for the fiscal year ended September 30, 2016 are fairly presented in conformity with

Neil Kelly
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(352) 742-4100 • www.lakecountyclerk.org

GAAP. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the State of Florida and Federal Single Audit Acts. The standards governing single audit engagements require the independent auditor to report on the government's internal controls and compliance with legal requirements with special emphasis on the administration of federal and state awards. Information related to the single audit, including schedules of federal and state financial assistance and the independent auditor's reports thereon are included in this 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 the MD&A and should be read in conjunction with it. Lake County's MD&A can be found immediately following the report of the independent certified public accountants.

Profile of Lake County

Lake County is located in the center of the state approximately 65 miles from the east and west coasts at the northwestern edge of Central Florida. The County was created in June, 1887, by the Florida Legislature and encompasses 954 square miles of land and over 200 square miles of lakes. The current estimated population is 325,875. There are fourteen municipalities located within the County including: Astatula, Clermont, Eustis, Fruitland Park, Groveland, Howey-in-the-Hills, Lady Lake, Leesburg, Mascotte, Minneola, Montverde, Mount Dora, Tavares and Umatilla.

The County is a political subdivision of the State of Florida pursuant to Article VIII, Section (1), Constitution of the State of Florida. The Board of County Commissioners (the Board) is the principal legislative and governing body of the County, as provided by the Florida Constitution and Chapter 125, Florida Statutes. The Board consists of five members elected county-wide by district for staggered terms, with a chairman elected by the commissioners for a one-year term to serve as the presiding officer. In addition to the Board, there are five elected Constitutional Officers serving four-year terms: the Tax Collector, Property Appraiser, Clerk of the Circuit Court (Clerk), Sheriff and Supervisor of Elections.

The County provides a full range of services contemplated by statute and ordinance, including general governmental services, public safety, physical environment, transportation, economic environment, human services, culture and recreation and court-related services.

The chief administrative official of the County is the County Manager. The County Manager is hired by the Board and is responsible to them for the administration and operation of all Board departments and the execution of all Board policies. The County Manager is also responsible to the Board for the preparation of the annual budget and for the control of Board expenditures during the year.

The annual budget serves as the foundation of the County's planning and control of revenues and expenditures. The Board funds a portion, or in certain instances all, of the operating budgets of the County's Constitutional Officers. Constitutional Officers, except the Tax Collector and Property Appraiser, are required to submit their budget requests to the Board by June 1. The Tax Collector and Property Appraiser must submit their budgets to the State of Florida Department of Revenue. A tentative proposed budget is presented to the Board in mid-July. The budget is adopted after two advertised public hearings held in September. At the end of the fiscal year, Florida Statutes require that any budget excess of the Constitutional Officers be returned to the Board.

The budget is prepared by fund, department, and object code. After the budget is adopted, no transfers can be made between funds without a public hearing. Certain transfers within a department may be approved by the County Manager or by the Board, depending on the dollar amount. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget is adopted. For the general fund, this comparison is on page 42 as part of the basic financial statements for governmental funds. For other governmental funds, the comparison for each fund for which a budget has been adopted is presented on pages 44 to 46 and 112 to 144.

The financial statements present Lake County (the primary government described above) and its blended component units, which include Lake Emergency Medical Services, which provides citizens with ambulance services, various taxing entities, and the Mt. Plymouth-Sorrento Community Redevelopment Agency (CRA), which was created for the purpose of financing redevelopment projects in eastern Lake County.

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Lake County operates.

Local Economy. The local economy continues to improve in 2016. For the fourth year in a row, the assessed taxable value of real and personal property increased. The increase, about \$948 million, represents about 5.0% of the total assessed value of \$17.2 billion. In addition, the unemployment rate for the

County decreased by .4%, to 4.8% at year end. State and national rates were also lower at 4.7% and 4.9%, respectively.

Economic development has been an ongoing priority of the Board. To promote the upward trend in the economy, the County launched the Made in Lake website to market local manufacturing businesses. State funding of \$2.8 million to Lake Technical College for the completion of the Center for Advanced Manufacturing will also provide workforce training for manufacturing, a targeted industry for the County. This was a legislative priority of the Board for 2016.

In addition to efforts to draw new businesses to the area, Lake County has also expanded tourism efforts under the trademarked branding "Real Florida. Real Close." The County has hosted many sporting events to support the local economy, including competition fishing and sand volleyball tournaments. The County again hosted their annual Wings and Wildflowers Festival, promoting the County as a premier birding destination.

Federal and state grants continue to provide for various programs that benefit the County. Affordable housing, community development, road projects, public transportation and public safety are programs that are supported in part by federal and state funding. The County received \$11.3 million in state and federal assistance in 2016.

All of these steps have been taken to encourage economic growth and benefit the Lake County citizens.

Relevant Financial Policies. The County has established an economic stabilization reserve policy to ensure that sufficient cash is available in the following year to meet the County's obligations until anticipated revenues are available and to protect the County's essential service programs during periods of economic downturn or unforeseen catastrophic events. One of the goals of this policy is for the General Fund to maintain a reserve of fund balance from 7% to 12% of the total budget. At September 30, 2016, the unassigned fund balance of \$11,172,748 met this goal.

Another financial policy the Board has adopted addresses shortfalls in budgeted revenues. During the course of the year, if actual revenues are expected to fall short of the budgeted amount, expenditures are reduced to ensure that a shortage of funds or a significant use of fund balance does not occur.

Long-term Financial Planning. Due to the positive growth in property values, the County's General Fund millage was adopted at a lower rate of 5.3051 mills to follow the Board's direction to keep taxes at the lowest possible level for County residents and businesses.

In November 2015, Lake County citizens approved the renewal of the one-cent discretionary infrastructure sales tax with 71 percent of the vote. The current sales tax levy began in 1988 and was subsequently extended in 2001 for another 15-year period. The sales tax will continue to be divided equally among the County, School District and cities. Future County projects paid for through these funds will include public safety vehicles and equipment; sidewalk and road improvements; parks, trails and recreation; water quality and other infrastructure needs.

During 2015, the County completed refinancing of the Capital Improvement Revenue Bonds and the Limited General Obligation Bonds to lower its debt service and save taxpayer dollars. The county restructured and reduced its long term debt costs, reducing rates on the debt from 4.0% - 5.0% to 2.0% - 5.0%, resulting in an economic gain of \$6.2 million over the term of the debt. Further, the County received positive bond ratings from two nationally recognized statistical ratings organizations.

Major Initiatives. The completion of the courthouse expansion project in 2014 marked the conclusion of a six-year capital improvement program financed by the Capital Improvement Revenue Bonds mentioned above. The County continued the renovation of the existing courthouse for approximately \$1.6 million in 2016.

The County continued to promote quality of life for its citizens, and spent approximately \$1 million on park improvements, including \$289,000 for design of a new South Lake Park, a \$19 million project, expected to be completed over future years. The County also completed the Miracle Field at Lake Idamere Park, a \$650,000 project, to accommodate citizens with disabilities.

On September 13, 2016, the County accepted the award of the federal SAFER (Staffing for Adequate Fire and Emergency Response) grant for \$1.7 million to enhance the Public Safety departments ability to comply with staffing, response and operational standards. This grant will fund 15 additional fire fighter positions in future years. The County also completed construction of Fire Station 90/104, a \$650,000 project that will be jointly operated with the City of Clermont.

Another emphasis of the Board is the completion of ongoing road projects, including a new turnpike interchange that will be built east of Minneola in south Lake County. The interchange will be built by the Florida Department of Transportation (FDOT); the County will make North Hancock Road four lanes to provide access. The County spent \$3.5 million on this \$10 million project in 2016. In addition, the County has partnered with the Villages in the construction of a portion of CR 466A, a \$28 million project, including using a FDOT grant of

about \$4.3 million. The County spent \$2.2 million on CR 466A in 2016. All of these projects will have a significant impact on the County.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lake County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2015. This was the 35th consecutive year that Lake County has received this 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 generally accepted accounting principles and applicable legal requirements.

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

In addition, both the Board and Clerk's Office participate in GFOA's Distinguished Budget Award program. In order to qualify for the Distinguished Budget Presentation Award, a budget document must be judged proficient in several categories, including policy documentation, financial planning and organization. The Board has received this award for 10 fiscal years and the Clerk's Office for the last 25 fiscal years.

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated efforts of the County Finance Department under the Clerk of the Circuit Court of Lake County as auditor and comptroller to the Board of County Commissioners. In addition, without the support of the Board of County Commissioners, Constitutional Officers, County Manager, and their respective staffs, as well as our external auditors, Moore Stephens Lovelace, P.A., preparation of this report would not have been possible.

Respectfully submitted,



Kristy Mullane, CPA

Chief Deputy Clerk - County Finance

CERTIFICATE OF ACHIEVEMENT



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Lake County
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2015

Executive Director/CEO

INDEPENDENT AUDITOR'S REPORT

Honorable Board of County Commissioners
Lake County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of Lake County, Florida (the "County") as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of the County as of September 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Road Impact Fee Fund, Public Transportation Fund, and Mt. Plymouth-Sorrento CRA Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

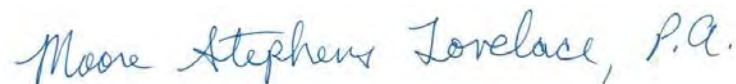
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements as a whole. The introductory section, combining and individual fund statements and schedules, and the statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 13, 2017, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
April 13, 2017

MANAGEMENT'S DISCUSSION AND ANALYSIS

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Management's Discussion and Analysis

As management of Lake County, Florida, (County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Lake County government for the fiscal year ended September 30, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the letters of transmittal, which can be found at pages 3 to 10 of this report.

Financial Highlights

- Lake County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at September 30, 2016 by \$347,577,265 (net position). The amount of unrestricted net position is a net deficit of \$88,681,967. The net deficit is the result of the impact of Government Accounting Standards Board Statement No. 68 (GASB 68), *Accounting and Financial Reporting for Pensions*, which required employers participating in cost-sharing multiple-employer defined pension plans to record their portion of the net pension liability of the plan.
- The County's total net position decreased \$19,002,323 from the previous year, with a decrease of \$3,186,671 resulting from business-type activity, and a decrease of \$15,815,652 resulting from governmental activities.
- At September 30, 2016, Lake County's governmental fund statements report combined ending fund balances of \$74,972,486, a decrease of \$7,897,888 from the previous fiscal year. Of this amount, \$11,172,748 remains unassigned in the governmental funds with the remaining balance either nonspendable, restricted, committed or assigned in the various governmental fund types.
- The General Fund, the County's primary operating fund, reported an unassigned fund balance of \$11,172,748 and a decrease in total fund balance from the last fiscal year of \$1,110,458. The unassigned general fund balance of \$11,172,748 represents approximately 9% of total general fund expenditures.
- Total bonded debt outstanding at year-end amounted to \$102,995,000.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Lake County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. There is additional supplementary information following the financial statements that may be of interest to the reader.

Government-Wide Financial Statements

Government-wide financial statements are designed to provide the reader with a broad overview of the County's financial position, in a manner similar to a private-sector business. They include a **Statement of Net Position** and a **Statement of Activities**. These statements appear on pages 31 to 33 of the report.

The **Statement of Net Position** presents the County's assets and deferred outflows of resources less its liabilities and deferred inflows of resources at year end. The difference between these amounts is reported as net position. Changes in net position over time may serve as a useful 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 position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, accounts payable and earned but unused vacation leave.)

Both statements attempt to distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activity). Governmental activities include general government, public safety, physical environment, transportation, economic environment, human services, culture and recreation, and court-related expenses. Business-type activity includes a solid waste system and landfills to dispose of solid waste.

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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the County's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-

wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 35 individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Road Impact Fee Special Revenue Fund, Public Transportation Special Revenue Fund, Mt. Plymouth-Sorrento CRA Special Revenue Fund, and Sales Tax Capital Projects Fund, all of which are considered to be major funds. Data from the other 30 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Each Constitutional Officer adopts an annual appropriated budget for its general fund. The general funds of the Board and Constitutional Officers are then combined and eliminations of intergovernmental receivables, payables and operating transfers are made. A budgetary comparison statement of this consolidated General Fund has been provided to demonstrate compliance with the county-wide adopted budget.

The basic governmental fund financial statements can be found on pages 34 to 46 of this report.

Proprietary funds. The County maintains and presents two types of proprietary funds: enterprise and internal service, which can be found on pages 48 to 51 of this report.

Enterprise funds are used to report the same functions presented as business-type activity in the government-wide financial statements. The County has one enterprise fund which is used to account for the activities of its solid waste management system.

Internal service funds are an accounting tool used to accumulate and allocate costs internally among various functions. The County uses internal service funds to account for its fleet of vehicles, and for its self-insured health and general liability programs. Because both of these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The Landfill Fund is considered to be a major fund of the County. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's own programs.

The basic fiduciary fund financial statement can be found on page 52 of this report.

Notes to financial statements. The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 53 to 86 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 96 to 170 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the County's financial position. In the case of Lake County, governmental activities assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$342,325,921 at September 30, 2016.

By far the largest portion of the County's governmental activities net position (113%) reflects its investment in capital assets (e.g., infrastructure, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are *not* available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following is a summary of Lake County net position for governmental and business-type activities for 2016 and 2015, with amounts expressed in thousands.

	Governmental Activities		Business-Type Activity		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 98,127	\$ 106,663	\$ 3,907	\$ 4,872	\$ 102,034	\$ 111,535
Capital Assets	488,845	491,679	11,405	11,809	500,250	503,488
Total Assets	<u>586,972</u>	<u>598,342</u>	<u>15,312</u>	<u>16,681</u>	<u>602,284</u>	<u>615,023</u>
Deferred Outflows	59,349	19,690	404	130	59,753	19,820
Long-term liabilities outstanding	265,609	209,738	8,860	6,737	274,469	216,475
Other liabilities	29,875	28,032	1,566	1,468	31,441	29,500
Total Liabilities	<u>295,484</u>	<u>237,770</u>	<u>10,426</u>	<u>8,205</u>	<u>305,910</u>	<u>245,975</u>
Deferred Inflows	8,511	22,122	38	167	8,549	22,289
Net Position:						
Net investment in capital assets	385,854	378,597	11,405	11,809	397,259	390,406
Restricted	39,000	38,539	-	-	39,000	38,539
Unrestricted (deficit)	(82,528)	(58,995)	(6,153)	(3,371)	(88,681)	(62,366)
Total Net Position	<u>\$ 342,326</u>	<u>\$ 358,141</u>	<u>\$ 5,252</u>	<u>\$ 8,438</u>	<u>\$ 347,578</u>	<u>\$ 366,579</u>

An additional portion of the County's governmental activities net position (11%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of governmental activities net position is an unrestricted deficit of \$82,528,425 caused by the impact of GASB 68.

External restrictions may be imposed by creditors (such as through debt covenants), grantors, contributors, laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Enabling legislation may include ordinances passed by the County which requires that revenues collected be spent for particular purposes. Some examples of these restrictions include revenues from gas taxes, road impact fees, fire special assessments, and infrastructure sales tax.

Net position in the Landfill Fund (Business-type Activity) consists of the net investment in capital assets of \$11,404,886, (217%) and unrestricted net deficit of \$6,153,542 caused by the impact of GASB 68.

Governmental Activities

Governmental activities account for 98% of the County's net position. One of the major components of general revenue collected by governmental activities is property taxes. In 2016, property taxes were assessed at a millage rate of 5.3051 mills for the General Fund, a decrease from 5.3856 mills in 2015. Property taxes collected amounted to \$101,220,063, an increase of \$3,501,093 from the prior year. This increase was due to an increase in taxable value of about 5%. Other taxes amounted to \$26,067,414 and include infrastructure sales tax (\$14,233,978), gas taxes (\$7,432,258), communications services taxes (\$1,690,654) and tourist development taxes (\$2,710,524).

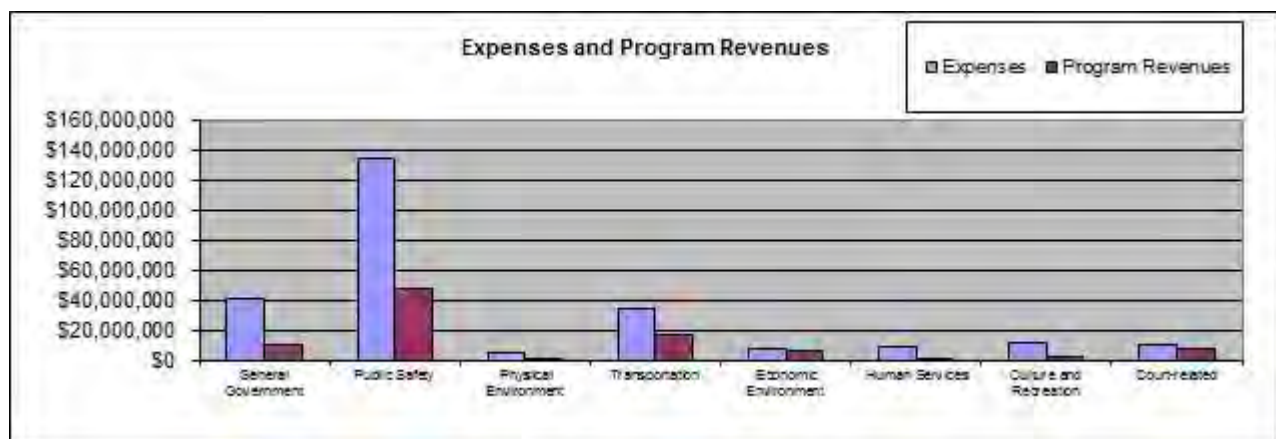
Other variances in governmental activities include:

- Other ad valorem taxes include the Stormwater Management, Parks and Roads Municipal Services Taxing Unit Fund, the Lake County Ambulance Fund, the Municipal Services Taxing Unit for Fire Protection Fund and Voter Approved Debt. The tax rate for the stormwater, parks and roads MSTU was .4957 mills, consistent with prior year. The Ambulance fund adopted a millage rate of .4629 mills, the same as last year. The MSTU for Fire Protection is used to provide funds for advanced life support services by the Fire department. This millage was .4704 in 2016 and 2015. The Voter Approved Debt millage was .1600, the same as last year. These funds are used to pay debt service on bonds issued to purchase environmentally sensitive land. Collections from these four taxes amounted to about \$18 million of the total \$101 million that was collected.
- Operating grants and contributions decreased approximately \$2.1 million primarily due to decreases in transportation grants from approximately \$10.8 million to \$9.1 million in 2015 and 2016, respectively; this decrease primarily related to grants for paratransit and fixed route service.
- Capital grants and contributions decreased approximately \$4.5 million, primarily due to decreases in transportation grants of approximately \$6.2 million, consisting of \$2.4 million in LAP grants and \$3.8 million in transportation regional incentive programs including North Hancock Road and CR 466A. This decrease was offset by increases in road impact fees of about \$1.6 million, primarily due to improvement in the economy.
- Public safety expenses increased approximately \$14 million, resulting primarily from a net increase of about \$9 million, due to adjustments for GASB 68. The change also resulted from increases in the Sheriff, MSTU for Fire Protection, and Lake Emergency Medical Services (LEMS) expenses of approximately \$1.8 million, \$1 million and \$2.2 million, respectively. Most of the increases were the result of additional personal services to improve service levels and response times.
- Other revenues decreased approximately \$3 million due partially to a \$1 million sale of a building in 2015. Interest on long-term debt decreased \$2.3 million due to refinancing of bonds in 2015.

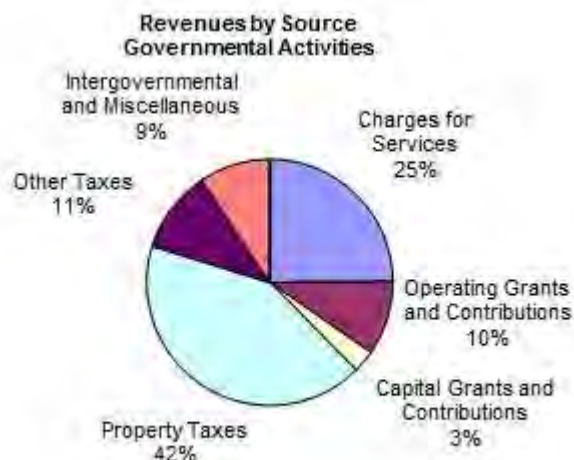
The following is a summary of Lake County governmental and business-type activities for 2016 and 2015, including revenues and expenses, with amounts expressed in thousands.

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues:						
Program Revenues:						
Charges for services	\$ 59,727	\$ 59,573	\$ 12,655	\$ 13,042	\$ 72,382	\$ 72,615
Operating grants and contributions	23,384	25,505	-	20	23,384	25,525
Capital grants and contributions	7,056	11,528	-	-	7,056	11,528
General Revenues:						
Property taxes	101,220	97,719	-	-	101,220	97,719
Other taxes	26,067	24,962	-	-	26,067	24,962
Intergovernmental	21,816	20,565	-	-	21,816	20,565
Other	643	3,631	241	161	884	3,792
Total Revenues	239,913	243,483	12,896	13,223	252,809	256,706
Expenses:						
General government	41,256	36,176	-	-	41,256	36,176
Public Safety	134,145	120,000	-	-	134,145	120,000
Physical Environment	4,053	2,904	-	-	4,053	2,904
Transportation	33,661	33,710	-	-	33,661	33,710
Economic Environment	7,494	9,098	-	-	7,494	9,098
Human Services	9,184	8,746	-	-	9,184	8,746
Culture and Recreation	11,329	11,543	-	-	11,329	11,543
Court-Related	10,157	9,881	-	-	10,157	9,881
Interest on long-term debt	3,095	5,403	-	-	3,095	5,403
Landfill	-	-	17,436	15,977	17,436	15,977
Total Expenses	254,374	237,461	17,436	15,977	271,810	253,438
Change in net position before transfers	(14,461)	6,022	(4,540)	(2,754)	(19,001)	3,268
Transfers	(1,354)	1,072	1,354	(1,072)	-	-
Change in net position	(15,815)	7,094	(3,186)	(3,826)	(19,001)	3,268
Net Position Beginning	358,141	441,046	8,438	13,099	366,579	454,145
Restatement for GASB68	-	(89,999)	-	(835)	-	(90,834)
Net Position Ending	\$ 342,326	\$ 358,141	\$ 5,252	\$ 8,438	\$ 347,578	\$ 366,579

The following graph is a comparison of program revenues and program expenses for all governmental activities. This chart is intended to give the reader an idea of the degree to which governmental activities are self-supporting.



The following pie chart illustrates the composition of governmental activities revenue and its percent in relation to total governmental revenues:



Business-Type Activity

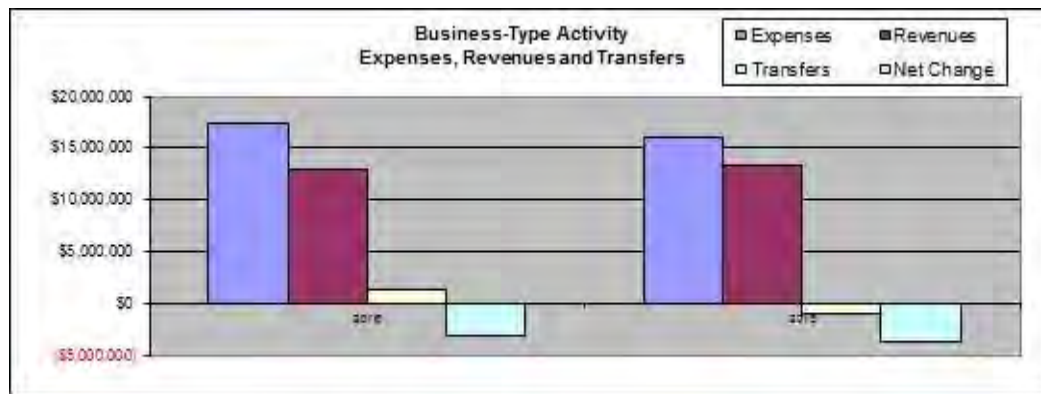
The County has only one business-type activity which is the solid waste management system. The system consists of one operating and six closed landfills. The operating landfill is the Central Landfill Phase III. The six closed landfills are located in Astatula, Umatilla, Lady Lake and Clermont. The Phase III landfill, consisting of two cells, the Ash Cell and Municipal Solid Waste Cell, was completed in 2009. The Ash Cell started accepting waste in 2011.

The County entered into contracts with new vendors for collection and disposal starting October 1, 2014. Under the new contracts, disposal of waste is primarily transported to a landfill outside Lake County, instead of the Lake County Landfill. These contracts were based on requests for proposals issued after the County completed an extensive study of the solid waste system.

The activities of the solid waste management system are reported in the Landfill Fund. The fund finished the year with a decrease in net position of \$3,186,671 compared to a decrease of \$3,826,252 in 2015. Revenues remained fairly consistent for 2015 and 2016 at approximately \$13.2 and \$12.8 million, respectively. Operating expenses (excluding the amounts for landfill closure and post closure costs), also remained consistent for 2015 and 2016 at approximately \$15.6 million. To offset the operating loss incurred in the prior year of \$2.8 million, the County increased the transfer in from the General Fund from \$300,000 in 2015 to approximately \$2.25 million in 2016. However, increases in the landfill closure and post closure costs from \$382,000 to \$1.9 million from 2015 to 2016 again resulted in an operating loss of about \$4.6 million and a change in net position of a negative \$3.2 million. The increase in landfill closure and post closure cost resulted from a recalculation for the Central Landfill Phase III by DEP (Florida Department of Environmental Protection).

All of these factors and the impact of GASB 68 resulted in a deficit of unrestricted net position of \$6,153,542 with an overall positive net position of \$5,251,344.

The following chart is a comparison of expenses, revenues and transfers by year for business-type activities.



Financial Analysis of the County's Funds

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

Governmental funds. The focus of governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, assigned and unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The combined ending fund balance for all governmental funds at September 30, 2016 was \$74,972,486, a decrease of \$7,897,888 from the prior year. The fund balance in the General Fund decreased by \$1.1 million to \$18,381,744. For additional information, refer to the section "Governmental Activities" beginning on page 21.

The ending fund balances in governmental funds for 2016 and 2015 were classified as follows:

	<u>2016</u>	<u>2015</u>
Nonspendable	\$ 188,996	\$ 202,276
Restricted	51,852,080	56,441,333
Committed	4,319,087	6,443,186
Assigned	7,439,575	6,743,653
Unassigned	11,172,748	13,039,926
Total Fund Balances	<u>\$ 74,972,486</u>	<u>\$ 82,870,374</u>

The County's chief operating fund is the General Fund. The General Fund as presented in the accompanying financial statements includes the general funds of the Board of County Commissioners, Clerk, Sheriff, Tax Collector, Property Appraiser and

Supervisor of Elections. Eliminations have been made in combining these funds so that intergovernmental transactions have been eliminated.

In addition to the General Fund, the County has four governmental funds that are considered major funds under criteria set forth by GASB Statement Number 34. Those funds include the Road Impact Fee Special Revenue Fund, Public Transportation Special Revenue Fund, the Mt. Plymouth-Sorrento CRA Special Revenue Fund and the Sales Tax Capital Projects Fund. A brief discussion of these funds follows:

Road Impact Fees: This fund is used to account for impact fees collected from the issuance of building permits in the County. Funds collected must be used for new road construction or reconstruction in the district in which collected within six years of collection. This period can be extended under certain circumstances. In 2014, the number of impact fee districts were reduced from six to three. The reduction to three impact fee districts was a recommendation from an impact fee study and will provide greater flexibility in planning road projects. Revenues were \$4,757,159 in 2016 and \$3,508,122 in 2015. Expenditures were \$4,031,794 in 2016 and \$5,099,329 in 2015. Increases in road impact fee revenues were primarily due to improvements in the economy.

Public Transportation: This fund was created to account for certain County transportation services, including providing services to the transportation disadvantaged residents of Lake County. A majority of the funding for these services comes from federal and state cost-reimbursable grants. Revenues were \$4,422,718 in 2016 and \$7,310,523 in 2015 and expenditures were \$5,842,273 in 2016 and \$8,435,382 in 2015. Transfers from the General Fund were \$1,014,171 in 2016 and 2015. The decreases are related to grant revenue and expenditures for paratransit and fixed route service.

Mt. Plymouth-Sorrento CRA: The fund was created in 2015 to account for revenues and expenditures for the CRA redevelopment projects. The primary revenue source is certain ad valorem taxes collected within the boundaries of the CRA. Revenues were \$12,733 in 2016 and \$7,453 in 2015; there were no expenditures in 2015 and \$175 in 2016.

Sales Tax Projects: This fund accounts for the construction of various capital projects, using discretionary infrastructure sales surtax revenues from a locally imposed one-cent sales tax. Expenditures in 2016 were \$12,576,852 compared to \$9,465,798 in 2015. Significant projects included various building and improvements projects of about \$1.5 million, county-wide resurfacing, sidewalks and road improvements of approximately \$7.7 million and equipment and vehicle purchases of about \$2.6 million.

Proprietary funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The County's only enterprise fund is the Landfill Fund, and financial highlights are discussed above, under business-type activity.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget was \$3,319,147 (increase in appropriations for expenditures). Most of that increase resulted from an adjustment to beginning fund balance of \$2,294,227. Additionally, the budget was increased by approximately \$1 million to purchase a building for the Health Department.

Actual revenues were higher than the final adopted budget by \$3,247,035 primarily as a result of tax collections and intergovernmental revenue. Collections of revenues, such as sales tax and property tax, have improved as the economy has grown.

Actual expenditures in the General Fund were under the final amended budget by \$5,056,785. A brief description of some of these differences follows:

- General government differences of \$2,595,797 primarily from reductions in personal services and operating expenses by the Board and Constitutional Officers and also from approximately \$390,000 re-budgeted to 2017 for the courthouse renovation project.
- Human services differences of \$571,800 primarily for Health Care Responsibility Act payments that were budgeted but not spent.
- Differences in public safety of \$1,152,540 from inmate medical care and other Sheriff expenses budgeted but not spent.

Capital Assets and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activity as of September 30, 2016, amounts to \$500,249,972 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, and roads completed and put into use during the period from fiscal year 1980 to 2016.

The completion of the courthouse expansion project in 2014 marked the conclusion of a six-year capital improvement program. The County continued the renovation of the existing courthouse for approximately \$1.6 million in 2016. The County also completed construction of Fire Station 90/104, a \$650,000 project that will be jointly operated with the City of Clermont. The County also purchased a \$1 million Health Department building, of which approximately \$300,000 was for land acquisition; the County additionally acquired land for a new Tax Collector building for \$450,000. In improvements other than building, the County completed the Miracle Field at Lake Idamere Park, a \$650,000 project to accommodate citizens with disabilities.

The County has a locally imposed a one-cent sales tax that can be used for infrastructure and certain public safety equipment. These funds were used for the Tax Collector and courthouse projects discussed above; as well as construction and

resurfacing of roads, sidewalk construction, general government buildings and the purchase of public safety and public works vehicles and equipment.

The County spent approximately \$3.5 million on the North Hancock Road Project this year. The \$10 million expansion of North Hancock Road to four lanes is partially funded by FDOT grants, sales tax, and road impact fees, and will provide access to a new turnpike interchange in South Lake County. In addition, the County spent approximately \$2.2 million on CR 466A, another major road project in northern Lake County. These projects were increases to CWIP and right of way in 2016. The Board also completed improvements to CR 565/Villa City Road in the southern portion of the county for approximately \$1.6 million in 2016.

All of these governmental projects were offset by depreciation expenses totaling \$28 million.

The following is a summary of Lake County's capital assets for governmental and business-type activities for 2016 and 2015, net of accumulated depreciation, with amounts expressed in thousands.

LAKE COUNTY'S CAPITAL ASSETS						
	Governmental Activities		Business-Type Activity		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 93,632	\$ 92,339	\$ 2,913	\$ 2,913	\$ 96,545	\$ 95,252
Buildings	165,284	169,331	605	692	165,889	170,023
Improvements other than buildings	22,938	23,234	7,512	7,800	30,450	31,034
Machinery and equipment	22,048	22,844	375	404	22,423	23,248
Infrastructure	153,672	160,831	-	-	153,672	160,831
Construction work in progress	31,271	23,100	-	-	31,271	23,100
Total	<u>\$ 488,845</u>	<u>\$ 491,679</u>	<u>\$ 11,405</u>	<u>\$ 11,809</u>	<u>\$ 500,250</u>	<u>\$ 503,488</u>

Additional information on capital assets can be found in Note 5 to the financial statements.

Long-Term Debt

At September 30, 2016, Lake County had bonded debt outstanding of \$102,995,000 consisting of five bond issues as follows:

\$87,455,000 in Capital Improvement Revenue Bonds, Series 2007: These bonds are secured by a pledge of the half cent sales tax. The bonds were issued to fund the expansion of the Courthouse and for other government buildings in downtown Tavares. In 2015, the bonds were partially refunded with the issue of \$25,845,000 Series 2015A and \$50,140,000 Series 2015B bonds. The bonds are rated "A" by Standard and Poor's Ratings Services Group; AA- by Fitch, Inc. and "Aa3" by Moody's Investors Service, Inc. The balance at September 30, 2016 was \$2,115,000. Final maturity is in 2017.

\$25,845,000 in Capital Improvement Refunding Revenue Bonds, Series 2015A: These bonds were issued to partially refund the Series 2007 bonds above. The bonds are secured by a pledge of the half cent sales tax. The bond is held by Regions Capital Advantage, Inc. Final maturity is in 2026. The balance at September 30, 2016 was \$25,550,000.

\$50,140,000 in Capital Improvement Refunding Revenue Bonds, Series 2015B: These bonds were issued to partially refund the Series 2007 bonds above. These bonds are secured by a pledge of the half cent sales tax. Final maturity is in 2037. The bonds are rated "A" by Standard and Poor's Ratings Services Group; AA- by Fitch, inc. and "Aa3" by Moody's Investors Service, Inc. The balance at September 30, 2016 was \$50,140,000.

\$34,720,000 in Limited General Obligation Bonds, Series 2007: These bonds are secured by ad valorem taxes assessed at an amount not to exceed 1/3 of 1 mill as approved by referendum on November 2, 2004. The bonds were issued to acquire and improve lands within the County, to protect drinking water sources, preserve natural areas and protect open space from overdevelopment. In 2015, the bonds were partially refunded with the issue of \$20,950,000 Series 2015 bonds. The bonds are rated "AA-" by Standard and Poor's Ratings Services Group, A+ by Fitch, Inc. and "A1" by Moody's Investors Service, Inc. The balance outstanding at September 30, 2016 was \$1,685,000. Final maturity is in 2017.

\$20,950,000 in Limited General Obligation Refunding Bonds, Series 2015: These bonds were issued to partially refund the Series 2007 bonds above. These bonds are secured by ad valorem taxes assessed at an amount not to exceed 1/3 of 1 mill as approved by referendum on November 2, 2004. The bond is held by Citizens First Bank. Final maturity is in 2026. The balance at September 30, 2016 was \$20,695,000.

\$3,635,000 Sales Tax Refunding Revenue Bond (Pari-Mutuel Revenues Replacement Program), Series 2011: The County issued this bond in 2011 in a current refunding of the Sales Tax Revenue Bonds (Pari-Mutuel Revenues Replacement Program) Series 2000 that were previously outstanding. The refunding was undertaken to reduce debt service payments. The refunding bond is secured by sales tax revenues which are paid to the County by the State of Florida as a replacement for funds previously distributed from pari-mutuel wagering revenues. Final maturity is in 2030. The original bonds were issued in 2001 to fund county-wide recreation projects. In 2013, the bond was modified and reissued at a reduced rate resulting in a net present value savings of \$195,930. The interest rate decreased from 3.91% to 3.12%. The bond is held by Branch Banking & Trust Company. The balance outstanding at September 30, 2016 was \$2,810,000.

In addition to these bonds, the County issued \$10,000,000 in a promissory note during 2008 to Hancock Bank of Florida to provide funds to acquire and upgrade the County's public safety radio network. The note is secured by a pledge of infrastructure sales surtax. The interest rate on this note was renegotiated in 2012. The rate was

decreased from 2.92% to 1.45% resulting in a present value savings of just over \$200,000. Principal and interest are due in annual installments until June 1, 2017. The amount outstanding at September 30, 2016 was \$1,153,734. The County has an additional non-interest bearing note payable with a balance of \$466,667 at September 30, 2016, and a note payable with a balance of \$909,000 bearing interest at 2.25% payable over 9 years.

Additional information on debt can be found in Note 6 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate was estimated at 4.8% for Lake County, 4.7% for the State of Florida and 4.9% for the nation at September 30, 2016. Last year's rate for the County was 5.2%.
- Over the last 12 months, inflation nationally as indicated by the consumer price index increased 1.5% as of September 30, 2016.

These factors were considered in preparing the County's budget for the 2017 Fiscal Year. In addition, at its final budget hearing on September 27, 2016, the Board adopted the following millage rates:

- | | | |
|--------------------------------|--------|-------|
| • General Fund: | 5.1180 | mills |
| • Stormwater, Parks and Roads: | 0.4957 | mills |
| • Lake County Ambulance Fund: | 0.4629 | mills |
| • Voter approved debt: | 0.1524 | mills |
| • Fire/EMS MSTU: | 0.4704 | mills |

Requests for Information

This financial report is designed to provide a general overview of the Lake County finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Finance Department, 315 West Main Street, Tavares, Florida 32778.

LAKE COUNTY, FLORIDA
STATEMENT OF NET POSITION
September 30, 2016

	Governmental Activities	Business-Type Activity	Total
Assets			
Current Assets:			
Cash and Cash Equivalents	\$ 84,296,928	\$ 3,885,999	\$ 88,182,927
Accounts Receivable	2,269,567	21,186	2,290,753
Due from Other Governments	10,256,466	-	10,256,466
Inventories	577,763	-	577,763
Total Current Assets	97,400,724	3,907,185	101,307,909
Noncurrent Assets:			
Assessments Receivable	287,395	-	287,395
Restricted Cash and Investments	439,240	-	439,240
Land and Other Nondepreciable Assets	124,902,326	2,913,017	127,815,343
Depreciable Capital Assets, Net	363,942,760	8,491,869	372,434,629
Total Noncurrent Assets	489,571,721	11,404,886	500,976,607
Total Assets	586,972,445	15,312,071	602,284,516
Deferred Outflows of Resources			
Deferred Outflows Related to Pensions	54,966,802	403,698	55,370,500
Deferred Amounts on Refunding	4,381,808	-	4,381,808
Total Deferred Outflows of Resources	59,348,610	403,698	59,752,308
Liabilities			
Current Liabilities:			
Accounts Payable	7,838,291	1,149,231	8,987,522
Retainage Payable	289,920	-	289,920
Accrued Liabilities	2,755,125	50,503	2,805,628
Due to Other Governments	1,538,923	-	1,538,923
Deposits	1,035,028	14,960	1,049,988
Estimated Claims Payable	3,711,034	-	3,711,034
Current Portion of Long Term Obligations	12,706,571	350,850	13,057,421
Total Current Liabilities	29,874,892	1,565,544	31,440,436
Noncurrent Liabilities:			
Noncurrent Portion of Long Term Obligations	130,339,679	46,957	130,386,636
Net Pension Liability	135,269,199	1,066,171	136,335,370
Landfill Closure and Post Closure Care Costs	-	7,747,370	7,747,370
Total Noncurrent Liabilities	265,608,878	8,860,498	274,469,376
Total Liabilities	295,483,770	10,426,042	305,909,812
Deferred Inflows of Resources			
Deferred Inflows Related to Pensions	8,511,364	38,383	8,549,747
Total Deferred Inflows of Resources	8,511,364	38,383	8,549,747
Net Position			
Net Investment in Capital Assets	385,853,544	11,404,886	397,258,430
Restricted for Transportation Expenses	15,492,887	-	15,492,887
Restricted for Public Safety	7,935,525	-	7,935,525
Restricted for Debt Service	731,618	-	731,618
Restricted for Housing Programs	2,444,360	-	2,444,360
Restricted for Other Purposes	12,396,412	-	12,396,412
Unrestricted	(82,528,425)	(6,153,542)	(88,681,967)
Total Net Position	\$ 342,325,921	\$ 5,251,344	\$ 347,577,265

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

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LAKE COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2016

Functions/Programs	Program Revenues				Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activity	Total
Governmental Activities:							
General Government	\$ 41,255,617	\$ 9,127,140	\$ 326,461	\$ -	\$ (31,802,016)	\$ -	\$ (31,802,016)
Public Safety	134,145,089	40,507,950	6,541,215	432,841	(86,663,083)	-	(86,663,083)
Physical Environment	4,052,512	344,171	857,026	-	(2,851,315)	-	(2,851,315)
Transportation	33,660,791	2,351,119	9,154,008	5,591,504	(16,564,160)	-	(16,564,160)
Economic Environment	7,494,081	1,500	5,631,045	-	(1,861,536)	-	(1,861,536)
Human Services	9,184,096	201,521	243,840	-	(8,738,735)	-	(8,738,735)
Culture and Recreation	11,328,915	321,187	216,070	1,031,269	(9,760,389)	-	(9,760,389)
Court-Related	10,157,186	6,871,989	116,547	-	(3,168,650)	-	(3,168,650)
Interest on Long-Term Debt	3,095,462	-	297,667	-	(2,797,795)	-	(2,797,795)
Total Governmental Activities	254,373,749	59,726,577	23,383,879	7,055,614	(164,207,679)	-	(164,207,679)
Business-Type Activity:							
Landfill	17,436,595	12,655,103	-	-	-	(4,781,492)	(4,781,492)
Total Primary Government	\$ 271,810,344	\$ 72,381,680	\$ 23,383,879	\$ 7,055,614	(164,207,679)	(4,781,492)	(168,989,171)
General Revenues							
Taxes:							
Property Taxes					101,220,063	-	101,220,063
Sales Taxes					14,233,978	-	14,233,978
Gas Taxes					7,432,258	-	7,432,258
Communication Services Tax					1,690,654	-	1,690,654
Other					2,710,524	-	2,710,524
Intergovernmental Revenues, unrestricted					21,816,130	-	21,816,130
Investment Income					388,591	26,493	415,084
Miscellaneous income					253,822	214,335	468,157
Transfers					(1,353,993)	1,353,993	-
Total General Revenues and Transfers					148,392,027	1,594,821	149,986,848
Change in Net Position					(15,815,652)	(3,186,671)	(19,002,323)
Net Position at Beginning of Year					358,141,573	8,438,015	366,579,588
Net Position at End of Year					\$ 342,325,921	\$ 5,251,344	\$ 347,577,265

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

**LAKE COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2016**

	Major Special Revenue Funds		
	General Fund	Road Impact Fee	Public Transportation
Assets			
Cash	\$ 3,154,583	\$ -	\$ 210
Pooled Cash and Investments	15,189,870	8,830,940	-
Accounts Receivable	120,265	-	113,502
Assessments Receivable	-	-	-
Due from Other Funds	3,345,202	-	-
Intragovernmental Receivables	107,941	-	-
Due from Other Governments	2,928,944	282,428	3,119,093
Inventories	188,996	-	-
Total Assets	\$ 25,035,801	\$ 9,113,368	\$ 3,232,805
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 2,916,540	\$ 610,921	\$ 249,629
Retainage Payable	7,302	93,136	-
Accrued Liabilities	1,480,395	-	17,050
Due to Other Funds	-	-	2,375,694
Intragovernmental Payables	570,287	-	-
Due to Other Governments	1,027,974	-	-
Deposits	651,559	-	-
Total Liabilities	6,654,057	704,057	2,642,373
Fund Balances:			
Nonspendable:			
Inventories	188,996	-	-
Restricted	-	8,409,311	590,432
Committed	-	-	-
Assigned	7,020,000	-	-
Unassigned	11,172,748	-	-
Total Fund Balances	18,381,744	8,409,311	590,432
Total Liabilities and Fund Balances	\$ 25,035,801	\$ 9,113,368	\$ 3,232,805

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

Major Special Revenue Funds	Major Capital Projects Funds		
Mt. Plymouth- Sorrento CRA	Sales Tax Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 4,818	\$ 3,159,611
20,011	10,609,833	35,936,374	70,587,028
-	-	1,989,190	2,222,957
-	-	287,395	287,395
-	-	-	3,345,202
-	-	454,253	562,194
-	-	3,915,070	10,245,535
-	-	-	188,996
\$ 20,011	\$ 10,609,833	\$ 42,587,100	\$ 90,598,918
\$ -	\$ 178,750	\$ 2,653,378	\$ 6,609,218
-	2,767	186,715	289,920
-	-	1,228,914	2,726,359
-	-	373,062	2,748,756
-	-	107,941	678,228
-	-	510,949	1,538,923
-	-	383,469	1,035,028
-	181,517	5,444,428	15,626,432
-	-	-	188,996
20,011	10,428,316	32,404,010	51,852,080
-	-	4,319,087	4,319,087
-	-	419,575	7,439,575
-	-	-	11,172,748
20,011	10,428,316	37,142,672	74,972,486
\$ 20,011	\$ 10,609,833	\$ 42,587,100	\$ 90,598,918

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LAKE COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL
FUNDS TO THE NET POSITION - GOVERNMENTAL ACTIVITIES
September 30, 2016

Amounts reported for governmental activities in the statement of net position are different because:

Fund balances-total governmental funds	\$ 74,972,486
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. This is the amount of capital assets net of accumulated depreciation, excluding the capital assets of the Internal Service Funds of \$ 29,929 .	488,815,157
Internal Service Funds are used by management to charge the costs of fleet maintenance and insurance to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the Statement of Net Position.	5,505,467
Long-term obligations, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds, excluding the long-term obligations of the Internal Service Funds of \$ 77,150 .	(142,969,100)
Deferred outflows of resources related to refunding of bonds are not due and payable in the current period and therefore are not reported in the governmental funds.	4,381,808
Net pension liability and deferred outflows and inflows of resources related to pensions are not reported in the governmental funds but will be recognized in pension expense on a long term basis and therefore are reported in the Statement of Net Position. This is the net effect of deferred outflows, deferred inflows, and net pension liability, excluding the Internal Service Funds amounts of \$ 249,844 , \$ 23,697 \$ 660,011 respectively.	(88,379,897)
Net position of governmental activities	\$ 342,325,921

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2016

		Major Special Revenue Funds	
	General Fund	Road Impact Fee	Public Transportation
Revenues			
Taxes	\$ 85,158,819	\$ -	\$ -
Licenses and Permits	363,543	-	-
Intergovernmental	23,209,446	-	3,774,102
Charges for Services	14,513,684	-	631,175
Fines and Forfeitures	340,839	-	-
Special Assessments	-	4,726,817	-
Investment Income	126,565	30,342	-
Miscellaneous	637,202	-	17,441
Total Revenues	124,350,098	4,757,159	4,422,718
Expenditures			
Current:			
General Government	37,783,014	-	-
Public Safety	68,650,902	-	-
Physical Environment	1,618,345	-	-
Transportation	-	4,031,794	5,842,273
Economic Environment	1,037,516	-	-
Human Services	9,697,011	-	-
Culture and Recreation	186,581	-	-
Court-Related Expenditures	2,911,110	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	121,884,479	4,031,794	5,842,273
Excess of Revenues Over (Under) Expenditures	2,465,619	725,365	(1,419,555)
Other Financing Sources (Uses)			
Transfers In	5,477,437	-	1,014,171
Transfers Out	(9,934,118)	-	-
Debt Issued	909,000	-	-
Total Other Financing Sources (Uses)	(3,547,681)	-	1,014,171
Net Change in Fund Balances	(1,082,062)	725,365	(405,384)
Fund Balances at Beginning of Year	19,492,202	7,683,946	995,816
Inventory Reserve Increase (Decrease)	(28,396)	-	-
Fund Balances at End of Year	\$ 18,381,744	\$ 8,409,311	\$ 590,432

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

Major Special Revenue Funds	Major Capital Projects Funds	Nonmajor Governmental Funds	Total Governmental Funds
Mt. Plymouth- Sorrento CRA	Sales Tax Capital Projects		
\$ 12,130	\$ -	\$ 42,116,528	\$ 127,287,477
-	-	2,652,947	3,016,490
537	37,737	19,514,736	46,536,558
-	-	22,110,536	37,255,395
-	-	1,883,866	2,224,705
-	-	18,023,775	22,750,592
66	36,032	155,279	348,284
-	5,954	882,365	1,542,962
12,733	79,723	107,340,032	240,962,463
-	-	1,492,078	39,275,092
-	-	53,621,662	122,272,564
-	-	2,197,822	3,816,167
-	-	14,798,074	24,672,141
175	-	6,417,989	7,455,680
-	-	247,995	9,945,006
-	-	9,790,146	9,976,727
-	-	5,256,899	8,168,009
-	-	5,730,518	5,730,518
-	-	3,119,299	3,119,299
-	12,576,852	1,724,604	14,301,456
175	12,576,852	104,397,086	248,732,659
12,558	(12,497,129)	2,942,946	(7,770,196)
-	7,842,555	13,042,002	27,376,165
-	-	(18,450,343)	(28,384,461)
-	-	-	909,000
-	7,842,555	(5,408,341)	(99,296)
12,558	(4,654,574)	(2,465,395)	(7,869,492)
7,453	15,082,890	39,608,067	82,870,374
-	-	-	(28,396)
\$ 20,011	\$ 10,428,316	\$ 37,142,672	\$ 74,972,486

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LAKE COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For The Year Ended September 30, 2016

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

Net change in fund balances-total governmental funds	\$ (7,869,492)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$26,501,138 were less than depreciation of \$28,100,078 in the current period, excluding Internal Service Fund capital outlay of \$3,844 and depreciation of \$5,512.	(1,597,272)
The net effect of miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations) is to decrease net position excluding Internal Service Fund transactions of \$3,000.	(1,232,315)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	2,301,117
The amortization of deferred outflows resulting from the refunding of long-term debt.	(256,663)
Net adjustment to pension expense resulting from changes in net pension liability and deferred outflows and inflows of resources related to long-term pension obligations, excluding Internal Service Fund amount of \$29,286.	(5,569,082)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds, excluding Internal Service Fund amounts of \$6,806.	(809,739)
Internal Service Funds are used by management to charge the costs of fleet maintenance and insurance to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.	(782,206)
Change in net position of governmental activities	<u>\$ (15,815,652)</u>

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Taxes	\$ 90,043,644	\$ 89,747,595	\$ 85,158,819	\$ (4,588,776)
Licenses and Permits	370,000	370,000	363,543	(6,457)
Intergovernmental	21,949,811	21,984,564	23,209,446	1,224,882
Charges for Services	13,846,227	14,093,353	14,513,684	420,331
Fines and Forfeitures	311,250	311,250	340,839	29,589
Investment Income	100,200	100,220	126,565	26,345
Miscellaneous	539,369	549,651	637,202	87,551
Less: Statutory Requirement	(6,053,570)	(6,053,570)	-	6,053,570
Total Revenues	121,106,931	121,103,063	124,350,098	3,247,035
Expenditures				
Current:				
General Government:				
Legislative Offices	649,666	649,666	644,455	5,211
Executive Offices	1,891,899	1,903,700	1,810,064	93,636
Administrative Services	4,646,930	4,750,656	4,462,344	288,312
Facilities and Fleet Mgmt	5,183,382	5,743,083	5,292,497	450,586
Economic Growth	1,327,607	1,330,547	1,152,538	178,009
Constitutional Officers	1,917,951	1,917,951	1,682,528	235,423
Clerk of the Circuit Court	6,358,855	6,708,855	6,506,260	202,595
Property Appraiser	2,822,301	2,822,301	2,731,495	90,806
Tax Collector	6,120,088	6,120,088	5,952,452	167,636
Supervisor of Elections	2,871,227	2,961,213	2,748,211	213,002
Non-Departmental	4,538,493	5,470,751	4,800,170	670,581
Total General Government	38,328,399	40,378,811	37,783,014	2,595,797
Public Safety:				
Community Safety and Compliance	1,633,057	1,661,557	1,461,518	200,039
Emergency Services	2,624,679	2,642,203	2,560,384	81,819
Sheriff	60,791,983	61,049,912	61,049,868	44
Judicial Support	398,998	410,919	342,239	68,680
Constitutional Officers	2,803,617	3,249,890	2,447,932	801,958
Non-Departmental	788,961	788,961	788,961	-
Total Public Safety	69,041,295	69,803,442	68,650,902	1,152,540
Physical Environment:				
Community Safety and Compliance	141,410	141,410	136,716	4,694
Public Resources	710,741	709,741	681,272	28,469
Public Works	943,083	969,488	800,357	169,131
Total Physical Environment	1,795,234	1,820,639	1,618,345	202,294

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Economic Environment:				
Economic Growth	1,153,692	1,153,692	872,151	281,541
Community Services	144,473	165,823	165,365	458
Total Economic Environment	1,298,165	1,319,515	1,037,516	281,999
Human Services:				
Community Services	7,891,241	8,642,102	8,187,361	454,741
Public Resources	255,989	271,022	270,966	56
Public Works	1,302,523	1,355,687	1,238,684	117,003
Total Human Services	9,449,753	10,268,811	9,697,011	571,800
Culture and Recreation:				
Public Resources	235,921	241,888	186,581	55,307
Total Culture and Recreation	235,921	241,888	186,581	55,307
Court-Related Expenditures:				
Judicial Support	1,799,183	1,799,183	1,674,793	124,390
State Attorney	749,569	749,569	692,634	56,935
Public Defender	559,406	559,406	543,683	15,723
Total Court-Related Expenditures	3,108,158	3,108,158	2,911,110	197,048
Total Expenditures	123,256,925	126,941,264	121,884,479	5,056,785
Excess of Revenues Over (Under) Expenditures	(2,149,994)	(5,838,201)	2,465,619	8,303,820
Other Financing Sources (Uses)				
Transfers In	4,883,610	5,003,398	5,477,437	474,039
Transfers Out	(8,977,601)	(9,175,470)	(9,934,118)	(758,648)
Debt Issued	-	909,000	909,000	-
Reserve for Contingencies	(10,800,649)	(10,237,588)	-	10,237,588
Total Other Financing Sources (Uses)	(14,894,640)	(13,500,660)	(3,547,681)	9,952,979
Net Change in Fund Balances	(17,044,634)	(19,338,861)	(1,082,062)	18,256,799
Fund Balances at Beginning of Year	17,044,634	19,338,861	19,492,202	153,341
Inventory Reserve Increase (Decrease)	-	-	(28,396)	(28,396)
Fund Balances at End of Year	\$ -	\$ -	\$ 18,381,744	\$ 18,381,744

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND
ROAD IMPACT FEE
For the Year Ended September 30, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues				
Special Assessments	\$ 1,564,000	\$ 1,564,000	\$ 4,726,817	\$ 3,162,817
Investment Income	10,030	10,901	30,342	19,441
Less: Statutory Requirement	(78,702)	(78,702)	-	78,702
Total Revenues	1,495,328	1,496,199	4,757,159	3,260,960
Expenditures				
Current:				
Transportation	5,736,927	9,180,145	4,031,794	5,148,351
Total Expenditures	5,736,927	9,180,145	4,031,794	5,148,351
Excess of Revenues Over (Under) Expenditures	(4,241,599)	(7,683,946)	725,365	8,409,311
Other Financing Sources (Uses)				
Reserve for Contingencies	(2,663,212)	-	-	-
Total Other Financing Sources (Uses)	(2,663,212)	-	-	-
Net Change in Fund Balances	(6,904,811)	(7,683,946)	725,365	8,409,311
Fund Balances at Beginning of Year	6,904,811	7,683,946	7,683,946	-
Fund Balances at End of Year	\$ -	\$ -	\$ 8,409,311	\$ 8,409,311

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND
PUBLIC TRANSPORTATION
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$ 7,694,406	\$ 6,724,748	\$ 3,774,102	\$ (2,950,646)
Charges for Services	1,033,175	600,000	631,175	31,175
Investment Income	100	100	-	(100)
Miscellaneous	55,000	7,000	17,441	10,441
Total Revenues	8,782,681	7,331,848	4,422,718	(2,909,130)
Expenditures				
Current:				
Transportation	10,695,032	9,124,960	5,842,273	3,282,687
Total Expenditures	10,695,032	9,124,960	5,842,273	3,282,687
Excess of Revenues Over (Under) Expenditures	(1,912,351)	(1,793,112)	(1,419,555)	373,557
Other Financing Sources (Uses)				
Transfers In	1,014,171	1,014,171	1,014,171	-
Reserve for Contingencies	(647,958)	(216,875)	-	216,875
Total Other Financing Sources (Uses)	366,213	797,296	1,014,171	216,875
Net Change in Fund Balances	(1,546,138)	(995,816)	(405,384)	590,432
Fund Balances at Beginning of Year	1,546,138	995,816	995,816	-
Fund Balances at End of Year	\$ -	\$ -	\$ 590,432	\$ 590,432

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND
MT. PLYMOUTH-SORRENTO CRA
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Taxes	\$ 13,156	\$ 12,606	\$ 12,130	\$ (476)
Intergovernmental	-	550	537	(13)
Investment Income	-	-	66	66
Less: Statutory Requirement	(658)	(658)	-	658
Total Revenues	12,498	12,498	12,733	235
Expenditures				
Current:				
Economic Environment	19,609	19,951	175	19,776
Total Expenditures	19,609	19,951	175	19,776
Net Change in Fund Balances	(7,111)	(7,453)	12,558	20,011
Fund Balances at Beginning of Year	7,111	7,453	7,453	-
Fund Balances at End of Year	\$ -	\$ -	\$ 20,011	\$ 20,011

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

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LAKE COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2016

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Assets		
Current Assets:		
Cash	\$ 550	\$ -
Pooled Cash and Investments	3,885,449	10,952,454
Cash with Fiscal Agent	-	37,075
Accounts Receivable	21,186	46,610
Intragovernmental Receivables	-	116,034
Due from Other Governments	-	10,931
Inventory	-	388,767
Total Current Assets	3,907,185	11,551,871
Noncurrent Assets:		
Capital Assets:		
Land	2,913,017	-
Buildings	2,346,963	-
Equipment	2,153,814	639,942
Improvements Other Than Buildings	15,881,917	-
Less: Accumulated Depreciation	(11,890,825)	(610,013)
Total Capital Assets	11,404,886	29,929
Total Noncurrent Assets	11,404,886	29,929
Total Assets	15,312,071	11,581,800
Deferred Outflows of Resources		
Deferred Outflows Related to Pensions	403,698	249,844
Total Deferred Outflows of Resources	403,698	249,844
Liabilities		
Current Liabilities:		
Accounts Payable	1,149,231	1,229,073
Accrued Liabilities	50,503	28,766
Due to Other Funds	-	596,446
Estimated Insurance Claims Payable	-	3,711,034
Deposits	14,960	-
Current Portion of Long Term Obligations	350,850	30,559
Total Current Liabilities	1,565,544	5,595,878
Noncurrent Liabilities:		
Accrued Benefits Payable	46,957	46,591
Net Pension Liability	1,066,171	660,011
Landfill Closure and Post Closure Care Costs	7,747,370	-
Total Noncurrent Liabilities	8,860,498	706,602
Total Liabilities	10,426,042	6,302,480
Deferred Inflows of Resources		
Deferred Inflows Related to Pensions	38,383	23,697
Total Deferred Inflows of Resources	38,383	23,697
Net Position		
Net Investment in Capital Assets	11,404,886	29,929
Unrestricted	(6,153,542)	5,475,538
Total Net Position	\$ 5,251,344	\$ 5,505,467

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended September 30, 2016

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Operating Revenues		
Charges for Services	\$ 12,655,103	\$ 27,760,232
Miscellaneous	182,506	58,800
Total Operating Revenues	12,837,609	27,819,032
Operating Expenses		
Benefit Payments and Claims	-	21,415,817
Personal Services	1,528,889	991,332
Contracted Services	11,167,005	11,848
Supplies and Materials	150,144	601,568
Repairs and Maintenance	401,170	1,724,948
Utilities	24,613	22,714
Other Charges and Services	1,800,670	3,525,970
Depreciation and Amortization	440,474	5,512
Landfill Closure and Post Closure Care Costs	1,923,630	-
Total Operating Expenses	17,436,595	28,299,709
Operating Income (Loss)	(4,598,986)	(480,677)
Non-Operating Revenues (Expenses)		
Investment Income	26,493	40,307
Net Gain (Loss) on Disposal of Capital Assets	31,829	3,861
Total Non-Operating Revenues (Expenses)	58,322	44,168
	(4,540,664)	(436,509)
Income (Loss) Before Transfers		
Transfers In	2,253,332	-
Transfers Out	(899,339)	(345,697)
Total Transfers	1,353,993	(345,697)
Change in Net Position	(3,186,671)	(782,206)
Total Net Position at Beginning of Year	8,438,015	6,287,673
Total Net Position at End of Year	\$ 5,251,344	\$ 5,505,467

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

LAKE COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2016

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Cash Flows from Operating Activities:		
Cash Received from Customers, and for Contributions Including Cash Deposits	\$ 12,898,431	\$ 28,193,426
Cash Paid to Suppliers and for Claims	(13,217,658)	(27,011,033)
Cash Paid to Employees	(1,306,969)	(780,132)
Cash Paid to Internal Service Fund	(653,494)	(170,096)
Net Cash Provided (Used) by Operating Activities	(2,279,690)	232,165
Cash Flows from Non-Capital Financing Activities:		
Cash Transfers from Other Funds	2,253,332	-
Cash Transfers to Other Funds	(899,339)	(345,697)
Net Cash Provided (Used) by Non-Capital Financing Activities	1,353,993	(345,697)
Cash Flows From Capital And Related Financing Activities:		
Additions to Capital Assets	(34,936)	(3,844)
Proceeds from Sale of Capital Assets	30,900	6,861
Net Cash Provided (Used) by Capital and Related Financing Activities	(4,036)	3,017
Cash Flows from Investing Activities:		
Investment Income Received	26,493	40,307
Net Cash Provided (Used) by Investing Activities	26,493	40,307
Net Change in Cash And Cash Equivalents	(903,240)	(70,208)
Cash and Cash Equivalents at October 1	4,789,239	11,059,737
Cash and Cash Equivalents at September 30	\$ 3,885,999	\$ 10,989,529

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

LAKE COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2016

**RECONCILIATION OF OPERATING INCOME (LOSS) TO
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES**

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Operating Income (Loss)	\$ (4,598,986)	\$ (480,677)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization Expense	440,474	5,512
Change in Accounts Receivable	60,434	388,051
Change in Intragovernmental Receivables	-	(10,470)
Change in Due from Other Governments	888	(3,187)
Change in Inventory	-	42,246
Change in Deferred Outflow of Resources	(273,462)	(182,121)
Change in Accounts Payable	108,970	(313,565)
Change in Due to Other Funds	-	(24,889)
Change in Accrued Liabilities	5,769	5,012
Change in Estimated Claims Payable	-	588,040
Change in Accrued Benefits Payable	(41,898)	6,806
Change in Net Pension Liability	325,262	274,738
Change in Closure and Post Closure Costs	1,822,337	-
Change in Deposits	(500)	-
Change in Deferred Inflow of Resources	(128,978)	(63,331)
Total Adjustments	2,319,296	712,842
Net Cash Provided (Used) by Operating Activities	\$ (2,279,690)	\$ 232,165
<u>Noncash Investing, Capital and Financing Activities</u>		
Gain (Loss) on Disposition of Capital Assets	\$ 929	\$ (3,000)

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

LAKE COUNTY, FLORIDA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2016

	Agency Funds
<u>Assets</u>	
Cash	\$ 5,146,086
Pooled Cash and Investments	17,580,587
Accounts Receivable	1,488
Due from Other Governments	81,565
Total Assets	\$ 22,809,726
<u>Liabilities</u>	
Accounts Payable	\$ 25,931
Intragovernmental Payables	21,628
Due to Other Governments	8,451,125
Deposits	11,476,060
Taxes Collected in Advance	2,662,721
Cash Bonds Payable	172,261
Total Liabilities	\$ 22,809,726

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Lake County, Florida, (the County), have been prepared in conformity with accounting principles generally accepted in the United States of America (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 more significant of the County's accounting policies are described below.

A. Reporting Entity:

Lake County is a political subdivision of the State of Florida pursuant to Article VIII, Section (1), Constitution of the State of Florida. The County 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 Tax Collector, Property Appraiser, Clerk of the Circuit Court (Clerk), Sheriff and the Supervisor of Elections. The entities controlled by these officials are combined and comprise the primary government.

The Board funds a portion, or in certain instances all, of the operating budgets of the County's Constitutional Officers. The payments by the Board to fund the operations of the Constitutional Officers are recorded as "Transfers Out" on the financial statements of the Board and as "Transfers In" on the financial statements of the Constitutional Officers. Florida Statutes require the applicable budget excess of the Constitutional Officers to be returned to the Board at the close of the fiscal year. Accordingly, such amounts are recorded as "Transfers Out" by the Constitutional Officers and "Transfers In" by the Board.

Information is reported for each of the County's Constitutional Officers within the General Fund. Eliminations of intragovernmental receivables, payables, and transfers for governmental activities have been made and are reported in the financial statements.

The accompanying financial statements present Lake County (the primary government described above) and its component units. A component unit is a legally separate organization for which the County is financially accountable. Blended component units, although legally separate entities, are in substance, part of the County's operations. A description of the County's component units and the criteria for their inclusion in the County's financial statements follows:

Blended Component Units: Mt. Plymouth-Sorrento Community Redevelopment Agency (CRA); Lake County Municipal Services Taxing Unit for Fire Protection; Greater Hills Municipal Service Benefit Unit; Greater Groves Municipal Service Benefit Unit; Village Green Street Lighting; Greater Pines Municipal Services; Picciola Island Street Lighting; and Valencia Terrace Street Lighting; Lake Emergency Medical Services, Inc.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

These funds are supported by taxes or fees collected from the residents who benefit from these services. However, pursuant to Florida Statutes, County Resolutions, County Ordinances or interlocal agreements, the Board of County Commissioners is the governing body of these organizations. Additionally, there is a financial benefit or burden relationship between the component unit and the Board. These funds are included as special revenue funds.

The following is a listing of the name and legal authority for each component unit of Lake County, Florida.

<u>Name</u>	<u>Legal Authority</u>
Mt. Plymouth-Sorrento Community Redevelopment Agency (CRA)	County Resolution 2012-76, 2012-77
Lake County Municipal Services Taxing Unit for Fire Protection	County Ordinances 1985-13, 1989-9(G), 1990-24, 29; 1991-18, 1998-64
Greater Hills Municipal Service Benefit Unit	County Resolution 1995-169
Greater Groves Municipal Service Benefit Unit	County Resolution 1993-226
Village Green Street Lighting	County Resolution 1993-224
Greater Pines Municipal Services	County Resolution 1993-227
Picciola Island Street Lighting	County Resolution 1997-167
Valencia Terrace Street Lighting	County Resolution 1999-147
Lake Emergency Medical Services, Inc	Articles of Incorporation

B. Government-wide and fund financial statements:

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of Lake County and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from the County's Landfill Fund, a business-type activity, which relies primarily on user fees.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function, such as general government, public safety, transportation, physical and economic environment, human services, culture and recreation and court-related expenses, are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements or a particular function or segment. Taxes and other items, including unrestricted intergovernmental revenues, not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and the Landfill Fund are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation: The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. The fiduciary fund financial statements, which include only agency funds, are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the landfill fund and internal service funds are charges to customers for sales and services. Operating expenses for the landfill fund and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, special assessments, intergovernmental revenues, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

The General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The general funds of the Clerk, Property Appraiser, Sheriff, Tax Collector and Supervisor of Elections are included in the County's General Fund.

The Road Impact Fees Special Revenue Fund accounts for impact fees and related expenditures for road improvements pursuant to County Ordinance. Primary revenue sources are impact fees, which assist in the provision of new infrastructures, the need for which is created by new development.

The Public Transportation Fund accounts for the activities of the County as Community Transportation Coordinator, responsible for ensuring that coordinated transportation services are provided to the transportation disadvantaged residents of Lake County in accordance with Chapter 427, Florida Statutes. Primary revenue sources are restricted federal and state grants.

The Mt. Plymouth-Sorrento CRA Fund accounts for the activities of the Mt. Plymouth-Sorrento Community Redevelopment Trust Fund, created on April 22, 2014, by Lake County Ordinance 2014-17, for the purpose of financing or re-financing community redevelopment projects in the redevelopment area. Primary revenue sources are certain ad valorem taxes collected within the boundary of the redevelopment area.

The Sales Tax Capital Projects Fund accounts for the construction of various projects using discretionary infrastructure sales surtax revenues.

Lake County has the following major proprietary fund:

The Landfill Fund accounts for the operating of the County's solid waste system and landfills.

Additionally, Lake County has the following fund types:

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

Debt service funds account for the accumulation of resources for and the payment of principal and interest on the Capital Improvement Revenue Bonds, Limited General Obligation Bonds, the Sales Tax Revenue Refunding Bond (Pari-Mutuel Revenues Replacement Program), and various Notes Payable.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

Capital projects funds account for financial resources to be used for the acquisition or construction of major capital facilities.

Internal service funds account for the provision of health and general liability insurance coverage and fleet management services provided to other County departments or outside agencies and other governments, on a cost reimbursement basis.

Agency funds account for situations where the County's role in handling funds is purely custodial, such as the receipt, temporary investment and subsequent payment to individuals, agencies or other governments. Activities of the agency funds are primarily related to the collection and payment of taxes, educational impact fees, and court registry deposits.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the County's Landfill Fund and various other functions of the government.

D. Cash and Cash Equivalents:

Cash and cash equivalents consist primarily of cash held in demand and savings accounts and certificates of deposit in qualified public depositories.

Section 218.415, Florida Statutes, gives the County the authority to invest surplus funds in:

- (a) Direct obligations of the United States Treasury.
- (b) Interest-bearing time deposits or savings accounts in qualified public depositories.
- (c) Federal agencies and instrumentalities.
- (d) Other instruments as defined in the Statute.

All investments are stated at fair value. Investment income includes interest earnings and unrealized gains and losses on investments.

E. Inventories:

Inventories are stated at cost, using the first-in, first-out (FIFO) method. For the "consumption method" of accounting for inventories, the cost of an item is recorded as an expenditure at the time the item is used. The "purchases method" of accounting for inventories records the cost of an inventory item when it is purchased. In the governmental fund financial statements, all governmental fund inventories are accounted for using the purchases method except for postage in the General Fund, which is accounted for using the consumption method. In the government-wide statements, all inventories are reported using the consumption method.

F. Property Taxes – Lien and Levy Dates:

All real and tangible personal property taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is open for collection. The Tax

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

Collector mails a notice of taxes levied by the various governmental entities in the County to each property owner on the assessment roll. Taxes may be paid upon receipt of such notice with discounts at the rate of four percent (4%) if paid in the month of November, three percent (3%) if paid in the month of December, two percent (2%) if paid in the month of January, and one percent (1%) if paid in the month of February. Taxes paid during the month of March are without discount. All unpaid taxes on real and tangible personal property become delinquent on April 1 of the year following the year in which taxes were assessed.

Prior to May 1 of each year, a list of delinquent personal property taxpayers is advertised. Warrants are issued directing seizure and sale of the personal property of the taxpayer if the delinquent taxes are not paid before May 1. On or before June 1 of the year following the year in which taxes were assessed, tax certificates are sold on all real estate parcels with outstanding taxes. These parcels are advertised once a week for four weeks prior to the tax certificate sale.

The key dates in the property tax cycle are as follows:

Assessment date	January 1
Assessment roll validated	July 1
Millage Resolution approved	By September 30
Beginning of fiscal year for which taxes have been levied	October 1
Tax bills rendered and due	November 1
Property taxes payable:	
Maximum Discount	November 30
Delinquent	April 1
Tax Certificates Sold	May 31

Collections of County, municipal, and independent taxing district taxes and remittances are accounted for in the Tax Collector's Tax Collections Trust Fund.

G. Capital Assets:

Capital assets, which include property, plant, equipment, and infrastructure assets, (see below), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$5,000 for equipment or \$25,000 for land, improvements other than buildings, buildings and infrastructure, and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The cost of infrastructure assets, including roads, bridges, curbs and gutters, streets, sidewalks, drainage systems and lighting systems, acquired during the period from October 1, 1979 to September 30, 2016 are recorded in the government-wide financial statements.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in 2016.

Property, plant, and equipment is depreciated (amortized for intangible assets) using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	40
Improvements other than buildings	10
Infrastructure	10-50
Vehicles/Computer equipment	6
Furniture/Office equipment	10
Heavy equipment	20
Buses	10

H. Budgets and Budgetary Accounting:

Chapters 129 and 200, Florida Statutes, govern the County's annual budgetary process. The total of the estimated receipts, including balances brought forward, must equal the total of the appropriations and reserves, therefore enabling a balanced budget.

Pursuant to legal requirements, an annual appropriated budget is adopted by resolution subject to public hearing. Such resolution sets the budget appropriations on a fund by fund basis for the Board Governmental Fund Types and the Proprietary Fund Types. However, other Board approved policies, more fully discussed below, set the legal level of control at the major object level within a department. Since reporting budget to actual comparisons at the major object level would significantly increase the size of the Comprehensive Annual Financial Report, aggregation of such account classifications through revenue "source" and expenditure "function" is presented in this report, which represents a higher level of summarization than the legal level of control for the Board. In addition, a detailed report comparing budgeted to actual expenditures is generated at year end and is made available to interested parties.

The Constitutional Officers submit, at various times, to the Lake County Board of County Commissioners, and to certain divisions within the Department of Revenue, State of Florida, a proposed operating budget for the fiscal year commencing the following October 1. The tentative budget is reviewed and/or modified by the Board, after which public hearings are conducted pursuant to Section 200.065, Florida Statutes. Prior to October 1, the budget is legally enacted by approval of the Board of County Commissioners. The Department of Revenue, State of Florida, has the final authority on the operating budgets for the Tax Collector and the Property Appraiser included in the General Fund. The Clerk's Courts Fund budget included in the special

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

revenue funds is certified by the Florida Clerk of Courts Operations Corporation (CCOC) and approved by the State of Florida Legislative Budget Commission.

In addition to the legal requirements discussed above, the Board has adopted management control and approval guidelines for expenditures and budget amendments. Key components of these management guidelines are as follows:

- (1) Transfers of budgeted amounts between major object codes of a department within a fund must be approved by the Board if they exceed \$25,000.
- (2) Transfers of budgeted amounts between funds must be approved by the Board following a public hearing.
- (3) No expenditure or encumbrance may occur without a sufficient budgetary balance.
- (4) All encumbered and unencumbered appropriations lapse at the close of the fiscal year. Encumbered amounts must be re-appropriated in the next fiscal year.

For the Fiscal Year 2016, the Board of County Commissioners adopted budgets for the following funds and fund types: All governmental fund types, Landfill Fund and Internal Service Funds. The original budget is adopted before final audited beginning fund balances are available, resulting in differences between the beginning fund balance for the original and the final budget presentation in the governmental funds.

Except for the Landfill Fund and Fleet Management Fund (proprietary fund types), all budgets are prepared on a basis consistent with GAAP. The budget for these funds is prepared on an accrual basis and is in conformance with GAAP, except that capital outlay expenses are budgeted for management purposes and subsequently recorded as assets at year end.

I. Accrued Benefits Payable:

The County's policy is to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and sick pay is accrued when incurred in the government-wide and proprietary fund financial statements.

J. Deferred Outflows/Inflows of Resources:

Deferred Outflow on Refunding of Revenue Bonds - The difference between the re-acquisition price and the net carrying amount of refunded bonds is presented on the balance sheets at September 30, 2016, as a deferred outflow of resources and is amortized as an adjustment to interest expense on a straight-line basis over the life of the refunded bonds or the life of the refunding bonds, whichever is shorter.

Deferred Outflows Related to Pensions - These deferred outflows of resources are an aggregate of items related to pensions as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. Deferred outflows

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

related to pensions will be recognized as either pension expense or a reduction in the net pension liability in future reporting years. Details on the composition of the deferred outflows of resources related to pensions are further discussed in Note 10.

Deferred Inflows Related to Pensions - These deferred inflows of resources are an aggregate of items related to pensions as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. Deferred inflows related to pensions will be recognized as a reduction to pension expense in future reporting years. Details on the composition of the deferred inflows of resources related to pensions are further discussed in Note 10.

K. Fund Equity/Restricted Net Position:

In the fund financial statements, governmental funds report fund balance in one of the following categories:

Nonspendable: Resources that cannot be spent, such as inventory or prepaids.

Restricted: Balances that can only be spent for specific purposes, such as constraints imposed by external sources or by enabling legislation.

Committed: Resources that can only be used for a specific purpose imposed by an ordinance enacted prior to the end of the fiscal year by the Board, the highest level of decision-making authority for the County.

Assigned: Amounts that are designated for specific purposes by Board action, but are neither restricted or committed.

Unassigned: Unassigned fund balance is the residual amount remaining in the General Fund after the above spending constraints have been considered.

The portion of the fund balance included as a budgetary resource in the subsequent year's budget, and purchase orders which are expected to be completed in the next fiscal year, are included as an assigned fund balance in the General Fund, and in the respective fund balance categories for the other governmental funds.

Additionally, the Board has a General Fund reserve for cash balances to be carried over pursuant to Florida Statutes. This reserve is to be used for paying expenses from October 1 to such time that revenues for the ensuing fiscal year are expected to be available. In addition, this reserve, called the Economic Stabilization Reserve, protects the County's essential government programs during periods of economic downturn or other unforeseen catastrophic events that may occur. The goal is to maintain between 7% to 12% of the total operating budget in this reserve. This reserve is included in the unassigned fund balance in the General Fund.

When determining the classification of fund balance, the Board considers that restricted funds, committed funds, and assigned funds are used before using unassigned funds.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

Net position is restricted when constraints are placed on its use by external creditors such as through debt covenants, grantors, and donors or imposed by law, such as through constitutional provisions or enabling legislation. The majority of the restrictions placed on net position for the County are those imposed by enabling legislation, such as the use of gas taxes, road impact fees, infrastructure sales taxes and fire special assessments.

L. Long-Term Obligations:

In the government-wide financial statements, and for proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are amortized systematically over the term of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

M. Use of Estimates:

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect: the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The Governmental Fund Balance Sheet includes a reconciliation between Fund Balance - Total Governmental Funds and Net Position – Governmental Activities as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that “Long-term obligations, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$142,969,100 difference are as follows:

Bonds Payable	\$ 102,995,000
Add: Bond Premium	1,819,558
Note Payable	2,529,401
Other Post Employment Benefits	23,187,956
Compensated Absences (excluding Internal Service Fund \$77,150)	12,437,185
Net Adjustment	<u>\$ 142,969,100</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

3. DEPOSITS AND INVESTMENTS

Pooled cash accounts are maintained for each fund of the Board of County Commissioners, Sheriff, and Clerk. Each fund's portion of this pool is displayed on the fund financial statement balance sheets as "Pooled Cash and Investments" and is included in the cash and cash equivalents on the Statement of Net Position. Interest earned from investments with pooled cash is allocated to each of the funds based on the fund's average daily equity balance. Each of the Constitutional Officers, with the exception of the Supervisor of Elections, maintains various cash deposit and investment accounts.

Deposits

The County's deposits consist of interest and non-interest bearing demand accounts which are entirely covered by federal depository insurance or by a multiple financial institution collateral pool pursuant to the Public Depository Security Act of the State of Florida. This Act requires that the County maintain deposits only in "qualified public depositories". All qualified public depositories must deposit with the State Treasurer eligible collateral in such amounts as required by the Act. In addition, qualified public depositories are required under the Act to assume mutual responsibility against loss caused by the default or insolvency of other qualified public depositories of the same type. Should a default or insolvency occur, the State Treasurer will implement procedures for payment of losses according to the validated claims of the County.

Investments

Pursuant to Florida Statutes, the County is authorized to invest in the Florida Local Government Investment Trust (FLGIT). The fund is managed by an independent advisor with oversight by the Florida Court Clerks and Comptrollers Association and the Florida Association of Counties.

FLGIT, a short term bond fund, is accounted for as a fluctuating Net Asset Value (NAV) pool. Accounting valuations reflect estimates of the market value of the securities rather than their amortized cost. Securities are valued at most recent sales price or most recent published bid or other quotation. The fair value of investments is determined on a daily basis. Participants fair value is determined by the number of units in the fund times the market value per share. Contributions and withdrawals are recorded at the unit value on the execution date.

As of September 30, 2016, the County had the following investments:

<u>Investment Type</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
Florida Local Government Investment Trust (FLGIT)	1.03	\$ 11,546,449
Total Fair Value		\$ 11,546,449
Portfolio Weighted Average Maturity	1.61	

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

Interest Rate Risk

In an effort to minimize interest rate risk, the County's Investment Ordinance requires that the weighted average maturity of the portfolio in total not exceed two years. In addition, no individual security can have a maturity greater than five years.

Credit Risk

Authorized investments as listed in the County's Investment Ordinance include only those securities with the highest credit ratings. FLGIT has an investment rating of AA+ by Standard & Poor's. This rating indicates the fund portfolio holdings provide extremely strong protection against losses from credit defaults.

A reconciliation of cash and investments as shown on the Statement of Net Position follows:

	<u>Total</u>		
Cash on Hand and Carrying Amount of Deposits	\$		99,802,391
Carrying Amount of Investments			11,546,449
Total	\$		<u>111,348,840</u>
	<u>Gov't-Wide</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and Cash Equivalents	\$ 88,182,927	\$ 22,726,673	\$ 110,909,600
Non-Current Restricted Cash and Investments	439,240	-	439,240
Total	<u>\$ 88,622,167</u>	<u>\$ 22,726,673</u>	<u>\$ 111,348,840</u>

4. ASSESSMENTS RECEIVABLE

Assessments receivable at September 30, 2016, consist primarily of \$287,395 in secondary roads, which is classified as non-current. These assessments are reported in the County Transportation Trust Fund and are administered by the Board. Assessments to the fund become due and payable thirty days after the final assessment roll is approved by the Board. All assessments not paid within the period are paid in equal installments over a seven or ten-year period, with interest ranging from 3.25% to 6.25% per annum. Any assessments payable in installments may be paid at any time, together with accrued interest to date.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

5. CAPITAL ASSETS

A summary of governmental activities capital assets follows:

	Balance Oct. 1, 2015	Additions	Deletions	Balance Sept. 30, 2016
Governmental activities:				
Capital assets not depreciated:				
Land	\$ 92,338,947	\$ 2,245,866	\$ (953,072)	\$ 93,631,741
Construction work in progress	23,099,551	11,481,043	(3,310,009)	31,270,585
Total	<u>115,438,498</u>	<u>13,726,909</u>	<u>(4,263,081)</u>	<u>124,902,326</u>
Capital assets being depreciated:				
Buildings	234,972,571	1,893,188	-	236,865,759
Improvements	40,393,211	1,759,461	(57,422)	42,095,250
Machinery and equipment	90,390,769	6,047,144	(3,320,633)	93,117,280
Infrastructure	326,292,088	6,384,445	-	332,676,533
Total	<u>692,048,639</u>	<u>16,084,238</u>	<u>(3,378,055)</u>	<u>704,754,822</u>
Less accumulated depreciation:				
Buildings	(65,641,576)	(5,940,595)	-	(71,582,171)
Improvements	(17,159,155)	(2,051,946)	54,548	(19,156,553)
Machinery and equipment	(67,546,737)	(6,563,672)	3,041,264	(71,069,145)
Infrastructure	(165,460,328)	(13,543,865)	-	(179,004,193)
Total	<u>(315,807,796)</u>	<u>(28,100,078)</u>	<u>3,095,812</u>	<u>(340,812,062)</u>
Total capital assets being depreciated, net	<u>376,240,843</u>	<u>(12,015,840)</u>	<u>(282,243)</u>	<u>363,942,760</u>
Governmental activities capital assets, net	<u>\$ 491,679,341</u>	<u>\$ 1,711,069</u>	<u>\$ (4,545,324)</u>	<u>\$ 488,845,086</u>

Depreciation expense for governmental activities was charged to functions as follows:

Governmental activities:	
General Government	\$ 2,062,902
Public Safety	6,486,588
Physical Environment	76,544
Transportation	15,402,051
Economic Environment	27,581
Human Services	266,509
Culture and Recreation	1,795,649
Court-Related Expenses	1,976,742
Depreciation expense by function excluding Internal Service Funds	<u>28,094,566</u>
Depreciation in the Internal Service Funds are charged to various functions based on their usage of the assets	5,512
Depreciation expense - governmental activities	<u>\$ 28,100,078</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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A summary of business-type activities capital assets follows:

	Balance Oct. 1, 2015	Additions	Deletions	Balance Sept. 30, 2016
Business-type activities:				
Capital assets not depreciated:				
Land	\$ 2,913,017	\$ -	\$ -	\$ 2,913,017
Total	<u>2,913,017</u>	<u>-</u>	<u>-</u>	<u>2,913,017</u>
Capital assets being depreciated:				
Buildings	2,346,963	-	-	2,346,963
Improvements other than buildings	15,919,905	-	(37,988)	15,881,917
Machinery and equipment	2,245,502	147,153	(238,841)	2,153,814
Total	<u>20,512,370</u>	<u>147,153</u>	<u>(276,829)</u>	<u>20,382,694</u>
Less accumulated depreciation for:				
Buildings	(1,654,306)	(87,922)	-	(1,742,228)
Improvements other than buildings	(8,119,760)	(288,414)	37,988	(8,370,186)
Machinery and equipment	(1,841,826)	(64,138)	127,553	(1,778,411)
Total	<u>(11,615,892)</u>	<u>(440,474)</u>	<u>165,541</u>	<u>(11,890,825)</u>
Total capital assets being depreciated, net	<u>8,896,478</u>	<u>(293,321)</u>	<u>(111,288)</u>	<u>8,491,869</u>
Business-type activities capital assets, net	<u>\$ 11,809,495</u>	<u>\$ (293,321)</u>	<u>\$ (111,288)</u>	<u>\$ 11,404,886</u>

6. LONG-TERM DEBT

A. Lake County, Florida, Board of County Commissioners Sales Tax Refunding Revenue Bond (Pari-Mutuel Revenues Replacement Program), Series 2011:

In 2011, the County issued a \$3,635,000 bond in a current refunding of the Sales Tax Revenue Bonds (Pari-Mutuel Revenues Replacement Program) Series 2000 that were previously outstanding. The refunding was undertaken to reduce debt service payments over the next 20 years by \$549,256 and resulted in an economic gain of \$385,387. In 2013, the bond was modified and reissued at a reduced interest rate, resulting in a net present value savings of \$195,930. The prior interest rate was 3.91%.

The original bonds were issued to provide funds to finance the cost of acquisition, construction and equipping of certain capital improvements to be made within the County including the acquisition of land for a regional park and various walking and biking trails. The bond is secured by a pledge of sales tax revenues received by the County as a replacement of the funds previously distributed under Chapter 550, Florida Statutes, from racetrack and jai alai fronton revenues. Annual principal and interest payments are expected to use 85% of the pledged revenues. For the current year, principal and interest payments and sales tax replacement revenues totaled \$252,664 and \$297,667, respectively. Bond principal payments are due in annual installments beginning October 1, 2011 continuing until October 1, 2030. The bond bears interest of 3.12%.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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The annual requirements to amortize the Pari-Mutuel Revenues Replacement Refunding Bond at September 30, 2016 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2017	\$ 160,000	\$ 87,672	\$ 247,672
2018	170,000	82,680	252,680
2019	175,000	77,376	252,376
2020	180,000	71,916	251,916
2021	185,000	66,300	251,300
2022 - 2026	1,010,000	241,956	1,251,956
2027 - 2030	930,000	73,944	1,003,944
Total	\$ <u>2,810,000</u>	\$ <u>701,844</u>	\$ <u>3,511,844</u>

B. Lake County, Florida, Board of County Commissioners Capital Improvement Revenue Bonds, Series 2007, Series 2015A and Series 2015B:

In 2007, the County issued \$87,455,000 Capital Improvement Revenue Bonds, Series 2007 to provide funds to acquire, construct and equip various capital improvements, including the Downtown Tavares Center for Governmental Operations and Courthouse Expansion. On June 24, 2015, the County issued a \$25,845,000 Capital Improvement Refunding Revenue Bond, Series 2015A to refund \$23,915,000 of outstanding Capital Improvement Revenue Bonds, Series 2007. The Series 2015A bond bears interest at the rate of 2.27% with a final maturity of June 1, 2026. In addition, on August 13, 2015, the County issued \$50,140,000 in Capital Improvement Refunding Revenue Bonds, Series 2015B to advance refund \$47,665,000 of outstanding Capital Improvement Revenue Bonds, Series 2007, leaving \$4,145,000 of the Series 2007 bonds outstanding. The Series 2015B bonds bear interest at rates ranging from 2.00% to 5.00% with a final maturity of June 1, 2037. The remaining Series 2007 bonds bear interest at rates ranging from 4.0% to 4.25% with a final maturity of June 1, 2017. The County used the net proceeds along with other resources to purchase U.S. Government Securities which were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the Series 2007 bonds. As a result, \$71,580,000 of the 2007 bonds which bore interest rates ranging from 4.00% to 5.00% are considered defeased and the liability for those bonds has been removed from the Statement of Net Position.

The County advance refunded the 2007 Capital Improvement Revenue Bonds to reduce its total debt service payments by \$5,790,833 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$4,490,065. The reacquisition price exceeded the net carrying amount of the old debt by \$3,630,348. This amount is being amortized over 22 years.

The refunding bonds are secured by a pledge of the County's Half Cent Sales Tax received from the State. Annual principal and interest payments are expected to use approximately 35.00% of the pledged revenues in Fiscal Year 2017. For the current year, principal and interest payments and Half Cent Sales Tax revenues totaled

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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\$4,738,287 and \$15,028,339, respectively.

The annual requirements to amortize the outstanding 2007, 2015A and 2015B Capital Improvement Revenue Bonds at September 30, 2016 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2017	\$ 2,585,000	\$ 2,782,060	\$ 5,367,060
2018	2,680,000	2,684,840	5,364,840
2019	2,740,000	2,624,342	5,364,342
2020	2,805,000	2,562,495	5,367,495
2021	2,870,000	2,499,173	5,369,173
2022 - 2026	15,360,000	11,480,122	26,840,122
2027 - 2031	19,430,000	8,553,690	27,983,690
2032 - 2036	23,955,000	4,013,925	27,968,925
2037	5,380,000	215,200	5,595,200
Total	\$ <u>77,805,000</u>	\$ <u>37,415,847</u>	\$ <u>115,220,847</u>

C. Lake County, Florida, Board of County Commissioners Limited General Obligation Bonds, Series 2007 and Series 2015:

In 2007, the County issued \$34,720,000 in Limited General Obligation Bonds to provide funds to acquire and improve lands within the County, to protect drinking water sources, preserve natural areas, protect open space from over development, provide parks and trails and improve water quality. On June 24, 2015, the County issued a \$20,950,000 Limited General Obligation Refunding Bond, Series 2015 to refund \$19,370,000 of outstanding Limited General Obligation Bonds, Series 2007 leaving \$3,305,000 of the Series 2007 outstanding. The Series 2015 bond bears interest at the rate of 2.220% and have a final maturity of April 1, 2026. The remaining Series 2007 bonds bear interest at 4.0% to 5.0% with a final maturity of June 1, 2017. The County used the net proceeds along with other resources to purchase U.S. Government Securities which were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the Series 2007 Bonds. As a result, \$19,370,000 of the 2007 bonds which bore interest rates ranging from 4.0% to 5.0% are considered defeased and the liability for those bonds has been removed from the Statement of Net Position.

The County advance refunded the 2007 Limited General Obligation Bonds to reduce its total debt service payments by \$1,966,290 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,745,292. The reacquisition price exceeded the net carrying amount of the old debt by \$1,008,123. This amount is being amortized over 11 years.

The refunding bonds are secured by a pledge of not more than one-third of one mill of ad valorem taxes which was approved by referendum in 2004. Annual principal and interest payments are expected to use approximately 95.00% of the pledged revenues in Fiscal Year 2017. For the current year, principal and interest payments totaled \$2,459,267. Limited ad valorem revenues and fund balance available for debt service

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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totaled \$2,517,430 and \$528,899, respectively.

The annual requirements to amortize the outstanding 2007 and 2015 Limited General Obligation Bonds at September 30, 2016 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2017	\$ 1,980,000	\$ 543,679	\$ 2,523,679
2018	2,070,000	452,880	2,522,880
2019	2,115,000	406,926	2,521,926
2020	2,165,000	359,973	2,524,973
2021	2,215,000	311,910	2,526,910
2022 - 2026	11,835,000	791,023	12,626,023
Total	\$ <u>22,380,000</u>	\$ <u>2,866,391</u>	\$ <u>25,246,391</u>

D. Lake County, Florida, Notes Payable:

The County issued \$10,000,000 in a promissory note to Hancock Bank of Florida to provide funds to acquire and upgrade the County's public safety radio network. The note is secured by a pledge of Infrastructure Sales Surtax. Annual principal and interest payments are expected to use 9% of the pledged revenues. In 2012, the County renegotiated the interest rate with Hancock Bank resulting in a net present value savings of \$200,072. The prior interest rate was 2.92%. For the current year, principal and interest payments and Infrastructure Sales Surtax revenues totaled \$1,166,266 and \$14,233,978, respectively. Principal and interest payments are due in annual installments beginning June 1, 2008 and continuing until June 1, 2017. The note bears interest at a fixed rate of 1.45%.

On February 27, 2015, the County purchased land and building for a total sum of \$1,000,000 of which \$300,000 was paid at closing. The remaining balance of \$700,000 will be paid in equal non-interest bearing installments over a period of three years on the anniversary date of the closing. Current year payment was \$233,333.

On September 23, 2016, the County purchased land and buildings for a total sum of \$1,010,000 of which \$101,000 was paid at closing. The remaining balance of \$909,000 will be paid in nine yearly installments. The note bears interest at a fixed rate of 2.25%.

The annual requirements to amortize these notes at September 30, 2016 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2017	\$ 1,479,314	\$ 32,983	\$ 1,512,297
2018	327,656	18,377	346,033
2019	96,445	16,254	112,699
2020	98,615	14,084	112,699
2021	100,834	11,865	112,699
2022 - 2025	426,537	24,259	450,796
Total	\$ <u>2,529,401</u>	\$ <u>117,822</u>	\$ <u>2,647,223</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

E. Changes in Long-Term Liabilities:

Long-term liability activity for the year ended September 30, 2016 is as follows:

	Balance Oct. 1, 2015	Additions	Payments and Reductions	Balance Sept. 30, 2016	Due Within One Year
<u>Gov't. Activities</u>					
Capital Improvement Revenue Bond 2007	\$ 4,145,000	\$ -	\$ 2,030,000	\$ 2,115,000	\$ 2,115,000
Capital Improvement Refunding Revenue Bond 2015A	25,845,000	-	295,000	25,550,000	345,000
Capital Improvement Refunding Revenue Bond 2015B	50,140,000	-	-	50,140,000	125,000
Limited General Obligation Bond 2007	3,305,000	-	1,620,000	1,685,000	1,685,000
Limited General Obligation Refunding Bond 2015	20,950,000	-	255,000	20,695,000	295,000
Pari-Mutuel Revenues Refunding Bond	2,970,000	-	160,000	2,810,000	160,000
Notes Payable	2,990,918	909,000	1,370,517	2,529,401	1,479,314
Add Bond Premium	2,100,058	-	280,500	1,819,558	-
Total Bonds Payable	112,445,976	909,000	6,011,017	107,343,959	6,204,314
Accrued Benefits Payable	11,726,186	10,945,407	10,157,258	12,514,335	6,502,257
Other Post-Employment Benefits	20,387,056	3,623,400	822,500	23,187,956	-
Net Pension Liability	76,145,113	71,133,380	12,009,294	135,269,199	-
Total - Gov't. Activities	\$ 220,704,331	\$ 86,611,187	\$ 29,000,069	\$ 278,315,449	\$ 12,706,571
<u>Business Activities</u>					
Accrued Benefits Payable	\$ 149,820	\$ 106,985	\$ 148,883	\$ 107,922	\$ 60,965
Net Pension Liability	740,909	416,621	91,359	1,066,171	-
Total - Business Activities	\$ 890,729	\$ 523,606	\$ 240,242	\$ 1,174,093	\$ 60,965

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the totals for governmental activities. At year end, Internal Service Fund compensated absences of \$77,150 and net pension liability of \$660,011, are included in the above governmental activities amounts. Also, for the governmental activities, compensated absences and net pension liability are generally liquidated by the respective fund where the salaries were incurred. The other post-employment benefits annual required contributions above are generally paid by the insurance funds.

The government-wide Statement of Net Position for business-type activities include \$289,885 for the current portion and \$7,747,370 for the long-term portion of landfill closing and long-term care costs.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

7. NET POSITION AND FUND BALANCES

Fund balances consist of the following:

	General Fund	Major Special Revenue Funds	Major Capital Projects Fund	Nonmajor Governmental Funds	Total
Fund Balances:					
Nonspendable	\$ 188,996	\$ -	\$ -	\$ -	\$ 188,996
Restricted:					
Construction	-	8,409,311	10,428,316	4,467,305	23,304,932
Road Maint	-	-	-	6,493,144	6,493,144
Fire Protection	-	-	-	4,222,734	4,222,734
Emergency Svcs	-	-	-	792,303	792,303
Housing Programs	-	-	-	2,444,360	2,444,360
Debt Service	-	-	-	731,618	731,618
Building Services	-	-	-	3,436,385	3,436,385
Tourism	-	-	-	6,555,095	6,555,095
Transportation	-	590,432	-	-	590,432
Other Purposes	-	20,011	-	3,261,066	3,281,077
Total Restricted	-	9,019,754	10,428,316	32,404,010	51,852,080
Committed:					
Stormwater Mgt	-	-	-	2,208,484	2,208,484
Ambulance Svcs	-	-	-	2,110,603	2,110,603
Total Committed	-	-	-	4,319,087	4,319,087
Assigned:					
Operations	7,020,000	-	-	-	7,020,000
Library Services	-	-	-	419,575	419,575
Total Assigned	7,020,000	-	-	419,575	7,439,575
Unassigned	11,172,748	-	-	-	11,172,748
Total	\$ 18,381,744	\$ 9,019,754	\$ 10,428,316	\$ 37,142,672	\$ 74,972,486

The restricted fund balances for the major special revenue funds include \$8,409,311 for the Road Impact Fee Fund which is restricted for construction; \$590,432 for the Public Transportation Fund which is restricted for transportation; and \$20,011 for the Mt. Plymouth-Sorrento CRA Fund which is restricted for other purposes. The restricted fund balances for the major capital projects fund include \$10,428,316 in the Sales Tax Capital Projects Fund which is restricted for construction. Other funds restricted for construction include the Library Impact Fee Trust Fund of \$2,162,536, Park Impact Fee Trust Fund of \$435,532, County Sales Tax Fund (infrastructure sales taxes) of \$1,739,796 and Facilities Expansion Projects Fund of \$129,441. Impact fees, infrastructure sales taxes and the bond proceeds in the Facilities Expansion Projects Fund must be spent on capital outlay.

The Sheriff's Insurance Fund has a net deficit of \$1,180,218 due primarily to larger than expected claim payments in Fiscal Year 2016. This deficit will be funded through increased premium rates in Fiscal Year 2017.

LAKE COUNTY, FLORIDA
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The Fleet Management Fund has a net deficit of \$224,018 due to the effect of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, during Fiscal Year 2016. The deficit will be funded through increased charges for services to departments in future years.

Net investment in capital assets consists of the following:

Governmental activities:	
Capital assets	\$ 488,845,086
Less: Total bonds payable	(107,343,959)
Less: Accounts and retainage payable	(468,631)
Add: Deferred outflows on refundings of capital related debt	4,381,808
Add: Restricted cash (unspent bond proceeds)	439,240
Net investment in capital assets	<u>\$ 385,853,544</u>
Business-Type activities:	
Capital assets	\$ 11,404,886
Net investment in capital assets	<u>\$ 11,404,886</u>

8. COMMITMENTS AND CONTINGENCIES

A. Various suits and claims, arising in the ordinary course of County operations, are pending against the County. The ultimate effect of such litigation cannot be ascertained at this time. It is the opinion of management and the County's legal counsel that the liabilities which may arise from such action would not result in losses which would materially affect the financial position of the County or the changes in its financial position.

B. Pursuant to County Ordinance, road impact fees are collected by the County based on the transportation impact of new development. Fees and expenditures are segregated by district. Effective January 1, 2014, three new districts (South, Central and North) were created and supersede the six original districts.

Any funds not expended or encumbered by the end of the calendar quarter immediately following six (6) years from the date the road impact fee was paid, shall, upon application of the feepayer, be returned without interest. This six-year period may be extended for up to an additional three (3) years by action of the Board.

The following is a summary of road impact fees by district which may be subject to refunds within the time limitations:

Fiscal Year Ending Sept. 30	South	Central	North
2020	\$ -	\$ 30,679	\$ 147,403
2021	2,106,608	164,504	298,830
2022	4,171,159	204,018	351,640
	<u>\$ 6,277,767</u>	<u>\$ 399,201</u>	<u>\$ 797,873</u>

LAKE COUNTY, FLORIDA
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C. Pursuant to County Ordinance, fire, library and park impact fees are collected by the Board to accommodate new development without decreasing the current level of services. Park impact fees are collected in districts: Central, North and South. Any funds not expended or encumbered by the end of the calendar quarter immediately following six (6) years from the date the impact fee monies were paid shall be returned to the landowner without interest, provided an application for refund is presented within one hundred eighty days (180) from the expiration of the six-year period. This six-year period may be extended by action of the Board for up to an additional three years.

The following is a summary of fire, library, and park impact fees which may be subject to refunds within the time limitations:

Fiscal Year Ending Sept. 30	Fire	Library	Park - Central	Park - North	Park - South
2017	\$ -	\$ 105,499	\$ -	\$ -	\$ -
2018	-	162,128	-	-	-
2019	45,628	339,848	-	-	-
2020	518,156	449,867	-	-	94,469
2021	587,329	316,411	-	8,929	84,625
2022	366,223	638,861	20,233	48,738	90,726
	<u>\$ 1,517,336</u>	<u>\$ 2,012,614</u>	<u>\$ 20,233</u>	<u>\$ 57,667</u>	<u>\$ 269,820</u>

D. Developer Agreements

The County has entered into several developer agreements which may result in future financial obligations. These agreements with various developers are primarily for capital costs associated with road construction or transportation projects, in which a future asset may be contributed to the County or will benefit the County. The County has agreed to provide up to \$12.8 million in credits, waivers, reductions and/or direct payments for future building impact fees.

E. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. If any expenditures are disallowed as a result of these audits, the claims for reimbursement to the grantor agency would become a liability of the County. In the opinion of management, any such adjustments would not be significant.

F. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Effective October 1, 1985, the Board of County Commissioners elected to self-insure its general liability. In addition, effective October 1, 1989, the County elected to self-insure its automobile, workers' compensation and property liabilities. Effective October 1, 1999, the County elected to self-insure its medical coverage.

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The County established an Insurance Fund (an internal service fund) to account for its uninsured risks of loss. Under this program, the Insurance Fund provides coverage for up to a maximum of \$100,000 per occurrence for each property claim, \$50,000 for each general liability claim, \$200,000 for each workers' compensation claim, and \$220,000 for each medical claim. The County purchases commercial insurance for claims in excess of coverage provided by the Fund.

Effective October 1, 2006, the Sheriff began to self-insure its medical coverage. The Sheriff established an Insurance Fund to account for its uninsured risks of loss. Specific stop loss coverage has been obtained for all medical claims exceeding \$175,000 per individual per year subject to an additional aggregating specific deductible of \$286,600. In addition, the Sheriff purchases aggregate stop loss coverage for total claims exceeding 120% of the attachment factors.

Each participating entity of the County and Sheriff makes payments to its respective Insurance Fund based on actuarial estimates as well as historical data for the amounts needed to pay prior and current year claims. The latest actuarial estimates, based on industry standards, relate to the fiscal year ended September 30, 2016.

Claims expenses and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Settlements have not exceeded coverages for each of the last three fiscal years. All other coverages continue to be insured through commercial carriers.

The liability at the end of the year is classified as current based on historical amounts of claims payments. Changes in the reported liability during the past two years are as follows:

	Liability Balance Oct. 1, 2014	Current Year Claims and Changes in Estimates	Claims Payments	Liability Balance Sept. 30, 2015
Board of County Commissioners:				
General Liability	\$ 2,084,000	\$ 2,116,766	\$ (2,261,766)	\$ 1,939,000
Health	847,300	12,765,274	(12,701,974)	910,600
	2,931,300	14,882,040	(14,963,740)	2,849,600
Sheriff:				
Health	273,394	6,288,350	(6,288,350)	273,394
Total	\$ 3,204,694	\$ 21,170,390	\$ (21,252,090)	\$ 3,122,994

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	<u>Liability Balance Oct. 1, 2015</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Liability Balance Sept. 30, 2016</u>
Board of County Commissioners:				
General Liability \$	1,939,000	\$ 3,345,422	\$ (3,244,422)	\$ 2,040,000
Health	<u>910,600</u>	<u>11,261,069</u>	<u>(11,294,669)</u>	<u>877,000</u>
	2,849,600	14,606,491	(14,539,091)	2,917,000
Sheriff:				
Health	<u>273,394</u>	<u>6,809,326</u>	<u>(6,288,686)</u>	<u>794,034</u>
Total	<u>\$ 3,122,994</u>	<u>\$ 21,415,817</u>	<u>\$ (20,827,777)</u>	<u>\$ 3,711,034</u>

9. CONDUIT DEBT

From time to time, the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State of Florida, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of September 30, 2016, the original issue amount for bonds issued in prior years was \$30,843,750; however, the current aggregate principal amount outstanding could not be determined.

10. RETIREMENT PLAN

Substantially all County full-time employees participate in the State of Florida Retirement System ("System"), a cost sharing multiple-employer public employee retirement system (PERS). The System offers a choice between a defined benefit plan ("Pension Plan") and a defined contribution plan ("Investment Plan") for all state, county, district school board, community college and university employees, and is controlled by the State Legislature and administered by the State of Florida, Department of Administration, Division of Retirement. Employees also participate in the Retiree Health Insurance Subsidy Program ("HIS Plan"), which is a defined benefit plan.

The Pension Plan provides for vesting of benefits after six to eight years of creditable service. Normal retirement benefits are available to employees who retire at or after age 62 to 65 with six to eight years or more of service. Early retirement is available after six to eight years of service with a 5% reduction of benefits for each year prior to the normal retirement age. Retirement benefits are based upon age, average compensation and years-of-service credit, where average compensation is computed

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based on an individual's five to eight highest years of earnings. Benefits also include disability and survivor's benefits, as established by Florida Statutes.

Pension Plan members may participate in a Deferred Retirement Option Plan (DROP), after reaching eligibility for normal retirement or through the available deferral period for eligible members. This plan allows employees to defer receipt of retirement benefits while continuing employment for a System employer for a period up to sixty months. Accumulated system benefits earn either 1.30% or 6.5% interest compounded monthly, depending on the employee's participation date. The employer continues to contribute to the System on behalf of the employee as indicated above.

The HIS Plan is established in accordance with Section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees in paying their health insurance costs. Current benefits are based on \$5 per year of service, ranging from \$30 - \$150 per month. To be eligible, retirees must provide proof of health insurance coverage, which may include Medicare.

The Investment plan provides for vesting after one year of creditable service. Under this plan, the employer makes contributions to a participant's account and the participant directs where the contributions are invested among the plan's investment funds. Upon termination, vested participants receive amounts accumulated in their investment accounts. Participating employer contributions are based upon actuarially determined State-wide rates established by the State of Florida. Expressed as percentages of annual covered payroll, employer contribution rates are applied to employee salaries as follows:

Membership Category	July 1, 2015 Employer's Contribution Rates	July 1, 2016 Employer's Contribution Rates
Regular	7.26%	7.52%
Special Risk (Fire and Police)	22.04%	22.57%
Senior Management	21.43%	21.77%
Elected State Officer		
(Includes County Officials)	42.27%	42.47%
Deferred Retirement Option Plan (DROP)	12.88%	12.99%

These employer contribution rates include HIS contribution rates of 1.66% and 1.66% effective July 1, 2016 and July 1, 2015, respectively. Effective July 1, 2011, employee contribution rates of 3% were applied to all members, except DROP participants.

The County's contribution to all plans for the years ended September 30, 2016, 2015, and 2014 was \$12,506,890, \$11,329,475 and \$10,505,075, respectively, equal to the required contributions for each year. Employee contributions were \$2,333,520, \$2,210,959, and \$2,190,597 for the years ended September 30, 2016, 2015, and 2014, respectively.

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Pension Plan:

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At September 30, 2016, the County reported a liability of \$105,094,006 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The County's proportionate share of the net pension liability was based on the County's 2015-16 fiscal year contributions relative to the 2014-15 fiscal year contributions of all participating members. At June 30, 2016, the County's proportionate share was 0.416212591 percent, which was an increase of .030406410 percent from its proportionate share measured as of June 30, 2015.

The Pension Plan liability is allocable to the Board and Constitutional Officers as follows:

Board of County Commissioners	\$	37,849,990
Clerk of Courts		5,523,892
Property Appraiser		1,942,451
Sheriff		56,124,619
Supervisor of Elections		847,357
Tax Collector		2,805,697
Total	\$	<u>105,094,006</u>

For the year ended September 30, 2016, the County recognized pension expense of \$4,427,536 for the Pension Plan.

The deferred outflows of resources and deferred inflows of resources related to the Pension Plan are as follows:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 8,046,805	\$ 978,496
Change of assumptions	6,357,873	-
Net difference between projected and actual earnings on Pension Plan investments	27,165,519	-
Changes in proportion and differences between County Pension Plan contributions and proportionate share of contributions	4,997,474	6,667,166
County Pension Plan contributions subsequent to the measurement date	<u>3,003,201</u>	<u>-</u>
Total	\$ <u>49,570,872</u>	\$ <u>7,645,662</u>

The deferred outflows of resources related to the Pension Plan, totaling \$3,003,201 resulting from County contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended

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September 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending Sept. 30	Amount
2017	\$ 6,625,213
2018	6,625,213
2019	6,625,213
2020	7,667,379
2021	8,174,326
Thereafter	<u>3,204,665</u>
Total	<u>\$ 38,922,009</u>

Actuarial Assumptions

The total pension liability in the June 30, 2016 actuarial valuation was determined using the following actuarial assumption, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Investment rate of return	7.60%, net of pension plan investment expense
Mortality	Generational RP-2000 with Projection Scale BB

The actuarial assumptions used in the July 1, 2016, valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption.

The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class, as outlined in the Pension Plan's Investment Policy, are summarized in the following table:

Asset Class	Target Allocation	Annual Arithmetic Return
Cash	1 %	3.0 %
Fixed Income	18	4.7
Global Equity	53	8.1
Real Estate (Property)	10	6.4
Private Equity	6	11.5
Strategic Investments	12	6.1

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Discount Rate

The discount rate used to measure the total pension liability was 7.60%. The Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the County's Proportionate Share of the Net Position Liability to Changes in the Discount Rate

The following represents the County's proportionate share of the net pension liability calculated using the discount rate of 7.60%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.60%) or one percentage point higher (8.60%) than the current rate:

	<u>1% Decrease (6.60%)</u>	<u>Current Discount Rate (7.60%)</u>	<u>1% Increase (8.60%)</u>
County's proportionate share of the net pension liability	\$ 193,485,180	\$ 105,094,006	\$ 31,520,027

HIS Plan:

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At September 30, 2016, the County reported a liability of \$31,241,364 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The County's proportionate share of the net pension liability was based on the County's 2015-16 fiscal year contributions relative to the 2014-15 fiscal year contributions of all participating members. At June 30, 2016, the County's proportionate share was .268060698 percent, which was an increase of .002784704 percent from the proportionate share measured as of June 30, 2015.

The HIS Plan liability is allocable to the Board and Constitutional Officers as follows:

Board of County Commissioners	\$ 12,920,067
Clerk of Courts	3,042,308
Property Appraiser	657,024
Sheriff	13,073,640
Supervisor of Elections	301,291
Tax Collector	1,247,034
Total	<u>\$ 31,241,364</u>

For the year ended September 30, 2016, the County recognized pension expense of \$1,093,654 for the HIS Plan.

LAKE COUNTY, FLORIDA
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The deferred outflows of resources and deferred inflows of resources related to the HIS Plan are as follows:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	71,156
Change of assumptions	4,902,564	-
Net difference between projected and actual earnings on HIS Plan investments	15,796	-
Changes in proportion and differences between County HIS Plan contributions and proportionate share of contributions	509,229	832,929
County HIS Plan contributions subsequent to the measurement date	372,039	-
Total	\$ 5,799,628	\$ 904,085

The deferred outflows of resources related to the HIS Plan, totaling \$372,039 resulting from County contributions to the HIS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

Fiscal Year Ending Sept. 30	Amount
2017	\$ 581,402
2018	581,402
2019	581,402
2020	581,402
2021	679,377
Thereafter	1,518,519
Total	\$ 4,523,504

Actuarial Assumptions

The total pension liability in the July 1, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Municipal bond rate	2.85%
Mortality	Generational RP-2000 with Projection Scale BB

Discount Rate

The discount rate used to measure the total pension liability was 2.85%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments

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prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the County's Proportionate Share of the Net Position Liability to Changes in the Discount Rate

The following represents the County's proportionate share of the net pension liability calculated using the discount rate of 2.85%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (1.85%) or one percentage point higher (3.85%) than the current rate:

	<u>1% Decrease (1.85%)</u>	<u>Current Discount Rate (2.85%)</u>	<u>1% Increase (3.85%)</u>
County's proportionate share of the net pension liability	\$ 35,840,942	\$ 31,241,364	\$ 27,423,965

The Florida Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the plan. Detailed information regarding the Pension and HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report for the year ended June 30, 2016.

The report can be obtained by contacting the Division of Retirement at:

Department of Management Services
Division of Retirement
Bureau of Research and Member Communications
P.O. Box 9000
Tallahassee, FL 32315-9000
850-488-5706 or toll free at 877-377-1737

11. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

A. Retiree Health Coverage:

Plan Description

The County and its Constitutional Officers are required by Florida Statutes to offer retirees and their eligible dependents the same health and medical coverage that is offered to active employees, at the same cost. County employees are eligible to receive coverage upon retirement under Florida Retirement System plan provisions, as discussed in Note 10. The plan is a single-employer defined benefit plan and does not issue a separate, audited GAAP-basis report.

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Funding Policy

Contribution requirements of plan members are established and may be amended by the Board and each Constitutional Officer. The County's employer OPEB contribution consists of an implicit rate subsidy only. To determine healthcare plan costs, the County is required to comingle the claims experience of retirees with that of active employees. However, retirees and active employees pay the same premium, thus creating an implicit rate subsidy.

Annual OPEB Cost and Net OPEB Obligation

The County's annual OPEB cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the calculation of the ARC and Net OPEB Obligation for the fiscal year ending September 30, 2016:

Determination of Annual Required Contribution:	
Normal Cost at Year-End	\$ 1,937,200
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	1,702,300
Interest on Normal Cost and Amortization	142,000
Annual Required Contribution	<u>\$ 3,781,500</u>
Determination of Net OPEB Obligation:	
Annual Required Contribution (ARC)	\$ 3,781,500
Interest on Prior Year Net OPEB Obligation	795,100
Adjustment to ARC	(953,200)
Less Contributions Made	<u>(822,500)</u>
	2,800,900
Net OPEB Obligation -Beginning of Year	<u>20,387,056</u>
Net OPEB Obligation -End of Year	<u>\$ 23,187,956</u>

This liability is allocable to the Board and Constitutional Officers as follows:

Board of County Commissioners	\$ 3,612,387
Clerk of Courts	734,710
Property Appraiser	188,952
Sheriff	18,249,382
Supervisor of Elections	82,817
Tax Collector	319,708
	<u>\$ 23,187,956</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the new OPEB obligation for 2016 and the two preceding years were as follows:

Fiscal Year Ending Sept. 30	Annual OPEB Cost	Percent of Annual OPEB Cost Contributed	Net OPEB Obligation
2014	\$ 3,275,800	25.0 %	\$ 17,909,256
2015	\$ 3,617,300	31.0 %	\$ 20,387,056
2016	\$ 3,623,400	22.0 %	\$ 23,187,956

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Funded Status and Funding Progress

As of October 1, 2015, the most recent actuarial valuation date, the plan was not funded. The following is a schedule of the funding progress:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percent of Covered Payroll
10/1/2013	- \$	31,830,271 \$	31,830,271	0.00 %	\$ 71,367,283	44.60 %
10/1/2014	- \$	35,376,582 \$	35,376,582	0.00 %	\$ 74,221,975	47.66 %
10/1/2015	- \$	37,831,242 \$	37,831,242	0.00 %	\$ 80,395,202	47.06 %

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the County are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

The actuarial methods used in estimating the foregoing liabilities are:

Actuarial valuation date	10/1/2015
Actuarial cost method	Entry Age Normal
Amortization period and method	Closed amortization calculated at a level percent of payroll over 22 years

The actuarial assumptions are:

Investment rate of return	3.9%
Projected annual salaries increase	3.25%
Healthcare cost trend rate	9.0%
Inflation rate	3.0%

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B. Other Post Employment Benefits:

In addition to the retiree health benefits described above, the Clerk provides post employment health care benefits to employees under a plan established through Nationwide Retirement Solutions, Inc. (Nationwide). Twenty-five percent of accrued sick pay for certain employees with less than ten years of service and 75% for employees with ten years or more of service is paid into the trust upon termination, retirement or death. The maximum contribution is limited to 1440 hours. Contributions are invested according to instructions given by the employee and earnings accumulate tax exempt under section 501(c)(9) of the Internal Revenue Code. Upon separation of service, the account must be used to reimburse any qualified health insurance premiums paid by the employee.

12. INTERFUND BALANCES AND TRANSFERS

Interfund receivables and payables generally represent temporary loans between funds to cover operating expenditures or intragovernmental balances due to/from the Board and the Constitutional Officers. All balances are expected to be repaid within one year. Interfund transfers generally represent permanent transfers of funds for administrative costs paid to the General Fund, and for debt service payments and capital outlay.

The composition of interfund balances in the governmental fund financial statements as of September 30, 2016 is as follows:

Due To/From Governmental Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Major Governmental Funds	\$ 2,375,694
General Fund	Nonmajor Governmental Funds	373,062
General Fund	Internal Service Funds	596,446
Total		<u>\$ 3,345,202</u>

Intragovernmental Receivables and Payables:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 107,941
Nonmajor Governmental Funds	General Fund	454,253
Internal Service Funds	General Fund	116,034
Total		<u>\$ 678,228</u>

LAKE COUNTY, FLORIDA
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Interfund transfers for the year ended September 30, 2016 consist of the following:

<u>Transfers Out</u>	<u>Transfers In</u>			<u>Total</u>
	<u>General Fund</u>	<u>Major Funds</u>	<u>Nonmajor Funds</u>	
General Fund	\$ -	\$ 1,014,171	\$ 6,666,615	\$ 7,680,786
Nonmajor				
Governmental Funds	4,232,401	7,842,555	6,375,387	18,450,343
Internal Service Funds	345,697	-	-	345,697
Landfill	899,339	-	-	899,339
Total	\$ 5,477,437	\$ 8,856,726	\$ 13,042,002	\$ 27,376,165
			Transfers Out	(28,384,461)
			Net Transfers	\$ 1,008,296

Transfers out exceed transfers in for transfers made to and from the Landfill Fund and the Internal Service Funds as follows:

Landfill Fund transfer out to General Fund	\$ (899,339)
General Fund transfer out to Landfill Fund	2,253,332
Insurance Fund transfer out to General Fund	(345,697)
Total Net Transfers	\$ 1,008,296

13. LANDFILL CLOSURE AND POSTCLOSURE COSTS

The County is required by federal and state laws and regulations to place a final cover over its existing landfills after they stop accepting waste, and perform certain maintenance and monitoring functions for a period of 5 to 30 years after closure. New landfills must be constructed in accordance with federal and state requirements. In addition, the County complies with closure and postclosure costs financial assurance requirements imposed by the State. Annually, a report is filed detailing the amount of such costs and the County's financial ability to pay them when due.

The County has estimated the closure and long-term care costs for each landfill and recorded a liability in the Landfill Fund.

The following schedule reflects the changes in estimates and payments for the year ended September 30, 2016:

<u>Landfill</u>	<u>Balance Oct. 1, 2015</u>	<u>Changes in Estimates</u>	<u>Payments</u>	<u>Balance Sept. 30, 2016</u>
Construction and Demolition	\$ 308,596	\$ 2,776	\$ -	\$ 311,372
Loghouse	384,520	(43,543)	4,522	336,455
Umatilla	17,409	204,372	47,691	174,090
Lady Lake	145,810	(27,192)	918	117,700
Central Landfill Phase I	1,014,000	(50,202)	42,982	920,816
Central Landfill Phase II	2,403,600	(59,211)	-	2,344,389
Central Landfill Phase III	1,940,983	1,891,450	-	3,832,433
Totals	\$ 6,214,918	\$ 1,918,450	\$ 96,113	\$ 8,037,255

LAKE COUNTY, FLORIDA
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Although closure and postclosure care costs will be paid only near or after the date that each landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense each year based on landfill capacity used as of each balance sheet date.

At September 30, 2016, the Loghouse, Umatilla, Lady Lake, Central Landfill Phase I and Central Landfill Phase II landfills had no remaining capacity.

The following schedule reflects the estimated closure and postclosure care costs for each landfill as of September 30, 2016:

<u>Landfill</u>	<u>Remaining Postclosure Care Period</u>	<u>Closure Costs</u>	<u>Postclosure Care</u>	<u>Total Liability</u>
Construction and Demolition	5 years	\$ 252,212	\$ 59,160	\$ 311,372
Loghouse	7 years	-	336,455	336,455
Umatilla	10 years	-	174,090	174,090
Lady Lake	4 years	-	117,700	117,700
Central Landfill Phase I	9 years	-	920,816	920,816
Central Landfill Phase II	29 years	-	2,344,389	2,344,389
Central Landfill Phase III	30 years	1,100,150	2,732,283	3,832,433
Totals		<u>\$ 1,352,362</u>	<u>\$ 6,684,893</u>	<u>\$ 8,037,255</u>

The Central Landfill Phase III was completed in 2009 and began accepting waste in 2011. The landfill consists of two cells, the Ash Cell and the Municipal Solid Waste Cell. The remaining closure and post closure care costs to be recognized for the Ash Cell portion of the Phase III landfill are \$6,196 and \$15,387 based on 99.44% of capacity used to date. One year of Postclosure Care amounting to \$289,885 has been included in the current portion of Long-Term Obligations in the Landfill Fund.

These amounts are based on what it would cost the County to perform all closure and postclosure care in 2016. Actual costs may be higher due to inflation, changes in technology or changes in regulations.

REQUIRED SUPPLEMENTARY INFORMATION

LAKE COUNTY, FLORIDA
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Florida Retirement System (FRS) Defined Benefit Pension Plan

County Fiscal Year Ending Sept. 30	Plan Sponsor Measurement Date June 30	County's Proportion of FRS Net Pension Liability	County's Proportionate Share of FRS Net Pension Liability	County's Covered Employee Payroll	County's Proportionate Share of FRS Net Pension Liability as a Percentage of Covered Payroll	FRS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2016	2016	0.416212591%	\$ 105,094,006	\$ 72,107,631	145.75%	84.88%
2015	2015	0.385806181%	\$ 49,832,043	\$ 69,950,794	71.24%	92.00%
2014	2014	0.389285153%	\$ 23,752,119	\$ 68,986,914	34.43%	96.09%

Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan

County Fiscal Year Ending Sept. 30	Plan Sponsor Measurement Date June 30	County's Proportion of HIS Net Pension Liability	County's Proportionate Share of HIS Net Pension Liability	County's Covered Employee Payroll	County's Proportionate Share of HIS Net Pension Liability as a Percentage of Covered Payroll	HIS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2016	2016	0.268060698%	\$ 31,241,364	\$ 82,942,818	37.67%	0.97%
2015	2015	0.265275994%	\$ 27,053,978	\$ 80,767,974	33.50%	0.50%
2014	2014	0.265806146%	\$ 24,853,523	\$ 79,048,574	31.44%	0.99%

Note:

The County implemented GASB Statement No. 68 for the Fiscal Year ended September 30, 2015, including a restatement as of September 30, 2014. Information for prior years is not available.

**LAKE COUNTY, FLORIDA
SCHEDULE OF CONTRIBUTIONS**

Florida Retirement System (FRS) Defined Benefit Pension Plan

Fiscal Year Ending Sept. 30	FRS Contractually Required Contribution	FRS Contributions in Relation to the Contractually Required Contribution	FRS Contribution Deficiency (Excess)	County's Covered Employee Payroll	FRS Contributions as a Percentage of Covered Payroll
2016	\$ 10,150,008	\$ 10,150,008	\$ -	\$ 72,107,631	14.08%
2015	\$ 9,406,282	\$ 9,406,282	\$ -	\$ 69,950,794	13.45%
2014	\$ 8,526,997	\$ 8,526,997	\$ -	\$ 68,986,914	12.36%

Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan

Fiscal Year Ending Sept. 30	HIS Contractually Required Contribution	HIS Contributions in Relation to the Contractually Required Contribution	HIS Contribution Deficiency	County's Covered Employee Payroll	HIS Contributions as a Percentage of Covered Payroll
2016	\$ 1,373,982	\$ 1,373,982	\$ -	\$ 84,942,818	1.66%
2015	\$ 1,014,050	\$ 1,014,050	\$ -	\$ 80,767,974	1.26%
2014	\$ 910,562	\$ 910,562	\$ -	\$ 79,048,574	1.15%

Note:

The County implemented GASB Statement No. 68 for the Fiscal Year ended September 30, 2015, including a restatement as of September 30, 2014. Information for prior years is not available.

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NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

LIBRARY IMPACT FEE TRUST FUND

To account for revenues and expenditures for library impact fees collected pursuant to County Ordinance.

PARK IMPACT FEE TRUST FUND

To account for revenues and expenditures for park impact fees collected pursuant to County Ordinance.

COUNTY TRANSPORTATION TRUST FUND

To account for revenues and expenditures incurred to carry on all work on roads and bridges in the County in accordance with Section 336.022, Florida Statutes.

FISH CONSERVATION TRUST FUND

To account for the revenues and expenditures for fish stocking and conservation in accordance with Chapter 67-1604, Laws of Florida.

COMMUNITY DEVELOPMENT FUND

To account for the revenues and expenditures in accordance with the Community Development Block Grant from the U.S. Department of Housing and Urban Development, under Title I of the Housing and Community Development Act.

LAKE COUNTY AMBULANCE FUND

To account for ad valorem tax revenues collected for the Lake County Municipal Service Taxing Unit for Ambulance and Emergency Medical Services in accordance with County Ordinance.

STORMWATER MANAGEMENT, PARKS AND ROADS FUND

To account for ad valorem tax revenues and disbursements of the Stormwater Management, Parks and Roads Municipal Services Taxing Unit established by County Ordinance 1990-25, in accordance with Sections 125.0101 and 197.3632, Florida Statutes.

EMERGENCY 9-1-1 FUND

To account for revenues and expenditures for Emergency 9-1-1 telephone services in accordance with Section 365.171, Florida Statutes.

RESORT/DEVELOPMENT TAX FUND

To account for revenues and expenditures of the Tourist Development Tax in accordance with Section 125.0104, Florida Statutes and County Ordinance 1984-7. A majority vote of the qualified electors of the County approved this local option tax November 6, 1984.

AFFORDABLE HOUSING ASSISTANCE TRUST FUND

To account for revenues received from the State Housing Initiative Partnership Program pursuant to Sections 420.9072 - 420.9079, Florida Statutes.

SECTION 8 FUND

To account for revenues and expenditures for housing assistance to qualified persons in accordance with a grant from the U.S. Department of Housing and Urban Development.

FEDERAL/STATE GRANTS FUND

To account for revenues and expenditures for certain Federal and State grants including public safety grants for emergency management and homeland security, transportation grants for highway planning and construction, and various community safety and compliance grants.

RESTRICTED LOCAL PROGRAMS FUND

To account for revenues and expenditures for certain restricted local programs including crime prevention, teen court, traffic education, and boating improvements.

MUNICIPAL SERVICE BENEFIT UNITS/ SPECIAL ASSESSMENTS FUNDS

To account for the financing of public improvements and services deemed to benefit the properties against which special assessments are levied in accordance with Sections 125.0101 and 197.3632, Florida Statutes.

LAW ENFORCEMENT TRUST FUND

To account for the proceeds from the sale of confiscated property in accordance with Section 932.7055, Florida Statutes.

COUNTY SALES TAX FUND

To account for revenues collected from the discretionary infrastructure sales surtax pursuant to Chapter 212, Part I, Florida Statutes.

BUILDING SERVICES FUND

To account for revenues collected and expenditures for permitting, inspections and plans review for the building services of the County.

LAKE COUNTY MUNICIPAL SERVICES TAXING UNIT - FIRE PROTECTION FUND

To account for the revenues and expenditures for county-wide consolidated fire protection. County Ordinance created this Municipal Services Taxing Unit.

FIRE RESCUE IMPACT FEE TRUST FUND

To account for revenues and expenditures for fire rescue impact fees collected pursuant to County Ordinance.

COUNTY-WIDE LIBRARY FUND

To account for the State, Local and County revenues and expenditures received and disbursed on behalf of the County-Wide Library system.

CLERK SPECIAL REVENUE FUNDS

To account for revenues and expenditures for the modernization of the public records system pursuant to Section 28.24, Florida Statutes, for the operations of the court-related functions of the Clerk's Office pursuant to Sections 28.35, 28.36, and 28.37, Florida Statutes, and for additional Clerk court-related operational needs and program enhancements pursuant to Section 28.37, Florida Statutes.

SHERIFF SPECIAL REVENUE FUNDS

To account for revenues and expenditures of various Special Revenue projects of the Lake County Sheriff's Office, including law enforcement trust and grant funds, and to account for the operations of the Commissary operated for the benefit of County jail inmates.

LAKE EMERGENCY MEDICAL SERVICES

To account for revenues and expenditures of Lake Emergency Medical Services, Inc., a non-profit corporation, governed primarily by the Lake County Board of County Commissioners, providing ambulance services to Lake County citizens.

DEBT SERVICE FUNDS

NOTES PAYABLE DEBT SERVICE FUND

To account for payments on various notes payable issued to provide funding for the acquisition of land, equipment and buildings.

PARI-MUTUEL REVENUE BONDS DEBT SERVICE FUND

To accumulate monies for payment of the \$4,400,000 Pari-Mutuel Revenues Replacement Refunding Bonds, Series 2011. Financing is provided by sales tax revenues collected by the State pursuant to Chapter 212, Part 1, Florida Statutes. Beginning July 1, 2000, the State began using sales tax revenues to replace revenues formerly distributed to counties from racetrack and jai alai fronton monies.

PUBLIC LANDS PROGRAM DEBT SERVICE FUND

To accumulate monies for the payment of the \$34,720,000 Limited General Obligation Bonds, Series 2007 and the \$20,950,000 Limited General Obligation Refunding Bond, Series 2015. The bonds are secured by a pledge of not more than one third of one mill of ad valorem taxes pursuant to a referendum approved by the voters in 2004.

FACILITIES EXPANSION DEBT SERVICE FUND

To accumulate monies for the payment of the \$87,455,000 Capital Improvement Revenue Bonds, Series 2007, \$25,845,000 Capital Improvement Refunding Revenue Bonds, Series 2015A and the \$47,665,000 Capital Improvement Refunding Revenue Bonds, Series 2015B. The Bonds are secured by a pledge of Half-Cent Sales Tax distributed to the County by the State of Florida.

CAPITAL PROJECTS FUNDS

PARKS CAPITAL PROJECTS FUND

To account for construction of various parks throughout Lake County.

PUBLIC LANDS PROGRAM CAPITAL PROJECTS FUND

To account for bond proceeds used to acquire and improve lands within the County, to protect drinking water sources, preserve natural areas, protect open space from over development, provide parks and trails and improve water quality.

FACILITIES EXPANSION PROJECTS FUND

To account for bond proceeds used to acquire, construct and equip various capital improvements, including the Downtown Tavares Center for Governmental Operations and the Courthouse Expansion.

LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Special Revenue Funds		
	Library Impact Fee Trust	Park Impact Fee Trust	County Transportation Trust
Assets			
Cash	\$ -	\$ -	\$ 350
Pooled Cash and Investments	2,102,009	435,532	6,279,364
Accounts Receivable	1,910	-	5,922
Assessments Receivable	-	-	287,395
Intragovernmental Receivables	-	-	72
Due from Other Governments	58,617	-	1,229,344
Total Assets	\$ 2,162,536	\$ 435,532	\$ 7,802,447
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ 801,257
Retainage Payable	-	-	16,275
Accrued Liabilities	-	-	204,376
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deposits	-	-	287,395
Total Liabilities	-	-	1,309,303
Fund Balances:			
Restricted	2,162,536	435,532	6,493,144
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	2,162,536	435,532	6,493,144
Total Liabilities and Fund Balances	\$ 2,162,536	\$ 435,532	\$ 7,802,447

Special Revenue Funds

Fish Conservation Trust	Community Development	Lake County Ambulance	Stormwater Management Parks and Roads	Emergency 9-1-1	Resort/ Development Tax
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
181,614	166,870	563,231	2,320,554	684,293	6,412,408
-	-	-	9,978	-	-
-	-	-	-	-	-
-	-	53,862	48,132	-	185,637
1,215	138,761	-	200,000	120,072	-
\$ 182,829	\$ 305,631	\$ 617,093	\$ 2,578,664	\$ 804,365	\$ 6,598,045
\$ -	\$ 57,166	\$ -	\$ 300,960	\$ 2,118	\$ 21,518
-	-	-	4,118	-	-
-	7,119	-	64,497	9,944	21,432
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	605	-	-
-	64,285	-	370,180	12,062	42,950
182,829	241,346	-	-	792,303	6,555,095
-	-	617,093	2,208,484	-	-
-	-	-	-	-	-
182,829	241,346	617,093	2,208,484	792,303	6,555,095
\$ 182,829	\$ 305,631	\$ 617,093	\$ 2,578,664	\$ 804,365	\$ 6,598,045

(Continued)

LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Special Revenue Funds		
	Affordable Housing Assistance Trust	Section 8	Federal/ State Grants
Assets			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	2,187,180	511,162	-
Accounts Receivable	-	19,716	6,883
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	-	-	528,281
Total Assets	\$ 2,187,180	\$ 530,878	\$ 535,164
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 256,838	\$ 4,600	\$ 165,268
Retainage Payable	-	-	-
Accrued Liabilities	792	11,468	4,094
Due to Other Funds	-	-	287,147
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	78,029
Deposits	-	-	-
Total Liabilities	257,630	16,068	534,538
Fund Balances:			
Restricted	1,929,550	514,810	626
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	1,929,550	514,810	626
Total Liabilities and Fund Balances	\$ 2,187,180	\$ 530,878	\$ 535,164

Special Revenue Funds

Restricted Local Programs	Municipal Service Benefit Units/Special Assessments	Law Enforcement Trust	County Sales Tax	Building Services	Lake County MSTU for Fire Protection
\$ -	\$ -	\$ -	\$ -	\$ 300	\$ -
595,260	233,982	390,057	314,084	3,550,136	2,422,753
-	-	-	-	349	-
-	-	-	-	-	-
50,822	-	35,858	-	-	49,283
80	-	-	1,425,712	-	12,988
\$ 646,162	\$ 233,982	\$ 425,915	\$ 1,739,796	\$ 3,550,785	\$ 2,485,024
\$ 252	\$ -	\$ -	\$ -	\$ 47,184	\$ 199,239
-	-	-	-	-	-
3,489	-	-	-	67,216	512,748
-	-	-	-	-	-
33,469	-	69,078	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
37,210	-	69,078	-	114,400	711,987
608,952	233,982	356,837	1,739,796	3,436,385	1,773,037
-	-	-	-	-	-
-	-	-	-	-	-
608,952	233,982	356,837	1,739,796	3,436,385	1,773,037
\$ 646,162	\$ 233,982	\$ 425,915	\$ 1,739,796	\$ 3,550,785	\$ 2,485,024

(Continued)

LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Special Revenue Funds		
	Fire Rescue Impact Fee Trust	County-Wide Library	Clerk Special Revenue Funds
Assets			
Cash	\$ -	\$ 808	\$ 3,160
Pooled Cash and Investments	2,449,697	530,430	1,656,312
Accounts Receivable	-	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	-	-	-
Total Assets	\$ 2,449,697	\$ 531,238	\$ 1,659,472
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ -	\$ 32,893	\$ 8,503
Retainage Payable	-	-	-
Accrued Liabilities	-	78,770	-
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	5,394
Due to Other Governments	-	-	432,920
Deposits	-	-	95,469
Total Liabilities	-	111,663	542,286
Fund Balances:			
Restricted	2,449,697	-	1,117,186
Committed	-	-	-
Assigned	-	419,575	-
Total Fund Balances	2,449,697	419,575	1,117,186
Total Liabilities and Fund Balances	\$ 2,449,697	\$ 531,238	\$ 1,659,472

Special Revenue Funds		Debt Service Funds			
Sheriff Special Revenue Funds	Lake Emergency Medical Services	Notes Payable Debt Service	Pari-Mutuel Revenue Bonds Debt Service	Public Lands Program Debt Service	Facilities Expansion Debt Service
\$ -	\$ 200	\$ -	\$ -	\$ -	\$ -
437,081	372,094	10,026	112,508	517,008	61,489
24,982	1,919,450	-	-	-	-
-	-	-	-	-	-
-	-	-	-	30,587	-
-	-	-	-	-	-
\$ 462,063	\$ 2,291,744	\$ 10,026	\$ 112,508	\$ 547,595	\$ 61,489
\$ 9,015	\$ 555,265	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	242,969	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
9,015	798,234	-	-	-	-
453,048	-	10,026	112,508	547,595	61,489
-	1,493,510	-	-	-	-
-	-	-	-	-	-
453,048	1,493,510	10,026	112,508	547,595	61,489
\$ 462,063	\$ 2,291,744	\$ 10,026	\$ 112,508	\$ 547,595	\$ 61,489

(Continued)

LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Capital Projects Funds		
	Parks Capital Projects	Public Lands Program Capital Projects	Facilities Expansion Projects
Assets			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	-	22,685	416,555
Accounts Receivable	-	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	200,000	-	-
Total Assets	\$ 200,000	\$ 22,685	\$ 416,555
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 62,514	\$ -	\$ 128,788
Retainage Payable	7,996	-	158,326
Accrued Liabilities	-	-	-
Due to Other Funds	85,915	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deposits	-	-	-
Total Liabilities	156,425	-	287,114
Fund Balances:			
Restricted	43,575	22,685	129,441
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	43,575	22,685	129,441
Total Liabilities and Fund Balances	\$ 200,000	\$ 22,685	\$ 416,555

**Total
Nonmajor
Governmental
Funds**

\$	4,818
	35,936,374
	1,989,190
	287,395
	454,253
	<u>3,915,070</u>
\$	<u>42,587,100</u>

\$	2,653,378
	186,715
	1,228,914
	373,062
	107,941
	510,949
	<u>383,469</u>
	<u>5,444,428</u>

	32,404,010
	4,319,087
	<u>419,575</u>
	<u>37,142,672</u>
\$	<u>42,587,100</u>

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2016

	Special Revenue Funds		
	Library Impact Fee Trust	Park Impact Fee Trust	County Transportation Trust
Revenues			
Taxes	\$ -	\$ -	\$ 7,432,258
Licenses and Permits	-	-	-
Intergovernmental	-	-	5,454,360
Charges for Services	-	-	943,431
Fines and Forfeitures	-	-	-
Special Assessments	638,861	163,287	99,540
Investment Income	5,824	1,338	18,970
Miscellaneous	-	-	160,130
Total Revenues	644,685	164,625	14,108,689
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	13,341,658
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	196,148	110,737	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	233,333
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	196,148	110,737	13,574,991
Excess of Revenues Over (Under)			
Expenditures	448,537	53,888	533,698
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	(628,243)
Total Other Financing Sources (Uses)	-	-	(628,243)
Net Change in Fund Balances	448,537	53,888	(94,545)
Fund Balances at Beginning of Year	1,713,999	381,644	6,587,689
Fund Balances at End of Year	\$ 2,162,536	\$ 435,532	\$ 6,493,144

Special Revenue Funds

Fish Conservation Trust	Community Development	Lake County Ambulance	Stormwater Management Parks and Roads	Emergency 9-1-1	Resort/ Development Tax
\$ -	\$ -	\$ 7,282,936	\$ 3,967,697	\$ -	\$ 2,710,524
12,054	-	-	11,390	-	-
-	471,094	-	200,000	-	-
-	-	-	145,276	1,423,055	-
-	-	-	-	-	-
-	-	-	-	-	-
582	-	7,986	16,531	1,729	19,531
-	-	-	47,380	35,556	26,556
12,636	471,094	7,290,922	4,388,274	1,460,340	2,756,611
-	-	143,128	-	-	-
-	-	6,365,398	-	915,586	-
-	-	-	2,033,690	-	-
-	-	-	-	-	-
-	418,812	-	-	-	1,707,333
-	65,975	-	-	-	-
-	-	-	5,068,713	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	484,787	6,508,526	7,102,403	915,586	1,707,333
12,636	(13,693)	782,396	(2,714,129)	544,754	1,049,278
-	-	52,305	1,517,273	-	-
(625)	-	(515,572)	(330,386)	(500,000)	(144,000)
(625)	-	(463,267)	1,186,887	(500,000)	(144,000)
12,011	(13,693)	319,129	(1,527,242)	44,754	905,278
170,818	255,039	297,964	3,735,726	747,549	5,649,817
\$ 182,829	\$ 241,346	\$ 617,093	\$ 2,208,484	\$ 792,303	\$ 6,555,095

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2016

	Special Revenue Funds		
	Affordable Housing Assistance Trust	Section 8	Federal/ State Grants
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	1,529,846	3,562,664	1,642,107
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	6,665	1,627	61
Miscellaneous	53,904	76,157	-
Total Revenues	1,590,415	3,640,448	1,642,168
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	719,357
Physical Environment	-	-	157,026
Transportation	-	-	765,312
Economic Environment	641,224	3,650,620	-
Human Services	-	-	33,012
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	641,224	3,650,620	1,674,707
Excess of Revenues Over (Under)			
Expenditures	949,191	(10,172)	(32,539)
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	949,191	(10,172)	(32,539)
Fund Balances at Beginning of Year	980,359	524,982	33,165
Fund Balances at End of Year	\$ 1,929,550	\$ 514,810	\$ 626

Special Revenue Funds

Restricted Local Programs	Municipal Service Benefit Units/Special Assessments	Law Enforcement Trust	County Sales Tax	Building Services	Lake County MSTU For Fire Protection
\$ -	\$ -	\$ -	\$ 14,233,978	\$ -	\$ 3,971,705
116,039	-	-	-	2,513,464	-
5,102	-	-	-	-	50,668
255,834	-	-	-	329,492	207,400
139,877	-	83,436	-	55,280	-
-	776,348	-	-	-	15,979,516
1,922	1,297	1,144	3,685	11,110	28,422
29,149	-	-	-	15,703	109,883
547,923	777,645	84,580	14,237,663	2,925,049	20,347,594
-	-	-	-	-	-
153,633	-	69,078	-	2,383,502	21,432,991
7,106	-	-	-	-	-
-	691,104	-	-	-	-
-	-	-	-	-	-
149,008	-	-	-	-	-
94,478	-	-	-	-	-
112,691	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
516,916	691,104	69,078	-	2,383,502	21,432,991
31,007	86,541	15,502	14,237,663	541,547	(1,085,397)
-	-	-	-	-	1,192,032
-	(79,945)	-	(14,552,941)	(116,731)	(1,507,283)
-	(79,945)	-	(14,552,941)	(116,731)	(315,251)
31,007	6,596	15,502	(315,278)	424,816	(1,400,648)
577,945	227,386	341,335	2,055,074	3,011,569	3,173,685
\$ 608,952	\$ 233,982	\$ 356,837	\$ 1,739,796	\$ 3,436,385	\$ 1,773,037

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2016

	Special Revenue Funds		
	Fire Rescue Impact Fee Trust	County-Wide Library	Clerk Special Revenue Funds
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	210,968	116,547
Charges for Services	-	10,562	4,633,409
Fines and Forfeitures	-	30,109	1,502,551
Special Assessments	366,223	-	-
Investment Income	8,248	2,071	-
Miscellaneous	1,692	63,109	-
Total Revenues	376,163	316,819	6,252,507
Expenditures			
Current:			
General Government	-	-	1,348,950
Public Safety	576,754	-	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	4,320,070	-
Court-Related Expenditures	-	-	5,144,208
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	576,754	4,320,070	6,493,158
Excess of Revenues Over (Under)			
Expenditures	(200,591)	(4,003,251)	(240,651)
Other Financing Sources (Uses)			
Transfers In	-	3,929,173	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	3,929,173	-
Net Change in Fund Balances	(200,591)	(74,078)	(240,651)
Fund Balances at Beginning of Year	2,650,288	493,653	1,357,837
Fund Balances at End of Year	\$ 2,449,697	\$ 419,575	\$ 1,117,186

Special Revenue Funds		Debt Service Funds			
Sheriff Special Revenue Funds	Lake Emergency Medical Services	Notes Payable Debt Service	Pari-Mutuel Revenue Bonds Debt Service	Public Lands Program Debt Service	Facilities Expansion Debt Service
\$ -	\$ -	\$ -	\$ -	\$ 2,517,430	\$ -
-	-	-	-	-	-
50,000	5,732,329	-	297,667	-	-
885,881	13,276,196	-	-	-	-
72,613	-	-	-	-	-
-	-	-	-	-	-
-	2,212	688	868	5,102	4,400
61,076	202,070	-	-	-	-
1,069,570	19,212,807	688	298,535	2,522,532	4,400
-	-	-	-	-	-
876,570	20,128,793	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	1,137,185	160,000	1,875,000	2,325,000
-	-	29,081	92,664	584,267	2,413,287
-	-	-	-	-	-
876,570	20,128,793	1,166,266	252,664	2,459,267	4,738,287
193,000	(915,986)	(1,165,578)	45,871	63,265	(4,733,887)
66,619	-	1,166,265	-	30,048	4,738,287
-	-	-	-	(74,617)	-
66,619	-	1,166,265	-	(44,569)	4,738,287
259,619	(915,986)	687	45,871	18,696	4,400
193,429	2,409,496	9,339	66,637	528,899	57,089
\$ 453,048	\$ 1,493,510	\$ 10,026	\$ 112,508	\$ 547,595	\$ 61,489

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2016

	Capital Projects Funds		
	Parks Capital Projects	Public Lands Program Capital Projects	Facilities Expansion Projects
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	191,384	-	-
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	13	101	3,152
Miscellaneous	-	-	-
Total Revenues	191,397	101	3,152
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	731,332	13,280	979,992
Total Expenditures	731,332	13,280	979,992
Excess of Revenues Over (Under)			
Expenditures	(539,935)	(13,179)	(976,840)
Other Financing Sources (Uses)			
Transfers In	350,000	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	350,000	-	-
Net Change in Fund Balances	(189,935)	(13,179)	(976,840)
Fund Balances at Beginning of Year	233,510	35,864	1,106,281
Fund Balances at End of Year	\$ 43,575	\$ 22,685	\$ 129,441

**Total
Nonmajor
Governmental
Funds**

\$	42,116,528
	2,652,947
	19,514,736
	22,110,536
	1,883,866
	18,023,775
	155,279
	882,365
	<hr/>
	107,340,032

1,492,078
53,621,662
2,197,822
14,798,074
6,417,989
247,995
9,790,146
5,256,899

5,730,518
3,119,299
1,724,604

104,397,086

2,942,946

13,042,002
(18,450,343)
<hr/>
(5,408,341)

(2,465,395)

39,608,067

\$	37,142,672
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LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LIBRARY IMPACT FEE TRUST
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Special Assessments	\$ 200,000	\$ 200,000	\$ 638,861	\$ 438,861
Investment Income	4,000	4,000	5,824	1,824
Less: Statutory Requirement	(10,200)	(10,200)	-	10,200
Total Revenues	193,800	193,800	644,685	450,885
Expenditures				
Current:				
Culture and Recreation	1,081,063	1,907,799	196,148	1,711,651
Total Expenditures	1,081,063	1,907,799	196,148	1,711,651
Excess of Revenues Over (Under) Expenditures	(887,263)	(1,713,999)	448,537	2,162,536
Other Financing Sources (Uses)				
Reserve for Contingencies	(702,750)	-	-	-
Total Other Financing Sources (Uses)	(702,750)	-	-	-
Net Change in Fund Balances	(1,590,013)	(1,713,999)	448,537	2,162,536
Fund Balances at Beginning of Year	1,590,013	1,713,999	1,713,999	-
Fund Balances at End of Year	\$ -	\$ -	\$ 2,162,536	\$ 2,162,536

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARK IMPACT FEE TRUST
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Special Assessments	\$ 170,000	\$ 170,000	\$ 163,287	\$ (6,713)
Investment Income	1,200	1,200	1,338	138
Less: Statutory Requirement	(8,560)	(8,560)	-	8,560
Total Revenues	162,640	162,640	164,625	1,985
Expenditures				
Current:				
Culture and Recreation	434,479	544,284	110,737	433,547
Total Expenditures	434,479	544,284	110,737	433,547
Excess of Revenues Over (Under) Expenditures	(271,839)	(381,644)	53,888	435,532
Other Financing Sources (Uses)				
Reserve for Contingencies	(4,663)	-	-	-
Total Other Financing Sources (Uses)	(4,663)	-	-	-
Net Change in Fund Balances	(276,502)	(381,644)	53,888	435,532
Fund Balances at Beginning of Year	276,502	381,644	381,644	-
Fund Balances at End of Year	\$ -	\$ -	\$ 435,532	\$ 435,532

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY TRANSPORTATION TRUST
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 7,132,848	\$ 7,174,848	\$ 7,432,258	\$ 257,410
Intergovernmental	4,838,445	5,212,539	5,454,360	241,821
Charges for Services	506,063	506,063	943,431	437,368
Special Assessments	46,000	46,000	99,540	53,540
Investment Income	19,000	19,000	18,970	(30)
Miscellaneous	61,000	61,000	160,130	99,130
Less: Statutory Requirement	(627,568)	(627,568)	-	627,568
Total Revenues	11,975,788	12,391,882	14,108,689	1,716,807
Expenditures				
Current:				
Transportation	15,001,419	15,856,206	13,341,658	2,514,548
Principal	233,333	233,333	233,333	-
Total Expenditures	15,234,752	16,089,539	13,574,991	2,514,548
Excess of Revenues Over (Under) Expenditures	(3,258,964)	(3,697,657)	533,698	4,231,355
Other Financing Sources (Uses)				
Transfers Out	(628,068)	(628,243)	(628,243)	-
Reserve for Contingencies	(1,151,413)	(2,261,789)	-	2,261,789
Total Other Financing Sources (Uses)	(1,779,481)	(2,890,032)	(628,243)	2,261,789
Net Change in Fund Balances	(5,038,445)	(6,587,689)	(94,545)	6,493,144
Fund Balances at Beginning of Year	5,038,445	6,587,689	6,587,689	-
Fund Balances at End of Year	\$ -	\$ -	\$ 6,493,144	\$ 6,493,144

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FISH CONSERVATION TRUST
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Licenses and Permits	\$ 12,000	\$ 12,000	\$ 12,054	\$ 54
Investment Income	500	500	582	82
Less: Statutory Requirement	(625)	(625)	-	625
Total Revenues	11,875	11,875	12,636	761
Expenditures				
Current:				
Physical Environment	182,201	182,068	-	182,068
Total Expenditures	182,201	182,068	-	182,068
Excess of Revenues Over (Under) Expenditures	(170,326)	(170,193)	12,636	182,829
Other Financing Sources (Uses)				
Transfers Out	(625)	(625)	(625)	-
Total Other Financing Sources (Uses)	(625)	(625)	(625)	-
Net Change in Fund Balances	(170,951)	(170,818)	12,011	182,829
Fund Balances at Beginning of Year	170,951	170,818	170,818	-
Fund Balances at End of Year	\$ -	\$ -	\$ 182,829	\$ 182,829

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 1,832,305	\$ 2,125,150	\$ 471,094	\$ (1,654,056)
Total Revenues	1,832,305	2,125,150	471,094	(1,654,056)
Expenditures				
Current:				
Economic Environment	2,177,534	2,313,038	418,812	1,894,226
Human Services	67,151	67,151	65,975	1,176
Total Expenditures	2,244,685	2,380,189	484,787	1,895,402
Excess of Revenues Over (Under) Expenditures	(412,380)	(255,039)	(13,693)	241,346
Other Financing Sources (Uses)				
Reserve for Contingencies	(111,259)	-	-	-
Total Other Financing Sources (Uses)	(111,259)	-	-	-
Net Change in Fund Balances	(523,639)	(255,039)	(13,693)	241,346
Fund Balances at Beginning of Year	523,639	255,039	255,039	-
Fund Balances at End of Year	\$ -	\$ -	\$ 241,346	\$ 241,346

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAKE COUNTY AMBULANCE
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 7,563,581	\$ 7,563,581	\$ 7,282,936	\$ (280,645)
Investment Income	5,000	5,000	7,986	2,986
Less: Statutory Requirement	(378,429)	(378,429)	-	378,429
Total Revenues	7,190,152	7,190,152	7,290,922	100,770
Expenditures				
Current:				
General Government	143,797	143,128	143,128	-
Public Safety	6,666,622	6,365,600	6,365,398	202
Total Expenditures	6,810,419	6,508,728	6,508,526	202
Excess of Revenues Over (Under) Expenditures	379,733	681,424	782,396	100,972
Other Financing Sources (Uses)				
Transfers In	-	-	52,305	52,305
Transfers Out	(514,550)	(515,572)	(515,572)	-
Reserve for Contingencies	(339,496)	(463,816)	-	463,816
Total Other Financing Sources (Uses)	(854,046)	(979,388)	(463,267)	516,121
Net Change in Fund Balances	(474,313)	(297,964)	319,129	617,093
Fund Balances at Beginning of Year	474,313	297,964	297,964	-
Fund Balances at End of Year	\$ -	\$ -	\$ 617,093	\$ 617,093

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
STORMWATER MANAGEMENT PARKS AND ROADS
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 4,124,962	\$ 4,124,962	\$ 3,967,697	\$ (157,265)
Licenses and Permits	-	26,022	11,390	(14,632)
Intergovernmental	-	200,000	200,000	-
Charges for Services	98,000	98,000	145,276	47,276
Investment Income	7,000	7,000	16,531	9,531
Miscellaneous	21,710	23,210	47,380	24,170
Less: Statutory Requirement	(211,855)	(211,855)	-	211,855
Total Revenues	4,039,817	4,267,339	4,388,274	120,935
Expenditures				
Current:				
Physical Environment	2,889,584	3,693,842	2,033,690	1,660,152
Culture and Recreation	5,185,659	5,353,950	5,068,713	285,237
Total Expenditures	8,075,243	9,047,792	7,102,403	1,945,389
Excess of Revenues Over (Under) Expenditures	(4,035,426)	(4,780,453)	(2,714,129)	2,066,324
Other Financing Sources (Uses)				
Transfers In	1,444,740	1,469,740	1,517,273	47,533
Transfers Out	(329,806)	(330,386)	(330,386)	-
Reserve for Contingencies	(413,374)	(94,627)	-	94,627
Total Other Financing Sources (Uses)	701,560	1,044,727	1,186,887	142,160
Net Change in Fund Balances	(3,333,866)	(3,735,726)	(1,527,242)	2,208,484
Fund Balances at Beginning of Year	3,333,866	3,735,726	3,735,726	-
Fund Balances at End of Year	\$ -	\$ -	\$ 2,208,484	\$ 2,208,484

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
EMERGENCY 9-1-1
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 1,375,000	\$ 1,375,000	\$ 1,423,055	\$ 48,055
Investment Income	2,500	2,500	1,729	(771)
Miscellaneous	-	-	35,556	35,556
Less: Statutory Requirement	(68,875)	(68,875)	-	68,875
Total Revenues	1,308,625	1,308,625	1,460,340	151,715
Expenditures				
Current:				
Public Safety	1,163,582	1,348,582	915,586	432,996
Total Expenditures	1,163,582	1,348,582	915,586	432,996
Excess of Revenues Over (Under) Expenditures	145,043	(39,957)	544,754	584,711
Other Financing Sources (Uses)				
Transfers Out	(500,000)	(500,000)	(500,000)	-
Reserve for Contingencies	(195,237)	(207,592)	-	207,592
Total Other Financing Sources (Uses)	(695,237)	(707,592)	(500,000)	207,592
Net Change in Fund Balances	(550,194)	(747,549)	44,754	792,303
Fund Balances at Beginning of Year	550,194	747,549	747,549	-
Fund Balances at End of Year	\$ -	\$ -	\$ 792,303	\$ 792,303

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RESORT/DEVELOPMENT TAX
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 2,350,000	\$ 2,350,000	\$ 2,710,524	\$ 360,524
Investment Income	15,000	15,000	19,531	4,531
Miscellaneous	15,000	15,000	26,556	11,556
Less: Statutory Requirement	(119,000)	(119,000)	-	119,000
Total Revenues	2,261,000	2,261,000	2,756,611	495,611
Expenditures				
Current:				
Economic Environment	2,372,655	3,766,817	1,707,333	2,059,484
Total Expenditures	2,372,655	3,766,817	1,707,333	2,059,484
Excess of Revenues Over (Under) Expenditures	(111,655)	(1,505,817)	1,049,278	2,555,095
Other Financing Sources (Uses)				
Transfers Out	(119,000)	(144,000)	(144,000)	-
Reserve for Contingencies	(3,794,219)	(4,000,000)	-	4,000,000
Total Other Financing Sources (Uses)	(3,913,219)	(4,144,000)	(144,000)	4,000,000
Net Change in Fund Balances	(4,024,874)	(5,649,817)	905,278	6,555,095
Fund Balances at Beginning of Year	4,024,874	5,649,817	5,649,817	-
Fund Balances at End of Year	\$ -	\$ -	\$ 6,555,095	\$ 6,555,095

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
AFFORDABLE HOUSING ASSISTANCE TRUST
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ 1,508,540	\$ 1,529,846	\$ 21,306
Investment Income	1,000	1,000	6,665	5,665
Miscellaneous	10,000	10,000	53,904	43,904
Total Revenues	11,000	1,519,540	1,590,415	70,875
Expenditures				
Current:				
Economic Environment	829,484	2,499,899	641,224	1,858,675
Total Expenditures	829,484	2,499,899	641,224	1,858,675
Excess of Revenues Over (Under) Expenditures	(818,484)	(980,359)	949,191	1,929,550
Other Financing Sources (Uses)				
Reserve for Contingencies	(130,800)	-	-	-
Total Other Financing Sources (Uses)	(130,800)	-	-	-
Net Change in Fund Balances	(949,284)	(980,359)	949,191	1,929,550
Fund Balances at Beginning of Year	949,284	980,359	980,359	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,929,550	\$ 1,929,550

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SECTION 8
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 3,672,576	\$ 3,676,770	\$ 3,562,664	\$ (114,106)
Investment Income	2,000	2,000	1,627	(373)
Miscellaneous	42,000	42,000	76,157	34,157
Total Revenues	3,716,576	3,720,770	3,640,448	(80,322)
Expenditures				
Current:				
Economic Environment	3,857,050	3,854,280	3,650,620	203,660
Total Expenditures	3,857,050	3,854,280	3,650,620	203,660
Excess of Revenues Over (Under) Expenditures	(140,474)	(133,510)	(10,172)	123,338
Other Financing Sources (Uses)				
Reserve for Contingencies	(397,442)	(391,472)	-	391,472
Total Other Financing Sources (Uses)	(397,442)	(391,472)	-	391,472
Net Change in Fund Balances	(537,916)	(524,982)	(10,172)	514,810
Fund Balances at Beginning of Year	537,916	524,982	524,982	-
Fund Balances at End of Year	\$ -	\$ -	\$ 514,810	\$ 514,810

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FEDERAL/STATE GRANTS
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 7,752,525	\$ 5,786,461	\$ 1,642,107	\$ (4,144,354)
Investment Income	-	-	61	61
Total Revenues	7,752,525	5,786,461	1,642,168	(4,144,293)
Expenditures				
Current:				
Public Safety	645,193	1,304,458	719,357	585,101
Physical Environment	-	413,111	157,026	256,085
Transportation	7,075,792	4,069,045	765,312	3,303,733
Human Services	31,540	33,012	33,012	-
Total Expenditures	7,752,525	5,819,626	1,674,707	4,144,919
Excess of Revenues Over (Under) Expenditures	-	(33,165)	(32,539)	626
Other Financing Sources (Uses)				
Reserve for Contingencies	(196,992)	-	-	-
Total Other Financing Sources (Uses)	(196,992)	-	-	-
Net Change in Fund Balances	(196,992)	(33,165)	(32,539)	626
Fund Balances at Beginning of Year	196,992	33,165	33,165	-
Fund Balances at End of Year	\$ -	\$ -	\$ 626	\$ 626

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RESTRICTED LOCAL PROGRAMS
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Licenses and Permits	\$ 90,000	\$ 90,000	\$ 116,039	\$ 26,039
Intergovernmental	5,000	5,000	5,102	102
Charges for Services	303,866	303,866	255,834	(48,032)
Fines and Forfeitures	150,000	150,000	139,877	(10,123)
Investment Income	-	-	1,922	1,922
Miscellaneous	16,300	16,300	29,149	12,849
Total Revenues	565,166	565,166	547,923	(17,243)
Expenditures				
Current:				
Public Safety	291,636	234,661	153,633	81,028
Physical Environment	64,280	86,931	7,106	79,825
Human Services	422,618	426,631	149,008	277,623
Culture and Recreation	191,212	235,010	94,478	140,532
Court-Related Expenditures	173,966	159,878	112,691	47,187
Total Expenditures	1,143,712	1,143,111	516,916	626,195
Excess of Revenues Over (Under) Expenditures	(578,546)	(577,945)	31,007	608,952
Net Change in Fund Balances	(578,546)	(577,945)	31,007	608,952
Fund Balances at Beginning of Year	578,546	577,945	577,945	-
Fund Balances at End of Year	\$ -	\$ -	\$ 608,952	\$ 608,952

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MUNICIPAL SERVICE BENEFIT UNITS/SPECIAL ASSESSMENTS
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Special Assessments	\$ 804,486	\$ 804,486	\$ 776,348	\$ (28,138)
Investment Income	732	732	1,297	565
Less: Statutory Requirement	(40,261)	(40,261)	-	40,261
Total Revenues	764,957	764,957	777,645	12,688
Expenditures				
Current:				
Transportation	676,383	693,120	691,104	2,016
Total Expenditures	676,383	693,120	691,104	2,016
Excess of Revenues Over (Under) Expenditures	88,574	71,837	86,541	14,704
Other Financing Sources (Uses)				
Transfers Out	(88,574)	(88,574)	(79,945)	8,629
Reserve for Contingencies	(211,769)	(210,649)	-	210,649
Total Other Financing Sources (Uses)	(300,343)	(299,223)	(79,945)	219,278
Net Change in Fund Balances	(211,769)	(227,386)	6,596	233,982
Fund Balances at Beginning of Year	211,769	227,386	227,386	-
Fund Balances at End of Year	\$ -	\$ -	\$ 233,982	\$ 233,982

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAW ENFORCEMENT TRUST
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Fines and Forfeitures	\$ -	\$ -	\$ 83,436	\$ 83,436
Investment Income	1,000	1,000	1,144	144
Less: Statutory Requirement	(50)	(50)	-	50
Total Revenues	950	950	84,580	83,630
Expenditures				
Current:				
Public Safety	273,626	342,285	69,078	273,207
Total Expenditures	273,626	342,285	69,078	273,207
Excess of Revenues Over (Under) Expenditures	(272,676)	(341,335)	15,502	356,837
Net Change in Fund Balances	(272,676)	(341,335)	15,502	356,837
Fund Balances at Beginning of Year	272,676	341,335	341,335	-
Fund Balances at End of Year	\$ -	\$ -	\$ 356,837	\$ 356,837

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY SALES TAX
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 13,200,000	\$ 13,200,000	\$ 14,233,978	\$ 1,033,978
Investment Income	-	-	3,685	3,685
Less: Statutory Requirement	(660,000)	(660,000)	-	660,000
Total Revenues	12,540,000	12,540,000	14,237,663	1,697,663
Expenditures				
Total Expenditures	-	-	-	-
Excess of Revenues Over (Under) Expenditures	12,540,000	12,540,000	14,237,663	1,697,663
Other Financing Sources (Uses)				
Transfers Out	(13,852,760)	(14,595,074)	(14,552,941)	42,133
Total Other Financing Sources (Uses)	(13,852,760)	(14,595,074)	(14,552,941)	42,133
Net Change in Fund Balances	(1,312,760)	(2,055,074)	(315,278)	1,739,796
Fund Balances at Beginning of Year	1,312,760	2,055,074	2,055,074	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,739,796	\$ 1,739,796

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
BUILDING SERVICES
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Licenses and Permits	\$ 2,158,131	\$ 2,158,131	\$ 2,513,464	\$ 355,333
Charges for Services	149,837	149,837	329,492	179,655
Fines and Forfeitures	21,646	21,646	55,280	33,634
Investment Income	5,000	5,000	11,110	6,110
Miscellaneous	-	-	15,703	15,703
Less: Statutory Requirement	(116,731)	(116,731)	-	116,731
Total Revenues	2,217,883	2,217,883	2,925,049	707,166
Expenditures				
Current:				
Public Safety	2,507,838	2,710,614	2,383,502	327,112
Total Expenditures	2,507,838	2,710,614	2,383,502	327,112
Excess of Revenues Over (Under) Expenditures	(289,955)	(492,731)	541,547	1,034,278
Other Financing Sources (Uses)				
Transfers Out	(116,731)	(116,731)	(116,731)	-
Reserve for Contingencies	(1,060,671)	(2,402,107)	-	2,402,107
Total Other Financing Sources (Uses)	(1,177,402)	(2,518,838)	(116,731)	2,402,107
Net Change in Fund Balances	(1,467,357)	(3,011,569)	424,816	3,436,385
Fund Balances at Beginning of Year	1,467,357	3,011,569	3,011,569	-
Fund Balances at End of Year	\$ -	\$ -	\$ 3,436,385	\$ 3,436,385

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAKE COUNTY MSTU FOR FIRE PROTECTION
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 4,188,634	\$ 4,188,634	\$ 3,971,705	\$ (216,929)
Intergovernmental	103,760	53,760	50,668	(3,092)
Charges for Services	153,200	153,200	207,400	54,200
Special Assessments	16,331,283	16,288,198	15,979,516	(308,682)
Investment Income	25,000	25,000	28,422	3,422
Miscellaneous	9,000	287,201	109,883	(177,318)
Less: Statutory Requirement	(1,035,956)	(1,035,956)	-	1,035,956
Total Revenues	19,774,921	19,960,037	20,347,594	387,557
Expenditures				
Current:				
Public Safety	21,467,618	21,867,268	21,432,991	434,277
Total Expenditures	21,467,618	21,867,268	21,432,991	434,277
Excess of Revenues Over (Under) Expenditures	(1,692,697)	(1,907,231)	(1,085,397)	821,834
Other Financing Sources (Uses)				
Transfers In	1,136,270	1,144,448	1,192,032	47,584
Transfers Out	(1,509,250)	(1,509,250)	(1,507,283)	1,967
Reserve for Contingencies	(875,553)	(901,652)	-	901,652
Total Other Financing Sources (Uses)	(1,248,533)	(1,266,454)	(315,251)	951,203
Net Change in Fund Balances	(2,941,230)	(3,173,685)	(1,400,648)	1,773,037
Fund Balances at Beginning of Year	2,941,230	3,173,685	3,173,685	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,773,037	\$ 1,773,037

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FIRE RESCUE IMPACT FEE TRUST
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Special Assessments	\$ 410,000	\$ 410,000	\$ 366,223	\$ (43,777)
Investment Income	5,000	5,000	8,248	3,248
Miscellaneous	-	-	1,692	1,692
Less: Statutory Requirement	(20,750)	(20,750)	-	20,750
Total Revenues	394,250	394,250	376,163	(18,087)
Expenditures				
Current:				
Public Safety	1,032,832	2,003,449	576,754	1,426,695
Total Expenditures	1,032,832	2,003,449	576,754	1,426,695
Excess of Revenues Over (Under) Expenditures	(638,582)	(1,609,199)	(200,591)	1,408,608
Other Financing Sources (Uses)				
Reserve for Contingencies	(1,644,337)	(1,041,089)	-	1,041,089
Total Other Financing Sources (Uses)	(1,644,337)	(1,041,089)	-	1,041,089
Net Change in Fund Balances	(2,282,919)	(2,650,288)	(200,591)	2,449,697
Fund Balances at Beginning of Year	2,282,919	2,650,288	2,650,288	-
Fund Balances at End of Year	\$ -	\$ -	\$ 2,449,697	\$ 2,449,697

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY-WIDE LIBRARY
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 204,800	\$ 215,757	\$ 210,968	\$ (4,789)
Charges for Services	10,700	10,700	10,562	(138)
Fines and Forfeitures	41,600	41,600	30,109	(11,491)
Investment Income	2,500	2,500	2,071	(429)
Miscellaneous	58,000	63,000	63,109	109
Less: Statutory Requirement	(5,880)	(5,880)	-	5,880
Total Revenues	311,720	327,677	316,819	(10,858)
Expenditures				
Current:				
Culture and Recreation	4,448,530	4,691,124	4,320,070	371,054
Total Expenditures	4,448,530	4,691,124	4,320,070	371,054
Excess of Revenues Over (Under) Expenditures	(4,136,810)	(4,363,447)	(4,003,251)	360,196
Other Financing Sources (Uses)				
Transfers In	3,929,173	3,929,173	3,929,173	-
Reserve for Contingencies	(69,060)	(59,379)	-	59,379
Total Other Financing Sources (Uses)	3,860,113	3,869,794	3,929,173	59,379
Net Change in Fund Balances	(276,697)	(493,653)	(74,078)	419,575
Fund Balances at Beginning of Year	276,697	493,653	493,653	-
Fund Balances at End of Year	\$ -	\$ -	\$ 419,575	\$ 419,575

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CLERK SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ -	\$ -	\$ 116,547	\$ 116,547
Charges for Services	4,959,750	4,959,750	4,633,409	(326,341)
Fines and Forfeitures	1,808,000	1,808,000	1,502,551	(305,449)
Total Revenues	<u>6,767,750</u>	<u>6,767,750</u>	<u>6,252,507</u>	<u>(515,243)</u>
Expenditures				
Current:				
General Government	2,259,582	2,367,837	1,348,950	1,018,887
Court-Related Expenditures	5,757,750	5,757,750	5,144,208	613,542
Total Expenditures	<u>8,017,332</u>	<u>8,125,587</u>	<u>6,493,158</u>	<u>1,632,429</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,249,582)</u>	<u>(1,357,837)</u>	<u>(240,651)</u>	<u>1,117,186</u>
Net Change in Fund Balances	<u>(1,249,582)</u>	<u>(1,357,837)</u>	<u>(240,651)</u>	<u>1,117,186</u>
Fund Balances at Beginning of Year	<u>1,249,582</u>	<u>1,357,837</u>	<u>1,357,837</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,117,186</u></u>	<u><u>\$ 1,117,186</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SHERIFF SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 50,000	\$ 50,000	\$ 50,000	\$ -
Charges for Services	878,975	878,975	885,881	6,906
Fines and Forfeitures	-	-	72,613	72,613
Miscellaneous	56,831	56,831	61,076	4,245
Total Revenues	985,806	985,806	1,069,570	83,764
Expenditures				
Current:				
Public Safety	1,208,747	1,245,184	876,570	368,614
Total Expenditures	1,208,747	1,245,184	876,570	368,614
Excess of Revenues Over (Under) Expenditures	(222,941)	(259,378)	193,000	452,378
Other Financing Sources (Uses)				
Transfers In	30,182	66,619	66,619	-
Total Other Financing Sources (Uses)	30,182	66,619	66,619	-
Net Change in Fund Balances	(192,759)	(192,759)	259,619	452,378
Fund Balances at Beginning of Year	192,759	192,759	193,429	670
Fund Balances at End of Year	\$ -	\$ -	\$ 453,048	\$ 453,048

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAKE EMERGENCY MEDICAL SERVICES
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 6,000,000	\$ 5,732,329	\$ 5,732,329	\$ -
Charges for Services	12,659,984	13,039,984	13,276,196	236,212
Investment Income	-	1,312	2,212	900
Miscellaneous	24,100	297,447	202,070	(95,377)
Total Revenues	18,684,084	19,071,072	19,212,807	141,735
Expenditures				
Current:				
Public Safety	19,184,084	21,321,186	20,128,793	1,192,393
Total Expenditures	19,184,084	21,321,186	20,128,793	1,192,393
Excess of Revenues Over (Under) Expenditures	(500,000)	(2,250,114)	(915,986)	1,334,128
Other Financing Sources (Uses)				
Reserve for Capital	-	(159,382)	-	159,382
Total Other Financing Sources (Uses)	-	(159,382)	-	159,382
Net Change in Fund Balances	(500,000)	(2,409,496)	(915,986)	1,493,510
Fund Balances at Beginning of Year	500,000	2,409,496	2,409,496	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,493,510	\$ 1,493,510

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NOTES PAYABLE DEBT SERVICE
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Investment Income	\$ 1,000	\$ 1,000	\$ 688	\$ (312)
Less: Statutory Requirement	(50)	(50)	-	50
Total Revenues	950	950	688	(262)
Expenditures				
Principal	1,137,184	1,137,185	1,137,185	-
Interest and Fiscal Charges	30,331	30,331	29,081	1,250
Total Expenditures	1,167,515	1,167,516	1,166,266	1,250
Excess of Revenues Over (Under) Expenditures	(1,166,565)	(1,166,566)	(1,165,578)	988
Other Financing Sources (Uses)				
Transfers In	1,208,398	1,208,398	1,166,265	(42,133)
Reserve for Contingencies	(93,519)	(51,171)	-	51,171
Total Other Financing Sources (Uses)	1,114,879	1,157,227	1,166,265	9,038
Net Change in Fund Balances	(51,686)	(9,339)	687	10,026
Fund Balances at Beginning of Year	51,686	9,339	9,339	-
Fund Balances at End of Year	\$ -	\$ -	\$ 10,026	\$ 10,026

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARI-MUTUEL REVENUE BONDS DEBT SERVICE
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 297,667	\$ 297,667	\$ 297,667	\$ -
Investment Income	1,000	1,000	868	(132)
Less: Statutory Requirement	(14,933)	(14,933)	-	14,933
Total Revenues	283,734	283,734	298,535	14,801
Expenditures				
Debt Service:				
Principal	160,000	160,000	160,000	-
Interest and Fiscal Charges	94,164	94,164	92,664	1,500
Total Expenditures	254,164	254,164	252,664	1,500
Excess of Revenues Over (Under) Expenditures	29,570	29,570	45,871	16,301
Other Financing Sources (Uses)				
Reserve for Contingencies	(96,440)	(96,207)	-	96,207
Total Other Financing Sources (Uses)	(96,440)	(96,207)	-	96,207
Net Change in Fund Balances	(66,870)	(66,637)	45,871	112,508
Fund Balances at Beginning of Year	66,870	66,637	66,637	-
Fund Balances at End of Year	\$ -	\$ -	\$ 112,508	\$ 112,508

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC LANDS PROGRAM DEBT SERVICE
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 2,612,601	\$ 2,612,601	\$ 2,517,430	\$ (95,171)
Investment Income	10,000	10,000	5,102	(4,898)
Less: Statutory Requirement	(131,130)	(131,130)	-	131,130
Total Revenues	2,491,471	2,491,471	2,522,532	31,061
Expenditures				
Debt Service:				
Principal	1,875,000	1,875,000	1,875,000	-
Interest and Fiscal Charges	585,926	585,468	584,267	1,201
Total Expenditures	2,460,926	2,460,468	2,459,267	1,201
Excess of Revenues Over (Under) Expenditures	30,545	31,003	63,265	32,262
Other Financing Sources (Uses)				
Transfers In	15,500	15,500	30,048	14,548
Transfers Out	(74,158)	(74,617)	(74,617)	-
Reserve for Contingencies	(508,418)	(500,785)	-	500,785
Total Other Financing Sources (Uses)	(567,076)	(559,902)	(44,569)	515,333
Net Change in Fund Balances	(536,531)	(528,899)	18,696	547,595
Fund Balances at Beginning of Year	536,531	528,899	528,899	-
Fund Balances at End of Year	\$ -	\$ -	\$ 547,595	\$ 547,595

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FACILITIES EXPANSION DEBT SERVICE
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Investment Income	\$ 10,000	\$ 10,000	\$ 4,400	\$ (5,600)
Less: Statutory Requirement	(500)	(500)	-	500
Total Revenues	9,500	9,500	4,400	(5,100)
Expenditures				
Debt Service:				
Principal	2,325,000	2,325,000	2,325,000	-
Interest and Fiscal Charges	2,414,787	2,414,787	2,413,287	1,500
Total Expenditures	4,739,787	4,739,787	4,738,287	1,500
Excess of Revenues Over (Under) Expenditures	(4,730,287)	(4,730,287)	(4,733,887)	(3,600)
Other Financing Sources (Uses)				
Transfers In	4,738,287	4,738,287	4,738,287	-
Reserve for Contingencies	(46,580)	(65,089)	-	65,089
Total Other Financing Sources (Uses)	4,691,707	4,673,198	4,738,287	65,089
Net Change in Fund Balances	(38,580)	(57,089)	4,400	61,489
Fund Balances at Beginning of Year	38,580	57,089	57,089	-
Fund Balances at End of Year	\$ -	\$ -	\$ 61,489	\$ 61,489

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARKS CAPITAL PROJECTS
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ 200,000	\$ 191,384	\$ (8,616)
Investment Income	1,000	1,000	13	(987)
Less: Statutory Requirement	(50)	(50)	-	50
Total Revenues	950	200,950	191,397	(9,553)
Expenditures				
Capital Outlay	846,597	784,460	731,332	53,128
Total Expenditures	846,597	784,460	731,332	53,128
Excess of Revenues Over (Under) Expenditures	(845,647)	(583,510)	(539,935)	43,575
Other Financing Sources (Uses)				
Transfers In	350,000	350,000	350,000	-
Total Other Financing Sources (Uses)	350,000	350,000	350,000	-
Net Change in Fund Balances	(495,647)	(233,510)	(189,935)	43,575
Fund Balances at Beginning of Year	495,647	233,510	233,510	-
Fund Balances at End of Year	\$ -	\$ -	\$ 43,575	\$ 43,575

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC LANDS PROGRAM CAPITAL PROJECTS
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Investment Income	\$ -	\$ -	\$ 101	\$ 101
Total Revenues	-	-	101	101
Expenditures				
Capital Outlay	-	35,864	13,280	22,584
Total Expenditures	-	35,864	13,280	22,584
Excess of Revenues Over (Under) Expenditures	-	(35,864)	(13,179)	22,685
Net Change in Fund Balances	-	(35,864)	(13,179)	22,685
Fund Balances at Beginning of Year	-	35,864	35,864	-
Fund Balances at End of Year	\$ -	\$ -	\$ 22,685	\$ 22,685

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FACILITIES EXPANSION PROJECTS
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Investment Income	\$ -	\$ -	\$ 3,152	\$ 3,152
Total Revenues	-	-	3,152	3,152
Expenditures				
Capital Outlay	-	1,106,281	979,992	126,289
Total Expenditures	-	1,106,281	979,992	126,289
Excess of Revenues Over (Under) Expenditures	-	(1,106,281)	(976,840)	129,441
Other Financing Sources (Uses)				
Reserve for Contingencies	(895,393)	-	-	-
Total Other Financing Sources (Uses)	(895,393)	-	-	-
Net Change in Fund Balances	(895,393)	(1,106,281)	(976,840)	129,441
Fund Balances at Beginning of Year	895,393	1,106,281	1,106,281	-
Fund Balances at End of Year	\$ -	\$ -	\$ 129,441	\$ 129,441

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MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUND

SALES TAX CAPITAL PROJECTS FUND

To account for construction of various Capital Projects, using discretionary infrastructure sales surtax revenues.

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - CAPITAL PROJECTS
SALES TAX CAPITAL PROJECTS
For the Year Ended September 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ -	\$ 37,737	\$ 37,737
Investment Income	30,000	30,000	36,032	6,032
Miscellaneous	-	-	5,954	5,954
Less: Statutory Requirement	(1,500)	(1,500)	-	1,500
Total Revenues	28,500	28,500	79,723	51,223
Expenditures				
Capital Outlay	18,113,139	22,705,634	12,576,852	10,128,782
Total Expenditures	18,113,139	22,705,634	12,576,852	10,128,782
Excess of Revenues Over (Under) Expenditures	(18,084,639)	(22,677,134)	(12,497,129)	10,180,005
Other Financing Sources (Uses)				
Transfers In	7,100,241	7,842,555	7,842,555	-
Reserve for Contingencies	(6,999,573)	(248,311)	-	248,311
Total Other Financing Sources (Uses)	100,668	7,594,244	7,842,555	248,311
Net Change in Fund Balances	(17,983,971)	(15,082,890)	(4,654,574)	10,428,316
Fund Balances at Beginning of Year	17,983,971	15,082,890	15,082,890	-
Fund Balances at End of Year	\$ -	\$ -	\$ 10,428,316	\$ 10,428,316

INTERNAL SERVICE FUNDS

INSURANCE FUND - BOARD

To account for the revenues and expenses of the Employee Group Health Insurance Program for the Board of County Commissioners, Clerk of the Circuit Court, Supervisor of Elections, and Property Appraiser and Tax Collector. This fund also accounts for the revenues and expenses of the Comprehensive Liability Programs for the Board of County Commissioners and all Constitutional Officers (except the Sheriff).

INSURANCE FUND – SHERIFF

To account for the revenues and expenses of the Employee Group Health Insurance Program of the Sheriff.

FLEET MANAGEMENT

To account for the revenues and expenses of the Fleet Management Division, which provides fleet services to the County and other agencies.

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
ALL INTERNAL SERVICE FUNDS
September 30, 2016

	Board Insurance	Sheriff Insurance	Fleet Management	Total
Assets				
Current Assets:				
Pooled Cash and Investments	\$ 10,761,721	\$ 190,733	\$ -	\$ 10,952,454
Cash with Fiscal Agent	37,075	-	-	37,075
Accounts Receivable	44,638	1,972	-	46,610
Intragovernmental Receivables	112,000	-	4,034	116,034
Due from Other Governments	1,030	-	9,901	10,931
Inventory	-	-	388,767	388,767
Total Current Assets	10,956,464	192,705	402,702	11,551,871
Capital Assets:				
Equipment	-	-	639,942	639,942
Less: Accumulated Depreciation	-	-	(610,013)	(610,013)
Total Capital Assets	-	-	29,929	29,929
Total Assets	10,956,464	192,705	432,631	11,581,800
Deferred Outflows of Resources				
Deferred Outflows Related to Pensions	-	-	249,844	249,844
Total Deferred Outflows of Resources	-	-	249,844	249,844
Liabilities				
Current Liabilities:				
Accounts Payable	1,129,761	18,889	80,423	1,229,073
Accrued Liabilities	-	-	28,766	28,766
Due to Other Funds	-	560,000	36,446	596,446
Estimated Insurance Claims Payable	2,917,000	794,034	-	3,711,034
Current Portion of Long Term Obligations	-	-	30,559	30,559
Total Current Liabilities	4,046,761	1,372,923	176,194	5,595,878
Long-Term Liabilities:				
Accrued Benefits Payable	-	-	46,591	46,591
Net Pension Liability	-	-	660,011	660,011
Total Long-Term Liabilities	-	-	706,602	706,602
Total Liabilities	4,046,761	1,372,923	882,796	6,302,480
Deferred Inflows of Resources				
Deferred Inflows Related to Pensions	-	-	23,697	23,697
Total Deferred Inflows of Resources	-	-	23,697	23,697
Net Position				
Net Investment in Capital Assets	-	-	29,929	29,929
Unrestricted	6,909,703	(1,180,218)	(253,947)	5,475,538
Total Net Position	\$ 6,909,703	\$ (1,180,218)	\$ (224,018)	\$ 5,505,467

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
ALL INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2016

	Board Insurance	Sheriff Insurance	Fleet Management	Total
Operating Revenues:				
Charges for Services	\$ 16,580,184	\$ 7,654,241	\$ 3,525,807	\$ 27,760,232
Miscellaneous	56,783	-	2,017	58,800
Total Operating Revenues	16,636,967	7,654,241	3,527,824	27,819,032
Operating Expenses:				
Benefit Payments and Claims	14,606,491	6,809,326	-	21,415,817
Personal Services	-	-	991,332	991,332
Contracted Services	-	-	11,848	11,848
Supplies and Materials	509	-	601,059	601,568
Repairs and Maintenance	-	-	1,724,948	1,724,948
Utilities	-	-	22,714	22,714
Other Charges and Services	1,837,272	1,622,232	66,466	3,525,970
Depreciation and Amortization	-	-	5,512	5,512
Total Operating Expenses	16,444,272	8,431,558	3,423,879	28,299,709
Operating Income (Loss)	192,695	(777,317)	103,945	(480,677)
Non-Operating Revenues:				
Investment Income	40,307	-	-	40,307
Net Gain (Loss) on Disposal of Capital Assets	-	-	3,861	3,861
Total Non-Operating Revenues	40,307	-	3,861	44,168
Income (Loss) Before Transfers	233,002	(777,317)	107,806	(436,509)
Transfers Out	(345,697)	-	-	(345,697)
Total Transfers	(345,697)	-	-	(345,697)
Change in Net Position	(112,695)	(777,317)	107,806	(782,206)
Net Position at Beginning of Year	7,022,398	(402,901)	(331,824)	6,287,673
Net Position at End of Year	\$ 6,909,703	\$ (1,180,218)	\$ (224,018)	\$ 5,505,467

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2016

	<u>Board</u>	<u>Insurance</u>	<u>Sheriff</u>
Cash Flows from Operating Activities:			
Cash Received from Customers and for Contributions	\$ 16,723,177	\$ 7,948,052	
Cash Paid to Suppliers and for Claims	(16,508,508)	(7,927,539)	
Cash Paid to Employees	-	-	
Cash Paid to Insurance Fund	-	-	
Net Cash Provided (Used) by Operating Activities	214,669	20,513	
 Cash Flows from Non-Capital Financing Activities:			
Cash Transfers to Other Funds	(345,697)	-	
Net Cash Provided (Used) by Non-Capital Financing Activities	(345,697)	-	
 Cash Flows from Capital And Related Financing Activities:			
Additions to Capital Assets	-	-	
Proceeds from Sale of Capital Assets	-	-	
Net Cash Provided (Used) by Capital and Related Financing Activities	-	-	
 Cash Flows from Investing Activities:			
Investment Income Received	40,307	-	
Net Cash Provided (Used) by Investing Activities	40,307	-	
 Net Change in Cash and Cash Equivalents	(90,721)	20,513	
Cash and Cash Equivalents at October 1	10,889,517	170,220	
Cash and Cash Equivalents at September 30	\$ 10,798,796	\$ 190,733	

**RECONCILIATION OF OPERATING INCOME (LOSS) TO
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES**

	<u>Board</u>	<u>Insurance</u>	<u>Sheriff</u>
Operating Income (Loss)	\$ 192,695	\$ (777,317)	
 Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation	-	-	
Change in Accounts Receivable	94,240	293,811	
Change in Intragovernmental Receivables	(7,000)	-	
Change in Due from Other Governments	(1,030)	-	
Change in Inventory	-	-	
Change in Deferred Outflows of Resources	-	-	
Change in Accounts Payable	(131,636)	(16,621)	
Change in Due to Other Funds	-	-	
Change in Accrued Liabilities	-	-	
Change in Estimated Claims Payable	67,400	520,640	
Change in Accrued Benefits Payable	-	-	
Change in Net Pension Liability	-	-	
Change in Deferred Inflows of Resources	-	-	
Total Adjustments	21,974	797,830	
 Net Cash Provided (Used) by Operating Activities	\$ 214,669	\$ 20,513	
 Noncash Investing, Capital and Financing Activities			
Gain (Loss) on Disposition of Capital Assets	-	-	

Fleet Management	Total
\$ 3,522,197	\$ 28,193,426
(2,574,986)	(27,011,033)
(780,132)	(780,132)
(170,096)	(170,096)
(3,017)	232,165
-	(345,697)
-	(345,697)
(3,844)	(3,844)
6,861	6,861
3,017	3,017
-	40,307
-	40,307
-	(70,208)
-	11,059,737
\$ -	\$ 10,989,529

Fleet Management	Total
\$ 103,945	\$ (480,677)
5,512	5,512
-	388,051
(3,470)	(10,470)
(2,157)	(3,187)
42,246	42,246
(182,121)	(182,121)
(165,308)	(313,565)
(24,889)	(24,889)
5,012	5,012
-	588,040
6,806	6,806
274,738	274,738
(63,331)	(63,331)
(106,962)	712,842
\$ (3,017)	\$ 232,165
\$ (3,000)	\$ (3,000)

AGENCY FUNDS

BOARD OF COUNTY COMMISSIONERS

EDUCATIONAL SYSTEM IMPACT FEE TRUST FUND

To account for the collection and distribution of impact fees pertaining to the Lake County District School Board.

ESCROW DEPOSITS FUND

To account for the collection and payment of builders' and developers' surety deposits.

CLERK OF CIRCUIT COURT

AGENCY FUND

To record the collection and payment of monies collected for the Department of Revenue, Bureau of Vital Statistics, State Treasurer, and other various State and Federal agencies.

CASH BONDS FUND

To account for the receipt and disbursement of bonds posted by individuals for judicial proceedings.

FINES AND COSTS FUND

To account for the collection and disbursement of all court ordered fines and costs collected on behalf of various governmental agencies.

TAX DEED SALES FUND

To account for the collection and disbursements of the proceeds of tax deed sales in accordance with Chapter 197, Florida Statutes.

JUROR AND WITNESS FUND

To record the receipt and disbursement of funds to jurors and witnesses on behalf of state agencies.

UNIFORM SUPPORT FUND

To account for the collection and payment of court ordered alimony and child support payments.

SUSPENSE

To account for the receipt and disbursement of temporarily unidentified monies.

COURTS REGISTRY FUND

To record the collection and payment of deposits required by Circuit and County Court legal actions.

TAX COLLECTOR

TAX COLLECTIONS TRUST FUND

To record the receipt and distribution of ad valorem tax collections.

MOTORIST SERVICES TRUST FUND

To record the receipt and distribution of vehicle tag and title collections, marine title and registration fees and fees for issuance of Florida driver licenses and identification cards collected on behalf of various State agencies.

HUNTING AND FISHING LICENSE FUND

To account for the collection and disbursement of hunting and fishing license fees collected on behalf of State and local agencies.

SHERIFF'S OFFICE

CASH BONDS FUND

To account for the receipt and disbursement of bonds posted by individuals pending judicial proceedings.

CIVIL FUND

To account for the receipt and disbursement of funds that result from civil process, confiscation and Sheriff's sales.

INMATE TRUST FUND

To account for the receipt and distribution of the personal funds of County Jail inmates.

SUSPENSE

To account for the receipt and disbursement of temporarily unidentified monies.

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2016

	<u>AGENCY FUNDS</u>		<u>AGENCY FUNDS</u>
	<u>Board of County Commissioners</u>		<u>Clerk of the Circuit Court</u>
	<u>Educational System Impact Fee Trust</u>	<u>Escrow Deposits</u>	<u>Agency</u>
<u>Assets</u>			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	4,050,483	471,937	2,461,561
Accounts Receivable	-	-	-
Due from Other Governments	81,565	-	-
Total Assets	<u>\$ 4,132,048</u>	<u>\$ 471,937</u>	<u>\$ 2,461,561</u>
<u>Liabilities</u>			
Accounts Payable	\$ -	\$ -	\$ 10,818
Intragovernmental Payables	-	-	-
Due to Other Governments	4,132,048	-	1,697,277
Deposits	-	471,937	753,466
Taxes Collected in Advance	-	-	-
Cash Bonds Payable	-	-	-
Total Liabilities	<u>\$ 4,132,048</u>	<u>\$ 471,937</u>	<u>\$ 2,461,561</u>

AGENCY FUNDS

Clerk of the Circuit Court

Clerk Cash Bonds	Fines and Costs	Tax Deed Sales	Juror and Witness	Uniform Support
\$ -	\$ -	\$ -	\$ -	\$ -
109,563	533,945	1,594,354	6,705	3,234
-	-	-	-	1,488
-	-	-	-	-
\$ 109,563	\$ 533,945	\$ 1,594,354	\$ 6,705	\$ 4,722
\$ -	\$ 15,113	\$ -	\$ -	\$ -
-	-	-	-	-
-	518,832	2,715	6,705	4,722
-	-	1,591,639	-	-
-	-	-	-	-
109,563	-	-	-	-
\$ 109,563	\$ 533,945	\$ 1,594,354	\$ 6,705	\$ 4,722

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2016

	<u>AGENCY FUNDS</u>		<u>AGENCY FUNDS</u>
	<u>Clerk of the Circuit Court</u>		<u>Tax Collector</u>
	<u>Clerk Suspense</u>	<u>Courts Registry</u>	<u>Tax Collections Trust</u>
<u>Assets</u>			
Cash	\$ -	\$ -	\$ 3,992,194
Pooled Cash and Investments	1,794	8,281,582	-
Accounts Receivable	-	-	-
Due from Other Governments	-	-	-
Total Assets	<u>\$ 1,794</u>	<u>\$ 8,281,582</u>	<u>\$ 3,992,194</u>
<u>Liabilities</u>			
Accounts Payable	\$ -	\$ -	\$ -
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	1,329,473
Deposits	1,794	8,281,582	-
Taxes Collected in Advance	-	-	2,662,721
Cash Bonds Payable	-	-	-
Total Liabilities	<u>\$ 1,794</u>	<u>\$ 8,281,582</u>	<u>\$ 3,992,194</u>

AGENCY FUNDS**AGENCY FUNDS****Tax Collector****Sheriff**

Motorist Services Trust	Hunting and Fishing License	Sheriff Cash Bonds	Civil	Inmate Trust
\$ 758,608	\$ 745	\$ 62,698	\$ 29,252	\$ 302,589
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ 758,608	\$ 745	\$ 62,698	\$ 29,252	\$ 302,589
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	21,628	-
758,608	745	-	-	-
-	-	-	7,624	302,589
-	-	-	-	-
-	-	62,698	-	-
\$ 758,608	\$ 745	\$ 62,698	\$ 29,252	\$ 302,589

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2016

AGENCY FUNDS

	<u>Sheriff</u>	
	<u>Sheriff Suspense</u>	<u>Total Agency Funds</u>
<u>Assets</u>		
Cash	\$ -	\$ 5,146,086
Pooled Cash and Investments	65,429	17,580,587
Accounts Receivable	-	1,488
Due from Other Governments	-	81,565
	<u>-</u>	<u>81,565</u>
Total Assets	<u>\$ 65,429</u>	<u>\$ 22,809,726</u>
<u>Liabilities</u>		
Accounts Payable	\$ -	\$ 25,931
Intragovernmental Payables	-	21,628
Due to Other Governments	-	8,451,125
Deposits	65,429	11,476,060
Taxes Collected in Advance	-	2,662,721
Cash Bonds Payable	-	172,261
	<u>-</u>	<u>172,261</u>
Total Liabilities	<u>\$ 65,429</u>	<u>\$ 22,809,726</u>

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LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2016

	<u>Educational System Impact Fee Trust</u>			
	Balance 9/30/15	Additions	Deletions	Balance 9/30/16
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	3,139,598	14,338,988	13,428,103	4,050,483
Accounts Receivable	-	-	-	-
Due from Other Governments	317,289	171,588	407,312	81,565
Total Assets	\$ 3,456,887	\$ 14,510,576	\$ 13,835,415	\$ 4,132,048
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 13,428,103	\$ 13,428,103	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	3,456,887	14,157,648	13,482,487	4,132,048
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	\$ 3,456,887	\$ 27,585,751	\$ 26,910,590	\$ 4,132,048

<u>Escrow Deposits</u>				<u>Agency - Clerk</u>			
<u>Balance</u> <u>9/30/15</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/16</u>	<u>Balance</u> <u>9/30/15</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/16</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
245,945	317,500	91,508	471,937	1,670,789	35,366,131	34,575,359	2,461,561
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 245,945</u>	<u>\$ 317,500</u>	<u>\$ 91,508</u>	<u>\$ 471,937</u>	<u>\$ 1,670,789</u>	<u>\$ 35,366,131</u>	<u>\$ 34,575,359</u>	<u>\$ 2,461,561</u>
\$ -	\$ 91,508	\$ 91,508	\$ -	\$ 8,948	\$ 34,771,390	\$ 34,769,520	\$ 10,818
-	-	-	-	-	-	-	-
-	-	-	-	1,156,150	34,551,548	34,010,421	1,697,277
245,945	317,500	91,508	471,937	505,691	503,491	255,716	753,466
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 245,945</u>	<u>\$ 409,008</u>	<u>\$ 183,016</u>	<u>\$ 471,937</u>	<u>\$ 1,670,789</u>	<u>\$ 69,826,429</u>	<u>\$ 69,035,657</u>	<u>\$ 2,461,561</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2016

	Balance 9/30/15	<u>Cash Bonds - Clerk</u> Additions	Deletions	Balance 9/30/16
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	126,760	302,881	320,078	109,563
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 126,760</u>	<u>\$ 302,881</u>	<u>\$ 320,078</u>	<u>\$ 109,563</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	-	-	-	-
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	126,760	356,314	373,511	109,563
Total Liabilities	<u>\$ 126,760</u>	<u>\$ 356,314</u>	<u>\$ 373,511</u>	<u>\$ 109,563</u>

Balance 9/30/15	<u>Fines and Costs</u>		Balance 9/30/16	Balance 9/30/15	<u>Tax Deed Sales</u>		Balance 9/30/16
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
601,196	6,834,204	6,901,455	533,945	2,318,234	2,213,273	2,937,153	1,594,354
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 601,196	\$ 6,834,204	\$ 6,901,455	\$ 533,945	\$ 2,318,234	\$ 2,213,273	\$ 2,937,153	\$ 1,594,354
\$ 47,071	\$ 7,271,853	\$ 7,303,811	\$ 15,113	\$ -	\$ 2,023,746	\$ 2,023,746	\$ -
-	-	-	-	-	-	-	-
554,125	6,466,658	6,501,951	518,832	1,491	2,715	1,491	2,715
-	-	-	-	2,316,743	2,431,420	3,156,524	1,591,639
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 601,196	\$ 13,738,511	\$ 13,805,762	\$ 533,945	\$ 2,318,234	\$ 4,457,881	\$ 5,181,761	\$ 1,594,354

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2016

	Balance 9/30/15	<u>Juror and Witness</u>		Balance 9/30/16
		Additions	Deletions	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	5,071	10,836	9,202	6,705
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 5,071</u>	<u>\$ 10,836</u>	<u>\$ 9,202</u>	<u>\$ 6,705</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 9,202	\$ 9,202	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	5,071	10,836	9,202	6,705
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 5,071</u>	<u>\$ 20,038</u>	<u>\$ 18,404</u>	<u>\$ 6,705</u>

Balance 9/30/15	<u>Uniform Support</u>		Balance 9/30/16	Balance 9/30/15	<u>Suspense - Clerk</u>		Balance 9/30/16
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4,563	55,090	56,419	3,234	1,413	437,130	436,749	1,794
-	2,374	886	1,488	-	-	-	-
-	-	-	-	-	-	-	-
\$ 4,563	\$ 57,464	\$ 57,305	\$ 4,722	\$ 1,413	\$ 437,130	\$ 436,749	\$ 1,794
\$ -	\$ 54,302	\$ 54,302	\$ -	\$ -	\$ 615	\$ 615	\$ -
-	-	-	-	-	-	-	-
4,563	54,484	54,325	4,722	-	-	-	-
-	-	-	-	1,413	437,130	436,749	1,794
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 4,563	\$ 108,786	\$ 108,627	\$ 4,722	\$ 1,413	\$ 437,745	\$ 437,364	\$ 1,794

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2016

	Balance 9/30/15	<u>Courts Registry</u> Additions	Deletions	Balance 9/30/16
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	10,078,545	30,212,954	32,009,917	8,281,582
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 10,078,545</u>	<u>\$ 30,212,954</u>	<u>\$ 32,009,917</u>	<u>\$ 8,281,582</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 32,101,508	\$ 32,101,508	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	-	-	-	-
Deposits	10,078,545	29,884,729	31,681,692	8,281,582
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 10,078,545</u>	<u>\$ 61,986,237</u>	<u>\$ 63,783,200</u>	<u>\$ 8,281,582</u>

<u>Tax Collections Trust</u>			<u>Motorist Services Trust</u>				
<u>Balance</u> <u>9/30/15</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/16</u>	<u>Balance</u> <u>9/30/15</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/16</u>
\$ 3,934,382	\$ 354,783,211	\$ 354,725,399	\$ 3,992,194	\$ 819,176	\$ 36,691,826	\$ 36,752,394	\$ 758,608
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 3,934,382</u>	<u>\$ 354,783,211</u>	<u>\$ 354,725,399</u>	<u>\$ 3,992,194</u>	<u>\$ 819,176</u>	<u>\$ 36,691,826</u>	<u>\$ 36,752,394</u>	<u>\$ 758,608</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
1,418,599	351,788,295	351,877,421	1,329,473	819,176	36,691,826	36,752,394	758,608
-	-	-	-	-	-	-	-
2,515,783	2,994,916	2,847,978	2,662,721	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 3,934,382</u>	<u>\$ 354,783,211</u>	<u>\$ 354,725,399</u>	<u>\$ 3,992,194</u>	<u>\$ 819,176</u>	<u>\$ 36,691,826</u>	<u>\$ 36,752,394</u>	<u>\$ 758,608</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2016

	Balance 9/30/15	<u>Hunting and Fishing License</u> Additions	Deletions	Balance 9/30/16
<u>Assets</u>				
Cash	\$ 4,321	\$ 90,598	\$ 94,174	\$ 745
Pooled Cash and Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 4,321</u>	<u>\$ 90,598</u>	<u>\$ 94,174</u>	<u>\$ 745</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	4,321	90,598	94,174	745
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 4,321</u>	<u>\$ 90,598</u>	<u>\$ 94,174</u>	<u>\$ 745</u>

<u>Cash Bonds - Sheriff</u>			<u>Civil</u>				
<u>Balance</u> <u>9/30/15</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/16</u>	<u>Balance</u> <u>9/30/15</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/16</u>
\$ 62,698	\$ 12,073	\$ 12,073	\$ 62,698	\$ 39,948	\$ 439,367	\$ 450,063	\$ 29,252
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 62,698</u>	<u>\$ 12,073</u>	<u>\$ 12,073</u>	<u>\$ 62,698</u>	<u>\$ 39,948</u>	<u>\$ 439,367</u>	<u>\$ 450,063</u>	<u>\$ 29,252</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	21,628	-	21,628
-	-	-	-	-	-	-	-
-	-	-	-	39,948	417,739	450,063	7,624
-	-	-	-	-	-	-	-
62,698	12,073	12,073	62,698	-	-	-	-
<u>\$ 62,698</u>	<u>\$ 12,073</u>	<u>\$ 12,073</u>	<u>\$ 62,698</u>	<u>\$ 39,948</u>	<u>\$ 439,367</u>	<u>\$ 450,063</u>	<u>\$ 29,252</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2016

	Balance 9/30/15	<u>Inmate Trust</u>		Balance 9/30/16
		Additions	Deletions	
<u>Assets</u>				
Cash	\$ 328,889	\$ 1,366,190	\$ 1,392,490	\$ 302,589
Pooled Cash and Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 328,889</u>	<u>\$ 1,366,190</u>	<u>\$ 1,392,490</u>	<u>\$ 302,589</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	-	-	-	-
Deposits	328,889	1,366,190	1,392,490	302,589
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 328,889</u>	<u>\$ 1,366,190</u>	<u>\$ 1,392,490</u>	<u>\$ 302,589</u>

Balance 9/30/15	<u>Suspense - Sheriff</u>		Balance 9/30/16
	Additions	Deletions	
\$ -	\$ -	\$ -	\$ -
57,757	7,672	-	65,429
-	-	-	-
-	-	-	-
<u>\$ 57,757</u>	<u>\$ 7,672</u>	<u>\$ -</u>	<u>\$ 65,429</u>

\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
57,757	7,672	-	65,429
-	-	-	-
-	-	-	-
<u>\$ 57,757</u>	<u>\$ 7,672</u>	<u>\$ -</u>	<u>\$ 65,429</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2016

	Balance 9/30/15	<u>Totals - All Agency Funds</u>		Balance 9/30/16
		Additions	Deletions	
<u>Assets</u>				
Cash	\$ 5,189,414	\$ 393,383,265	\$ 393,426,593	\$ 5,146,086
Pooled Cash and Investments	18,249,871	90,096,659	90,765,943	17,580,587
Accounts Receivable	-	2,374	886	1,488
Due from Other Governments	317,289	171,588	407,312	81,565
Total Assets	<u>\$ 23,756,574</u>	<u>\$ 483,653,886</u>	<u>\$ 484,600,734</u>	<u>\$ 22,809,726</u>
<u>Liabilities</u>				
Accounts Payable	\$ 56,019	\$ 89,752,227	\$ 89,782,315	\$ 25,931
Intragovernmental Payables	-	21,628	-	21,628
Due to Other Governments	7,420,383	443,814,608	442,783,866	8,451,125
Deposits	13,574,931	35,365,871	37,464,742	11,476,060
Taxes Collected in Advance	2,515,783	2,994,916	2,847,978	2,662,721
Cash Bonds Payable	189,458	368,387	385,584	172,261
Total Liabilities	<u>\$ 23,756,574</u>	<u>\$ 572,317,637</u>	<u>\$ 573,264,485</u>	<u>\$ 22,809,726</u>

LAKE COUNTY, FLORIDA OVERVIEW OF STATISTICAL SECTION CONTENTS

Financial Trends Information

These schedules show trend information to help the reader understand how the County's financial performance and financial condition have changed over time.

Revenue Capacity Information

These schedules provide information to help the reader assess the County's most significant local revenue source-property taxes.

Debt Capacity Information

These schedules provide information to help the reader assess the County's current debt load and its ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County operates.

Operating Information

These schedules provide service and infrastructure data related to County services and activities in order to help the reader better understand the information presented in the financial statements.

LAKE COUNTY, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

(accrual basis of accounting - amounts in thousands)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental Activities				
Net investment in capital assets	\$ 385,854	\$ 378,597	\$ 378,600	\$ 381,585
Restricted	39,000	38,540	39,686	46,806
Unrestricted	(82,528)	(58,995)	22,760	31,802
Total Governmental Activities Net Position	<u>\$ 342,326</u>	<u>\$ 358,142</u>	<u>\$ 441,046</u>	<u>\$ 460,193</u>
Business-Type Activities				
Net investment in capital assets	\$ 11,405	\$ 11,809	\$ 12,232	\$ 12,602
Restricted	-	-	-	-
Unrestricted	(6,153)	(3,371)	867	(2,060)
Total Business-Type Activities Net Position	<u>\$ 5,252</u>	<u>\$ 8,438</u>	<u>\$ 13,099</u>	<u>\$ 10,542</u>
Primary Government				
Net investment in capital assets	\$ 397,259	\$ 390,406	\$ 390,832	\$ 394,187
Restricted	39,000	38,540	39,686	46,806
Unrestricted	(88,681)	(62,366)	23,627	29,742
Total Primary Government Net Position	<u>\$ 347,578</u>	<u>\$ 366,580</u>	<u>\$ 454,145</u>	<u>\$ 470,735</u>

SOURCE: Lake County Finance

2012	2011	2010	2009	2008	2007
\$ 390,755	\$ 384,298	\$ 371,850	\$ 349,166	\$ 352,924	\$ 283,205
53,113	49,277	59,675	64,621	69,992	101,683
41,907	57,710	70,335	74,993	71,817	92,703
\$ 485,775	\$ 491,285	\$ 501,860	\$ 488,780	\$ 494,733	\$ 477,591
\$ 12,552	\$ 12,584	\$ 12,436	\$ 12,305	\$ 11,683	\$ 3,577
-	-	-	-	1,535	1,370
268	849	(404)	1,582	2,404	11,667
\$ 12,820	\$ 13,433	\$ 12,032	\$ 13,887	\$ 15,622	\$ 16,614
\$ 403,307	\$ 396,882	\$ 384,286	\$ 361,471	\$ 364,607	\$ 286,782
53,113	49,277	59,675	64,621	71,527	103,053
42,175	58,559	69,931	76,575	74,221	104,370
\$ 498,595	\$ 504,718	\$ 513,892	\$ 502,667	\$ 510,355	\$ 494,205

**LAKE COUNTY, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

(accrual basis of accounting - amounts in thousands)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenses				
Governmental Activities:				
General Government	\$ 41,256	\$ 36,176	\$ 34,385	\$ 32,294
Public Safety	134,145	120,000	116,395	116,043
Physical Environment	4,053	2,904	2,247	2,427
Transportation	33,661	33,710	39,248	37,581
Economic Environment	7,494	9,097	8,411	9,031
Human Services	9,184	8,746	10,359	9,937
Culture and Recreation	11,329	11,543	10,980	9,515
Court-Related	10,157	9,881	10,272	10,229
Interest on Long-Term Debt	3,095	5,403	5,249	6,782
Total Governmental Activities	<u>254,374</u>	<u>237,460</u>	<u>237,546</u>	<u>233,839</u>
Business-Type Activities:				
Landfill	17,436	15,977	15,558	20,181
Total Primary Government Expenses	<u>271,810</u>	<u>253,437</u>	<u>253,104</u>	<u>254,020</u>
Program Revenues				
Governmental Activities:				
Charges for services				
General Government	9,127	7,403	8,019	7,667
Public Safety	40,508	39,705	38,319	35,852
Court-related	6,872	8,815	7,870	4,177
Other	3,220	3,649	4,062	3,723
Operating grants and contributions	23,384	25,505	21,633	29,480
Capital grants and contributions	7,056	11,529	9,720	4,049
Total Governmental Activities	<u>90,167</u>	<u>96,606</u>	<u>89,623</u>	<u>84,948</u>
Business-Type Activities:				
Landfill				
Charges for services	12,655	13,042	16,007	16,264
Operating grants and contributions	-	20	-	-
Total Business-Type Activities	<u>12,655</u>	<u>13,062</u>	<u>16,007</u>	<u>16,264</u>
Total Government Program Revenues	<u>102,822</u>	<u>109,668</u>	<u>105,630</u>	<u>101,212</u>
Net (Expense)/Revenue				
Governmental activities	(164,207)	(140,854)	(147,923)	(148,891)
Business-type activities	(4,781)	(2,915)	449	(3,917)
Total Primary Government Net Expense	<u>\$ (168,988)</u>	<u>\$ (143,769)</u>	<u>\$ (147,474)</u>	<u>\$ (152,808)</u>

SOURCE: Lake County Finance

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 33,505	\$ 34,833	\$ 37,972	\$ 42,640	\$ 48,758	\$ 37,545
118,604	107,143	104,650	117,323	103,493	99,901
3,485	3,203	5,446	4,790	5,533	5,874
31,771	29,432	24,046	24,922	23,863	23,672
8,338	7,934	9,657	12,184	16,539	10,525
9,438	10,063	8,637	9,179	8,599	9,162
9,756	9,386	9,892	9,372	9,702	8,402
9,232	9,335	9,552	10,906	11,289	10,749
5,763	6,092	6,084	6,203	6,334	352
229,892	217,421	215,936	237,519	234,110	206,182
20,456	19,354	20,513	21,969	22,336	21,884
250,348	236,775	236,449	259,488	256,446	228,066
7,332	7,114	7,474	7,612	8,486	9,797
35,150	25,101	24,989	24,967	27,730	25,816
1,950	1,895	1,838	7,274	9,562	9,016
3,736	3,801	3,772	3,494	3,862	2,644
32,612	25,074	27,048	23,166	18,311	26,877
17,711	11,052	12,887	10,240	12,173	15,875
98,491	74,037	78,008	76,753	80,124	90,025
16,574	16,611	16,523	15,556	15,294	16,087
-	-	-	-	-	-
16,574	16,611	16,523	15,556	15,294	16,087
115,065	90,648	94,531	92,309	95,418	106,112
(131,401)	(143,384)	(137,928)	(160,766)	(153,986)	(116,157)
(3,882)	(2,743)	(3,990)	(6,413)	(7,042)	(5,797)
\$ (135,283)	\$ (146,127)	\$ (141,918)	\$ (167,179)	\$ (161,028)	\$ (121,954)

LAKE COUNTY, FLORIDA
CHANGES IN NET POSITION (continued)
LAST TEN FISCAL YEARS

(accrual basis of accounting - amounts in thousands)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Revenues				
Governmental Activities:				
Taxes				
Property Taxes	\$ 101,220	\$ 97,719	\$ 82,458	\$ 81,864
Sales Taxes	14,234	13,600	12,443	11,585
Gas Taxes	7,432	7,041	6,831	6,578
Communication Services Tax	1,691	1,784	1,857	1,833
Other	2,710	2,537	2,331	2,084
Intergovernmental Revenues, unrestricted	21,816	20,565	19,198	17,798
Investment Income	388	594	752	677
Miscellaneous	255	3,037	2,192	2,085
Transfers	(1,354)	1,072	713	(1,194)
Total Governmental Activities	<u>148,392</u>	<u>147,949</u>	<u>128,775</u>	<u>123,310</u>
 Business-Type Activities:				
Investment Income	27	35	20	25
Miscellaneous	214	126	2,801	419
Transfers	1,354	(1,072)	(713)	1,194
Total Business-Type Activities	<u>1,595</u>	<u>(911)</u>	<u>2,108</u>	<u>1,638</u>
Total Primary Government General Revenues	<u>149,987</u>	<u>147,038</u>	<u>130,883</u>	<u>124,948</u>
 Change in Net Position				
Governmental Activities	(15,815)	7,095	(19,147)	(25,582)
Business-type Activities	(3,186)	(3,826)	2,557	(2,278)
Total Primary Government Change in Net Position	<u><u>\$ (19,001)</u></u>	<u><u>\$ 3,269</u></u>	<u><u>\$ (16,590)</u></u>	<u><u>\$ (27,860)</u></u>

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 85,904	\$ 93,820	\$ 105,820	\$ 114,701	\$ 121,597	\$ 124,744
10,833	10,479	9,974	10,012	10,761	11,179
6,622	6,889	6,893	6,737	6,736	7,009
1,846	2,057	2,204	2,650	2,215	2,141
1,935	1,970	1,883	1,830	2,211	2,267
16,580	16,259	15,751	15,708	17,325	19,043
1,398	1,992	3,241	5,278	11,751	15,073
3,261	2,146	6,268	1,617	2,271	2,015
<u>(2,491)</u>	<u>(2,803)</u>	<u>(1,027)</u>	<u>(3,720)</u>	<u>(3,739)</u>	<u>(7,111)</u>
125,888	132,809	151,007	154,813	171,128	176,360
72	80	138	261	808	1,418
706	1,262	970	697	1,503	861
<u>2,491</u>	<u>2,803</u>	<u>1,027</u>	<u>3,720</u>	<u>3,739</u>	<u>7,111</u>
3,269	4,145	2,135	4,678	6,050	9,390
129,157	136,954	153,142	159,491	177,178	185,750
(5,510)	(10,575)	13,079	(5,953)	17,142	22,374
<u>(613)</u>	<u>1,402</u>	<u>(1,855)</u>	<u>(1,735)</u>	<u>(992)</u>	<u>2,348</u>
\$ (6,123)	\$ (9,173)	\$ 11,224	\$ (7,688)	\$ 16,150	\$ 24,722

LAKE COUNTY, FLORIDA
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

(modified accrual basis of accounting - amounts in thousands)

General Fund	2016	2015	2014	2013
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Nonspendable	189	202	208	413
Assigned	7,020	6,250	3,600	9,769
Unassigned	11,173	13,040	12,223	12,720
Total General Fund	\$ 18,382	\$ 19,492	\$ 16,031	\$ 22,902
All Other Governmental Funds				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Restricted	51,852	56,441	60,403	69,241
Committed	4,319	6,443	5,653	6,434
Assigned	420	494	596	603
Unassigned	-	-	-	-
Total All Other Governmental Funds	\$ 56,591	\$ 63,378	\$ 66,652	\$ 76,278

Note: GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, was implemented in Fiscal Year 2011 resulting in fund balance reclassifications.

SOURCE: Lake County Finance

2012	2011	2010	2009	2008	2007
\$ -	\$ -	\$ 764	\$ 5,232	\$ 10,719	\$ 3,084
-	-	43,774	39,129	42,207	71,543
606	800	-	-	-	-
17,800	12,000	-	-	-	-
14,853	26,947	-	-	-	-
\$ 33,259	\$ 39,747	\$ 44,538	\$ 44,361	\$ 52,926	\$ 74,627
\$ -	\$ -	\$ 37,306	\$ 18,502	\$ 46,251	\$ 15,530
-	-	58,914	68,234	72,482	83,124
-	-	30,332	51,116	47,217	113,788
-	-	5,100	5,687	6,060	3,971
77,027	91,191	-	-	-	-
8,301	8,484	-	-	-	-
467	644	-	-	-	-
(806)	-	-	-	-	-
\$ 84,989	\$ 100,319	\$ 131,652	\$ 143,539	\$ 172,010	\$ 216,413

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

(modified accrual basis of accounting - amounts in thousands)

	2016	2015	2014	2013
Revenues				
Taxes	\$ 127,287	\$ 122,681	\$ 105,921	\$ 103,944
Licenses and Permits	3,016	2,976	2,733	2,286
Intergovernmental	46,537	53,538	47,779	50,768
Charges for Services	37,255	36,553	34,817	29,919
Fines and Forfeitures	2,225	2,673	3,128	1,996
Special Assessments	22,751	21,312	20,047	17,690
Investment Income	348	547	285	421
Miscellaneous	1,544	2,930	1,957	2,023
Total Revenues	240,963	243,210	216,667	209,047
Expenditures				
Current				
General Government	39,275	33,496	32,171	30,100
Public Safety	122,273	116,372	108,674	108,909
Physical Environment	3,816	2,877	2,138	2,365
Transportation	24,672	34,573	33,296	25,775
Economic Environment	7,456	9,051	8,349	8,996
Human Services	9,945	8,616	9,978	9,545
Culture and Recreation	9,977	9,264	9,160	8,806
Court-Related Expenditures	8,168	8,571	8,581	9,563
Debt Service				
Principal	5,731	4,771	4,615	4,433
Interest and Fiscal Charges	3,119	5,091	5,249	5,435
Issuance Costs	-	508	-	-
Advance Refunding Escrow	-	-	-	-
Capital Outlay	14,301	11,206	11,938	13,283
Total Expenditures	248,733	244,396	234,149	227,210
Excess of Revenues Over (Under)				
Expenditures	(7,770)	(1,186)	(17,482)	(18,163)
Other Financing Sources (Uses)				
Bonds Issued/Additions to Long Term Debt	909	-	-	-
Bond Premium	-	-	-	-
Transfers In	27,376	30,478	28,261	28,538
Transfers Out	(28,384)	(29,083)	(27,243)	(29,440)
Refunding Bonds Issued	-	96,935	-	-
Premium on Refunding Bonds Issued	-	1,709	-	-
Payment to Refunded Bond Escrow Agent	-	(98,682)	-	-
Total Other Financing Sources (Uses)	(99)	1,357	1,018	(902)
Net Change in Fund Balances	(7,869)	171	(16,464)	(19,065)
Fund Balances at Beginning of Year	82,870	82,683	99,180	118,248
Inventory Reserve Increase (Decrease)	(28)	16	(33)	(3)
Fund Balances at End of Year	\$ 74,973	\$ 82,870	\$ 82,683	\$ 99,180
Debt Service as a Percentage of Non-capital Expenditures	3.98%	4.87%	4.73%	4.77%

SOURCE: Lake County Finance

	2012	2011	2010	2009	2008	2007
\$	107,140	\$ 115,214	\$ 126,774	\$ 135,930	\$ 143,521	\$ 147,340
	1,787	2,381	1,695	1,926	2,987	4,039
	56,154	50,739	54,064	45,154	38,598	47,201
	28,019	16,962	16,810	20,661	22,376	22,799
	1,166	1,416	1,491	2,927	3,633	3,533
	21,838	18,047	19,410	21,333	28,183	30,240
	1,093	1,651	2,799	4,677	10,833	14,129
	3,342	2,224	1,653	1,802	4,962	3,951
	220,539	208,634	224,696	234,410	255,093	273,232
	30,406	31,403	34,429	36,147	52,759	39,205
	109,064	101,815	102,320	106,793	132,700	102,519
	3,243	3,059	5,401	4,885	5,661	7,557
	25,473	34,246	35,206	37,346	34,115	41,667
	8,530	8,132	10,092	12,134	18,211	10,646
	10,196	9,693	8,307	8,698	8,836	9,566
	8,284	8,471	8,904	9,138	11,660	10,744
	8,376	8,285	8,358	9,268	10,322	9,180
	4,248	4,069	3,935	3,268	1,861	1,325
	5,699	5,807	6,015	6,134	6,266	327
	-	39	-	-	-	1,690
	-	46	-	-	-	-
	28,431	27,238	12,133	33,357	45,245	41,756
	241,950	242,303	235,100	267,168	327,636	276,182
	(21,411)	(33,669)	(10,404)	(32,758)	(72,543)	(2,950)
	-	-	-	-	10,000	122,175
	-	-	-	-	-	5,116
	31,643	31,241	22,371	21,493	33,620	30,152
	(32,046)	(33,765)	(23,668)	(25,766)	(37,229)	(37,599)
	-	3,635	-	-	-	-
	-	-	-	-	-	-
	-	(3,592)	-	-	-	-
	(403)	(2,481)	(1,297)	(4,273)	6,391	119,844
	(21,814)	(36,150)	(11,701)	(37,031)	(66,152)	116,894
	140,066	176,190	187,900	224,936	291,040	174,170
	(4)	26	(9)	(5)	48	(24)
\$	118,248	140,066	176,190	187,900	224,936	291,040
	4.91%	5.17%	5.29%	4.42%	3.71%	1.69%

LAKE COUNTY, FLORIDA
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

(amounts in millions)

FISCAL YEAR	REAL PROPERTY		PERSONAL PROPERTY	
	ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE	ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE
2007	\$ 17,588	\$ 24,010	\$ 1,340	\$ 1,733
2008	20,845	27,891	1,432	1,824
2009	19,659	27,929	1,298	1,803
2010	17,749	24,976	1,352	1,881
2011	15,719	22,162	1,299	1,821
2012	14,329	20,286	1,301	1,819
2013	13,436	19,108	1,272	1,790
2014	13,544	19,331	1,260	1,775
2015	14,227	20,530	1,234	1,752
2016	15,024	21,922	1,242	1,778

NOTE: The assessed value is one year behind the fiscal year. For example, the assessed value at January 1, 2015 is for the fiscal year ended September 30, 2016.

SOURCE: Lake County Property Appraiser

CENTRALLY ASSESSED PROPERTY		TOTAL		TOTAL DIRECT TAX RATE	PERCENTAGE OF ASSESSED VALUE TO ESTIMATED ACTUAL VALUE
ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE	ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE		
\$ 4	\$ 4	\$ 18,932	\$ 25,747	6.547	73.53 %
4	4	22,281	29,719	5.4394	74.97
4	5	20,961	29,737	5.5818	70.49
4	5	19,105	26,862	5.5818	71.12
4	5	17,022	23,988	5.6616	70.96
2	3	15,632	22,108	5.6616	70.71
2	2	14,710	20,900	5.7415	70.38
2	3	14,807	21,109	5.7415	70.15
2	3	15,463	22,285	6.5117	69.39
3	4	16,269	23,704	6.4312	68.63

LAKE COUNTY, FLORIDA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

(per \$1,000 of assessed value)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Direct Rates				
Board of County Commissioners				
General Revenue Fund	5.3051	5.3856	4.7309	4.7309
Stormwater Municipal Services Taxing Unit	0.4957	0.4957	0.4984	0.4984
Voted Debt Service	0.1600	0.1600	0.1900	0.1900
Fire Municipal Services Taxing Unit	0.4704	0.4704	0.3222	0.3222
Total Direct Rate	<u>6.4312</u>	<u>6.5117</u>	<u>5.7415</u>	<u>5.7415</u>
Overlapping Rates				
Board of Public Instruction	7.1970	7.2460	7.1700	7.3200
Lake County Water Authority				
(Independent Special District) (1)	0.2554	0.2554	0.2554	0.2554
Total Overlapping Rates	<u>7.4524</u>	<u>7.5014</u>	<u>7.4254</u>	<u>7.5754</u>
Total County Wide	<u>13.8836</u>	<u>14.0131</u>	<u>13.1669</u>	<u>13.3169</u>
Special Districts				
Dependent Districts				
Lake County Ambulance District	0.4629	0.4629	0.3853	0.3853
Independent Districts				
South Lake County Hospital District	0.7633	0.7633	0.7900	0.8000
Southwest Florida Water Management	0.3488	0.3658	0.3818	0.3928
St. Johns River Water Management	0.3023	0.3164	0.3283	0.3313
North Lake County Hospital District	1.0000	1.0000	1.0000	1.0000
Cities				
Astatula	7.5000	7.5000	6.2500	6.2500
Clermont	4.2061	3.7290	3.7290	3.1420
Eustis	7.5810	7.5810	7.5810	6.7158
Fruitland Park	4.7371	4.7371	4.7371	4.6442
Groveland	5.9900	5.9900	5.4700	5.6000
Howey-in-the-Hills	9.5177	9.5177	9.6147	8.6965
Lady Lake	3.5510	3.7500	3.2808	3.2808
Leesburg	4.2678	4.3179	4.3179	4.3179
Mascotte	8.8138	9.3000	9.6147	9.6147
Minneola	6.2069	6.2500	6.3676	6.3000
Montverde	2.8300	2.8300	2.8300	2.8300
Mount Dora	5.9700	5.9970	5.6667	5.6667
Tavares	6.6166	6.7283	6.4531	5.9850
Tavares Voted Debt Service	0.4068	0.4286	0.4533	0.4612
Umatilla	7.2980	7.2980	8.2480	8.2480

(1) Formerly the Oklawaha Recreation, Water Control and Conservation Authority.

SOURCE: Lake County Property Appraiser

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
4.7309	4.7309	4.6511	4.6511	4.7410	5.7470
0.4984	0.4984	0.4984	0.4984	0.4984	0.6000
0.1101	0.1101	0.1101	0.1101	0.2000	0.2000
0.3222	0.3222	0.3222	0.3222	-	-
5.6616	5.6616	5.5818	5.5818	5.4394	6.5470
7.3940	7.5230	7.5320	7.5170	7.6980	7.6480
0.2405	0.2405	0.2130	0.2130	0.2130	0.2530
7.6345	7.7635	7.7450	7.7300	7.9110	7.9010
13.2961	13.4251	13.3268	13.3118	13.3504	14.4480
0.3853	0.3853	0.4651	0.4651	0.4651	0.5289
0.8000	0.8666	0.8666	0.8666	0.8666	1.0000
0.3928	0.3770	0.3866	0.3866	0.3866	0.4220
0.3313	0.4158	0.4158	0.4158	0.4158	0.4620
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
6.5000	4.8500	4.5000	4.5000	4.5000	4.5000
3.1420	3.1420	3.1420	3.1420	3.1420	3.7290
6.2432	5.6849	5.1266	4.7083	4.7083	5.5000
4.3284	4.3600	4.3600	4.3600	4.1400	4.3900
5.6000	5.1800	5.1800	4.8205	3.9680	5.6500
8.0000	7.0000	6.8317	5.9900	5.4450	5.4450
3.2808	3.2080	3.2808	3.0870	2.2000	2.2000
4.3179	4.3179	4.3179	4.3179	4.2500	4.5000
9.6147	7.9800	6.8009	5.9990	5.6530	5.9990
6.5716	5.4826	4.4990	4.4990	3.7370	4.1500
2.8300	2.8300	2.8300	2.8300	2.8300	2.9900
5.3891	5.0190	5.0190	5.0190	5.0190	5.9750
6.8900	6.9500	6.2500	6.2500	5.4200	5.4200
-	-	-	-	-	-
7.6419	6.8795	6.5000	6.5000	5.7593	6.2400

**LAKE COUNTY, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2016			2007		
	TAXABLE ASSESSED VALUE	RANK	PERCENT OF TOTAL ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	PERCENT OF TOTAL ASSESSED VALUE
Duke Energy Florida, LLC (1)	\$ 203,700,328	1	1.25 %	\$ 118,980,092	3	0.63 %
Summer Bay Partnership	202,441,236	2	1.24	180,084,795	1	0.95
Sumter Electric Co-op, Inc.	145,013,140	3	0.89	101,670,452	4	0.54
Embarq-Florida, Inc.	73,259,545	4	0.45	125,590,000	2	0.66
Villages of Lake-Sumter, Inc.	55,271,730	5	0.34	-	-	-
Villages Operating Company	39,824,656	6	0.24	-	-	-
Niagra Bottling, LLC	35,367,188	7	0.22	-	-	-
Wal-Mart Stores East, LP	33,526,347	8	0.21	-	-	-
South Lake Hospital, Inc.	32,345,980	9	0.20	-	-	-
Citrus Tower FI Phase I, LLC	27,141,446	10	0.17	-	-	-
Centex Homes	-	-	-	61,521,064	5	0.32
Cutrale Citrus Juices USA	-	-	-	49,670,660	6	0.26
Ginn-La Pine Island II, LLP	-	-	-	58,052,095	7	0.31
First Berkshire Business Trust	-	-	-	40,807,525	8	0.22
LH Highway 27, LLP	-	-	-	44,040,138	9	0.23
Lowes Home Centers, Inc.	-	-	-	30,469,786	10	0.16
	<u>\$ 847,891,596</u>		<u>5.21 %</u>	<u>\$ 810,886,607</u>		<u>4.28 %</u>

(1) Known as Florida Power Corp. in 2007.

SOURCE: Lake County Property Appraiser (includes both real and tangible personal property)

**LAKE COUNTY, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTED	PERCENT OF LEVY COLLECTED	DELINQUENT TAX COLLECTED	TOTAL TAX COLLECTED	PERCENT OF TOTAL COLLECTED TO LEVY
2007	\$ 129,053,220	\$ 119,806,216	92.8%	\$ 4,937,748	\$ 124,743,964	96.7 % (1)
2008	126,616,206	114,233,408	90.2	7,363,986	121,597,394	96.0 (1)
2009	118,894,103	106,296,815	89.4	8,404,678	114,701,493	96.5 (2)
2010	108,306,725	98,484,493	90.9	7,335,985	105,820,478	97.7 (2)
2011	96,542,877	88,728,086	91.9	5,091,428	93,819,514	97.2 (2)
2012	88,657,064	82,232,152	92.8	3,671,740	85,903,892	96.9 (2)
2013	84,537,190	78,713,031	93.1	3,151,025	81,864,057	96.8 (2)
2014	85,046,003	79,639,509	93.6	2,818,062	82,457,571	97.0 (2)
2015	100,846,998	94,918,759	94.1	2,800,212	97,718,971	96.9 (2)
2016	104,648,986	98,449,119	94.1	2,770,942	101,220,063	96.7 (2)

(1) These figures include property tax levies of the General County, Lake County Ambulance MSTU, Lake County Stormwater Management, Parks and Roads MSTU and Lake County Voted Debt Service.

(2) These figures include property tax levies of the General County, Lake County Ambulance MSTU, Lake County Stormwater Management, Parks and Roads MSTU, Lake County Voted Debt Service and Lake County Fire MSTU.

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

SOURCE: Lake County Property Appraiser

**LAKE COUNTY, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>Governmental Activities</u>				
Pari-Mutuel Revenues Replacement Bonds (1)	\$ 2,810,000	\$ 2,970,000	\$ 3,125,000	\$ 3,275,000
Limited General Obligation Bonds, Series 2007 (2,3)	1,752,733	3,440,458	24,998,958	26,551,687
Limited General Obligation Refunding Bonds, Series 2015	20,695,000	20,950,000	-	-
Notes Payable	2,529,401	2,990,918	3,411,790	4,516,584
Capital Improvement Revenue Bonds, Series 2007 (2,3)	2,242,997	4,400,994	80,576,275	82,579,270
Capital Improvement Revenue Refunding Bonds, Series 2015A	25,550,000	25,845,000	-	-
Capital Improvement Revenue Refunding Bonds, Series 2015B (2)	51,763,828	51,848,606	-	-
Total Government Activities	107,343,959	112,445,976	112,112,023	116,922,541
<u>Business-Type Activities</u>				
Solid Waste Line of Credit Note Payable	-	-	-	-
Total Primary Government	\$ 107,343,959	\$ 112,445,976	\$ 112,112,023	\$ 116,922,541
Percentage of Personal Income	*	0.92%	0.99%	1.09%
Per Capita	*	\$ 345	\$ 355	\$ 380

* Statistics not yet published.

(1) The previously outstanding Sales Tax Revenue Bonds (Pari-Mutuel Revenues Replacement Program), Series 2000 were refunded in Fiscal Year 2011. For additional information regarding the refunding, see Note 6 to the financial statements for that year.

(2) Presented net of premiums.

(3) The Limited General Obligation Bonds Series 2007 and Capital Improvement Revenue Bonds, Series 2007, were partially refunded in Fiscal Year 2015. For additional information regarding the refunds, see Note 6 to the financial statements.

SOURCE: Lake County Finance

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 3,415,000	\$ 3,545,000	\$ 3,545,000	\$ 3,645,000	\$ 3,740,000	\$ 3,830,000
28,044,416	29,482,145	30,869,874	32,207,603	33,495,332	34,738,060
-	-	-	-	-	-
5,584,132	6,607,069	7,600,779	8,566,094	9,503,826	-
84,507,268	86,360,265	88,153,262	89,881,260	91,024,257	91,252,254
-	-	-	-	-	-
-	-	-	-	-	-
121,550,816	125,994,479	130,168,915	134,299,957	137,763,415	129,820,314
<u>1,000,000</u>	<u>2,000,000</u>	<u>3,000,000</u>	<u>4,000,000</u>	<u>5,000,000</u>	<u>6,000,000</u>
\$ 122,550,816	\$ 127,994,479	\$ 133,168,915	\$ 138,299,957	\$ 142,763,415	\$ 135,820,314
1.17%	1.26%	1.37%	1.44%	1.42%	1.43%
\$ 404	\$ 425	\$ 454	\$ 474	\$ 495	\$ 456

LAKE COUNTY, FLORIDA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

FISCAL YEAR	LIMITED GENERAL OBLIGATION BONDS (1)	ACCUMULATED RESOURCES FOR PRINCIPAL REPAYMENT	NET LIMITED AD VALOREM BONDS	RATIO OF DEBT TO ASSESSED TAXABLE VALUE	DEBT PER CAPITA
2007	\$ 34,738,060	\$ 2,279,161	\$ 32,458,899	0.17 %	\$ 113
2008	33,495,332	3,963,462	29,531,870	0.13	102
2009	32,207,603	3,545,909	28,661,694	0.13	98
2010	30,869,874	2,927,443	27,942,431	0.14	95
2011	29,482,145	2,046,184	27,435,961	0.16	91
2012	28,044,416	1,003,037	27,041,379	0.17	89
2013	26,551,687	982,361	25,569,326	0.17	83
2014	24,998,958	954,441	24,044,517	0.16	76
2015	24,390,458 (2)	531,497	23,858,961	0.15	73
2016	22,447,733 (2)	547,595	21,900,138	0.13	*

* Statistics not yet published

(1) Includes Limited General Obligation Refunding Bond Series 2015A and Limited General Obligation Bonds, Series 2007, net of premium.

(2) The Limited General Obligation Bonds Series 2007 were partially refunded in Fiscal Year 2015. For additional information regarding the refunding, see Note 6 to the financial statements.

SOURCE: Lake County Finance
Lake County Property Appraiser
Bureau of Economic Analysis

**LAKE COUNTY, FLORIDA
REVENUE BOND COVERAGE
LAST TEN FISCAL YEARS**

SALES TAX REFUNDING REVENUE BOND PARI-MUTUEL REVENUES REPLACEMENT PROGRAM, SERIES 2011 (1)						
FISCAL YEAR	NET REVENUE AVAILABLE	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	COVERAGE	
2007	\$ 323,758	\$ 90,000	\$ 207,563	\$ 297,563	109	%
2008	305,355	90,000	203,513	293,513	104	
2009	303,275	95,000	199,372	294,372	103	
2010	301,223	100,000	194,979	294,979	102	
2011	299,808	90,000	131,498	221,498	135	
2012	299,565	130,000	138,610	268,610	112	
2013	298,616	140,000	120,037	260,037	115	
2014	298,131	150,000	102,180	252,180	118	
2015	298,434	155,000	97,500	252,500	118	
2016	298,534	160,000	92,664	252,664	118	

(1) The previously outstanding Sales Tax Revenue Bonds (Pari-Mutuel Revenues Replacement Program), Series 2000 were refunded in Fiscal Year 2011. For additional information regarding the refunding, see Note 6 to the financial statements for that year.

SOURCE OF REVENUE: Sales tax revenues received by the County as a replacement of the funds previously distributed under Chapter 550, Florida Statutes, from racetrack and jai alai fronton revenues.

CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 2007, 2015A and 2015B (2)						
FISCAL YEAR	NET REVENUE AVAILABLE	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	COVERAGE	
2007	\$ 12,756,522	\$ -	\$ -	\$ -	-	%
2008	11,996,162	100,000	4,495,591	4,595,591	261	
2009	10,942,813	1,015,000	4,177,945	5,192,945	211	
2010	10,925,473	1,600,000	4,137,345	5,737,345	190	
2011	11,217,779	1,665,000	4,073,345	5,738,345	195	
2012	11,272,996	1,725,000	4,013,405	5,738,405	196	
2013	12,158,810	1,800,000	3,940,780	5,740,780	212	
2014	13,197,691	1,875,000	3,865,600	5,740,600	230	
2015	14,019,466	1,950,000	3,786,838	5,736,838	244	
2016	15,032,739	2,325,000	2,413,287	4,738,287	317	

(2) The Capital Improvement Revenue Bonds, Series 2007 were partially refunded in 2015 with proceeds from the Capital Improvement Revenue Refunding Bonds, Series 2015A and 2015B to achieve aggregate debt service savings. For additional information regarding the refunding, see Note 6 to the financial statements for that year.

SOURCE OF REVENUE: Local Government half-cent sales tax

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**LAKE COUNTY, FLORIDA
DEMOGRAPHIC STATISTICS
LAST TEN CALENDAR YEARS**

<u>CALENDAR YEAR</u>	<u>POPULATION</u>	<u>PERSONAL INCOME</u>		<u>PER CAPITA</u>		<u>UNEMPLOYMENT RATE</u> (3)			
		(1)	(THOUSANDS)	(2)	INCOME	(2)	<u>COUNTY</u>	<u>NATIONAL</u>	
2007	286,499	\$	9,147,196	\$	30,460		4.4 %	4.7 %	
2008	288,379		9,707,141		31,520		7.1	6.0	
2009	291,993		9,608,622		30,785		12.7	9.4	
2010	297,875		9,697,080		32,554		12.4	9.6	
2011	301,019		10,188,278		33,846		10.6	8.8	
2012	303,186		10,442,325		34,442		8.9	7.8	
2013	308,034		10,714,138		34,782		6.9	7.2	
2014	315,690		11,297,313		35,786		6.3	5.9	
2015	325,875		12,284,994		37,698		5.2	5.9	
2016	*		*		*		4.8	4.9	

* Statistics not yet published.

SOURCES: (1) US Department of Commerce, Bureau of Economic Analysis
(2) US Department of Commerce, Bureau of Economic Analysis
(3) Labor Market Statistics, Local Area Unemployment Statistics Program

**LAKE COUNTY, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

2016				2007			
EMPLOYER	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT	
Lake County Public Schools	5,435	1	3.90 %	4,903	1	3.83 %	
Central Florida Health	2,686	2	1.93	-	-	-	
Leesburg Regional Medical	1,826	3	1.31	2,093	2	1.63	
Lake County Government	1,785	4	1.28	1,944	4	1.52	
Florida Hospital Waterman	1,482	5	1.06	1,200	5	0.94	
South Lake Hospital, Inc.	1,143	6	0.82	595	8	0.46	
Villages of Lake-Sumter, Inc.	1,120	7	0.80	2,022	3	1.58	
Ace Staffing Unlimited Inc.	700	8	0.50	-	-	-	
City of Leesburg	520	9	0.37	580	9	0.45	
Dura-Stress, Inc.	425	10	0.30	-	-	-	
G&T Conveyor Company	-	-	-	625	6	0.49	
Handex Group, Inc.	-	-	-	615	7	0.48	
LCT Transportation	-	-	-	550	10	0.43	
	17,122		12.27 %	15,127		11.81 %	
Total Employment	139,528			128,096			

SOURCES: Metro Orlando Economic Development Commission
Labor Market Statistics, Local Area Unemployment Statistics Program
Lake County Adopted Budget

LAKE COUNTY, FLORIDA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

FUNCTION	FULL-TIME EMPLOYEES (AS OF SEPTEMBER 30)									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
General Government	353	364	345	335	345	348	375	393	404	395
Public Safety	996	989	954	963	991	1,019	1,033	1,042	1,041	1,027
Culture and Recreation	82	82	86	86	90	78	79	80	76	77
Physical Environment	49	54	56	57	60	58	67	78	84	86
Transportation	148	146	146	146	143	146	122	131	144	135
Economic Development	16	17	16	16	15	16	17	27	24	23
Human Services	11	10	36	36	37	36	49	54	56	54
Courts	130	120	125	133	136	145	145	160	156	147
Total	<u>1,785</u>	<u>1,782</u>	<u>1,764</u>	<u>1,772</u>	<u>1,817</u>	<u>1,846</u>	<u>1,887</u>	<u>1,965</u>	<u>1,985</u>	<u>1,944</u>

SOURCE: Lake County Adopted Budget

**LAKE COUNTY, FLORIDA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

FUNCTION	2016	2015	2014	2013
General Government				
Number of new employees recruited	139	95	84	123
Number of employee educational programs/participants	6/278	7/468	5/533	6/549
Number of term and supply contracts managed	442	425	432	380
Public Safety				
Calls to Fire Rescue Department	22,556	21,071	20,644	19,779
Number of inspections for code violations	7,128	7,281	6,460	6,513
Single family building permits issued	650	732	650	624
Physical Environment				
Gallons of used oil recycled	12,788	10,106	12,941	13,578
Number of samples tested by lab	16,168	15,263	15,966	16,033
Transportation				
Number of transportation disadvantaged trips billed	90,393	112,259	121,679	132,683
Economic Environment				
Number of homes rehabilitated/replaced	2	8	8	4
Human Services				
Number of citizens receiving hardship assistance for fire and solid waste assessments	115	120	141	162
Culture and Recreation				
Circulation in branch libraries	694,758	722,982	783,889	775,545
Court Related Expenditures				
Number of cases heard in Teen Court	104	102	175	232
Solid Waste System				
Total tons collected	50,845 (1)	69,989 (1)	153,483	162,347
Residents receiving collection service	69,986	68,597	68,011	67,504
Resource Recovery Plant -				
Revenue earned from electricity production	\$ - (1)	\$ - (1)	\$ 10,800,611	\$ 10,555,115

(1) The County's service agreement with Covanta, Inc. expired June 30, 2014.

SOURCE: Lake County Board of County Commissioners Departments

2012	2011	2010	2009	2008	2007
83	59	43	34	85	230
6/845 365	6/110 367	10/756 375	78/859 350	86/1641 335	44/1244 310
18,449 6,836 413	17,447 7,705 271	16,312 10,554 295	15,100 11,293 208	14,885 18,897 494	15,824 11,641 1,149
13,623 15,886	18,123 15,541	14,877 15,911	19,465 17,284	19,533 15,895	17,000 16,564
148,039	152,663	152,751	156,417	162,334	211,169
7	14	3	35	21	8
168	182	199	248	332	509
888,539	863,428	939,271	894,012	872,436	736,494
270	385	360	277	263	223
170,269 67,137	173,624 67,021	161,359 66,860	163,940 66,687	170,522 66,601	165,743 65,192
\$ 10,026,213	\$ 9,702,823	\$ 8,994,984	\$ 8,619,903	\$ 8,111,404	\$ 7,756,932

LAKE COUNTY, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

FUNCTION	2016	2015	2014	2013
Public Safety				
Number of fire stations	24	24	24	24
Sheriff's marked and unmarked patrol vehicles	462	426	461	429
Transportation				
Miles of maintained roadway	1,390	1,390	1,392	1,389
Traffic signals	412	406	380	380
Traffic signs	37,645	37,009	32,256	31,853
Facilities				
Number of County owned buildings	120	112	109	124
Number of building square feet maintained	1,942,853	1,938,160	1,954,078	1,965,851
Human Services				
Number of Transportation Disadvantaged busses and vans	82	77	77	84
Culture and Recreation				
Number of libraries	15	15	15	15
Acres of parks	1,102	1,102	1,102	961
Number of boat ramps	16	16	16	15
Solid Waste System				
Number of acres developed for use as landfills	45	45	45	45
Number of acres available for landfill development	30	30	30	30

SOURCE: Lake County Board of County Commissioners Departments

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
23	23	23	22	22	21
406	448	553	443	369	332
1,392	1,393	1,390	1,387	1,382	1,371
373	368	348	321	292	291
28,376	27,321	26,420	26,113	25,585	25,332
137	130	132	127	115	122
1,200,826	1,173,090	1,670,930	1,345,022	1,119,965	1,023,194
80	90	77	77	61	56
15	15	15	15	13	13
961	943	916	916	916	916
15	15	15	15	15	15
45	45	45	45	45	22
30	30	30	30	30	53

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Honorable Board of County Commissioners
Lake County, Florida

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of Lake County, Florida (the "County") as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated April 13, 2017.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Honorable Board of County Commissioners
Lake County, Florida


Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from 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 financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we reported to County management in a separate letter dated April 13, 2017.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A.".

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
April 13, 2017

