Comprehensive Annual Financial Report

Lee County, Florida

Fiscal Year Ended September 30, 2015

Lee County, Florida

Comprehensive Annual Financial Report

For the
Fiscal Year Ended September 30, 2015

Prepared by:
General Accounting Office, Finance & Records Department

Clerk to Board of County Commissioners

Linda Doggett

Lee County, Florida

PRINCIPAL OFFICIALS

As of September 30, 2015

Elected Officials

Board of County Commissioners, Port Commissioners:

Commissioner, District 1 ..... John Manning

Commissioner, District 2 ..... Cecil Pendergrass

Commissioner, District 3 ..... Larry Kiker

Commissioner, District 4 ..... Brian Hamman * **

Commissioner, District 5 ..... Frank Mann

Appointed Officials

County Manager ..... Roger Desjarlais

County Attorney ..... Richard Wm. Wesch

Executive Director, Port Authority ..... Robert Ball

Hearing Examiner(s) ..... Donna Marie Collins
Laura Belflower

* Chairman for Board of County Commissioners
** Chairman for Board of Port Commissioners

Photographs provided by Ed Clement Photographic Services, Inc., Lee County Public Resources, Lee County Visitor & Convention Bureau, Lee County Port Authority, Lee County Water & Wastewater System, Lee County Solid Waste System, Lee County Transportation Facilities, and Lee County Transit.

Lee County, Florida

COMPREHENSIVE ANNUAL FINANCIAL REPORT

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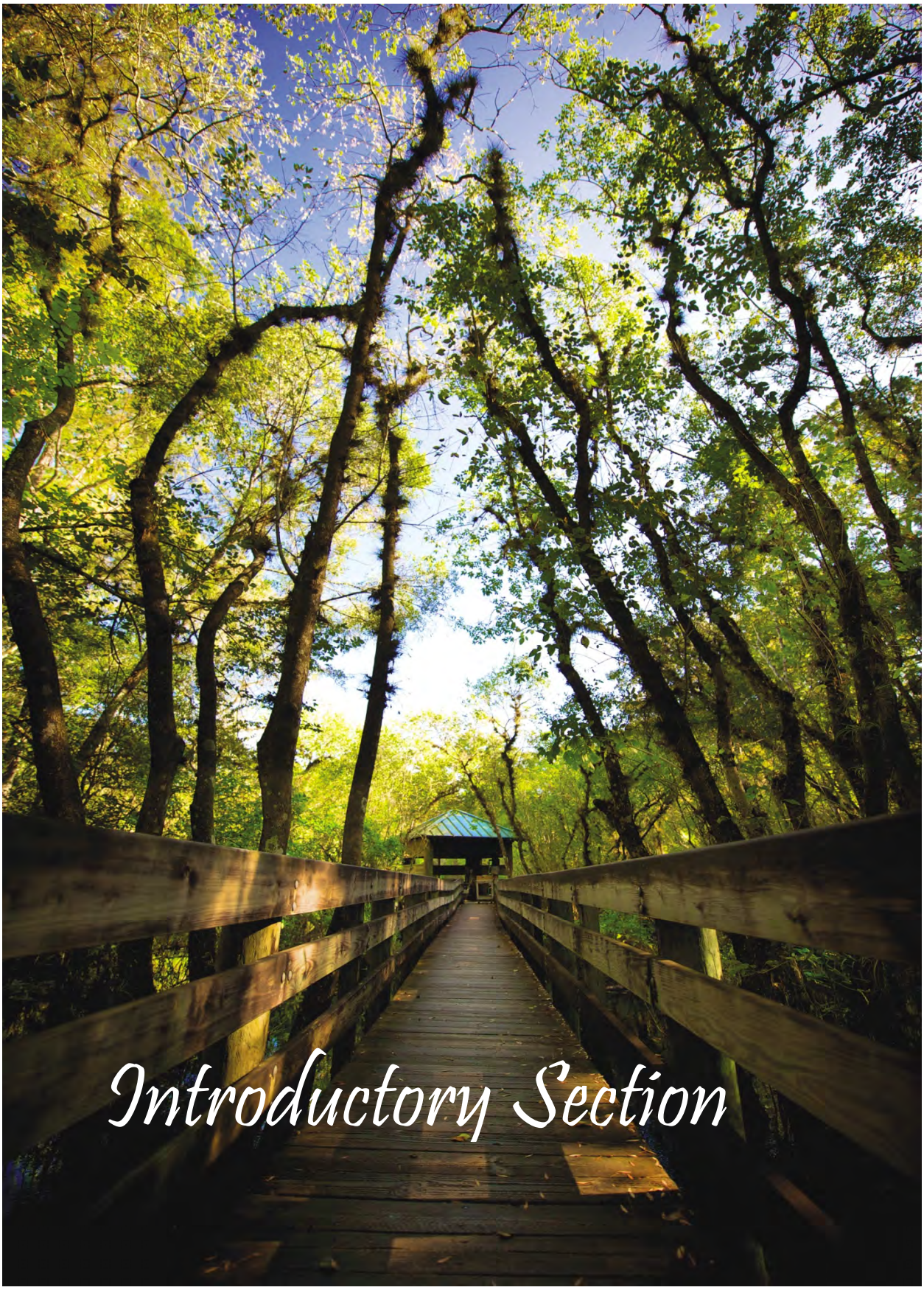


Introductory Section

April 21, 2016

To the Citizens of Lee County:

We are pleased to present to you the accompanying Comprehensive Annual Financial Report of Lee County (the County) for the fiscal year ended September 30, 2015. State law requires that a complete set of financial statements, presented in conformance with generally accepted accounting principles (GAAP), audited by licensed independent certified public accountants be released to the public within nine months of the fiscal year end. This report is being issued in fulfillment of these statutory requirements.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Clerk of Circuit Court as Chief Financial Officer of the County. We believe the data, as presented, is accurate in all material respects, that it is presented in a manner designed to fairly set forth the financial position and the results of operations of the County, and that all disclosures necessary to enable the reader to obtain a comprehensive understanding of the County's financial activity have been included.

Internal Controls

The County has established a comprehensive internal control framework that is designed to provide reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and ensure that the financial records for preparing financial statements and maintaining accountability for assets are reliable. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and that the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. We believe that the County's internal controls adequately safeguard assets and provide reasonable assurance of properly recorded financial transactions.

Independent Audit

In compliance with the laws of the State of Florida the County's financial statements have been audited by CliftonLarsonAllen LLP, a firm of licensed independent certified public accountants. The audit was performed to provide reasonable assurance that the financial statements for the fiscal year ended September 30, 2015, are free of material misstatement. The audit involved performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements; evaluating the appropriateness of accounting principles used and the reasonableness of significant accounting estimates made by management; as well as evaluating the overall financial statement presentation. The independent auditor issued an unmodified opinion on the County's financial statements for the fiscal year ended September 30, 2015. The Independent Auditors' Report is presented in the Financial Section of this report. Governmental accounting and auditing principles require 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). The Management's Discussion & Analysis (pages 17-28) can be found in the Financial Section immediately following the independent auditors' report and should be read in conjunction with this transmittal letter.

County Structure and Services

Lee County was founded in 1887 and named in honor of General Robert E. Lee. The County is located on the Gulf of Mexico in the southwestern portion of Florida and encompasses approximately 811 square miles, including several small islands in the Gulf of Mexico. Four incorporated municipalities are located on the mainland: Fort Myers (one of two county seats), Estero, Bonita Springs, and Cape Coral (second county seat). The Town of Fort Myers Beach is located on Estero Island and the City of Sanibel is situated on Sanibel Island. The unincorporated communities include Lehigh Acres, North Fort Myers, Tice, Alva, Matlacha, Bokeelia, St. James City, and Captiva Island. Lee County's climate can be classified as subtropical with temperatures averaging from 66 degrees (F) in winter to 83 degrees (F) in summer.

Lee County is home to one of the fastest-growing populations in the nation and that trend looks to continue. With almost 24 percent of its residents age 65 and older, the County is well known as a retirement destination and therefore growth is projected to continue through the next decade. Lee County's population grew by more than 50 percent between 2000 and 2010, and is projected to have a population of 1,073,906 in 2040, ranking #7 of Florida's 67 counties. The estimated population in 2015 is 665,845.

County Services and Reporting Entity

The County provides its citizens with a wide range of services that include law enforcement, human and community assistance-related services, civil and criminal justice system services, road and bridge maintenance, park operation, library services, economic and physical environment, as well as other general and administrative support services. In addition, airport facilities, transit system, water and wastewater system, toll bridge facilities, and a waste-to-energy facility are provided under an enterprise concept with user charges set by the Board of County Commissioners.

The Board of County Commissioners (the Board) is the legislative body for the County, having the responsibility of budgeting and providing all the funding used by the various County departments and the separate Constitutional Officers, with the exception of fees collected by the Clerk of Circuit Court, Property Appraiser, and Tax Collector. Under the direction of the Clerk of Circuit Court, the Finance & Records Department maintains the accounting system for the Board's operations. The other Constitutional Officers maintain their own accounting systems. For purposes of this report the operations of the County as a whole, including all Constitutional Officers, have been presented.

In addition to the divisions of the Board and the Constitutional Officers, the Lee County Port Authority, a blended component unit, is included in the Comprehensive Annual Financial Report.

Budgetary Controls

The adopted budget is controlled in accordance with Chapter 129, *Florida Statutes*, and a formal budget policy which is incorporated into the County's Administrative Code. The Assistant County Manager, on behalf of the County Manager, is responsible for the preparation of the Board's budget. The legally adopted total appropriation for a fund may only be changed by resolution of the Board. Full authority to transfer budgetary amounts other than these instances is delegated to the County Manager

or the Assistant County Manager. When the Board adopts the program budget it is integrated into the reporting system for management reporting purposes. Budget-to-actual comparisons are provided in the report for each fund for which an appropriated annual budget has been adopted. Original and final budgets for major governmental funds are also provided. The Constitutional Officers' budget control is retained at the fund level; the budgets of the Property Appraiser and Tax Collector are approved by the Florida Department of Revenue and those of the Clerk of the Circuit Court (excluding fees and court-related budgets), Sheriff, and Supervisor of Elections are approved by the Board. The court-related portion of the Clerk of Circuit Court's budget is determined by the State of Florida's legislature.

Financial Condition of the County

Local Economy

Lee County has long been a popular vacation and retirement spot with more than 50 miles of white sandy beaches that span from Gasparilla Island State Recreation Area to Barefoot Beach on Little Hickory Island. There are 18 miles of public parks on the beachfront and more than 100 public beach access points. Lee County contains more than 100 parks, beaches, wildlife refuges, including J.N. "Ding" Darling National Refuge on Sanibel Island; Lover's Key/Black Island State Park; Lakes Park; and Six Mile Cypress Slough. Lee County contains more than 90 golf courses and ranks fifth in the nation for hole-per-person ratio. Each year, thousands of fans flock to Lee County to watch spring training for the Boston Red Sox and Minnesota Twins. Although Lee County experiences year-round tourism, the number of tourists increases in winter as does the retiree population. The region also has a long history of attracting innovators, including the families of Henry Ford and Thomas Edison.

The figures provided by Lee County's Visitor and Convention Bureau for fiscal year 2015, showed that the number of visitors year over year remained steady while spending by visitors increased. The total number of visits is comprised of paid accommodations, and stays with friends or relatives. For fiscal year 2015, as compared to fiscal year 2014, the number of paid accommodations increased 2.8 percent, whereas the number of stays with friends or relatives decreased 4.3 percent. During fiscal year 2015 visitors spent an estimated 5 percent more during their stay in Lee County. Passenger traffic at Southwest Florida International Airport ("SWFIA") reflected a 4.2 percent increase from the previous fiscal year. Southwest Florida International Airport has served more than eight million passengers in 2015 and continues to rank among the 50 busiest airports in the nation, according to the U.S. Department of Transportation.

With no personal income tax, Florida consistently ranks as one of the best places to do business, and Lee County businesses benefit from Florida's state tax structure. In 2014, Chief Executive Magazine ranked Florida 2nd Best State for Business, and the Tax Foundation places Florida number five on its 2015 State Business Tax Climate Index. Cape Coral, Lee County's largest city, ranked as one of the best cities to start a business by WalletHub. The County boasts numerous colleges, universities, and technical-vocational schools that produce talented graduates. Lee County is also home to a nationally recognized public school system.

Employment

Lee County has become the coastal hub for business growth and talented workers. With the region's business incentives and quality of life, more and more companies are relocating to the area. From fashion icon Chico's, IT consulting and research company Gartner, and cancer care service provider 21st Century Oncology to a handful of companies that recently relocated to the region like Fortune 500 car and rental giant Hertz, Universal Trailer Holdings Corp., and Camuto Group; companies across multiple sectors have chosen Lee County.

The County continues to see steady growth with an increase of 3 percent in the labor force year over year. The University of Florida's Bureau of Business and Economic Research projects a 20 percent increase in Lee County's 25 to 54 age group by 2025. The labor force at September 30, 2015, 2014, and 2013 was 309,751, 300,690, and 286,133, respectively. Employment in the County as of September 30, 2015, is estimated at 293,843.

Lee County's economy continues to show indications of recovery. The unemployment rate declined in Lee County this past year from 6.1 percent in 2014 to 5.1 percent in 2015. The County's unemployment levels approximate Florida's rate of 5.2 percent and the national rate of 5.1 percent.

According to the United States Department of Labor, Bureau of Labor Statistics, the non-agricultural employment for the Lee County Metropolitan Area was comprised of 21 percent in Trade, Transportation and Utilities, 17 percent in Government (Federal, State and Local), 15.7 percent in Leisure and Hospitality, 12.6 percent in Professional and Business Services, 11.7 percent in Education and Health Services, 9 percent in Mining, Logging, Construction and Manufacturing, and 13 percent in all other.

Economic Conditions

The mainstays of the County's economy are tourism and retirement, and their associated services, such as health, trade, and other service-orientated industries. The County also has real estate development, agribusiness, high-tech manufacturing, corporate and regional headquarters, warehousing and distribution, and financial service industries.

Foreclosures filed in the County decreased significantly this fiscal year, from 2,631 in fiscal year 2014 to 1,634 in fiscal year 2015, which is a 38 percent decrease from prior year. According to the Florida Realtors, the median sales price of an existing single-family home for the Fort Myers-Cape Coral metropolitan area in September 2015 and 2014 was $211,578 and $175,000, respectively, which represents a 20.9 percent increase. The median price for existing condominiums in September 2015 and 2014 was $188,000 and $170,500, respectively, which represents a 10.3 percent increase. In September 2015, single-family homes spent only 34 median days on the market, a decrease of 10.5 percent year-over-year and listings decreased 19.3 percent year-over-year, indicating a healthy housing market in Lee County.

Current and Long-Term Capital Initiatives

The County's Capital Improvement Program (CIP) consists of capital projects which reflect the County's infrastructure needs over a five-year time frame and include assets with long-term value such as buildings, roads, bridges, and parks.

Significant capital projects and other initiatives completed in fiscal year 2015 include:

- Constructed the new 77,300 square foot Lee Tran Administration, Operations, and Maintenance Facility for a total cost of $44 million.
- Expansion and renovations to the Lee County Sports Complex and Hammond Stadium for a total cost of $49 million.
- Replacement of the Airport's Flight Information Display System (FIDS) at Southwest Florida International Airport (SWFIA) for a total cost of $5.8 million.
- Expanded the Lee/Hendry Landfill and Compost Facility for a cost of $15.7 million.
- Pine Island Water Treatment Plant Improvements for a total cost of $1.3 million.
- Three Oaks Wastewater Treatment Plant (WWTP) Reuse Augmentation for a total cost of $3.2 million.
- Yacht Club Colony Distribution System Rehabilitation for a total cost of $1.4 million.
- Improvements to Galt Preserve to make it a passive park for a total cost of $1.7 million.

Projects currently in progress include the following:

- SWFIA Parallel Runway Site Preparation to include design of a 9,100 foot parallel runway, storm drainage system, environmental permitting and mitigation design for a total projected cost of $258.9 million
- SWFIA Recapitalization and optimization of the Baggage Handling System (BHS), required upgrades, technical advances, and replacement of the explosive detection system (EDS) in the BHS system for a total projected cost of $7.7 million.
- SWFIA Closed Circuit Television (CCTV) System upgrade, installation of 125 cameras and related infrastructure throughout the terminal and upgrades to the Airport Communication System for a total projected cost of $8.4 million.
- Permitting, environmental approval, roadway, drainage, utility, landscaping, and signage for Skyplex Boulevard between Daniels Parkway and Chamberlin Parkway for a total projected cost of $6.1 million.
- Expansion of the Terminal Access Road (TAR) to six lanes from Interstate 75 to Air Cargo Lane for a total estimated cost of $9.5 million.
- Continued design of a new Air Traffic Control Tower at SWFIA for a projected cost of $45.6 million.
- SWFIA remediation of hazardous wildlife (Phase II) for a projected cost of $13.9 million.
- Continued design for the rehabilitation of Page Field's airfield pavement, taxiways, and associated runways for a total projected design cost of $2.6 million.
- Design and construction of the beach park and ride transfer center for a total projected cost of $4.8 million.
- Expansion of the Green Meadows Water Treatment Plant and Wellfield for a projected cost of $78 million.
- Three Oaks Wastewater Treatment Plant improvements for a projected cost of $29.6 million.
- US 41 water main replacements, from Alico Road to North Airport Haul Road, for a projected cost of $10.7 million.
- Florida Gulf Coast University (FGCU) water and sewer main extensions for a projected cost of $5.8 million.
- Design phase of Page Park waterline improvements for a projected cost of $6 million.
- Olga Water Treatment Plant chemical system improvements for a projected cost of $4.9 million.
- The Fiesta Village WWTP switchgear & generator replacement for projected cost of $2.8 million.
- Pinewoods wellfield electrical and controls improvements for a projected cost of $4.5 million.
- Gateway WWTP rehabilitation and improvements for a projected cost of $3 million.

- Restoration of the Fiesta Village WWTP headworks concrete structure for a projected cost of $2.1 million.
- Design phase of McGregor Blvd water main replacement for a projected cost of $7 million.
- Palm Beach Boulevard sewer force main replacement at Orange River for a projected cost of $1.4 million.
- Design phase of the Ben Hill-Alico force main for a projected cost of $1.1 million.
- Fiber optic upgrades to wellfields for a projected cost of $3.9 million.
- Design phase of Estero Boulevard force main relocation for a projected cost of $7.5 million.
- Design phase of Alico Road water main relocations for a projected cost of $4.1 million.
- Construction of Segment One of Estero Boulevard improvements for a projected cost of $8.1 million.
- Construction of the north segment of Burnt Store Road for a projected cost of $16.5 million.
- Design phase of Alico Road widening project with a total projected cost of $14.4 million.
- Design and right-of-way acquisition for Homestead Road widening with a total projected cost of $21.4 million.
- Joel Blvd Park (Lehigh) an agro-ecotourism park currently in the design phase, improvements to include play elements, boardwalks, educational pavilion, and greenhouses for an estimated cost of $1.5 million.
- Pinewood Trails Park (formerly known as 40 acre park on Pine Island) passive improvements to include trails, boardwalk, and interpretive signage for an estimated cost of $1 million.
- Player Development Complex (5 plex); five baseball field complex with restroom facilities and shade structures for an estimated cost of $5.8 million.
- Design and permitting phase for the Nalle Grade Stormwater Park for a projected cost of $3.4 million.
- Fichter's Creek restoration in North Fort Myers for a total projected cost of $1.8 million.
- Design and renovations to the Justice Center Annex and juror room for a projected cost of $5 million.
- Restoration of the boat ramp, docks, seawall, and dredging of the Pine Island Commercial Marina canal for a projected cost of $1 million.

Cash Management and Investments

The cash needs of the County are monitored daily and cash that is temporarily idle during the year is invested in accordance with the County's investment policy. The primary objective of the investment policy is the preservation of capital and the protection of investment principal.

Investments during the year were:

- Treasury bills and notes, government agencies and instrumentalities, and money market mutual funds whose investments consist primarily of municipals and U.S. government obligations. At fiscal year-end the maturities of the investments ranged from two days to two years and interest earned ranged from 0.21 percent to 0.92 percent.

- The State Board of Administration's ("SBA") Local Government Surplus Funds Investment Pool Trust Fund operates an investment pool for local governments. The average yield for the pool for the fiscal year was 0.20 percent.

- Repurchase agreements with primary United States broker/dealer firms, reporting daily to the New York Federal Reserve Bank. All term repurchase agreements (except those held by the County's trustees) are collateralized by 101 to 105 percent with the collateral held in the County's

name by a third-party safekeeping agent. The collateral is valued weekly. The County did not enter into any repurchase agreements in fiscal year 2015.

Risk Management

The Board maintains self-insurance programs to administer insurance activities related to property and casualty, county-wide employee health and dental programs, general liability, and worker's compensation. The concept of the self-insurance programs is to allow the County to absorb losses up to a specific annual amount. Excess and other specific coverages are purchased from third-party carriers.

Funding for these programs is generated by charges to the operating departments based on management's annual estimates of claim loss funding and administration/operating costs. The Lee County Sheriff's Office does not participate in the County's insurance programs and maintains a separate self-insurance fund for their employee health and dental coverage. The Port Authority does not participate in the property and casualty self-insurance program.

Awards and Acknowledgments

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2014. This was the 30th consecutive year that the County has received this prestigious award. To be awarded a Certificate of Achievement, the County had to publish an easily readable and efficiently organized Comprehensive Annual Financial Report which satisfied 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.

Acknowledgements

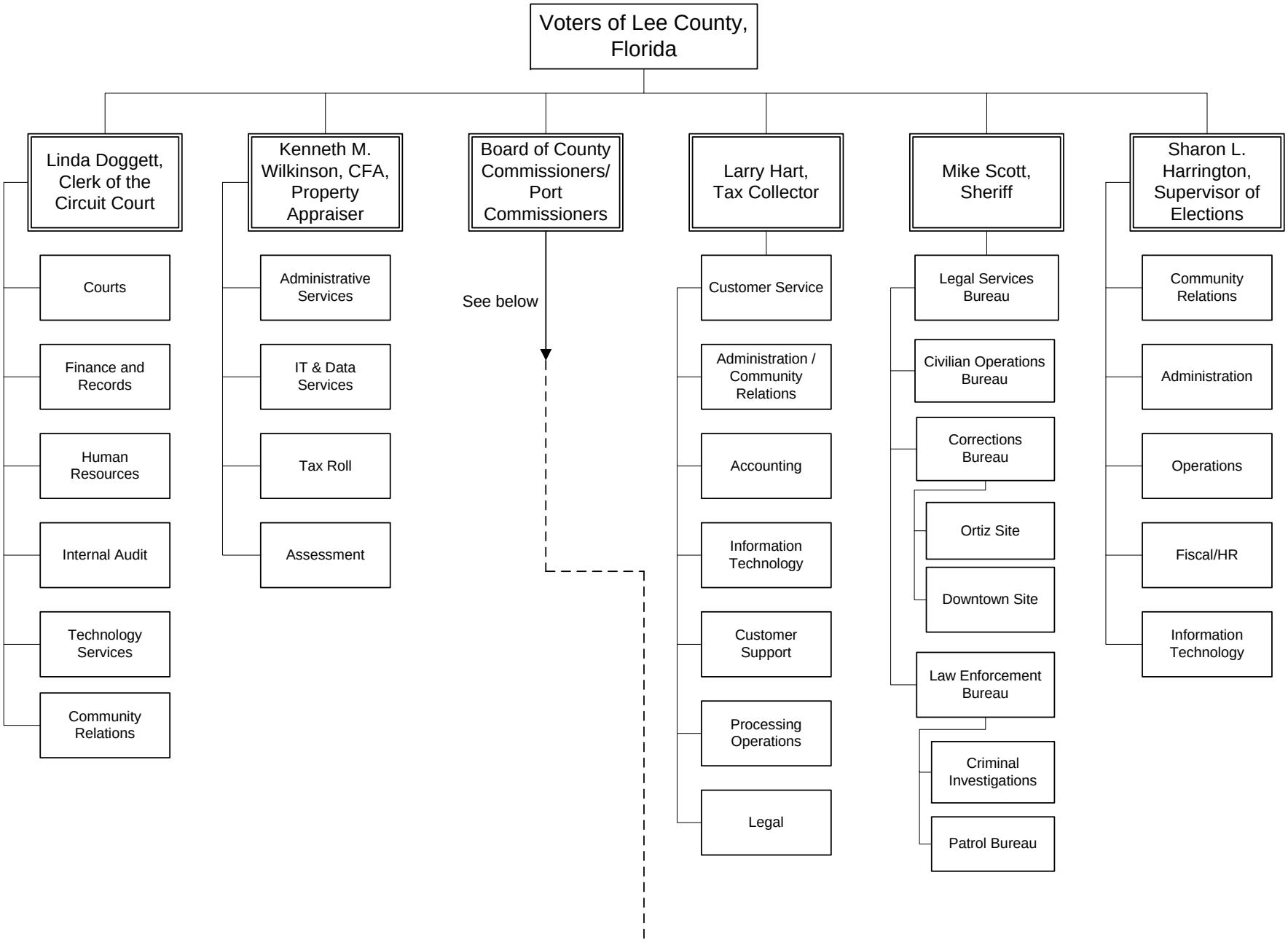
The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department and the various managers and fiscal officers of the County Departments. The efforts of Finance's General Accounting staff, specifically, Tracy Schatzman, Rose Hardt, Pat Stokes, Shelby Smith, Karen Vivian, Kirk Knowles, and Angie Kershaw are especially noteworthy.

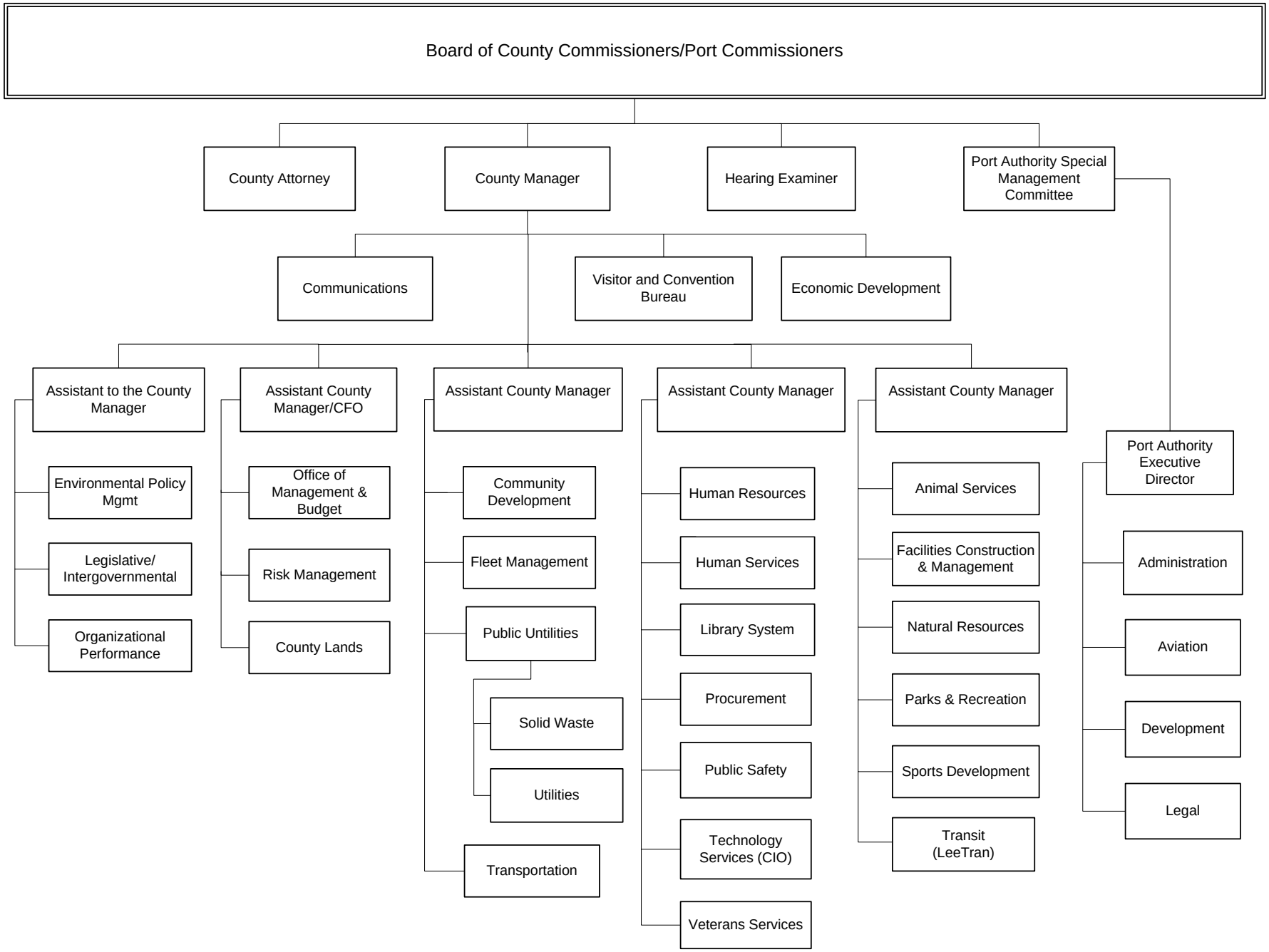
Respectfully submitted,

Linda Doggett Clerk of Circuit Court	Terry Mallow, CPA Finance and Records Director	Michele Crowell General Accounting Manager

Lee County Government

as of September 30, 2015




Board of County Commissioners/Port Commissioners
County Attorney
County Manager
Hearing Examiner
Port Authority Special Management Committee
Communications
Visitor and Convention Bureau
Economic Development
Assistant to the County Manager
Environmental Policy Mgmt
Legislative/ Intergovernmental
Organizational Performance
Assistant County Manager/CFO
Office of Management & Budget
Risk Management
County Lands
Assistant County Manager
Community Development
Fleet Management
Public Untilities
Solid Waste
Utilities
Transportation
Assistant County Manager
Human Resources
Human Services
Library System
Procurement
Public Safety
Technology Services (CIO)
Veterans Services
Assistant County Manager
Animal Services
Facilities Construction & Management
Natural Resources
Parks & Recreation
Sports Development
Transit (LeeTran)
Port Authority Executive Director
Administration
Aviation
Development
Legal

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lee County

Florida

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2014

Executive Director/CEO

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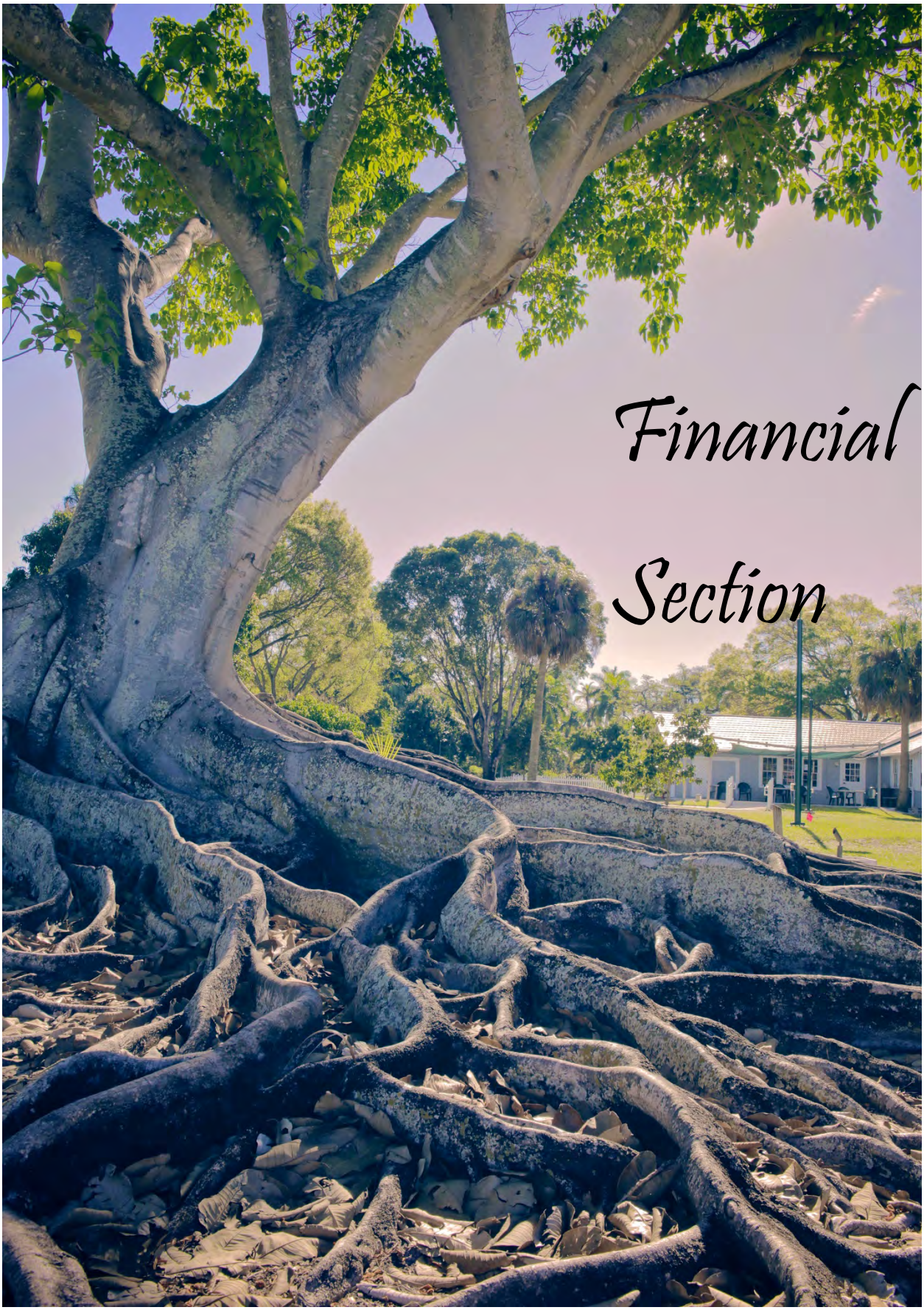

Financial
Section

CliftonLarsonAllen LLP
CLAconnect.com

INDEPENDENT AUDITORS' REPORT

Honorable Board of County Commissioners
Lee County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lee County, Florida (County), as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the entity'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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit.

We did not audit the financial statements of the Lee County Property Appraiser, the Lee County Sheriff, the Lee County Supervisor of Elections, and the Lee County Tax Collector, which represent the indicated percent of total assets, total revenues, and total net position and fund balance as presented in the table below. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it related to the amounts included for those components, is based solely on the reports of other auditors.

	Percentage Audited by Other Auditors		
	Assets	**Revenues**	**Net Position/ Fund Balance**
Governmental Activities	2%	8%	1%
General Fund	14%	4%	1%
Aggregate Remaining Fund Information	7%	17%	4%

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 from material misstatement.

Auditors' Responsibility (Continued)

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of September 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund, the Lee County Library Fund, the MSTU Fund, and the Tourist Development Trust Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note IX, the County adopted the provisions of Governmental Accounting Standards Board Statement (GASBS) No. 68, *Accounting and Financial Reporting for Pensions-an amendment of GASB Statement No. 27*, and the related GASBS No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB Statement No. 68*. As a result of the implementation of GASBS No. 68 and No. 71, the County reported a restatement for the change in accounting principle. The auditors' opinion was not modified with respect to the restatement.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedules of funding progress and employer contributions – other postemployment benefit plan and schedules of the County's proportionate share of the net pension liability and of its contributions – pension plans on pages 17-28 and 108-110, respectively, 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. The introductory section, supplemental financial information, statistical section, and other supplemental information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental financial information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based upon our audit procedures performed as described above and the reports of other auditors, the supplemental financial information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section, statistical section, and other supplemental information 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 it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 21, 2016, 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 result 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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Fort Myers, Florida
April 21, 2016

Management's Discussion and Analysis
(unaudited)

This discussion and analysis of Lee County's ("the County") financial statements is designed to introduce the basic financial statements and provide an analytical overview of the County's financial activities for the fiscal year ended September 30, 2015. The basic financial statements are comprised of the government-wide financial statements, fund financial statements, and footnotes to the financial statements. We hope this will assist readers in identifying significant financial issues and changes in the County's financial position.

Financial Highlights

- At the close of fiscal year 2015, the County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources, resulting in total net position of $3,180,767,000. Of this amount, $247,924,000 represents unrestricted net position.
- Governmental and business-type portions of net position are $1,711,485,000 and $1,469,282,000, respectively.
- The County's total net position decreased $189,998,000, or -5.6 percent, in comparison to prior year. The net effect of implementing GASB Statement 68 and GASB Statement 71 related to pensions decreased beginning net positon by $227,794,000.
- The County's governmental activities reported total net position of $1,711,485,000, which is a decrease of $182,569,000, or -9.6 percent, in comparison to prior year. Approximately .2 percent of the total, or $2,694,000, is a deficit balance.
- The County's business-type activities reported total net position of $1,469,282,000, which is a decrease of $7,429,000, or -.5 percent, in comparison to prior year. Approximately 17.1 percent of the total, or $250,618,000, is unrestricted, and thus available for spending at the County's discretion.
- The County reported a liability of $207,710,000 for its proportionate share of the FRS and HIS net pension liabilities due to the implementation of GASB Statement 68.
- Total revenues increased $42,506,000, or 4.4 percent, in comparison to prior year.
- Total expenses increased $10,057,000, or 1.0 percent, in comparison to prior year.

Government-wide Financial Statements

The government-wide financial statements (statement of net position and statement of activities found on pages 30-33) concentrate on the County as a whole and do not emphasize fund types but rather a governmental or a business-type classification, which are presented in separate columns. The governmental and business-type activities comprise the primary government. Fiduciary funds are not included in the government-wide financial statements.

General governmental and intergovernmental revenues support the governmental activities, whereas the business-type activities are primarily supported by user fees and charges for services. The purpose of the government-wide financial statements is to allow the user to be able to analyze the County's total financial position.

The statement of activities reflects the expenses of a given function or program, which are offset by program revenues. Program revenues are defined as charges for services, operating grants and contributions, and capital grants and contributions directly associated with a given function or program. Taxes are reported under general revenue. The County maintains an allocation program for indirect expenses and, therefore, reports this allocation in a separate column on the government-wide statement of activities.

The effect of the inter-fund activity has been removed from the government-wide financial statements. However, the inter-fund services between functions are not eliminated. The internal service fund activity has been eliminated except for the outside activity on the government-wide financial statements.

Fund Financial Statements

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity or net position, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

The County's funds are presented in separate fund financial statements. These funds are presented on a governmental fund financial statement and a proprietary fund financial statement. The County's major funds are presented in separate columns on the fund financial statements. The definition of a major fund is one that meets certain criteria set-forth in Governmental Accounting Standards Board Statement Number 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* ("GASB 34"). The funds that do not meet the criteria of a major fund are considered non-major funds and are combined into a single column on the fund financial statements. However, a non-major fund can be designated as a major fund if the County chooses to do so.

The County adopts an annual budget for all funds except for agency funds, Sheriff's internal service and special revenue funds, and the Property Appraiser's special revenue fund. A budgetary comparison has been presented for the General Fund, Library, Municipal Service Taxing Unit ("MSTU"), and Tourist Development Trust Fund which compares not only actual results to budget but also the original adopted budget to final budget.

Governmental Fund Financial Statements

Governmental fund financial statements (found on pages 34-43) are prepared on the modified accrual basis using the current financial resources measurement focus. Under the modified accrual basis, revenues are recognized when they become measurable and available as net current assets. Although the activity of the internal service funds is reported with the governmental activities on the government-wide financial statements they are not combined on the government fund financial statements.

Five of the County's governmental funds: General, Lee County Library, MSTU, Tourist Development Trust, and Capital Improvement are classified as major funds. All other governmental funds are combined into a single column on the governmental fund financial statements. Individual fund data for the non-major funds are found in combining statements as supplemental financial data.

Proprietary Fund Financial Statements

Proprietary fund financial statements (found on pages 44-50), like government-wide financial statements, are prepared on the full accrual basis. Proprietary funds record both operating and non-operating revenues and expenses. Operating revenues are those that are obtained from the operations of the proprietary fund.

The County reports the Port Authority, Water and Wastewater, Transportation Facilities, and Solid Waste as major funds in the proprietary fund financial statements. These enterprise funds are used to present the same functions that are presented in the government-wide financial statements. The only non-major fund, Transit, is reported in a separate column. The internal service funds are presented in their entirety combined in a single column on the proprietary fund financial statements.

The internal service funds are used to account for data processing, risk management, radio communications, telecommunications, fleet management, and self-insurance for health and dental, and workers' compensation

services on a cost reimbursement basis. Individual fund data is in the combining statements as supplemental financial data.

Fiduciary Fund Financial Statements

The fiduciary fund financial statements (found on pages 51-52) are not included in the government-wide financial statements because the resources of those funds are not available to support the County's programs. The County maintains an other postemployment benefits ("OPEB") trust fund that is used to hold the plan's assets, and agency funds that are used to account for assets held by the County as an agent for individuals and other governments.

Government-Wide Financial Analysis

The government-wide financial statements were designed so that the user could determine if the County is in a better or worse financial condition from the prior year.

The following is a condensed summary of net position for the primary government for fiscal years 2015 and 2014.

Lee County, Florida
Summary of Net Position
September 30, 2015 and 2014
(amounts expressed in thousands)

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and other assets	$685,413	$644,976	$614,419	$608,728	$1,299,832	$1,253,704
Capital assets	1,805,534	1,833,984	1,778,588	1,799,416	3,584,122	3,633,400
Total assets	2,490,947	2,478,960	2,393,007	2,408,144	4,883,954	4,887,104
Total deferred outflows of resources	33,266	179	21,274	18,145	54,540	18,324
Current liabilities	54,428	57,283	58,585	107,354	113,013	164,637
Non-current liabilities	720,627	527,324	879,887	842,224	1,600,514	1,369,548
Total liabilities	775,055	584,607	938,472	949,578	1,713,527	1,534,185
Total deferred inflows of resources	37,673	478	6,527	-	44,200	478
Net Position:						
Net investment in capital assets	1,520,900	1,534,250	1,097,836	1,073,096	2,618,736	2,607,346
Restricted	193,279	154,766	120,828	99,513	314,107	254,279
Unrestricted (deficit)	(2,694)	205,038	250,618	304,102	247,924	509,140
Total net position	$1,711,485	$1,894,054	$1,469,282	$1,476,711	$3,180,767	$3,370,765

Net investment in capital assets is the largest portion of the net position. This represents capital assets (land, buildings, improvements, equipment, furniture, vehicles and rolling stock, and infrastructure), net of accumulated depreciation and the outstanding related debt (less unspent proceeds) used to acquire the assets. The net investment in capital assets balance of $2,618,736,000 (82.3 percent of total net position) increased $11,390,000, or .4 percent, in comparison to prior year.

The restricted net position balance of $314,107,000 (9.9 percent of total net position), increased $59,828,000, or 23.5 percent, in comparison to prior year. This balance represents assets that are subject to external restrictions imposed by creditors, through bond covenants, by grantors, or by law on how they are used.

The unrestricted net position balance of $247,924,000 (7.8 percent of total net position), decreased $261,216,000 or -51.3 percent, in comparison to prior year. The net effect of implementing GASB 68 and GASB 71 related to pensions decreased beginning net positon by $227,794,000. The unrestricted net position balance represents assets that are available for spending at the County's discretion.

The following schedule compares the revenues, expenses, and changes in net position for the primary government for the current and previous fiscal years.

Lee County, Florida

Summary of Revenues, Expenses, and Changes in Net Positions

For the Years Ended September 30, 2015 and 2014

(amounts expressed in thousands)

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Charges for services	$122,177	$117,789	$335,982	$328,136	$458,159	$445,925
Operating grants and contributions	35,056	32,799	6,493	6,381	41,549	39,180
Capital grants and contributions	6,537	3,327	40,757	47,612	47,294	50,939
General revenues:						
Taxes	378,631	351,952	2,362	2,222	380,993	354,174
Grants and contributions not restricted to specific programs	61,140	57,258	-	-	61,140	57,258
Other	16,558	17,309	3,342	1,744	19,900	19,053
Total revenues	620,099	580,434	388,936	386,095	1,009,035	966,529
Expenses:						
Program activities:						
General government	216,751	208,502			216,751	208,502
Public safety	208,633	210,274			208,633	210,274
Physical environment	13,765	21,366			13,765	21,366
Transportation	56,850	56,255			56,850	56,255
Economic environment	26,922	24,702			26,922	24,702
Human services	19,974	20,246			19,974	20,246
Culture and recreation	76,057	69,572			76,057	69,572
Interest on long-term debt	11,189	12,136			11,189	12,136
Indirect expenses	(3,468)	(3,422)	3,468	3,422	-	-
Business-type activities:						
Airport			104,354	105,306	104,354	105,306
Water and wastewater			102,616	103,932	102,616	103,932
Transit			26,705	23,503	26,705	23,503
Transportation Facilities			23,668	26,717	23,668	26,717
Solid Waste			83,755	78,671	83,755	78,671
Total expenses	626,673	619,631	344,566	341,551	971,239	961,182
Total change in net position before transfers	(6,574)	(39,197)	44,370	44,544	37,796	5,347
Transfers	12,323	(8,396)	(12,323)	8,396	-	-
Change in net position	5,749	(47,593)	32,047	52,940	37,796	5,347
Net position October 1 - as restated	1,705,736 *	1,941,647	1,437,235 *	1,423,771	3,142,971 *	3,365,418
Net position September 30	$1,711,485	$1,894,054	$1,469,282	$1,476,711	$3,180,767	$3,370,765

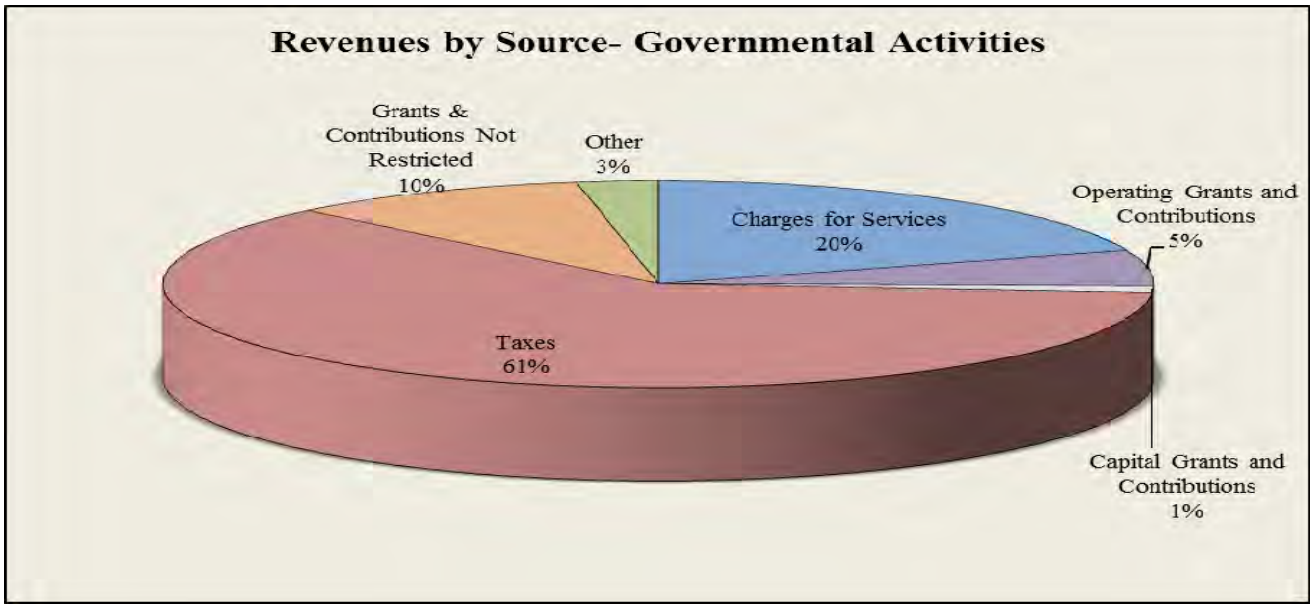
Note: Fiscal year 2015 beginning net position is restated due to the implementation of GASB 68. Additional information can be found in Note VIII on page 104.

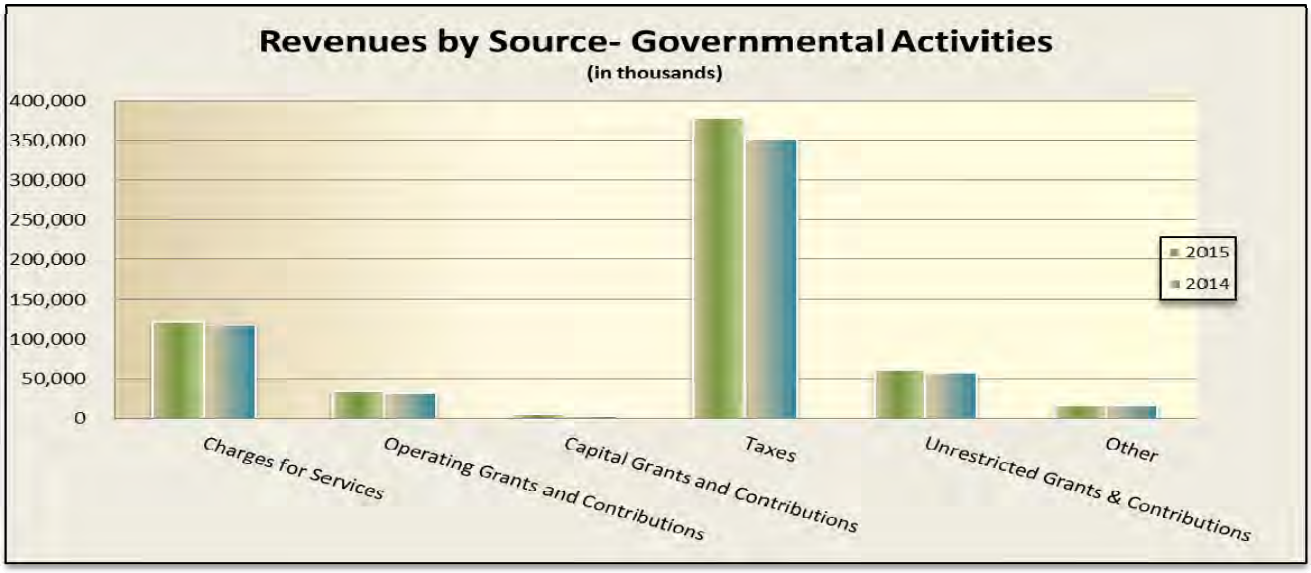
Total revenues increased $42,506,000, or 4.4 percent, in comparison to prior year. Total expenses increased $10,057,000, or 1.0 percent, in comparison to prior year.

Governmental Activities

The governmental activities increased or (decreased) the County's total assets, total deferred outflows of resources, total liabilities, total deferred inflows of resources, and total net position by $11,987,000, $33,087,000, $190,448,000, $37,195,000, and ($182,569,000), respectively. The decrease in the governmental activities' net investment in capital assets is $13,350,000, or -.9 percent, in comparison to prior year.

Total revenues for governmental activities increased $39,665,000 or 6.8 percent, in comparison to prior year. The following is a chart of revenues by source for governmental activities by percent of total revenues for fiscal year 2015 and a chart of revenues by source for 2015 and 2014.





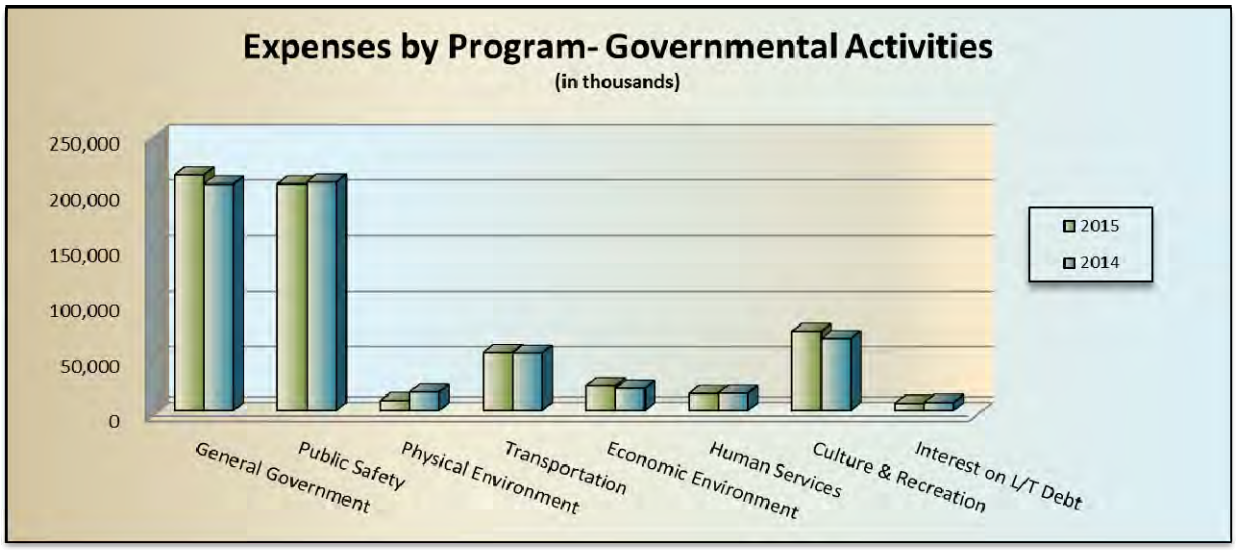
The main components of the change in total revenues for governmental activities were as follows:

- Taxes increased $26,679,000, or 7.6 percent, in comparison to prior year. There were several factors contributing to the increase. Ad Valorem taxes collected increased $17,967,000 as a result of an increase in the property value base. Electric Franchise fees increased $2,926,000 due to collection of

LCEC franchise fees beginning in the prior year. A full year of fees was collected in the current year compared to only two quarters in the prior year. There was also an increase of $4,363,000 in Tourist tax revenue as a result of increased tourist activity in the current year.

- Grants and contributions not restricted to specific programs increased $3,882,000, or 6.8 percent, in comparison to prior year, primarily due to an increase in Local Government Half-Cent sales tax of $3,032,000 received from the State of Florida.

The following is a chart of expenses by program for governmental activities for fiscal years 2015 and 2014.



Total expenses for governmental activities increased $7,042,000, or 1.1 percent, in comparison to prior year. The main components of the change in total expenses for governmental activities were as follows:

- General government increased $8,249,000 or 4.0 percent, primarily due to expenditures of $4,050,000 related to a Pine Island property rights litigation settlement, $2,500,000 due to a higher other post-employment benefit expenditure adjustment in the current year, $3,000,000 mainly due to the internal service fund allocation related to self-insurance health and dental, and $3,000,000 due to incentive awards paid to Hertz Corporation and Gartner offset by a decrease of $4,600,000 related to the GASB 68 pension expense adjustment in the current year.
- Physical environment decreased $7,601,000, or -35.6 percent, in comparison to prior year. The decrease was primarily due to expenditures of $7,034,000 for beach erosion prevention on Captiva Island in the prior year.
- Culture and recreation increased $6,485,000, or 9.3 percent, in comparison to prior year primarily due to an increase of $1,417,000 in depreciation expense, $1,315,000 due to expenditures for the Six Mile Slough Preserve North Hydrological restoration maintenance project, $1,033,000 in grants and aid to the City of Sanibel and Town of Fort Myers Beach for the Sanibel Lighthouse restroom and Mound House projects and $857,000 mainly due to the internal service fund allocation related to self-insurance health and dental.

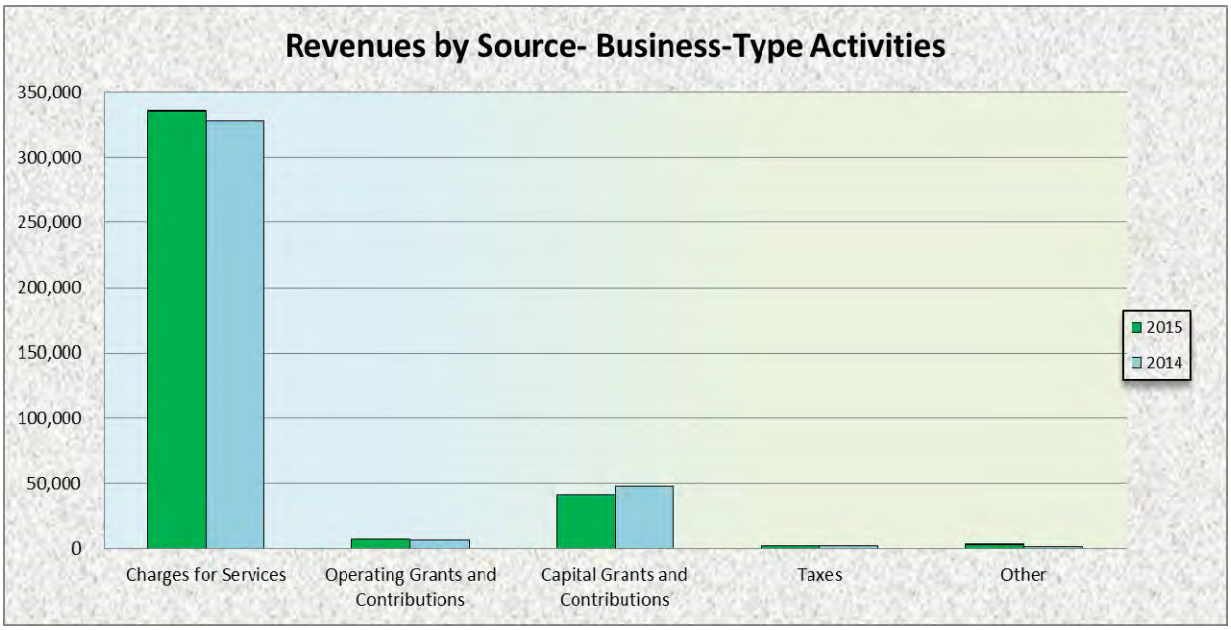
Business-Type Activities

The business-type activities increased (decreased) the County's total assets, total deferred outflows of resources, total liabilities, deferred inflows of resources, and total net position by ($15,137,000), $3,129,000, ($11,106,000), $6,527,000, and ($7,429,000), respectively. The increase in the business-type activities' net investment in capital assets is $24,740,000, or 2.3 percent, in comparison to prior year.

Total revenues reported in business-type activities increased $2,841,000, or .7 percent, in comparison to prior year. The increase is primarily due to an increase in charges for services of $7,846,000, or 2.4 percent, offset with a decrease in capital grants and contributions of $6,855,000, or -14.4 percent.

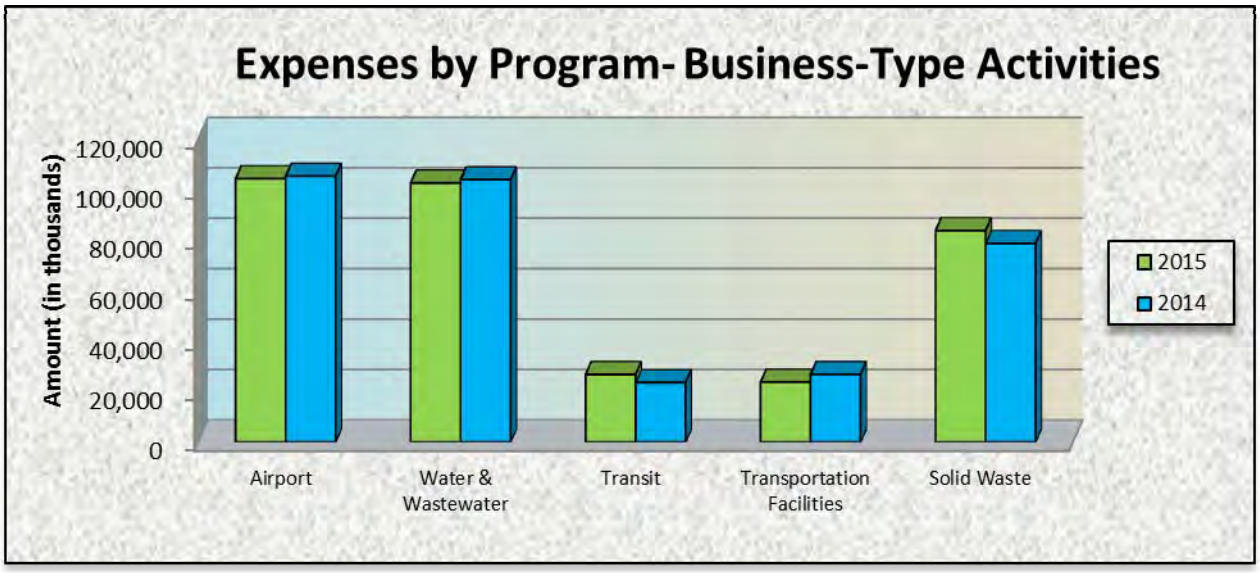
- Water and Wastewater experienced an increase in their user fees of $3,949,000 due to a wastewater rate increase of 4.6 percent and an increase in the wastewater customer base, Transportation Facilities' charges for services increased $1,904,000 due to an increase in bridge traffic, and Port Authority charges for services increased $2,455,000 due to an 8 percent increase in concession revenue for parking fees, car rental income, and rental facility charges.
- Transit capital contributions decreased $11,076,000 due to the completion of the new Transit Facility and finalization of related federal grants and Water and Wastewater capital contributions increased $4,352,000 due to an increase in prepaid water and sewer connection fees resulting from an increase in both new residential and commercial development.

The following is a chart of revenues by source for business-type activities for fiscal years 2015 and 2014.



Total business-type expenses increased $3,015,000, or .9 percent, in comparison to prior year. The increase is primarily due to an increase in Solid Waste expenses of $5,083,000.

The following is a chart of expenses by program for business-type activities for fiscal years 2015 and 2014.



Financial Analysis of the Government's Funds

Governmental Funds

Governmental funds are comprised of the General Fund, special revenue funds, debt service funds, and capital projects funds. As noted earlier, governmental funds use the current financial resources measurement focus that focuses on near-term inflows and outflows. The General Fund is the general operating fund that is used to account for all financial resources, except those required to be accounted for in another fund.

The following are noteworthy facts and changes from prior year for major funds:

*General Fund- A*d valorem taxes increased $14,406,000, or 6.6 percent, due to an increase in assessed property values. Franchise fees increased $3,145,000 or 19.3 percent, due to the collection of LCEC franchise fees for a full year. Expenditures increased $9,905,000, or 7.4 percent, primarily due to incentive payments to Hertz Corporation and Gartner, an increase in expenditures for the Lovers Key and Bonita Beach renourishment projects, higher parks and recreation personnel costs, and the purchase of new chillers for the Lee County Civic Center.

Lee County Library- Ad valorem taxes increased $1,864,000, or 6.8 percent, due to an increase in assessed property values.

Municipal Service Taxing Unit (MSTU)- Ad valorem taxes increased $1,199,000, or 5.4 percent, due to an increase in assessed property values. Licenses and permits revenue increased $1,785,000, or 20.6 percent, due to an increase in building permits issued.

Tourist Development Trust Fund- Tourist Tax revenue increased $4,363,000, or 13.1 percent, due to an increase in tourist activity and continued collection and enforcement effort. Total expenditures increased $1,586,000, or 8.9 percent, due to higher promotion and advertising costs.

Capital Improvement- Miscellaneous revenue decreased $3,251,000, or -77.3 percent, due to a contribution from the Minnesota Twins for the player academy project received in the prior year. Total expenditures increased $1,402,000, or 6.1 percent, primarily due a Pine Island land rights litigation settlement and capital

expenditures for the Twins Spring Training Facility offset by lower costs for Captiva beach erosion prevention in the current year.

Proprietary Funds

Proprietary funds are comprised of enterprise funds and internal service funds. An enterprise fund is used to account for activities for which a fee is charged to external users for goods and services. Internal service funds are those that provide a service, primarily within the government, and charge a recovery fee.

The following are noteworthy facts and changes from prior year for proprietary major funds:

Port Authority - Net operating revenue increased $1,975,000, or 2.2 percent, in comparison to prior year as a result of a $1,110,000 decrease in user fees combined with an increase of $3,139,000 in concession revenue. Concession revenue increased 8 percent as a result of higher parking fees, car rental income, and rental facility charges. Total operating expenses decreased $833,000, or -.9 percent, in comparison to prior year primarily due to an increase in salaries and benefits and depreciation, offset by a decrease in contractual services, materials and supplies and a decrease in pension expense due to the GASB 68 pension adjustment.

Water and Wastewater – Net operating revenue increased $4,047,000, or 3.9 percent, in comparison to prior year as a result of an increase in user fees. User fees increased by $3,949,000, or 3.9 percent, due to a wastewater rate increase of 4.6 percent and an increase in the wastewater customer base. Operating expenses increased $707,000, or .75 percent, in comparison to prior year primarily due to an increase in depreciation and repairs and maintenance. Capital contributions were $3,751,000, or 23.9 percent, higher compared to the prior year due to an increase in prepaid water and sewer connection fees resulting from an increase in new residential and commercial development.

Transportation Facilities – Net operating revenue increased $1,904,000, or 4.6 percent, in comparison to prior year due to an increase in bridge traffic resulting in a $1,622,000 increase in toll revenue. Total operating expenses decreased $1,372,000, or -7.3 percent, in comparison to prior year due to the purchase of transponders to replace discontinued units in the prior year and lower depreciation expense in the current year.

Solid Waste – Net operating revenue decreased $733,000, or -1 percent, in comparison to prior year due to an increase in user fees of $887,000 and a decrease in miscellaneous revenue of $1,744,000. The decrease in miscellaneous operating revenue is a result of lower electric utility sales from Seminole Electric due to a drop in the natural gas index. Total operating expenses increased $5,306,000, or 7.1 percent, in comparison to prior year primarily due to an increase in hauler collection costs, plant and yard waste operation costs, and a one-time purchase of recycling equipment and bins.

General Fund Budgetary and Actual Highlights

The difference between the original adopted and final amended budget expenditures in the General Fund is an increase of $11,147,000. The changes include:

- $2,100,000 increase for a State of Florida, Department of Environmental Protection grant received for Gasparilla Island Beach Restoration.
- $1,565,000 increase for West Coast Inland Navigation District (WCIND) pass through grant projects.
- $1,500,000 increase for West Coast Inland Navigation District (WCIND) grant for dredging of New Pass.
- $1,423,000 increase for the Low Income Home Energy Assistance Program (LIHEAP) grant.
- $584,000 increase for grants received from Veterans Affairs and Department of Children and Families to support services to the homeless.

The remaining amendments are a combination of increases and decreases for various reasons which separately are not noteworthy.

The variance between the final amended budget and actual expenditure results for the General Fund is a favorable variance of $28,783,000. The differences are across multiple departments and are mainly due to unspent budget for various projects and conservative spending. Project costs are budgeted in the year they are anticipated to be obligated. In subsequent years the unused budget is reappropriated until the project is completed.

Capital Assets

Non-depreciable capital assets include land, construction in progress, software in progress, and artwork. Depreciable assets include buildings, improvements other than buildings, machinery and equipment, software, and infrastructure.

The following is a schedule of the County's capital assets as of September 30, 2015 and 2014.

Lee County, Florida
Summary of Capital Assets
September 30, 2015 and 2014
(amounts expressed in thousands)

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Artwork	$324	$326	$293	$291	$617	$617
Land	591,263	589,184	225,757	225,340	817,020	814,524
Construction in progress	17,047	22,857	70,015	74,410	87,062	97,267
Easements & rights of way	66,659	66,659	19,372	19,203	86,031	85,862
Software in progress	550	536	-	-	550	536
Buildings	594,761	581,073	575,395	538,582	1,170,156	1,119,655
Improvement other than buildings	225,066	221,391	475,501	465,988	700,567	687,379
Machinery & equipment	262,695	255,382	441,178	432,093	703,873	687,475
Software	15,556	15,446	4,147	3,949	19,703	19,395
Infrastructure	756,770	755,201	1,022,739	1,013,573	1,779,509	1,768,774
Total capital assets	2,530,691	2,508,055	2,834,397	2,773,429	5,365,088	5,281,484
Accumulated depreciation	(725,157)	(674,071)	(1,055,809)	(974,013)	(1,780,966)	(1,648,084)
Total	$1,805,534	$1,833,984	$1,778,588	$1,799,416	$3,584,122	$3,633,400

Noteworthy capital asset purchases/completed projects that took place in fiscal year 2015 were as follows:

- Expansion and renovations to the CenturyLink Sports Complex and Hammond Stadium
- Constructed the Lee Tran Administration, Operations, and Maintenance Facility
- Replacement of the Airport's Flight Information Display System
- Expanded the Lee/Hendry Landfill and Compost Facility
- Reuse augmentation of the Three Oaks Wastewater Treatment Plan

Additional information on the County's capital assets can be found in Note V on pages 69-72.

Debt Administration

At September 30, 2015, the County had $884,278,000 of outstanding bonded debt. The revenue bonds, which are each payable from a specific revenue stream, had an outstanding balance of $884,278,000, or 100 percent of the total bonded debt. The outstanding bond balance decreased $55,855,000 or -5.9 percent, in comparison to prior year. In the current year, the County issued the Series 2015 Airport Revenue Refunding Bonds in the amount of $33,425,000. The proceeds were used to currently refund $37,450,000 of outstanding Airport Revenue Refunding Bonds, Series 2005. In addition, the County issued the Series 2014 Transportation Facilities Refunding Revenue Bonds in the amount of $106,570,000. The proceeds were used to currently refund $32,110,000 of outstanding Transportation Refunding Revenue Bonds, Series 2004B; currently refund $29,665,000 of outstanding Transportation Facilities Refunding Revenue Bonds, Series 2005A; and advance refund a portion of the outstanding Transportation Facilities Revenue Bonds, Series 2005B in the amount of $58,875,000. The County also issued Non Ad Valorem Refunding Revenue Bonds, Series 2015, in the amount of $48,640,000 to partially advance refund $53,775,000 of outstanding Capital Revenue Bonds, Series 2006.

Total long-term liabilities of $1,600,514,000, which includes bonds payable (net of unamortized discounts/premiums), variable debt, notes payable, self-insurance claims payable, compensated absences, other postemployment benefits, net pension, and landfill closure and postclosure costs increased by $188,707,000, or 13.4 percent, in comparison to prior year. The following is a schedule of outstanding bonds as of September 30, 2015 and 2014.

Lee County, Florida
Summary of Outstanding Debt
September 30, 2015 and 2014
(amounts expressed in thousands)

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenue Bonds	$219,158	$232,823	$665,120	$707,310	$884,278	$940,133
Total	$219,158	$232,823	$665,120	$707,310	$884,278	$940,133

Standard and Poor's Rating Group suggests that debt service should not exceed 10-15 percent of appropriations. The fiscal year 2015 debt service was 5.3 percent of appropriations, which is within the suggested guidelines. The increase in debt service as a percent of appropriations in the current year from the prior year's 4.6 percent is primarily attributable to a scheduled increase in the Solid Waste debt payments.

Additional information on the County's long-term debt can be found in Note V on pages 76-89.

Economic Factors and Next Year's Budget Rates

The following were factors considered when next year's budget was prepared:

- Lee County had a 5.1 percent unemployment rate as compared to the State, which had a 5.2 percent unemployment rate, and the nation which had a 5.1 percent unemployment rate, as reported by the Florida Research & Economic Database and Lee County Economic Development.
- There was a 4 percent salary increase in the County's fiscal year 2015-2016 budget.
- There was an increase in the property values from fiscal year 2015, which is used for fiscal year 2016, of 7.6 percent, based upon values determined by the Property Appraiser.

Request for information

This financial report is designed to provide the reader an overview of the County. Questions regarding any information provided in this report should be directed to: Lee County Clerk of Courts, Finance and Records Department, 2115 Second Street, 3rd Floor, Fort Myers, Florida, 33901, phone (239) 533-2100.

Basic Financial Statements

Lee County, Florida
STATEMENT OF NET POSITION
As of September 30, 2015
(amounts expressed in thousands)

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash, cash equivalents and investments	$ 457,090	$ 359,532	$ 816,622
Receivables (net)	6,035	26,813	32,848
Due from other governments	6,639	208	6,847
Internal balances	10,299	(10,299)	0
Inventories	3,266	1,537	4,803
Prepaids	3,631	1,568	5,199
Other assets	250	277	527
Restricted assets:			
Cash, cash equivalents and investments	187,594	233,093	420,687
Receivables	5,643	1,681	7,324
Due from other governments	2,665	-	2,665
Inventory	2,301	-	2,301
Other	-	9	9
Capital assets:			
Non-depreciable	675,843	315,437	991,280
Depreciable, net	1,129,691	1,463,151	2,592,842
Total Assets	2,490,947	2,393,007	4,883,954
DEFERRED OUTFLOWS OF RESOURCES			
Loss on refunding of debt	1,852	15,129	16,981
Unamortized pension costs and subsequent contributions	31,414	6,145	37,559
Total Deferred Outflows of Resources	33,266	21,274	54,540
LIABILITIES			
Contracts and accounts payable	14,452	21,457	35,909
Accrued liabilities	12,857	1,275	14,132
Due to other governments	7,746	1,771	9,517
Customer deposits	7,785	746	8,531
Unearned revenues	921	1,528	2,449
Refunds and rebates	-	5,182	5,182
Liabilities payable from restricted assets:			
Contracts and accounts payable	4,472	2,080	6,552
Accrued liabilites	288	-	288
Due to other governments	113	53	166
Customer deposits	-	6,006	6,006
Unearned revenue	309	1,713	2,022
Accrued interest payable	5,485	16,774	22,259
Noncurrent liabilities:			
Due within one year	29,353	35,099	64,452
Due in more than one year	691,274	844,788	1,536,062
Total Liabilities	775,055	938,472	1,713,527

(continued)

Lee County, Florida
STATEMENT OF NET POSITION
As of September 30, 2015
(amounts expressed in thousands)

	Primary Government		
	Governmental Activities	Business-type Activities	Total
DEFERRED INFLOWS OF RESOURCES			
Gain on refunding of debt	412	276	688
Unamortized pension costs	37,261	6,251	43,512
Total Deferred Inflows of Resources	37,673	6,527	44,200
NET POSITION			
Net investment in capital assets	1,520,900	1,097,836	2,618,736
Restricted for:			
Capital projects	105,692	67,931	173,623
Debt service	8,012	32,265	40,277
Inventory for resale	2,301	-	2,301
Special revenue funds:			
Improvement districts	11,359	-	11,359
Culture & recreation	6,305	-	6,305
Economic development	17,671	-	17,671
Health, safety & welfare	23,893	-	23,893
Transportation roads	7,974	-	7,974
Court programs	2,527	-	2,527
Public records	3,789	-	3,789
Aerial maps	4	-	4
Inmate welfare	1,503	-	1,503
Driver's education	468	-	468
Law enforcement activities	1,781	-	1,781
Renewal and replacement	-	20,632	20,632
Unrestricted (deficit)	(2,694)	250,618	247,924
Total Net Position	$ 1,711,485	$ 1,469,282	$ 3,180,767

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

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Lee County, Florida
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2015
(amounts expressed in thousands)

Functions/Programs	Expenses	Indirect Expense Allocation	Program Revenue: Charges for Services	Program Revenue: Operating Grants and Contributions	Program Revenue: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Primary Government: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Primary Government: Total
PRIMARY GOVERNMENT:								
Governmental activities:								
General government	$ 216,751	$ (8,003)	$ 68,019	$ 3,912	$ 140	$ (136,677)	$ -	$ (136,677)
Public safety	208,633	523	41,707	5,843	556	(161,050)	-	(161,050)
Physical environment	13,765	154	2,134	4,927	625	(6,233)	-	(6,233)
Transportation	56,850	869	905	8,825	4,119	(43,870)	-	(43,870)
Economic environment	26,922	354	550	7,129	-	(19,597)	-	(19,597)
Human services	19,974	299	2,236	3,201	68	(14,768)	-	(14,768)
Culture and recreation	76,057	2,336	6,626	1,219	1,029	(69,519)	-	(69,519)
Interest on long-term debt	11,189	-	-	-	-	(11,189)	-	(11,189)
Total governmental activities	630,141	(3,468)	122,177	35,056	6,537	(462,903)	0	(462,903)
Business-type activities:								
Airport	104,354	476	109,705	336	11,998	-	17,209	17,209
Water and Wastewater	102,616	1,537	106,787	555	20,292	-	23,481	23,481
Transit	26,705	466	4,000	5,602	8,467	-	(9,102)	(9,102)
Transportation Facilities	23,668	396	43,083	-	-	-	19,019	19,019
Solid Waste	83,755	593	72,407	-	-	-	(11,941)	(11,941)
Total business-type activities	341,098	3,468	335,982	6,493	40,757	0	38,666	38,666
Total primary government	971,239	0	458,159	41,549	47,294	(462,903)	38,666	(424,237)
		General revenues:						
		Taxes:						
		Property taxes				292,170	584	292,754
		Gas taxes				20,157	-	20,157
		Tourist taxes				37,560	-	37,560
		Communication taxes				9,268	-	9,268
		Franchise fees				19,476	1,778	21,254
		Grants and contributions not restricted to specific programs				61,140	-	61,140
		Investment earnings				2,860	1,580	4,440
		Miscellaneous				13,698	1,762	15,460
		Transfers				12,323	(12,323)	0
		Total general revenues and transfers				468,652	(6,619)	462,033
		Change in net position				5,749	32,047	37,796
		Net position - beginning as restated				1,705,736	1,437,235	3,142,971
		Net position - ending				$ 1,711,485	$ 1,469,282	$ 3,180,767

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

Lee County, Florida
BALANCE SHEET
GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	General	Lee County Library	MSTU	Tourist Development Trust Fund
ASSETS				
Cash, cash equivalents and investments	$ 150,042	$ 9,643	$ 36,872	$ 17,855
Cash and cash equivalents with fiscal agent	-	-	-	-
Receivables (net)				
Accounts	4,434	5	54	50
Special assessments	-	-	-	-
Accrued interest	109	11	34	16
Due from other funds	697	272	516	2
Due from other governments	3,633	-	1,122	-
Inventory	2,598	-	36	-
Advances	33	-	-	-
Total assets	161,546	9,931	38,634	17,923
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	7,667	241	340	47
Accrued liabilities	7,256	272	471	58
Due to other funds	1,524	39	35	101
Due to other governments	4,497	123	278	46
Deposits and overbids	2,549	1	-	-
Unearned revenues	109	813	-	-
Advances	-	-	-	-
Other	48	-	-	-
Total liabilities	23,650	1,489	1,124	252
Deferred Inflows of Resources:				
Accounts receivable	-	-	29	-
Grants receivable	-	-	-	-
Special assessment receivable	-	-	-	-
Total deferred inflows of resources	-	-	29	-
Fund Balances:				
Nonspendable	330	-	36	-
Restricted	2,301	-	-	17,671
Committed	6	8,442	37,445	-
Assigned	8,370	-	-	-
Unassigned	126,889	-	-	-
Total fund balances	137,896	8,442	37,481	17,671
Total liabilities, deferred inflows of resources, and fund balances	$ 161,546	$ 9,931	$ 38,634	$ 17,923

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

(continued)

Lee County, Florida
BALANCE SHEET
GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Capital Improvement	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash, cash equivalents and investments	$ 142,861	$ 183,821	$ 541,094
Cash and cash equivalents with fiscal agent	-	13,458	13,458
Receivables (net)			
Accounts	-	456	4,999
Special assessments	-	4,802	4,802
Accrued interest	119	405	694
Due from other funds	48	12,795	14,330
Due from other governments	441	3,704	8,900
Inventory	-	2,611	5,245
Advances	-	5	38
Total assets	143,469	222,057	593,560
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Contracts and accounts payable	2,613	6,165	17,073
Accrued liabilities	16	856	8,929
Due to other funds	-	1,641	3,340
Due to other governments	633	2,249	7,826
Deposits and overbids	-	5,187	7,737
Unearned revenues	-	308	1,230
Advances	-	5	5
Other	4,050	-	4,098
Total liabilities	7,312	16,411	50,238
Deferred Inflows of Resources:			
Accounts receivable	-	65	94
Grants receivable	389	73	462
Special assessment receivable	-	5,066	5,066
Total deferred inflows of resources	389	5,204	5,622
Fund Balances:			
Nonspendable	-	2,616	2,982
Restricted	-	178,672	198,644
Committed	135,768	15,667	197,328
Assigned	-	3,487	11,857
Unassigned	-	-	126,889
Total fund balances	135,768	200,442	537,700
Total liabilities, deferred inflows of resources, and fund balances	$ 143,469	$ 222,057	$ 593,560

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

Lee County, Florida

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS

TO THE STATEMENT OF NET POSITION

As of September 30, 2015

(amounts expressed in thousands)

Fund balances - total governmental funds		$537,700
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Non-depreciable governmental capital assets	673,855	
Depreciable governmental capital assets, net	1,116,394	1,790,249
Other assets are not available to pay for current period expenditures and are reported as deferred inflows in the funds.		5,622
Prepaid assets that are not recorded in governmental funds under the modified accrual basis of accounting are recorded in the statement of net position under full accrual accounting.		2,802
Deferred outflows of resources on the loss on refunding of debt are not recognized in the governmental funds; however, they are recorded in the statement of net position under full accrual accounting.		1,852
Net deferred outflows (inflows) of resources related to pensions are not recognized in the governmental funds; however, they are recorded in the statement of net position under full accrual accounting.		(5,849)
Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds.		
Governmental bonds payable	(233,295)	
Accrued interest payable	(5,485)	
Capital lease payable	(383)	
Variable debt payable	(57)	
Notes payable	(49,449)	
Net pension liability	(169,618)	
Other post employment benefits	(218,939)	
Compensated absences	(20,633)	(697,859)
Deferred inflows of resources on the gain on refunding of debt are not recognized in the governmental funds however they are recorded in the statement of net position under full accrual accounting.		(412)
Internal service funds are used by management to charge the cost of certain activities to the individual funds.		
Assets and liabilities of the internal service funds are reported with governmental activities.		77,380
Net position of governmental activities		$1,711,485

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

Lee County, Florida
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	General	Lee County Library	MSTU	Tourist Development Trust
REVENUES				
Taxes	$ 253,157	$ 29,274	$ 32,682	$ 37,560
Licenses and permits	183	-	10,469	-
Intergovernmental	71,534	585	733	516
Charges for services	44,135	124	7,236	1,000
Fines and forfeitures	150	462	-	-
Impact fees	-	-	-	-
Special assessments	-	-	-	-
Miscellaneous	9,409	572	764	2,121
Total revenues	378,568	31,017	51,884	41,197
EXPENDITURES				
Current				
General government	91,642	814	7,183	1,132
Public safety	182,636	-	7,677	-
Physical environment	6,777	-	4,388	-
Transportation	100	-	-	-
Economic environment	4,760	-	-	18,370
Human services	13,576	-	4,499	-
Culture and recreation	16,815	25,336	13,014	-
Capital outlay				
General government	1,217	-	161	-
Public safety	5,026	-	1	-
Physical environment	36	-	1	-
Transportation	-	-	-	-
Economic environment	7	-	-	-
Human services	-	-	-	-
Culture and recreation	762	289	34	-
Debt service				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	323,354	26,439	36,958	19,502
Excess (deficiencies) of revenues over (under) expenditures	55,214	4,578	14,926	21,695
OTHER FINANCING SOURCES AND (USES)				
Transfers in	2,219	257	206	3,921
Transfers out	(43,315)	(5,188)	(15,500)	(21,234)
Capital lease proceeds	-	-	-	-
Bond premium	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Total other financing sources and (uses)	(41,096)	(4,931)	(15,294)	(17,313)
Net change in fund balances	14,118	(353)	(368)	4,382
Fund balances - beginning	123,778	8,795	37,849	13,289
Fund balances - ending	$ 137,896	$ 8,442	$ 37,481	$ 17,671

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

(continued)

Lee County, Florida
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Capital Improvement	Other Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	$ 33	$ 25,925	$ 378,631
Licenses and permits	430	66	11,148
Intergovernmental	965	21,197	95,530
Charges for services	248	28,451	81,194
Fines and forfeitures	-	917	1,529
Impact fees	-	3,759	3,759
Special assessments	-	2,261	2,261
Miscellaneous	954	2,711	16,531
Total revenues	2,630	85,287	590,583
EXPENDITURES			
Current			
General government	4,183	32,123	137,077
Public safety	-	15,332	205,645
Physical environment	485	534	12,184
Transportation	-	33,509	33,609
Economic environment	-	3,489	26,619
Human services	-	1,977	20,052
Culture and recreation	8,933	-	64,098
Capital outlay			
General government	743	475	2,596
Public safety	-	1,486	6,513
Physical environment	1,155	-	1,192
Transportation	600	5,684	6,284
Economic environment	-	3	10
Human services	-	75	75
Culture and recreation	8,228	5,081	14,394
Debt service			
Principal retirement	-	15,766	15,766
Interest and fiscal charges	-	13,223	13,223
Bond issuance costs	-	364	364
Total expenditures	24,327	129,121	559,701
Excess (deficiencies) of revenues over (under) expenditures	(21,697)	(43,834)	30,882
OTHER FINANCING SOURCES AND (USES)			
Transfers in	15,307	143,680	165,590
Transfers out	(1,971)	(66,059)	(153,267)
Capital lease proceeds	-	383	383
Bond premium	-	8,399	8,399
Debt issuance	-	1,985	1,985
Issuance of refunding debt	-	48,640	48,640
Payments to refunded debt escrow agent	-	(56,711)	(56,711)
Total other financing sources and (uses)	13,336	80,317	15,019
Net change in fund balances	(8,361)	36,483	45,901
Fund balances - beginning	144,129	163,959	491,799
Fund balances - ending	$ 135,768	$ 200,442	$ 537,700

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

Lee County, Florida

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2015

(amounts expressed in thousands)

Net change in fund balances - total governmental funds:		$45,901
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is depreciated over their estimated useful lives.		
Expenditures for capital assets	31,064	
Less current year depreciation	(58,442)	(27,378)
The net effect of various miscellaneous transactions involving capital and intangible assets (i.e., disposals, transfers, donations) is to decrease net position.		(2,340)
Prepaid expenses that are not recorded in governmental funds under the modified accrual basis of accounting are recorded in the statement of activities under full accrual accounting.		(298)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		537
Debt proceeds provide current financial resources for governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums and similar items when debt is first issued. These amounts are deferred and amortized in the statement of activities.		
Long- term debt proceeds	(59,407)	
Transfer to refunding escrow agent	56,711	
Principal payments	15,766	13,070
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.		
Other post employment benefits	(31,902)	
Pension expense adjustment	11,300	
Change in compensated absences	1,644	(18,958)
Interest on long-term debt in the statement of activities is recognized as the interest accrues, regardless of when it is due. In the governmental funds interest is recognized as an expenditure when it is due. Premiums and similar items are deferred and amortized in the statement of activities.		
Accrued interest on bonds	776	
Amortization of bond premiums, discounts, refunding gains and losses	1,257	2,033
Internal service funds are used by management to charge the costs of certain activities to individual funds.		
The net loss of the internal service funds is reported with governmental activities		(6,818)
Change in net position of governmental activities		$5,749

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

Lee County, Florida
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Taxes	$ 242,656	$ 242,656	$ 253,157	$ 10,501
Licenses and permits	159	159	183	24
Intergovernmental	68,769	77,882	71,225	(6,657)
Charges for services	60,680	60,667	58,374	(2,293)
Fines and forfeitures	153	153	150	(3)
Miscellaneous	3,311	4,856	9,369	4,513
Total revenues	375,728	386,373	392,458	6,085
EXPENDITURES				
Current				
General government	118,559	119,969	105,402	14,567
Public safety	183,380	182,007	182,608	(601)
Physical environment	8,945	14,120	6,777	7,343
Transportation	113	113	100	13
Economic environment	5,337	9,819	4,691	5,128
Human services	13,891	14,945	13,576	1,369
Culture and recreation	18,676	19,038	16,815	2,223
Capital outlay				
General government	957	932	1,217	(285)
Public safety	2,577	4,847	5,026	(179)
Physical environment	-	-	36	(36)
Economic environment	2,198	-	7	(7)
Human services	10	-	-	0
Culture and recreation	-	-	762	(762)
Debt service				
Interest and fiscal charges	10	10	-	10
Total expenditures	354,653	365,800	337,017	28,783
Excess of revenues over expenditures	21,075	20,573	55,441	34,868
OTHER FINANCING SOURCES AND (USES)				
Transfers in	186,915	187,165	184,870	(2,295)
Transfers out	(221,903)	(223,342)	(225,457)	(2,115)
Total other financing sources and (uses)	(34,988)	(36,177)	(40,587)	(4,410)
Net change in fund balance	(13,913)	(15,604)	14,854	30,458
Fund balance - beginning	121,107	121,106	122,718	1,612
Fund balance - ending	$ 107,194	$ 105,502	$ 137,572	$ 32,070

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

Lee County, Florida
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL
LEE COUNTY LIBRARY
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				
Taxes	$ 28,871	$ 28,871	$ 29,274	$ 403
Intergovernmental	-	919	585	(334)
Charges for services	114	114	124	10
Fines and forfeitures	556	556	462	(94)
Miscellaneous	267	571	567	(4)
Total revenues	29,808	31,031	31,012	(19)
EXPENDITURES				
Current				
General government	815	815	814	1
Culture and recreation	25,683	26,798	25,336	1,462
Capital outlay				
Culture and recreation	147	256	289	(33)
Total expenditures	26,645	27,869	26,439	1,430
Excess of revenues over expenditures	3,163	3,162	4,573	1,411
OTHER FINANCING SOURCES AND (USES)				
Transfers in	-	-	257	257
Transfers out	(5,188)	(5,188)	(5,188)	0
Total other financing sources and (uses)	(5,188)	(5,188)	(4,931)	257
Net change in fund balance	(2,025)	(2,026)	(358)	1,668
Fund balance - beginning	9,273	9,273	8,930	(343)
Fund balance - ending	$ 7,248	$ 7,247	$ 8,572	$ 1,325

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

Lee County, Florida
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL
MSTU
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				
Taxes	$ 31,817	$ 31,817	$ 32,682	$ 865
Licenses and permits	6,764	6,764	10,470	3,706
Intergovernmental	840	840	733	(107)
Charges for services	5,438	5,438	7,236	1,798
Miscellaneous	424	424	743	319
Total revenues	45,283	45,283	51,864	6,581
EXPENDITURES				
Current				
General government	7,898	7,898	7,183	715
Public safety	8,133	8,133	7,677	456
Physical environment	4,926	4,926	4,364	562
Human services	4,760	4,760	4,499	261
Culture and recreation	13,322	13,322	13,014	308
Capital outlay				
General government	1,000	1,000	161	839
Public safety	15	15	1	14
Physical environment	-	-	1	(1)
Culture and recreation	-	-	34	(34)
Total expenditures	40,054	40,054	36,934	3,120
Excess of revenues over expenditures	5,229	5,229	14,930	9,701
OTHER FINANCING SOURCES AND (USES)				
Transfers in	3,975	3,975	3,434	(541)
Transfers out	(20,340)	(20,340)	(18,728)	1,612
Total other financing sources and (uses)	(16,365)	(16,365)	(15,294)	1,071
Net change in fund balance	(11,136)	(11,136)	(364)	10,772
Fund balance - beginning	37,817	37,817	38,083	266
Fund balance - ending	$ 26,681	$ 26,681	$ 37,719	$ 11,038

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

Lee County, Florida
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL
TOURIST DEVELOPMENT TRUST FUND
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				
Taxes	$ 29,365	$ 37,365	$ 37,560	$ 195
Intergovernmental	500	518	516	(2)
Charges for services	800	800	1,000	200
Miscellaneous	1,904	1,904	2,112	208
Total revenues	32,569	40,587	41,188	601
EXPENDITURES				
Current				
General government	891	891	1,132	(241)
Economic environment	17,381	18,799	18,370	429
Capital outlay				
Economic environment	2	2	-	2
Total expenditures	18,274	19,692	19,502	190
Excess of revenues over expenditures	14,295	20,895	21,686	791
OTHER FINANCING SOURCES AND (USES)				
Transfers in	1,251	5,475	3,921	(1,554)
Transfers out	(18,074)	(24,410)	(21,234)	3,176
Total other financing sources and (uses)	(16,823)	(18,935)	(17,313)	1,622
Net change in fund balance	(2,528)	1,960	4,373	2,413
Fund balance - beginning	13,289	13,289	13,491	202
Fund balance - ending	$ 10,761	$ 15,249	$ 17,864	$ 2,615

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

Lee County, Florida
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds						Governmental Activities
	Port Authority	Water and Wastewater	Transportation Facilities	Solid Waste	Other Non-Major Transit	Total Enterprise Funds	Internal Service Funds
ASSETS							
Current Assets:							
Cash, cash equivalents and investments	$ 118,914	$ 128,804	$ 28,533	$ 5,166	$ 5,146	$ 286,563	$ 90,132
Cash and cash equivalents with fiscal agent	-	-	-	72,969	-	72,969	-
Restricted assets							
Cash, cash equivalents and investments	16,537	23,290	4,343	7,103	-	51,273	-
Cash and cash equivalents with fiscal agent	-	-	9,096	-	-	9,096	-
Receivables (net)	7,173	11,898	21	3,600	1,963	24,655	1,109
Due from other funds	-	15	40	172	56	283	347
Due from other governments	28	-	138	-	42	208	478
Inventories	158	1,103	276	-	-	1,537	322
Other	1,362	52	86	24	44	1,568	1,079
Total current assets	144,172	165,162	42,533	89,034	7,251	448,152	93,467
Noncurrent Assets:							
Restricted assets							
Cash, cash equivalents and investments	42,684	33,832	-	3,085	-	79,601	-
Cash and cash equivalents with fiscal agent	16,535	62,356	2,554	11,678	-	93,123	-
Receivables (net):	1,642	37	2	-	-	1,681	-
Other	1	8	-	-	-	9	-
Receivables (net)	-	-	-	2,158	-	2,158	-
Capital assets:							
Non-depreciable	163,961	66,732	44,486	30,539	9,719	315,437	1,988
Depreciable	766,311	956,317	312,998	405,257	78,077	2,518,960	56,004
Less accumulated depreciation	(254,077)	(480,965)	(113,809)	(186,057)	(20,901)	(1,055,809)	(42,707)
Unamortized bond costs	-	-	277	-	-	277	-
Total noncurrent assets	737,057	638,317	246,508	266,660	66,895	1,955,437	15,285
Total assets	881,229	803,479	289,041	355,694	74,146	2,403,589	108,752
DEFERRED OUTFLOWS OF RESOURCES							
Loss on refunding of debt	7,990	4,361	2,778	-	-	15,129	-
Unamortized pension costs and subsequent contributions	2,762	1,400	363	471	1,149	6,145	225
Total deferred outflows of resources	10,752	5,761	3,141	471	1,149	21,274	225

(continued)

Lee County, Florida
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds						Governmental Activities
	Port Authority	Water and Wastewater	Transportation Facilities	Solid Waste	Other Non-Major Transit	Total Enterprise Funds	Internal Service Funds
LIABILITIES							
Current liabilities:							
Contracts and accounts payable	9,251	3,478	249	7,640	839	21,457	1,926
Accrued liabilities	300	425	96	141	313	1,275	91
Refunds and rebates	5,182	-	-	-	-	5,182	-
Due to other funds	-	34	11,555	5	8	11,602	18
Due to other governments	211	471	622	337	130	1,771	33
Customer deposits	733	-	-	13	-	746	-
Unearned revenues	1,285	243	-	-	-	1,528	-
Capital leases payable	-	72	-	-	-	72	203
Self-insurance claims payable	-	-	-	-	-	0	11,986
Compensated absences	1,106	81	23	27	47	1,284	21
Current liabilities payable from restricted assets:							
Contracts and accounts payable	2	2,026	52	-	-	2,080	-
Accrued liabilities	7,250	4,831	2,670	2,023	-	16,774	-
Due to other governments	-	29	24	-	-	53	-
Customer deposits	-	6,006	-	-	-	6,006	-
Unearned revenues	-	-	1,713	-	-	1,713	-
Notes payable - current	-	3,203	5,215	-	-	8,418	-
Revenue bonds payable - current	9,285	7,195	3,765	5,080	-	25,325	-
Total current liabilities	34,605	28,094	25,984	15,266	1,337	105,286	14,278
Noncurrent liabilities:							
Self-insurance claims payable	-	-	-	-	-	0	9,827
Compensated absences	361	805	229	268	462	2,125	204
Capital leases payable	-	226	-	-	-	226	639
Notes payable	-	43,334	10,710	-	1,957	56,001	-
Revenue bonds payable	291,313	188,618	119,867	76,313	-	676,111	-
Landfill closure and postclosure costs	-	-	-	12,749	-	12,749	-
Advances	33	-	-	-	-	33	-
Net pension liability	14,962	8,524	2,555	2,933	7,648	36,622	1,470
Other postemployment benefits	23,792	15,166	5,135	4,001	12,682	60,776	2,638
Other	-	178	-	-	-	178	1,265
Total noncurrent liabilities	330,461	256,851	138,496	96,264	22,749	844,821	16,043
Total liabilities	365,066	284,945	164,480	111,530	24,086	950,107	30,321

(continued)

Lee County, Florida
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds						Governmental Activities
	Port Authority	Water and Wastewater	Transportation Facilities	Solid Waste	Other Non-Major Transit	Total Enterprise Funds	Internal Service Funds
DEFERRED INFLOWS OF RESOURCES							
Gain on refunding of debt	-	-	276	-	-	276	-
Unamortized pension costs	3,079	1,389	311	461	1,011	6,251	223
Total deferred inflows of resources	3,079	1,389	587	461	1,011	6,527	223
NET POSITION							
Net investment in capital assets	406,014	349,778	106,602	171,056	64,386	1,097,836	14,342
Restricted							
Capital projects	35,108	32,823	-	-	-	67,931	-
Debt service	9,317	8,422	9,440	5,086	-	32,265	-
Renewal and replacement	500	16,536	2,096	1,500	-	20,632	-
Unrestricted (deficit)	72,897	115,347	8,977	66,532	(14,188)	249,565	64,091
Total net position	$ 523,836	$ 522,906	$ 127,115	$ 244,174	$ 50,198	$ 1,468,229	$ 78,433

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	1,053
Net position of business-type activities	$ 1,469,282

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

Lee County, Florida

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

PROPRIETARY FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds						Governmental Activities
	Port Authority	Water and Wastewater	Transportation Facilities	Solid Waste	Other Non-Major Transit	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES							
User fees	$ 49,190	$ 104,762	$ -	$ 53,083	$ 3,971	$ 211,006	$ 118,605
Tolls	-	-	41,985	-	-	41,985	-
Rentals and franchise fees	5,565	216	-	1,778	23	7,582	-
Concessions	42,345	-	-	-	-	42,345	-
Miscellaneous	237	1,809	1,098	19,324	6	22,474	-
Total operating revenues	97,337	106,787	43,083	74,185	4,000	325,392	118,605
Less: Rebates	(3,883)	-	-	-	-	(3,883)	-
Net operating revenues	93,454	106,787	43,083	74,185	4,000	321,509	118,605
OPERATING EXPENSES							
Salaries and wages	20,928	13,656	3,146	4,573	10,020	52,323	2,247
Employee benefits	11,042	7,649	2,240	2,776	7,561	31,268	1,307
Contractual services, materials and supplies	24,427	18,698	1,963	54,401	3,028	102,517	18,534
Utilities	4,525	5,517	254	520	342	11,158	2,340
Repairs and maintenance	2,437	3,873	292	1,965	1,332	9,899	4,290
Insurance	1,717	797	959	376	459	4,308	5,285
Insurance claims	-	-	-	-	-	0	90,210
Other	1,796	3,748	664	1,120	887	8,215	697
Depreciation	21,448	41,093	7,775	14,328	3,118	87,762	3,010
Total operating expenses	88,320	95,031	17,293	80,059	26,747	307,450	127,920
Operating income (loss)	5,134	11,756	25,790	(5,874)	(22,747)	14,059	(9,315)
NON-OPERATING REVENUES (EXPENSES)							
Investment earnings	398	839	162	139	42	1,580	390
Taxes	-	-	-	584	-	584	-
Special assessments	-	875	-	-	-	875	-
Grants	336	555	-	(85)	5,602	6,408	(84)
Interest expense	(15,803)	(6,480)	(4,432)	(4,041)	(42)	(30,798)	(25)
Excess fees - City of Sanibel	-	-	(1,602)	-	-	(1,602)	-
Gain (loss) on disposal of capital assets	(141)	(802)	(9)	(1)	63	(890)	263
Passenger facility charges	16,251	-	-	-	-	16,251	-
Other revenues	187	649	868	9	49	1,762	266
Other expenses	(357)	(1,055)	(639)	(3)	-	(2,054)	-
Total non-operating revenues (expenses)	871	(5,419)	(5,652)	(3,398)	5,714	(7,884)	810

(continued)

Lee County, Florida

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

PROPRIETARY FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds						Governmental Activities
	Port Authority	Water and Wastewater	Transportation Facilities	Solid Waste	Other Non-Major Transit	Total Enterprise Funds	Internal Service Funds
Income (loss) before contributions and transfers	6,005	6,337	20,138	(9,272)	(17,033)	6,175	(8,505)
Capital grants and contributions	11,998	19,417	-	-	8,467	39,882	-
Transfers in	-	-	-	137	11,359	11,496	-
Transfers out	-	-	(23,819)	-	-	(23,819)	-
Total contributions and transfers	11,998	19,417	(23,819)	137	19,826	27,559	0
Change in net position	18,003	25,754	(3,681)	(9,135)	2,793	33,734	(8,505)
Total net position - beginning - as restated	505,833	497,152	130,796	253,309	47,405	1,434,495	86,938
Total net position - ending	$ 523,836	$ 522,906	$ 127,115	$ 244,174	$ 50,198	$ 1,468,229	$ 78,433

Change in net position	33,734
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	(1,687)
Change in net position of business-type activities	$ 32,047

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

Lee County, Florida
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Business-Type Activities - Enterprise Funds						Governmental Activities
	Port Authority	Water and Wastewater	Transportation Facilities	Solid Waste	Other Non-Major Transit	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from customers and users	$ 95,506	$ 106,835	$ 43,838	$ 75,133	$ 4,019	$ 325,331	$ 14,408
Receipts from interfund services provided	-	-	-	-	-	-	103,797
Cash received from customer deposits	185	1,450	-	-	-	1,635	-
Cash returned from customer deposits	(95)	(1,204)	-	-	-	(1,299)	-
Payments to suppliers	(33,468)	(28,161)	(3,839)	(59,016)	(7,333)	(131,817)	(118,159)
Payments to employees	(26,248)	(16,186)	(3,725)	(5,496)	(12,188)	(63,843)	(2,657)
Payments for interfund services used	(5,474)	(7,544)	(1,342)	(1,955)	(4,888)	(21,203)	(810)
Net cash provided by (used in) operating activities	30,406	55,190	34,932	8,666	(20,390)	108,804	(3,421)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Non-capital grants received	320	279	-	-	7,425	8,024	-
Non-capital grants issued	-	-	(1,432)	(85)	-	(1,517)	(84)
Transfers in	-	-	-	137	11,359	11,496	-
Transfers out	-	-	(12,294)	-	-	(12,294)	-
Net cash provided by (used in) noncapital financing activities	320	279	(13,726)	52	18,784	5,709	(84)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Proceeds from capital debt	283	-	539	-	-	822	-
Proceeds from special assessments	-	131	-	-	-	131	-
Proceeds from capital grants	13,131	14,342	-	-	14,582	42,055	-
Proceeds from passenger facilities charges	15,729	-	-	-	-	15,729	-
Capital asset purchases	(20,212)	(24,468)	(284)	(11,524)	(9,193)	(65,681)	(3,343)
Principal paid on bonds, loans, leases, and interfund loans	(18,510)	(9,377)	(9,639)	(4,830)	(1,320)	(43,676)	(198)
Interest paid on bonds, loans, leases, and interfund loans	(16,601)	(10,197)	(6,530)	(4,168)	(42)	(37,538)	(25)
Transfer to refunding escrow agent	(982)	-	(319)	-	-	(1,301)	
Proceeds from sale of capital assets	20	52	1	-	63	136	368
Net cash provided by (used in) capital and related financing activities	(27,142)	(29,517)	(16,232)	(20,522)	4,090	(89,323)	(3,198)
CASH FLOWS FROM INVESTING ACTIVITIES							
Proceeds from sale and maturities of investments	34,998	-	-	-	-	34,998	-
Interest on investments	399	826	145	136	38	1,544	349
Net cash provided by investing activities	35,397	826	145	136	38	36,542	349
Net increase (decrease) in cash and equity in pooled cash and investments	38,981	26,778	5,119	(11,668)	2,522	61,732	(6,354)
Cash and cash equivalents at beginning of year	155,689	221,504	39,407	111,669	2,624	530,893	96,486
Cash and cash equivalents at end of year	$ 194,670	$ 248,282	$ 44,526	$ 100,001	$ 5,146	$ 592,625	$ 90,132
Classified as:							
Current assets							
Cash, cash equivalents and investments	$ 118,914	$ 128,804	$ 28,533	$ 5,166	$ 5,146	$ 286,563	$ 90,132
Cash and equivalent with fiscal agent	-	-	-	72,969	-	72,969	-
Restricted assets	16,537	23,290	13,439	7,103	-	60,369	-
Non-current							
Restricted assets	59,219	96,188	2,554	14,763	-	172,724	-
Totals	$ 194,670	$ 248,282	$ 44,526	$ 100,001	$ 5,146	$ 592,625	$ 90,132

(continued)

Lee County, Florida
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Business-Type Activities - Enterprise Funds						Governmental Activities
	Port Authority	Water and Wastewater	Transportation Facilities	Solid Waste	Other Non-Major Transit	Total Enterprise Funds	Internal Service Funds
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES							
Increase in fair value of investments	$ 3	$ 93	$ 16	$ 2	$ 3	$ 117	$ 42
Purchase of capital assets on account	5,388	3,719	16	359	552	10,034	99
Contributions of capital assets	-	5,104	-	-	-	5,104	-
Loss on disposal of capital assets	(161)	(854)	(6)	(1)	-	(1,022)	(105)
Capital assets acquired through capital lease	-	367	-	-	-	367	1,040
Bond proceeds deposited directly to an irrevocable trust	36,899	-	123,265	-	-	160,164	-
Issuance cost paid directly from bond proceeds	102	-	441	-	-	543	-
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:							
Operating income (loss)	$ 5,134	$ 11,756	$ 25,790	$ (5,874)	$ (22,747)	$ 14,059	$ (9,315)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:							
Depreciation	21,448	41,093	7,775	14,328	3,118	87,762	3,010
Other revenues	187	649	868	593	49	2,346	266
Decrease in accounts receivable	730	106	-	346	13	1,195	242
Decrease in special assessments	-	304	-	-	-	304	-
(Increase) decrease in due from other funds	-	(13)	(29)	5	-	(37)	870
(Increase) in due from other governments	(28)	-	(124)	-	(43)	(195)	(69)
(Increase) decrease in inventories	58	(70)	51	-	-	39	85
(Increase) decrease in other assets	(253)	4	(25)	(13)	(16)	(303)	(21)
Increase (decrease) in contracts and accounts payable	1,650	737	29	314	(2,620)	110	(961)
Increase (decrease) in accrued liabilities	(533)	48	10	21	(3)	(457)	(25)
Increase in refunds and rebates	755	-	-	-	-	755	-
(Decrease) in due to other funds	(14)	(182)	(55)	(7)	(5)	(263)	(1,126)
Increase (decrease) in due to other governments	(267)	(15)	10	(49)	17	(304)	-
Increase in customer deposits	90	246	-	-	-	336	-
Increase (decrease) in unearned revenues	378	(692)	35	-	-	(279)	-
Increase (decrease) in compensated absences	(221)	(86)	(15)	(5)	(13)	(340)	9
Increase in OPEB	3,099	2,258	729	603	1,654	8,343	441
Increase (decrease) in net pension liability and related deferred outflows/inflows of resources	(1,807)	(953)	(117)	(78)	206	(2,749)	(83)
Increase (decrease) in other liabilities	-	-	-	(1,518)	-	(1,518)	3,256
Total adjustments	25,272	43,434	9,142	14,540	2,357	94,745	5,894
Net cash provided by (used in) operating activities	$ 30,406	$ 55,190	$ 34,932	$ 8,666	$ (20,390)	$ 108,804	$ (3,421)

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

Lee County, Florida
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
As of September 30, 2015
(amounts expressed in thousands)

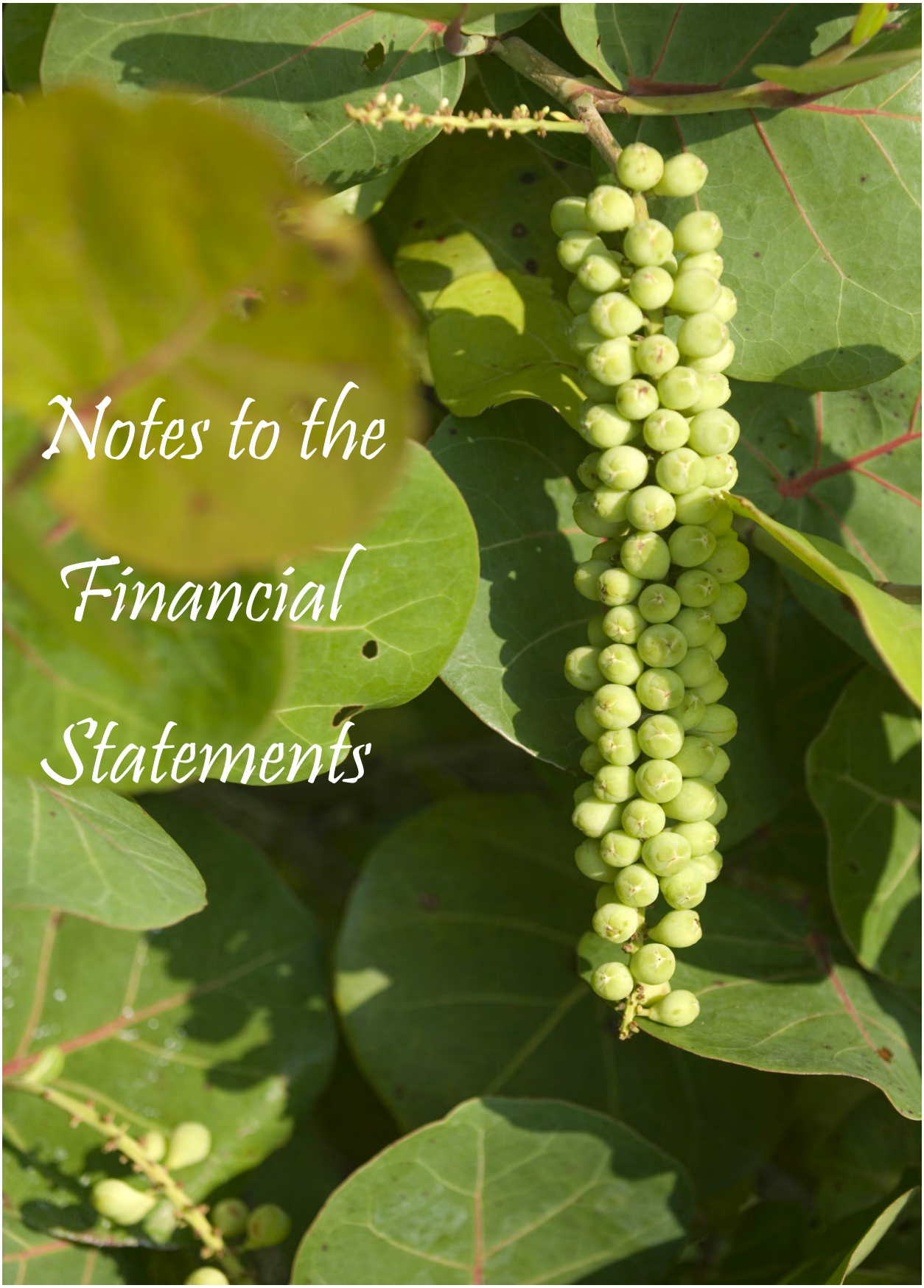
	Other Postemployment Benefits Trust Fund	Agency Funds
ASSETS		
Cash, cash equivalents and investments	$ -	$ 41,872
Cash and cash equivalents with fiscal agent	23,075	-
Investments	-	3,700
Accounts receivable (net)	-	9
Due from other governments	-	527
Total assets	23,075	46,108
LIABILITIES		
Contracts and accounts payable	-	61
Due to individuals	-	1,517
Due to other governments	-	18,329
Bonds and deposits	-	26,201
Total liabilities	0	$ 46,108
NET POSITION		
Held in trust for other postemployment benefits	$ 23,075	

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

Lee County, Florida
STATEMENT OF CHANGES IN PLAN NET POSITION
FIDUCIARY FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Other Postemployment Benefits Trust Fund
ADDITIONS	
Employer Contributions	$ -
Interest	-
Total additions	0
DEDUCTIONS	
Payments for retiree benefits	4,632
Total deductions	4,632
Change in net position	(4,632)
Net position - beginning of year	27,707
Net position - end of year	$ 23,075

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



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NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Lee County ("the County") was founded in 1887 as a political subdivision of the State of Florida established by Article VIII, Section 1(f), *Florida Constitution*. In 1996 by adoption of Lee County Ordinance No. 96-01 the County became a charter county as allowed by Article VIII, Section 1(c), *Florida Constitution*, and Chapter 125.82, *Florida Statutes*. Pursuant to Article VIII, Section 1(g), *Florida Constitution*, as a charter county the County has all powers of self-government not inconsistent with general law, or with special law approved by vote. It also gives the County authority to enact ordinances that are not inconsistent with general law.

The County is governed by an elected Board of County Commissioners ("the Board"), which is governed by Title XI, Chapters 124-164, *Florida Statutes*, and regulations. In addition to the members of the Board, there are five elected Constitutional Officers: Clerk of Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. The Constitutional Officers maintain separate accounting records and budgets.

The accompanying financial statements present the financial position and results of operations of the entity as a whole, by major fund, and non-major funds in aggregate, that are governed by the Board and the Constitutional Officers of Lee County, Florida.

As required by generally accepted accounting principles ("GAAP"), the financial statements of the reporting entity include those of Lee County (the primary government) and its component units. A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable. In addition, a component unit may be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The departments and divisions, of the Board and the Constitutional Officers as well as the Lee County Port Authority ("the Port Authority"), a blended component unit, are included in Lee County's *Comprehensive Annual Financial Report*.

Blended Component Unit

The Port Authority is a dependent political subdivision of the County as defined in Chapter 189, *Florida Statutes*. The Port Authority was created by Chapter 63-1541, *Laws of Florida*, and by adoption of Resolution No. PA-87-8-9. The legal authority by which the Port Authority operates is found in Chapter 63-1541, *Laws of Florida*, and Chapters 125 and 332, *Florida Statutes*. The Port Authority is included in the County's reporting entity as a blended component unit due to the significance of the operational and financial relationships with the County.

Although it is a legally separate agency, financial support has been pledged and its financial and operational policies may be significantly influenced by the County. The Board of Port Commissioners is substantively the same governing body as the Board of County Commissioners. The Port Authority is accounted for as if it was a part of the County's operations and reported as a County Enterprise Fund.

Complete financial statements of the Port Authority component unit can be obtained as follows:

Lee County Port Authority
11000 Terminal Access Road, Suite 8671
Fort Myers, Florida 33913

Government-Wide and Fund Financial Statements

The government-wide financial statements and the major-fund financial statements along with the notes to the financial statements comprise the basic financial statements. The government-wide financial statements (the statement of net position and the statement of activities) concentrate on the County as a whole and do not emphasize fund types

but rather a governmental or a business-type classification, which are presented in separate columns. The governmental activities and business-type activities comprise the primary government. Neither fiduciary funds nor component units that are fiduciary in nature are included. General governmental and inter-governmental revenues support the governmental activities, whereas the business-type activities are primarily supported by user fees and charges for services. The purpose of the government-wide financial statements is to allow the user to be able to determine if the County is in a better or worse financial position than the prior year.

The statement of activities reflects the expenses of a given function or program, which are offset by program revenues. Program revenues are defined as charges for services, operating grants and contributions, and capital grants and contributions directly associated with a given function. Taxes are reported under general revenue.

The County's major funds are presented in separate columns on the governmental fund financial statements and the proprietary fund financial statements. The definition of a major fund is one that meets certain criteria set-forth in Governmental Accounting Standards Board Statement Number 34, *Basic Financial Statements- and Management's Discussion and Analysis- for State and Local Governments* ("GASB 34"). The funds that do not meet the criteria of a major fund are considered non-major funds and are combined into a single column on the fund financial statements. However, as permitted, the County elects to present the Library, MSTU, Tourist Development Trust, and Capital Improvement funds as major funds although they do not meet the defined criteria.

The County allocates indirect expenses and therefore reports this allocation in a separate column on the government-wide statement of activities.

The effect of interfund activity has been removed from the government-wide financial statements.

Internal service fund activity is reported in full on the proprietary fund financial statements. The internal service funds are combined and thus reported in a single summary column on the proprietary fund financial statements. However, the internal service fund activity has been eliminated - except for the outside activity - and is combined with the governmental activities on the government-wide financial statements. The outside activities are premiums paid from outside entities for insurance, employee's portion of insurance, auto and equipment repair, and participating governments in the radio program for the government communications network.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred outflows/inflows of resources, fund equity or net position, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

Basis of accounting refers to when revenues and expenditures, or expenses, are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are prepared on a full accrual basis using the economic resources measurement focus, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all of the eligibility requirements have been met. Fiduciary fund financial statements are also prepared on an accrual basis.

Proprietary funds record both operating and non-operating revenues and expenses. Operating revenues are those that are obtained from the operations of the proprietary fund that include user fees, tolls, rental and franchise fees, and concessions. Non-operating revenues are not related to the operations of the proprietary fund and include taxes, interest earnings, grants, and passenger facility charges. Operating expenses represent the cost of operations, which includes depreciation. Non-operating expenses, such as interest expense, are not related to operations.

Governmental fund financial statements are prepared on the modified accrual basis using the current financial resources measurement focus. Under the modified accrual basis, revenues are recognized when they become measurable and available as net current assets. The County considers all revenues, except grants, available if they are collected within sixty days after year-end. Grants are recorded as earned if collected within ninety days after year-end. Primary revenues, such as property taxes, special assessments, inter-governmental revenues, charges for services, sales and franchise taxes, rents, and interest are treated as susceptible to accrual under the modified accrual basis and so have been recognized as revenues. Expenditures reported in governmental fund financial statements are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule includes principal and interest on general long-term debt, which is recognized when due, and compensated absences which are accrued when matured.

When both restricted and unrestricted resources are available, restricted resources will be used first for incurred expenses, and then unrestricted as needed. When using the unrestricted resources, committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

The County reports the following major funds in the governmental fund financial statements:

General Fund
The General Fund is the general operating fund of the County that is used to account for all financial resources, except those required to be accounted for in another fund.

Lee County Library
The Library, a special revenue fund, is used to account for ad valorem taxes and governmental grant funds designated to operate and maintain the County's public library system.

MSTU
The Municipal Service Taxing Unit ("MSTU"), a special revenue fund, is used to account for ad valorem taxes, building license and permit fees, administration fees, charges for Animal Services, and other revenues, and expenditures to be used in the unincorporated areas of the County for services rendered.

Tourist Development Trust Fund
The Tourist Development Trust Fund, a special revenue fund, is used to account for the five percent tax on rents for temporary lodgings. This tax, approved by a voter referendum in 1982, is restricted for promotion of tourism and specific projects that have been identified as encouraging tourism such as beach and shoreline improvements, the William Hammond Stadium, and JetBlue Park. The debt service and operations for the stadiums are also allowed to be paid from this tax.

Capital Improvement
Capital Improvement, a capital projects fund, is used to account for ad valorem taxes and other revenues, and expenditures to be used for the acquisition or construction of major non-transportation related capital facilities.

The County reports the following major funds in the proprietary fund financial statements:

Port Authority
The Lee County Port Authority is used to account for the activities related to the operation of the County owned aviation facilities, including Southwest Florida International Airport and Page Field General Aviation Airport.

Water and Wastewater
The Lee County Water and Wastewater System is used to account for the activities related to the operation of the County owned water and wastewater system.

Transportation Facilities
The Lee County Transportation Facilities fund is used to account for the activities related to the operation of the County owned bridges connecting Sanibel and Captiva Islands to the mainland and the Cities of Cape Coral and Fort Myers.

Solid Waste
The Lee County Solid Waste System is used to account for the provision of refuse disposal facilities to the general public.

The County reports the following other fund types:

Non-major Governmental Funds
The non-major governmental funds are a combination of special revenue, debt service, and capital projects.

Non-major Enterprise Funds
The only non-major enterprise fund is Lee County Transit. Lee County Transit is used to account for the activities related to the operation of the Lee Tran bus system, a countywide public transportation service.

Internal Service Funds
The internal service funds are used to account for data processing, risk management, health, dental and liability self-insurance, radio communications, and fleet management services on a cost reimbursement basis.

Trust Fund
The trust fund accounts for the plan assets held for the County's Other Post-Employment Benefit ("OPEB") plan.

Agency Funds
The agency funds are used to account for assets collected and held by the County as an agent for individuals, organizations, or other governments, such as fire impact fees, impact fees for the Village of Estero, school impact fees for the Lee County School Board, or license plate tag fees collected on behalf of the State of Florida.

Use of Estimates

The preparation of the financial statements requires management to make a number of estimates and assumptions relating to the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and the disclosure of contingent assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements. Preparation of the financial statements also requires management to make a number of estimates and assumptions relating to the reported amounts of revenues and expenditures during the period. Actual results could differ from those estimates.

Budgetary Information

Budgets and Budgetary Accounting

Budgets have been adopted by the Board for all Board funds except for agency funds. The budgets of the Property Appraiser and the Tax Collector are approved by the Florida Department of Revenue. The Sheriff and Supervisor of Elections prepare budgets for their general funds, which are submitted to and approved by the Board. The Clerk of Circuit Court (to the extent of her function as ex-officio Clerk to the Board) prepares a budget for her general fund (noncourt-related activities), which is submitted to and approved by the Board. In addition, the Clerk prepares a portion of her noncourt-related and special revenue budgets based on anticipated fees. The Clerk also prepares a court-related budget, which is submitted to and approved by the Florida State Legislature in the General Appropriations Act. No budget is prepared for the Property Appraiser's special revenue fund, and the Sheriff's special revenue and internal service funds.

Capital projects costs are budgeted in the year they are anticipated to be obligated. In subsequent years, the unused budget is reappropriated until the project is completed. Proprietary funds are budgeted on a basis consistent with GAAP, except that capital and debt related transactions are based upon cash receipts and disbursements. Estimated beginning fund balances are considered in the budgetary process. Differences between estimated beginning fund balances and actual fund balances, if material, are submitted to the Board as budget amendments. The annual budgets serve as the legal authorization for expenditures. Expenditures cannot legally exceed the total amount budgeted for each fund. The Board must approve all budget amendments, which change the legally adopted total appropriation for a fund, or amount of a Constitutional Officers' draw. Authority to transfer budget within a fund is delegated to the County Manager or Budget Director.

If, during the fiscal year, additional revenues become available for appropriation in excess of those estimated in the budget, the Board may make supplemental appropriations by resolution for the year up to the amount of such excess. During the fiscal year the Board, in accordance with Florida Statutes, approved various supplemental appropriations. Appropriations lapse at fiscal year-end.

Assets, Liabilities, Deferred Outflows/ Inflows of Resources, and Net Position or Equity

Cash, Cash Equivalents, and Investments

The County considers cash, cash equivalents, and investments to be cash on hand, demand deposits, highly liquid investments, including those held as restricted assets, with original maturities of three months or less when purchased, and those included in the internal investment pool.

For accounting and investment purposes, the County maintains a cash and investment pool that is available for use by all funds except those whose cash and investments must be segregated due to legal or other restrictions. Investments within this pool are treated as a demand deposit account by the various funds of the County that participate. Interest earned on investments in the pool is allocated to the various funds based upon each fund's equity balance in the pool during the allocation period.

For purposes of the Statements of Cash Flows, the County considers cash and equity in pooled cash and investments (restricted and unrestricted), and restricted cash and cash equivalents with fiscal agent to be cash and cash equivalents.

The County reports all investments at fair value, with the exception of: repurchase agreements, money market mutual funds, and State Board of Administration's ("SBA") Florida Local Government Surplus Trust Fund Investment Pool (Florida PRIME) that are reported at amortized cost which approximates fair value. All fair valuations are based on quoted market prices. The fair value of the position in Florida PRIME, an external 2a7-like investment pool, and the money market mutual funds are the same as the value of the pool/fund shares. The Florida PRIME investments are not categorized because they are not evidenced by securities that exist in physical or book entry form. Throughout the year, and as of September 30, 2015, Florida PRIME contained certain floating and adjustable rate securities. These investments represented 35.6 percent of Florida PRIME's portfolio at September 30, 2015.

Accounts Receivable

The trade accounts receivable of the County are recorded in the government-wide, governmental, and proprietary fund financial statements and are net of an allowance for doubtful accounts, which generally is equivalent to the receivables that are over 90 days, plus any amounts to be submitted to the Board of County Commissioners for write-off due to known uncollectible amounts.

Special assessment receivables that are not expected to be collected in the current year are reported as Deferred Inflows - unavailable revenue in the governmental fund statements. Delinquent special assessments receivable are expected to be recovered, ultimately through liens or foreclosures.

Due From/Due To

During the course of operations, the County has activity between funds for various purposes. Any residual balances at year-end are reported as due from/to other funds. While these balances are reported in the fund financial statements, any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide statement of net position as "internal balances."

Inventory

Inventories that consist of materials and supplies are stated at cost, which approximates fair market value. The "first-in, first-out" method of accounting is used to determine cost. Inventories that consist of homes held for resale are stated at cost. All inventories are recorded as expenditures, or expenses, as they are used (consumption method). Inventories reported within governmental funds are classified as non-spendable. Inventory held for resale consists of real estate holdings which the County intends to sell and are classified as restricted assets, which indicates that they do not constitute available resources.

Prepaid Items

Some payments to vendors represent costs applicable to future accounting periods and are recorded as prepaid items in the financial statements.

Advances To/From Other Funds

County Administration Code AC-3-4 ("the Code") allows loans between funds that are approved by the County Manager or their designee to be made for a period not to exceed beyond the current fiscal year or thirty days, whichever is greater. Loans that will not be repaid by the end of the current fiscal year must be approved by the Board of County Commissioners to be carried into the next fiscal year and are considered advances. Interest is calculated monthly using either the fixed or simple interest method, which is a variable rate based on the current rate used on Board funds deposited at the SBA, although the Code does allow for interest-free loans. The Code does not specify repayment requirements. When a determination is made that the advance will not be repaid, it is treated as a transfer. At September 30, 2015, the County has outstanding advances with payment terms ranging from 1-3 years.

Capital Assets

Capital assets include artwork, property, buildings, furniture, equipment, vehicles, software, easements and rights of way, and infrastructure assets. Infrastructure assets are defined as public domain capital assets such as roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems, and similar assets that are immovable and of value only to the government unit. Capital assets are reported in the government-wide financial statements in the applicable governmental or business-type activities column, as well as the proprietary fund financial statements. The threshold for capitalizing property, plant, and equipment is $1,000. The threshold for capitalizing software and infrastructure is $100,000. Capital assets are recorded at cost or estimated historical cost. Contributed assets are recorded at estimated fair market value at the time received. Depreciation is calculated using the straight-line method over the estimated useful lives of the related assets. The ranges of the useful lives are as follows:

Asset	Years
Buildings	30-50
Improvements other than buildings	6-50
Equipment	3-35
Computer Equipment	3-10
Furniture	4-20
Vehicles & rolling stock	3-12
Software	3-5
Infrastructure	20-50

Florida Statutes require that the Board maintain accountability for all capital assets used in operations, except those separately accounted for by the Sheriff.

Capital Lease Obligations

In the government-wide financial statements and proprietary fund financial statements, capital lease obligations and the related cost of assets acquired are reflected in the Statement of Net Position. For capital lease obligations in governmental funds, expenditure for the asset and the offsetting other financing source is reflected in the fund financial statements in the year of inception.

Unearned Revenues

Unearned revenues represent revenues collected in advance of services performed and will be recognized when the services are rendered.

Compensated Absences

The County maintains a policy that permits employees to accumulate earned but unused vacation and sick pay benefits that will be paid to employees upon separation from County service if certain criteria are met. These benefits, plus their related tax and retirement costs are classified as compensated absences. The County's policy requires employees to bank unused sick pay benefits. Both the current and long-term portion of compensated absences are accrued and reported in the government-wide and proprietary fund financial statements. The exception to this policy is the Lee County Port Authority, which has a mandatory annual buyback of unused leave. This is accounted for pursuant to GASB Statement Number 16, *Accounting for Compensated Absences*. Payments for compensated absences are made by the respective fund.

Unamortized Bond Premiums and Discounts

Bond premiums and discounts related to long-term debt are amortized over the life of the debt, principally by the effective-interest method. Notes payable and revenue bonds payable in the government-wide and proprietary fund financial statements are shown net of unamortized discounts and premiums. Premiums and discounts related to general long-term debt in the governmental fund financial statements are recorded as expenditures or other financing sources when paid or received and, therefore, are not accounted for in subsequent periods.

Deferred Outflows of Resources

Deferred outflows of resources represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense or expenditure) until then. The deferred outflows of resources reported in the County's Statement of Net Position represent pension related balances for changes in actuarial assumptions, the net difference between projected and actual earnings on Health Insurance Subsidy Program investments, changes in the proportion and differences between the County's contributions and proportionate share of contributions, and the County's contributions subsequent to the measurement date, relating to the Florida Retirement System Pension Plan and the Retiree Health Insurance Subsidy Program. These amounts will be recognized as increases in pension expense in future years. The County also reports a deferred outflow of resources for the losses on refunding that result from the difference in the carrying value of refunded debt and its reacquisition price. This amount is amortized using the effective-interest method in the government-wide and proprietary fund financial statements over the shorter of the life of the old bonds or the life of the new bonds.

Deferred Inflows of Resources

Deferred inflows of resources represents acquisition of resources that applies to future reporting period(s) and will not be recognized as an inflow of resource (revenue) until then. In governmental funds, revenues not received within sixty days of year-end are deferred until collected as they do not meet the availability criteria. The County currently has unavailable revenue for special assessments, grants, and accounts receivables. Also included in

deferred inflows are gains on refunding that result from the difference in the carrying value of refunded debt and its reacquisition price. This amount is amortized using the effective-interest method in the government-wide and proprietary fund financial statements over the shorter of the life of the old bonds or the life of the new bonds. The County also reports deferred inflows in the Statement of Net Position for pension related balances for the difference between expected and actual economic experience, the net difference between projected and actual earnings on Florida Retirement System Pension investments, and changes in the proportion and differences between the County's contributions and proportionate share of contributions relating to the Florida Retirement System Pension Plan and the Retiree Health Insurance Subsidy Program. These amounts will be recognized as reductions in pension expense in future years.

Pensions

In the government-wide and proprietary funds statements of net position, liabilities are recognized for the County's proportionate share of each pension plan's net pension liability. For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net position of the Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (HIS) and additions to/deductions from FRS's and HIS's fiduciary net position have been determined on the same basis as they are reported by the FRS and HIS plans. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds of employee contributions are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Net Position

In the government-wide and proprietary fund financial statements net position is categorized as net investment in capital assets, restricted and unrestricted. Restricted net position indicates amounts that have constraints on their use externally imposed by creditors, through debt covenants, by grantors, or by law. Restricted assets are being reported for: capital projects; debt service; inventory held for resale; special revenue funds; and renewal and replacement. The government-wide statement of net position reports $193,279,000 of governmental activities restricted net position, of which $175,463,000 is restricted by enabling legislation.

Fund Balances

In the governmental fund financial statements the County reports fund balances as either non-spendable or spendable. Spendable fund balances are further classified in a hierarchy based on the extent to which there are external and internal constraints.

Non-spendable balances are those that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Criteria include items that are not expected to be converted into cash, for example inventories and prepaids. It also includes the long-term amount of loans and notes receivable, as well as property acquired for resale. However, if the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned, then they should be included in the appropriate fund balance classification.

Spendable fund balances are classified as follows:

Restricted Fund Balance – Amounts that are constrained for a specific purpose imposed by creditors (such as through debt covenants), grantors, contributors, laws or regulations, or through constitutional provisions or enabling legislation.

Committed Fund Balance – Amounts constrained for a specific purpose imposed by a formal action of adopting an ordinance by the Board, the highest level of decision making authority, for the County. Once adopted, an ordinance can only be modified, rescinded, or replaced in the same manner, by another ordinance of the Board.

Assigned Fund Balance – Amounts that are intended to be used for specific purposes as determined by the Board, but that are neither restricted nor committed. Per the Board's administrative code, only the Board is authorized to assign fund balance.

Unassigned Fund Balance – Amount represents the residual fund balances for the County's General Fund that do not meet the other fund balance classification requirements.

NOTE II. DIFFERENCE BETWEEN BUDGETED AND ACTUAL RESULTS

Budgets are adopted on a basis consistent with GAAP except as follows:

- *General Fund* – Emergency Medical Services (EMS) ambulance fees are budgeted on a cash basis; the adjustment to record the remaining outstanding fees to accounts receivable for the year is not budgeted. Changes in fair market value (FMV) of investments, and inventory adjustments.
- *Lee County Library* – Changes in fair market value (FMV) of investments are not budgeted.
- *MSTU* – Changes in fair market value (FMV) of investments, inventory adjustments, and adjustments for unavailable revenues are not budgeted.
- *Tourist Development Trust Fund*- Changes in fair market value (FMV) of investments are not budgeted.

The following adjustments were necessary to present these funds' actual data on a budgetary basis (Non-GAAP) for the fiscal year ended September 30, 2015 (dollars in thousands):

General Fund:	
Net change in fund balance (GAAP basis)	$14,118
Basis Difference:	
EMS ambulance fees not reported on a cash basis	651
Miscellaneous revenue not budgeted (FMV)	(40)
Expenditures associated with inventory	125
Net change in fund balance non-GAAP	$14,854
Lee County Library:	
Net change in fund balance (GAAP basis)	($353)
Basis Difference:	
Miscellaneous revenue not budgeted-Change in FMV	(5)
Net change in fund balance non-GAAP	($358)
MSTU:	
Net change in fund balance (GAAP basis)	($368)
Basis Difference:	
Miscellaneous revenue not budgeted-Change in FMV	(21)
Unavailable revenues	1
Expenditures associated with inventory	24
Net change in fund balance non-GAAP	($364)
Tourist Development Trust Fund:	
Net change in fund balance (GAAP basis)	$4,382
Basis Difference:	
Miscellaneous revenue not budgeted-Change in FMV	(9)
Net change in fund balance non-GAAP	$4,373

NOTE III. PROPERTY TAXES

Property taxes become due and payable on November 1 of each year and are delinquent on April 1 of the following year. Discounts on property taxes are allowed for payments made prior to the April 1 delinquent date. Tax certificates for the full amount of any unpaid taxes must be sold no later than June 1 of each year. No accrual for the property tax levy becoming due in November 2015 is included in the accompanying financial statements, since such taxes are collected to finance expenditures of the subsequent period.

Procedures for collecting delinquent taxes, including applicable tax certificate sales and tax deed sales, are provided by Florida Statutes. The enforceable lien

date is approximately two years after taxes become delinquent and occurs only upon request of a holder of a delinquent tax certificate. There were no significant delinquent property tax receivables at September 30, 2015.

Important dates in the property tax cycle are as follows:

- Assessment roll certified- July 1
- Millage resolution approved- no later than 95 days following receipt of the certified preliminary assessment roll
- Beginning of fiscal year for which taxes have been levied- October 1
- Taxes due and payable (levy date)- November 1
- Property taxes payable (maximum discount of 4 percent)- 30 days after levy date
- Due date- March 31
- Taxes become delinquent (lien date)- April 1
- Tax certificate sold- prior to June 1

NOTE IV. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Finance Related Legal and Contractual Provisions

Management believes there were no violations of finance related legal and contractual provisions.

NOTE V. DETAIL NOTES ON ALL FUNDS

Cash, Cash Equivalents and Investments

Investment Portfolio

As of September 30, 2015, the County had the following deposits, investments, and maturities (amounts in thousands):

Investment	Maturities	Fair Value	Call Date	Call Frequency	Rating
Cash on hand	N/A	$ 2,137			N/A
Cash with Fiscal Agent	N/A	46,538			N/A
Demand Deposits	N/A	244,196			N/A
SBA- Local Government Surplus Funds Trust Fund					
Investment Pool- Florida PRIME	42 days	436,459			AAAM
Florida Local Government Investment Trust	1.53 years	2,000			AAAf
Florida Trust Day to Day Fund	40.56 days	10			AAAm
Money Market Funds	N/A	55,236			AAAm
U.S. Treasury Note	11/15/2015	20,005			N/A
U.S. Treasury Note	12/31/2015	20,007			N/A
U.S. Treasury Note	2/29/2016	20,009			N/A
U.S. Treasury Note	3/31/2016	20,020			N/A
U.S. Treasury Note	10/31/2016	19,996			N/A
U.S. Treasury Note	11/30/2016	20,015			N/A

Cash, Cash Equivalents and Investments, (continued)

Investment	Maturities	Fair Value	Call Date	Call Frequency	Rating
U.S. Treasury Note	11/30/2016	20,015			N/A
U.S. Treasury Note	2/28/2017	20,000			N/A
Federal Farm Credit	10/19/2015	15,000			AA+
Federal Farm Credit	10/19/2015	15,000			AA+
Federal Farm Credit	4/27/2016	19,996			AA+
Federal Farm Credit	1/21/2016	20,009			AA+
Federal Farm Credit	8/11/2016	15,012			AA+
Federal Farm Credit	3/27/2017	19,991			AA+
Federal Home Loan Bank	4/4/2016	15,002			AA+
Federal Home Loan Bank	1/30/2017	20,008	10/30/2015	QTR	AA+
Federal Home Loan Bank	10/28/2016	20,008	10/28/2015	1X	AA+
Federal Home Loan Bank	3/24/2017	16,043	3/24/2016	1X	AA+
Federal Home Loan Bank	6/29/2017	20,029	12/29/2015	QTR	AA+
Federal Home Loan Mortgage Corp.	1/25/2017	20,024			AA+
Federal Home Loan Mortgage Corp.	9/29/2016	20,033			AA+
Federal Home Loan Mortgage Corp.	4/28/2017	20,008	10/28/2015	1X	AA+
Federal Home Loan Mortgage Corp.	5/12/2017	20,011	11/12/2015	QTR	AA+
Federal Home Loan Mortgage Corp.	6/23/2017	20,028	12/23/2015	1X	AA+
Federal Home Loan Mortgage Corp.	7/28/2017	20,010	10/28/2015	QTR	AA+
Federal National Mortgage Assoc.	4/20/2017	20,026			AA+
Total		$ 1,282,881			

Other Postemployment Benefits Trust Fund

As of September 30, 2015, the County had the following investments in their trust portfolio (amounts in thousands):

Investment	Maturities	Fair Value	Call Date	Call Frequency	Rating
Money Market Funds	N/A	$ 23,075			AAAm

Credit Risk

The Board's Investment Policy (Policy) limits credit risk by restricting authorized investments for their investment portfolio to the following:

A.) Direct obligations of, or obligations the principal and interest of which are unconditionally guaranteed by the United States Government.

B.) U.S. Government sponsored enterprises.

C.) U.S. Government Agencies.

D.) The Florida Local Government Surplus Funds Trust Fund (SBA).

E.) Interest-bearing time deposits or savings accounts in banks organized under the laws of Florida, in national banks organized under the laws of the United States and doing business and situated in Florida. Savings and loan associations which are under federal law and supervision, provided deposits are secured by collateral as may be prescribed by law. The institution must be fully insured by Federal Deposit Insurance Corporation, or Federal Savings and Loan Insurance Corporation, and are approved by the State Treasurer as a qualified public depository.

F.) Securities of, or other interests in, any open-end or closed-end management type investment company or investment trust registered under the Investment Company Act of 1940, provided their portfolio is limited to United States Government obligations and repurchase agreements fully collateralized by such United States Government obligations.

G.) Repurchase agreements with any primary brokers/dealers that are fully collateralized by direct obligations of United States, or United States government sponsored corporation/ instrumentalities, or United States government agencies.

H.) Bonds, notes or obligations of any state of the United States, any municipality, political subdivision, agency or authority of this state which are exempt from federal income taxation, and are rated by any nationally recognized rating agency for municipal bonds in any of the two highest classifications.

I.) SEC - registered, no-load money market mutual funds whose portfolios consist of tax exempt securities and repurchase agreements, whose shares of the mutual fund must be rated in the highest category by a nationally recognized rating service.

J.) Florida Local Government Investment Trust (FLGIT).

K.) SEC registered money market mutual funds with average portfolio maturities under 120 days, whose portfolios consist of United States Government securities and repurchase agreements secured by such securities.

The Board's Policy requires that collateral for overnight and term repurchase agreements must maintain a minimum price of 101 percent on U.S. Treasuries and 102 percent on Agencies and Instrumentalities not to exceed five (5) years, and must be "marked to market" on a weekly basis. The Board's Policy also requires that the obligations of any state or municipality be rated by at least one of the nationally recognized rating agencies in any one of the two (2) highest classifications, and that investments in money market mutual funds must be rated in the highest category by a nationally recognized rating service. All credit ratings indicated in the above table are Standard & Poor's (S&P) ratings.

The Clerk does not have a formal written investment policy and thereby is required to follow Section 218.415, *Florida Statutes,* when investing surplus funds. This statute limits investing of surplus funds to the Local Government Surplus Funds Trust Fund, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal

Cooperation Act of 1969, Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency, interest-bearing time deposits or savings accounts in qualified public depositories, or direct obligations of the U.S. Treasury. All other Constitutional Officers, except the Clerk, follow the guidance in Section 219.075, *Florida Statutes*, regarding the deposit of funds and the investment of surplus funds, in addition to Section 218.415, *Florida Statutes*.

There is no formal written policy for the other postemployment benefit trust portfolio. The County adopted an ordinance allowing the trust assets to be invested in the same investments allowed by the Florida Retirement System as described in Chapter 215, *Florida Statutes*.

Custodial Credit Risk

The Board's Policy requires that bank deposits be secured as provided by Chapter 280, *Florida Statutes,* and that the banks must be fully insured by the Federal Deposit Insurance Corporation (FDIC) or the Federal Savings and Loan Insurance Corporation (FSLIC) and approved by the State Treasurer as a public depository. At September 30, 2015, all of the County's bank deposits, including the Constitutional Officers', were in qualified public depositories.

The Board's Policy requires execution of a third-party custodial safekeeping agreement for all purchased securities and collateral, and requires that they be held in the County's name.

Interest Rate Risk

The Board's Policy requires an average minimum dollar amount equivalent to eight weeks of expenditures shall be held in a liquid investment, and securities will not be directly invested in or accepted as collateral that have a maturity date greater than five (5) years from the settlement date.

Concentration of Credit Risk

The Board's Policy establishes limitations on portfolio composition in order to control concentration of credit risk. The Board's Policy allows 100 percent of the portfolio to be invested in United States Treasuries/Agencies, 50 percent to be invested in Local Government Surplus Funds, 20 percent to be invested in repurchase agreements, 65 percent to be invested in money market mutual funds (no individual fund family can exceed 30 percent of the overall portfolio), 30 percent to be invested in Certificate of Deposits, and 5 percent to be invested in FLGIT. No more than 25 percent of the total portfolio can be invested with one investment company.

The portion of the County's portfolio invested in Federal instrumentalities is detailed as follows, at September 30, 2015:

Issuer	Percent of Portfolio
Federal Home Loan Bank	9.20%
Federal Home Loan Mortgage Corp	12.13%
Federal National Mortgage Association	2.02%
Federal Farm Credit Bank	10.61%
Total Federal Instrumentalities	33.96%

Reconciliation of cash, cash equivalents and investments, from the schedule of deposits and investments to the basic financial statements (dollars in thousands):

Primary Government:	
Cash, cash equivalents and investments	$816,622
Restricted cash, cash equivalents and investments	420,687
Agency Funds:	
Cash, cash equivalents and investments	41,872
Investments	3,700
Total	$1,282,881

Receivables

At September 30, 2015, receivables for the County's major funds and all other funds in aggregate were as follows (dollars in thousands):

	General Fund	Lee County Library	MSTU	Tourist Development Trust Fund	Capital Improvement	Non-Major Governmental Funds	Total Governmental Funds
Accounts	$ 64,834	$ 5	$ 54	$ 50	$ -	$ 456	$ 65,399
Special assessments	-	-	-	-	-	4,802	4,802
Accrued interest	109	11	34	16	119	405	694
Less: allowance for bad debt	(60,400)	-	-	-	-	-	(60,400)
Total net receivables	$ 4,543	$ 16	$ 88	$ 66	$ 119	$ 5,663	$ 10,495

	Port Authority	Water and Wastewater	Transportation Facilities	Solid Waste	Non-Major Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Accounts	$ 5,845	$ 10,999	$ -	$ 3,609	$ -	$ 20,453	$ 1,079
Grants	3,220	276	-	-	1,958	5,454	-
Special assessments	-	758	-	2,158	-	2,916	-
Accrued interest	-	134	23	4	5	166	62
Less: allowance for bad debt	(250)	(232)	-	(13)	-	(495)	(32)
Total net receivables	$ 8,815	$ 11,935	$ 23	$ 5,758	$ 1,963	$ 28,494	$ 1,109

Capital Assets

Capital asset activity for the fiscal year ended September 30, 2015, was as follows (dollars in thousands):

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Artwork	$ 326	$ 2	$ (4)	$ 324
Land	589,184	2,180	(101)	591,263
Construction in progress	22,857	22,267	(28,077)	17,047
Easements & Rights of Way	66,659	-	-	66,659
Software in progress	536	14	-	550
Total capital assets not being depreciated	679,562	24,463	(28,182)	675,843
Capital assets being depreciated:				
Buildings	581,073	14,098	(410)	594,761
Improvements other than buildings	221,391	3,847	(172)	225,066
Machinery and equipment	255,382	18,698	(11,385)	262,695
Software	15,446	110	-	15,556
Infrastructure	755,201	1,569	-	756,770
Total capital assets being depreciated	1,828,493	38,322	(11,967)	1,854,848
Less accumulated depreciation for:				
Buildings	152,279	12,824	(303)	164,800
Improvements other than buildings	80,211	13,966	(147)	94,030
Machinery and equipment	182,086	14,979	(9,931)	187,134
Software	13,017	628	-	13,645
Infrastructure	246,478	19,070	-	265,548
Total accumulated depreciation	674,071	61,467	(10,381)	725,157
Total capital assets being depreciated, net	1,154,422	(23,145)	(1,586)	1,129,691
Total governmental activities capital assets, net	$ 1,833,984	$ 1,318	$ (29,768)	$ 1,805,534
Business-Type Activities:				
Capital assets not being depreciated:				
Artwork				
Port Authority	$ 291	$ 2	$ -	$ 293
Total Artwork	291	2	-	293
Land				
Port Authority	132,659	-	-	132,659
Water and Wastewater	26,482	-	-	26,482
Transportation Facilities	30,367	-	-	30,367
Solid Waste	27,150	-	-	27,150
Other non-major - Transit	8,682	417	-	9,099
Total land	225,340	417	-	225,757

Capital Assets (continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities (continued):				
Construction in progress				
Port Authority	21,217	15,992	(6,245)	30,964
Water and Wastewater	19,912	28,194	(13,064)	35,042
Solid Waste	6,504	7,484	(10,599)	3,389
Other non-major - Transit	26,777	6,640	(32,797)	620
Total construction in progress	74,410	58,310	(62,705)	70,015
Easements & rights of way				
Port Authority	45	-	-	45
Water and Wastewater	5,039	169	-	5,208
Transportation Facilities	14,119	-	-	14,119
Total Easements and Rights of Way	19,203	169	-	19,372
Total capital assets not being depreciated	319,244	58,898	(62,705)	315,437
Capital assets being depreciated:				
Buildings				
Port Authority	348,678	301	-	348,979
Water and Wastewater	53,527	669	-	54,196
Transportation Facilities	11,185	-	-	11,185
Solid Waste	117,387	3,821	-	121,208
Other non-major - Transit	7,805	32,022	-	39,827
Total buildings	538,582	36,813	-	575,395
Improvements other than buildings				
Port Authority	22,853	14	-	22,867
Water and Wastewater	401,283	9,201	(13)	410,471
Transportation Facilities	5,045	-	-	5,045
Solid Waste	34,976	-	-	34,976
Other non-major - Transit	1,831	311	-	2,142
Total improvements other than buildings	465,988	9,526	(13)	475,501
Machinery and equipment				
Port Authority	48,720	7,310	(973)	55,057
Water and Wastewater	124,881	6,432	(5,448)	125,865
Transportation Facilities	5,422	284	(58)	5,648
Solid Waste	217,729	1,243	(138)	218,834
Other non-major - Transit	35,341	961	(528)	35,774
Total machinery and equipment	432,093	16,230	(7,145)	441,178
Software				
Port Authority	3,133	198	-	3,331
Transportation Facilities	482	-	-	482
Other non-major - Transit	334	-	-	334
Total software	3,949	198	-	4,147

Capital Assets (continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities (continued):				
Infrastructure				
Port Authority	336,006	71	-	336,077
Water and Wastewater	363,248	2,537	-	365,785
Transportation Facilities	290,638	-	-	290,638
Solid Waste	23,681	6,558	-	30,239
Total infrastructure	1,013,573	9,166	-	1,022,739
Total capital assets being depreciated	2,454,185	71,933	(7,158)	2,518,960
Less accumulated depreciation for:				
Buildings				
Port Authority	70,421	7,000	-	77,421
Water and Wastewater	15,987	1,096	-	17,083
Transportation Facilities	5,341	269	-	5,610
Solid Waste	59,679	3,486	-	63,165
Other non-major - Transit	2,406	336	-	2,742
Total buildings	153,834	12,187	-	166,021
Improvements other than buildings				
Port Authority	12,104	1,401	-	13,505
Water and Wastewater	194,571	20,627	(11)	215,187
Transportation Facilities	2,916	213	-	3,129
Solid Waste	13,678	1,741	-	15,419
Other non-major - Transit	561	150	-	711
Total improvements other than buildings	223,830	24,132	(11)	247,951
Machinery and equipment				
Port Authority	25,291	3,649	(783)	28,157
Water and Wastewater	59,478	7,480	(4,606)	62,352
Transportation Facilities	4,070	226	(53)	4,243
Solid Waste	91,867	8,150	(21)	99,996
Other non-major - Transit	15,120	2,566	(503)	17,183
Total machinery and equipment	195,826	22,071	(5,966)	211,931
Software				
Port Authority	2,997	42	-	3,039
Transportation Facilities	286	97	-	383
Other non-major - Transit	199	66	-	265
Total software	3,482	205	-	3,687
Infrastructure				
Port Authority	122,599	9,356	-	131,955
Water and Wastewater	174,442	11,953	(52)	186,343
Transportation Facilities	93,474	6,970	-	100,444
Solid Waste	6,526	951	-	7,477
Total infrastructure	397,041	29,230	(52)	426,219
Total accumulated depreciation	974,013	87,825	(6,029)	1,055,809
Total capital assets being depreciated, net	1,480,172	(15,892)	(1,129)	1,463,151
Total business-type activities capital assets, net	$ 1,799,416	$ 43,006	$ (63,834)	$ 1,778,588

Capital Assets (continued)

Interest costs related to construction are capitalized. Net interest expense capitalized for the year ended September 30, 2015, was $3,012,000.

Depreciation expense was charged to functions as follows (dollars in thousands):

Governmental activities:		*Business-type activities:*	
General government	$ 16,599	Port Authority	$ 21,448
Public safety	6,592	Water and Wastewater	41,093
Physical environment	1,925	Transportation Facilities	7,775
Transportation	22,477	Solid Waste	14,328
Economic environment	315	Other non-major Transit	3,118
Human services	150	Total depreciation for business-type activities	$ 87,762 *
Culture and recreation	13,394		
Total depreciation for governmental activities	$ 61,452 *		

* The total depreciation expense by function does not agree with the related disclosed accumulated depreciation because of asset transfers. Asset transfers may occur between Governmental Activities and Business-Type Activities and asset transfers may also occur between asset categories such as Improvements Other Than Buildings and Infrastructure. The related accumulated depreciation for the asset transfer is reported in the Increase and/or Decrease columns on the Schedule of Capital Assets by Activity; therefore, the increase in accumulated depreciation is different from the current year's depreciation.

Construction Commitments

The County has active construction projects as of September 30, 2015. The significant commitments for remaining contracts were as follows (dollars in thousands):

Project	Contract Amount	Amount Spent-to-date	Remaining Commitment	Retainage
Port Authority	$ 58,196	$ 45,120	$ 13,076	$ 853
Water and Wastewater	34,456	12,291	22,165	806
Transportation Facilities	32,472	31,805	667	415
Solid Waste	505	240	265	-
Library	1,618	1,599	19	-
Culture & recreation	33,694	32,468	1,226	1,517
Transportation	73,329	42,918	30,411	1,454
Other	7,113	5,165	1,948	96
Total	$ 241,383	$ 171,606	$ 69,777	$ 5,141

Interfund Transactions

Interfund Transfers

Interfund transfers for the year ended September 30, 2015, consisted of the following (dollars in thousands):

	Transfers In								
	General Fund	Library	MSTU	Tourist Development Trust Fund	Capital Improvement	Non-Major Gov't Funds	Solid Waste	Other Non-Major Transit	Total
Transfers out:									
General Fund	$ -	$ 257	$ 206	$ -	$ 5,557	$ 26,508	$ 137	$ 10,650	$ 43,315
Library	-	-	-	-	-	5,188	-	-	5,188
MSTU	-	-	-	-	-	15,500	-	-	15,500
Tourist Development Trust Fund	220	-	-	-	9,750	11,264	-	-	21,234
Capital Improvement	1,780	-	-	191	-	-	-	-	1,971
Non-Major Governmental Funds	219	-	-	3,730	-	61,401	-	709	66,059
Transportation Facilities	-	-	-	-	-	23,819	-	-	23,819
	$ 2,219	$ 257	$ 206	$ 3,921	$ 15,307	$ 143,680	$ 137	$ 11,359	$ 177,086

The majority of interfund transfers were for recurring annual transfers. There were three notable non-recurring transfers in 2015. The Library fund transferred $5,188,000 to its construction fund for new library projects in North Fort Myers and Bonita Springs. The General fund transferred $5,557,000 to Capital Improvements for Conservation 2020 land maintenance and Transportation Facilities transferred $22,125,000 to Transportation Capital Improvement funds from surplus toll revenues for capital projects.

Interfund Transactions (continued)

Due To/From Other Funds

Interfund balances for the year ended September 30, 2015, consisted of the following (dollars in thousands):

	Due From										
	General Fund	Library	MSTU	Tourist Development Trust Fund	Non-Major Gov't Funds	Water and Wastewater	Transportation Facilities	Solid Waste	Other Non-Major Transit	Internal Service Funds	Total
Due To:											
General Fund	$ -	$ 5	$ 9	$ 55	$ 615	$ 2	$ 1	$ -	$ 1	$ 9	$ 697
Library	272	-	-	-	-	-	-	-	-	-	272
MSTU	465	-	-	10	40	-	-	-	-	1	516
Tourist Development Trust Fund	-	-	-	-	2	-	-	-	-	-	2
Capital Improvement	15	-	-	33	-	-	-	-	-	-	48
Non-Major Governmental Funds	420	10	-	-	821	-	11,544	-	-	-	12,795
Water & Wastewater	12	-	3	-	-	-	-	-	-	-	15
Transportation Facilities	-	-	-	-	40	-	-	-	-	-	40
Solid Waste	150	-	2	-	1	18	-	-	-	1	172
Other Non-Major Transit	-	-	-	-	55	-	-	-	-	1	56
Internal Service Funds	190	24	21	3	67	14	10	5	7	6	347
	$ 1,524	$ 39	$ 35	$ 101	$ 1,641	$ 34	$ 11,555	$ 5	$ 8	$ 18	$ 14,960

The majority of interfund balances as of September 30, 2015 are due to interfund billings for services and return of excess fees from the Constitutional Officers. There is one noteworthy balance as of September 30, 2015. Transportation Facilities recorded a due to Transportation Capital Improvement (a non-major Gov't fund) in the amount of $11,526,000 for surplus tolls.

Advances To/Advances From Other Funds

Interfund advances for the year ended September 30, 2015, consisted of the following (dollars in thousands):

	Advance From:			
	General Fund	Non-Major Gov't Funds	Total	
Advance To:				
Port Authority	$ 33	$ -	$ 33	Loan to Port Authority for utility line construction
Non-Major Gov't Funds	-	5	5	Loan for lighting district operations
	$ 33	$ 5	$ 38	

Repayment of advances is based on cash availability at year end in the borrowing funds therefore the outstanding balances are not on a schedule to be repaid within the following year.

Governmental Fund Balances

At September 30, 2015, the County's governmental fund balances were classified as follows (amounts in thousands):

	General Fund	Lee County Library	MSTU	Tourist Development Trust Fund	Capital Improvement	Other Governmental Funds	Total Governmental Funds
Nonspendable:							
Inventory	$ 297	$ -	$ 36	$ -	$ -	$ 2,611	$ 2,944
Advances	33	-	-	-	-	5	38
Total nonspendable	330	-	36	-	-	2,616	2,982
Restricted For:							
Improvement districts	-	-	-	-	-	6,538	6,538
Culture & recreation	-	-	-	-	-	7,677	7,677
Economic development	2,301	-	-	17,671	-	-	19,972
Health, safety & welfare	-	-	-	-	-	24,663	24,663
Transportation roads	-	-	-	-	-	110,803	110,803
Debt service	-	-	-	-	-	18,835	18,835
Court programs	-	-	-	-	-	2,527	2,527
Public records	-	-	-	-	-	3,789	3,789
Aerial maps	-	-	-	-	-	4	4
Inmate welfare	-	-	-	-	-	1,503	1,503
Driver's education	-	-	-	-	-	552	552
Law enforcement activities	-	-	-	-	-	1,781	1,781
Total restricted	2,301	-	-	17,671	-	178,672	198,644
Committed:							
MSTU	-	-	37,445	-	-	-	37,445
Capital improvements	-	-	-	-	135,768	-	135,768
Court programs	-	-	-	-	-	6,936	6,936
Culture & recreation	6	8,442	-	-	-	8,290	16,738
Health, safety & welfare	-	-	-	-	-	441	441
Total committed	6	8,442	37,445	-	135,768	15,667	197,328
Assigned to:							
Culture & recreation	-	-	-	-	-	27	27
Supervisor of Elections	714	-	-	-	-	-	714
Transportation roads	-	-	-	-	-	3,460	3,460
Economic development	7,656	-	-	-	-	-	7,656
Total assigned	8,370	-	-	-	-	3,487	11,857
Unassigned:	126,889	-	-	-	-	-	126,889
Total fund balances	$ 137,896	$ 8,442	$ 37,481	$ 17,671	$ 135,768	$ 200,442	$ 537,700

Long-Term Obligations

Leases

Operating Leases

The County is currently committed to various operating leases with terms in excess of one year. The future minimum rental payments as of September 30, 2015, were as follows (dollars in thousands):

Fiscal Year(s)	Amount
2016	$2,257
2017	1,679
2018	1,200
2019	909
2020	331
2021-2025	1,547
2026-2030	1,766
2031-2035	1,900
Total	$11,589

For all operating leases, rental expense is recorded with separate amounts for minimum rentals, contingent rentals, and sublease rentals.

The following schedule shows the total rental expense for all operating leases, including those with terms of less than one year, for the year ended September 30, 2015 (dollars in thousands):

Minimum rentals	$2,779
Contingent rentals	39
Short-term leases	817
Total rent expense	$3,635

An operating lease has a contingent rental when the amount of the rental payment may change based on the occurrence of certain events. For example, rental payments may increase due to additional usage or a change in the Consumer Price Index (CPI) rate or other economic indicators. Most operating leases have the option to renew for either a one or two year term. In most cases, the County expects to renew or replace all operating leases.

Capital Leases

Capitalized leases payable at September 30, 2015 amounted to $1,523,000. These obligations, which are collateralized by equipment and vehicles, have total annual installments ranging from $72,000 to $83,000 including interest ranging from 2.85 percent to 3.12 percent and mature through 2020. As of year-end, equipment currently leased under capital leases in the governmental activities had a historical cost of $1,423,000 and accumulated depreciation of $68,000. Equipment currently leased under capital leases in the business-type activities had a historical cost of $367,000 and accumulated depreciation of $20,000.

Future minimum capital lease obligations as of September 30, 2015 were as follows (dollars in thousands):

	Governmental Activities	Business-type Activities	Total
2016	$ 306	$ 79	$ 385
2017	306	79	385
2018	306	79	385
2019	306	80	386
2020	83	-	83
Total	$ 1,307	$ 317	$ 1,624
Less Interest:	(82)	(19)	(101)
Present Value:	$ 1,225	$ 298	$ 1,523

Revenue Bonds

The County issued revenue bonds for both governmental and business-type activities. The descriptions and balances of the outstanding revenue bonds as of September 30, 2015, were as follows:

Governmental Activities

- Series 2006 Capital Revenue Bonds for $63,605,000 at interest rates ranging from 4 percent to 5 percent (effective interest rate of 3.61 percent) collateralized by a lien on and a pledge of non-ad valorem funds including

ambulance service receipts, building permits, zoning fees, data processing fees, excess County Officer fees, franchise fees, guaranteed entitlement funds, investment earnings, license fees, pledged gas taxes, and sales tax. The bonds were partially advanced refunded on June 24, 2015 with the Non-Advalorem Refunding Revenue Bond, Series 2015. The remaining bonds are payable through 2016. The outstanding balance was $4,665,000.

The Capital Revenue Bonds were issued for the construction of the Jail and Evidence Facility. The total principal and interest remaining to be paid is $4,901,000. Principal and interest paid for the current year, and pledged revenues collected were $6,078,000 and $113,748,000, respectively.

- Series 2004 Tourist Development Tax Refunding Revenue Bonds for $8,195,000 at interest rates ranging from 2 percent to 5.25 percent (effective interest rate of 5.03 percent), collateralized by a lien on and a pledge of the tourist development tax, gross revenues of the baseball stadiums, and investment earnings. The bonds are payable through 2016. The outstanding balance was $1,535,000.

- Series 2010A Tourist Development Tax Revenue Bonds (Federally Taxable-Build America Bonds-Direct Subsidy) for $42,480,000 at interest rates ranging from 4.10 percent to 6.09 percent (effective interest rate of 5.79 percent), collateralized by a lien on and a pledge of the tourist development tax, gross revenues of the baseball stadiums, investment earnings, and federal direct subsidy payments on these Build America Bonds. The bonds are payable through 2033. The outstanding balance was $42,480,000.

- Series 2010B Tourist Development Tax Revenue Bonds (Federally Taxable-Build America Bonds Recovery Zone Economic Development Bonds-Direct Subsidy) for $37,403,000 at an interest rate of 6.29 percent (effective interest rate of 6.29 percent), collateralized by a lien on and a pledge of the tourist development tax, gross revenues of the baseball stadiums, investment earnings, and federal direct subsidy payments on these Build America Bonds-Recovery Zone Economic Development Bonds. The bonds are payable through 2040. The outstanding balance was $37,403,000.

- Series 2010C Tourist Development Tax Revenue Bonds for $1,275,000 at interest rates ranging from 2 percent to 3 percent (effective interest rate of 1.84 percent), collateralized by a lien on and a pledge of the tourist development tax, gross revenues of the baseball stadiums, and investment earnings. The bonds are payable through 2016. The outstanding balance was $660,000.

- Series 2013 Tourist Development Tax Revenue Bonds for $41,475,000 at interest rates ranging from 3 percent to 5 percent (effective interest rate of 4.02 percent), collateralized by a lien on and a pledge of the tourist development tax, gross revenues of the baseball stadiums, and investment earnings. The bonds are payable through 2043. The outstanding balance was $41,475,000.

The Tourist Development Tax Revenue Bonds were issued for the construction and capital improvements of the Hammond and the JetBlue baseball stadiums. The total principal and interest remaining to be paid on the Tourist Development Tax Revenue Bonds is $247,480,000. The total principal and interest paid for the current year was $7,479,000. For the current year, pledged revenues collected were $39,210,000 and federal subsidies received to offset the interest expense were $1,765,000.

- Series 2012 Non-Ad Valorem Refunding Revenue Bonds for $48,385,000 at interest rates ranging from 2 percent to 5 percent (effective interest rate of 2.21 percent), collateralized by a lien on and a pledge of non-ad valorem funds including ambulance service receipts, building permits, zoning fees, data processing fees, excess County Officer fees, franchise fees, guaranteed

entitlement funds, investment earnings, license fees, pledged gas taxes, and sales tax. The bonds are payable through 2024. The outstanding balance was $42,300,000.

- Series 2015 Non-Ad Valorem Refunding Revenue Bonds for $48,640,000 at a interest rate of 5 percent (effective interest rate of 3.18 percent), collateralized by a lien on and a pledge of non-ad valorem funds including ambulance service receipts, building permits, zoning fees, data processing fees, excess County Officer fees, franchise fees, guaranteed entitlement funds, investment earnings, license fees, pledged gas taxes, and sales tax. The bonds are payable through 2026. The outstanding balance was $48,640,000.

The total principal and interest remaining to be paid on the Non-Ad Valorem Bonds is $125,103,000. Principal and interest paid for the current year and pledged revenues collected were $5,274,000 and $119,522,000, respectively.

Business-Type Activities

- Series 2010A Airport Revenue Refunding Bonds, for $119,350,000 at interest rates ranging from 3.0 percent to 5.5 percent (effective interest rate of 5.25 percent), collateralized by a lien on and a pledge of net revenues of the SWFIA. The bonds are payable through 2022. The outstanding balance was $86,990,000.

- Series 2011A Airport Revenue Refunding Bonds $174,450,000 at interest rates ranging from 3.0 percent to 5.63 percent (effective interest rate of 5.53 percent), collateralized by a lien on and a pledge of net revenues of the SWFIA. The bonds are payable through 2032. The outstanding balance was $174,060,000.

- Series 2015 Airport Revenue Refunding Bonds, for $33,425,000 at interest rate of 5 percent (effective interest rate of 4.65 percent), collateralized by a lien on and a pledge of net revenues of the SWFIA. The bonds are payable through 2033. The outstanding balance was $33,425,000.

The Airport Revenue Bonds were issued for various capital projects. The total principal and interest remaining to be paid out on the Airport Revenue Bonds is $464,809,000. Principal and interest paid for the current year and pledged revenues collected were $17,202,000 and $33,238,000, respectively.

- Series 2011 Water and Sewer Refunding Revenue Bonds for $74,855,000 at interest rates ranging from 3 percent to 5.25 percent (effective interest rate of 4.29 percent), collateralized by a lien on and a pledge of the net revenues of the Lee County Water and Wastewater System. The bonds are payable through 2026. The outstanding balance was $63,295,000.

- Series 2012A Water and Sewer Refunding Revenue Bonds for $19,990,000 at an interest rate of 5 percent (effective interest rate of 3.65 percent), collateralized by a lien on and a pledge of the net revenues of the Lee County Water and Wastewater System. The bonds are payable through 2029. The outstanding balance was $19,990,000.

- Series 2012B Water and Sewer Refunding Revenue Bonds for $7,490,000 at an interest rate of 5 percent (effective interest rate of 3.75 percent), collateralized by a lien on and a pledge of the net revenues of the Lee County Water and Wastewater System. The bonds are payable through 2029. The outstanding balance was $7,490,000.

- Series 2013A Water and Sewer Revenue Bonds for $53,755,000 at interest rates ranging from 2 percent to 5 percent (effective interest rate of 4.45 percent), collateralized by a lien on and a pledge of the net revenues of the Lee County Water and Wastewater System. The bonds are payable through 2043. The outstanding balance was $53,275,000.

- Series 2013B Water and Sewer Refunding Revenue Bonds for $39,440,000 at interest rates ranging from 2 percent to 5 percent (effective interest rate of 4.29 percent), collateralized by a lien on and a pledge of the net revenues of the Lee County Water and Wastewater System. The bonds are payable through 2027. The outstanding balance was $37,670,000.

The Water and Sewer Revenue Bonds were issued for various capital projects. The total principal and interest remaining to be paid out on the Water and Sewer Revenue Bonds is $280,295,000. Principal and interest paid for the current year which includes refunded bonds and net pledged revenues collected were $15,053,000 and $67,017,000, respectively.

- Series 2005B Transportation Facilities Revenue Bonds for $63,865,000 at interest rates ranging from 3 percent to 5 percent (effective interest rate of 4.45 percent) collateralized by a lien on and pledge of the net revenues of the Sanibel Bridge, Cape Coral Bridge, and Midpoint Memorial Bridge Facilities. The bonds were partially refunded on October 29, 2014. The remaining bonds are payable through 2015. The outstanding balance was $930,000.

- Series 2014 Transportation Facilities Refunding Revenue Bonds for $106,570,000 at interest rates ranging from 2 percent to 5 percent (effective interest rate of 3.18 percent) collateralized by a lien on and pledge of the net revenues of the Sanibel Bridge, Cape Coral Bridge, and Midpoint Memorial Bridge Facilities. The bonds are payable through 2035. The outstanding balance was $106,570,000.

The Transportation Facilities Revenue Bonds were issued for various capital projects. The total principal and interest remaining to be paid out on the Transportation Facilities Revenue Bonds is $158,943,000. Principal and interest paid for the current year and net pledged revenues collected were $9,871,000 and $34,478,000, respectively.

- Series 2006A Solid Waste System Revenue Bonds, for $83,335,000 at interest rates ranging from 4.3 percent to 5.125 percent (effective interest rate of 4.96 percent), collateralized by a lien on and a pledge of net revenues of the Lee County Solid Waste System. The bonds are payable through 2026. The outstanding balance was $78,605,000.

- Series 2006B Solid Waste System Refunding Revenue Bonds, for $21,710,000 at interest rates ranging from 4 percent to 5 percent (effective interest rate of 5.25 percent), collateralized by a lien on and a pledge of net revenues of the Lee County Solid Waste System. The bonds are payable through 2015. The outstanding balance was $2,820,000.

The Solid Waste Revenue Bonds were issued for various capital projects. The total principal and interest remaining to be paid out on the Solid Waste Revenue Bonds is $107,966,000. Principal and interest paid for the current year and net pledged revenues collected were $8,995,000 and $9,126,000, respectively.

The annual debt service requirements for revenue bonds at September 30, 2015, were as follows (dollars in thousands):

	Governmental Activities		Business-type Activities		Total	
Fiscal Year(s)	Principal	Interest	Principal	Interest	Principal	Interest
2016	$ 7,075	$ 10,505	$ 25,325	$ 32,280	$ 32,400	$ 42,785
2017	9,195	10,711	26,535	31,582	35,730	42,293
2018	9,255	10,287	27,735	30,326	36,990	40,613
2019	3,580	9,975	30,050	28,911	33,630	38,886
2020	3,805	9,797	31,555	27,368	35,360	37,165
2021-2025	50,765	43,788	184,515	110,912	235,280	154,700
2026-2030	46,860	27,815	195,485	59,633	242,345	87,448
2031-2035	24,785	20,482	115,185	19,842	139,970	40,324
2036-2040	32,965	12,230	16,460	4,774	49,425	17,004
2040-2043	30,873	2,736	12,275	1,265	43,148	4,001
Total	$ 219,158	$ 158,326	$ 665,120	$ 346,893	$ 884,278	$ 505,219

	Port Authority		Water and Wastewater		Transportation Facilities		Solid Waste	
Fiscal Year(s)	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2016	$ 9,285	$ 14,720	$ 7,195	$ 8,622	$ 3,765	$ 5,019	$ 5,080	$ 3,919
2017	9,750	14,697	7,465	8,311	3,985	4,914	5,335	3,660
2018	10,230	14,208	7,790	7,980	4,105	4,751	5,610	3,387
2019	10,725	13,667	8,130	7,629	5,295	4,516	5,900	3,099
2020	11,310	13,065	8,485	7,261	5,560	4,245	6,200	2,797
2021-2025	66,955	55,805	48,945	29,607	32,485	16,646	36,130	8,854
2026-2030	88,755	34,969	59,405	15,850	30,155	7,989	17,170	825
2031-2035	87,465	9,203	9,700	7,380	18,020	3,259	-	-
2036-2040	-	-	12,330	4,670	4,130	104	-	-
2040-2043	-	-	12,275	1,265	-	-	-	-
Total	$ 294,475	$ 170,334	$ 181,720	$ 98,575	$ 107,500	$ 51,443	$ 81,425	$ 26,541

Bond Resolutions

The resolution for the following bonds established certain accounts and determined the order in which certain revenues are to be deposited into those accounts. In addition, there are various other covenants established by the official statements and County resolutions, including such items as debt service coverage, reporting requirements, and maintenance of facilities. Management believes that it has complied, in all material respects, with these covenants. All required balances at September 30, 2015, were maintained on all issues. The following issues are still outstanding:

Revenue Bonds

Capital Revenue Bonds, Series 2006
Tourist Development Tax Refunding Revenue Bonds, Series 2004
Tourist Development Tax Revenue Bonds, Series 2010A

Tourist Development Tax Revenue Bonds, Series 2010B
Tourist Development Tax Revenue Bonds, Series 2010C
Tourist Development Tax Revenue Bonds, Series 2013
Non-Advalorem Refunding Revenue Bonds, Series 2012
Non-Advalorem Refunding Revenue Bonds, Series 2015
Airport Revenue Refunding Bonds, Series 2010A
Airport Revenue Refunding Bonds, Series 2011A
Airport Revenue Refunding Bonds, Series 2015
Water and Sewer Refunding Revenue Bonds, Series 2011
Water and Sewer Refunding Revenue Bonds, Series 2012A
Water and Sewer Refunding Revenue Bonds, Series 2012B
Water and Sewer Refunding Revenue Bonds, Series 2013A
Water and Sewer Refunding Revenue Bonds, Series 2013B
Transportation Facilities Revenue Bonds, Series 2005B
Transportation Facilities Revenue Bonds, Series 2014
Solid Waste System Revenue Bonds, Series 2006A
Solid Waste System Refunding Revenue Bonds, Series 2006B

Debt Refunding

On October 29, 2014, the County issued Transportation Refunding Revenue Bonds, Series 2014, in the amount of $106,570,000 at interest rates ranging from 2 percent to 5 percent maturing on October 1, 2035. Proceeds of the bonds were used to currently refund $32,110,000 of outstanding Transportation Facilities Revenue Bonds, Series 2004B, at an interest rate of 5 percent on current interest paying bonds maturing on October 1 in years 2015 through 2022; currently refund $29,665,000 of outstanding Transportation Facilities Refunding Revenue Bonds, Series 2005A, at interest rates ranging from 3.6 percent to 4.2 percent on current interest paying bonds maturing on October 1 in years 2015 through 2027; and advance refund a $58,875,000 portion of outstanding Transportation Facilities Revenue Bonds, Series 2005B, at interest rates ranging from 3.75 percent to 5 percent maturing on October 1 in years 2017 through 2035.

The current refunding of the Transportation Facilities Revenue Bonds, Series 2004B and 2005A, and the advance refunding of the 2005B issue resulted in a reduction of total debt service payments of $22,716,000 over the next 21 years and an economic gain (difference between the present values of the debt service payments on the old and new debt) of $18,290,000.

The savings per issue is $4,784,000 total debt service savings over the next 8 years and an economic gain of $4,280,000 for the 2004B issue; $7,034,000 total debt service savings over the next 13 years and an economic gain of $5,653,000, for the 2005A issue; and $10,898,000 total debt service savings over the next 21 years and an economic gain of $8,357,000 for the 2005B issue

On the date of issuance of the Transportation Facilities Refunding Revenue Bonds, Series 2014, the County purchased U.S. Government Securities which were placed in an irrevocable trust with an escrow agent to provide for the payment in full of the redemption price of the refunded Series 2005B Bonds. As a result, the refunded portion of the Transportation Facilities Revenue Bonds, Series 2005B is considered defeased as of October 29, 2014, and the liability for the refunded bonds has been removed from the financial statements.

On June 24, 2015, the County issued Non Ad Valorem Refunding Revenue Bonds, Series 2015, in the amount of $48,640,000, at an interest rate of 5 percent with a final maturity date of October 1, 2026. Proceeds of the bonds were used to partially advance refund $53,775,000 of outstanding Capital Revenue Bonds, Series 2006, at interest rates ranging from 4 percent to 5 percent on current interest paying bonds maturing on October 1 in years 2017 through 2026.

The advance refunding resulted in a reduction of future debt service payments by approximately $5,713,000 over the next 12 years and obtained an economic gain of $8,938,000.

On the date of issuance of the Series 2015 Bonds, the County purchased U.S. Government Securities which were placed in an irrevocable trust with an escrow agent to provide for payment in full of the redemption price of the refunded Series 2006 Bonds. As a result, the refunded

portion of the Capital Revenue Bonds, Series 2006 is considered defeased as of June 24, 2015, and the liability for the refunded bonds has been removed from the financial statements.

On July 8, 2015, the County issued Airport Revenue Refunding Bonds, Series 2015 (Non-AMT), in the amount of $33,425,000, at an interest rate of 5 percent with a final maturity date of October 1, 2033. Proceeds of the bonds were used to currently refund $37,450,000 of outstanding Airport Revenue Refunding Bonds, Series 2005, at interest rates ranging from 4 percent to 5 percent on current interest paying bonds maturing on October 1 in years 2015 through 2033.

The current refunding resulted in a reduction of future debt service payments by approximately $7,109,000 over the next 19 years and obtained an economic gain of $3,650,000.

On the date of issuance of the Series 2015 Bonds, the County purchased U.S. Government Securities which were placed in an irrevocable trust with an escrow agent to provide for payment in full of the redemption price of the refunded Series 2005 Bonds. As a result, the refunded Airport Revenue Refunding Bonds, Series 2005 is considered defeased as of July 8, 2015, and the liability has been removed from the financial statements.

Defeased Bonds

In prior years, the County defeased certain revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements.

The amount of defeased bonds outstanding at September 30, 2015, consisted of the following (dollars in thousands):

Gulf Environmental Services, Inc. Water and Sewer System Revenue Bonds, Series 1998	$45,080
Transportation Facilities Revenue Bonds, Series 2005B (Partial)	58,875
Capital Revenue Bonds, Series 2006	53,775
Airport Refunding Revenue Bonds, Series 2005	37,450
Total	$195,180

Variable Debt

The County has entered into a loan agreement with a commercial bank to provide long-term financing for certain capital projects used in governmental activities. The loan is collateralized by special assessments levied against the benefited property owners of certain municipal service benefit units ("MSBU") of the County. Interest is payable semi-annually. Principal is payable in equal annual installments maturing in fiscal year 2019. The descriptions and the outstanding balances of the variable debt at September 30, 2015, were as follows:

- Bal Isle Drive Sewer district loan was issued on June 4, 2004, for $79,000. The interest rate was fixed at 6.118 until June 4, 2014 when it became variable and was adjusted to 133 percent of the five-year Treasury note yield. For the year ended September 30, 2015, the interest rate was 2.1945 percent. The outstanding balance was $13,000.

- Country/Triple Crown Court Waterline district loan was issued on July 15, 2004, for $195,000. The interest rate was fixed at 5.953 percent until July 14, 2014 when it became variable and was adjusted to 133 percent of the five-year Treasury note yield. For the year ended September 30, 2015, the interest rate was 2.261 percent. The outstanding balance was $26,000.

- Cottage Point Waterline district loan was issued on July 28, 2004, for $131,000. The interest rate was fixed at 5.93 percent until July 27, 2014 when it became variable and was adjusted to 133 percent of the five-year Treasury note yield. For the year ended

September 30, 2015, the interest rate was 2.3009 percent. The outstanding balance was $18,000.

Principal and interest paid for the current year and pledged revenues collected were $32,302 and $3,000, respectively.

The County entered into a $2,500,000 line of credit on November 8, 2011 with a final maturity on November 8, 2013, and extended by a Board resolution on October 29, 2013 through November 8, 2015 with a commercial bank. The line of credit is to be used for initial financing of MSBU projects that are later secured with long-term financing, at an interest rate of London Interbank Offered Rates ("LIBOR") plus 137 basis points, which was 1.70 percent at September 30, 2015. Interest is payable semi-annually beginning May 1, 2012, on the unpaid balance until final maturity on November 8, 2015. Principal for all draws made against the line of credit is due on November 8, 2015. The line of credit is collateralized by special assessments levied against the benefited property owners of certain MSBUs. There was no outstanding balance as of September 30, 2015. Principal and interest paid for the current year was $1,902,000.

The annual debt service requirements for variable debt at September 30, 2015, were as follows (dollars in thousands):

	Governmental Activities	
Fiscal Year(s)	Principal	Interest
2016	$ 27	$ 1
2017	27	1
2018	3	-
	$ 57	$ 2

Notes Payable

The County has entered into loan agreements with several banks and government agencies. These loans and agreements are used for both governmental and business-type activities. The descriptions and outstanding balances at September 30, 2015, were as follows:

Commercial Banks

The County has entered into loan agreements with two commercial banks to provide long-term financing for certain capital projects. The loans are collateralized by special assessments levied against the benefited property owners of certain MSBU of the County. Interest is payable semi-annually. Principal is payable in equal annual installments maturing in fiscal years 2015 through 2030.

- Briarcrest Sewer district loan was issued on August 10, 2007, for $324,000 at an interest rate of 5.51 percent. The outstanding balance was $151,000.

- Harbor Drive district loan was issued on February 29, 2008, for $867,000 at an interest rate of 4.67 percent. The outstanding balance was $555,000.

- Western Acres district loan was issued on April 25, 2008, for $1,696,000 at an interest rate of 4.36 percent. The outstanding balance was $1,043,000.

- Emily Lane district loan was issued on August 19, 2009, for $457,000 at an interest rate of 3.99 percent. The outstanding balance was $269,000.

- McGregor Isle district loan was issued on June 10, 2010, for $223,000 at an interest rate of 3.31 percent. The outstanding balance was $84,000.

- San Carlos district loan was issued on June 30, 2010, for $458,000 at an interest rate of 3.17 percent. The outstanding balance was $288,000.

- McGregor Villages district loan was issued on June 23, 2010, for $116,000 at an interest rate of 3.34 percent. The outstanding balance was $71,000.

- Airport Woods Sewer district loan was issued on October 10, 2012, for $451,000 at an interest rate of 2.85 percent. The outstanding balance was $361,000.

- Port Carlos Dredge district loan was issued on August 9, 2013, for $84,000 at an interest rate of 3.10 percent. The outstanding balance was $63,000.

- Cherry Estates district loan was issued on November 4, 2014, for $1,985,000 at an interest rate of 4.16 percent. The outstanding balance was $1,319,000.

The total principal and interest remaining to be paid out on the MSBU notes payable is $5,258,000. Principal and interest paid for the current year and pledged revenues collected were $1,170,000 and $3,332,000 respectively.

On August 14, 2013, the County entered into a loan agreement for $35,540,000 with a commercial bank to refund the Capital and Transportation Facilities Refunding Revenue Bonds, Series 2003. The County covenanted to budget and appropriate legally available non-ad valorem revenues reduced by General Government and Public Safety expenditures. Interest is payable semi-annually at an interest rate of 2.09 percent. Principal is payable annually starting on October 1, 2014, and maturing on October 1, 2021. The outstanding balance was $34,685,000.

The total principal and interest remaining to be paid out on the commercial bank loan for the refunding of the Capital and Transportation Facilities Refunding Revenue Bonds, Series 2003 is $38,111,000. Principal and interest paid for the current year and pledged revenues collected were $1,589,000 and $119,522,000, respectively.

On August 13, 2014, the County entered into a loan agreement for $12,590,000 with a commercial bank to refund a portion of the Five Cent Local Option Gas Tax Refunding Revenue Bonds, Series 2004. The loan is collateralized by a lien on and pledge of the local option gas tax revenues. Interest is payable semi-annually at an interest rate of 1.379 percent. Principal is payable annually starting on October 1, 2015, and maturing on October 1, 2020. The outstanding balance was $10,560,000.

The total principal and interest remaining to be paid out on the commercial bank loan for the refunding of the Local Option Gas Tax Refunding Revenue Bonds, Series 2004 is $10,998,000. Principal and interest paid for the current year and pledged revenues collected were $2,202,000 and $7,096,000, respectively.

On November 9, 2011, the County entered into a loan agreement for $30,700,000 with a commercial bank to refund the Series 2001A Transportation Facilities Refunding Revenue Bonds. The loan is collateralized by a lien on and a pledge of the net revenues derived from the transportation facilities- three toll facilities- in the County. Interest is payable semi-annually at an interest rate of 1.71 percent. Principal is payable annually starting on October 1, 2012, and maturing on October 1, 2017. The outstanding balance at September 30, 2015 was $15,925,000.

The total principal and interest remaining to be paid out on the commercial bank loan for the Transportation Facilities Refunding Revenue Series 2011 bank loan is $16,343,000. Principal and interest paid for the current year and pledged revenues collected for the debt were $5,481,000 and $34,434,000, respectively.

Florida Department of Environmental Protection

- On April 17, 2001, the Lee County Water and Wastewater System entered into an agreement with the Florida Department of Environmental Protection to borrow up to $4,956,000 for various construction projects at an interest rate of 3.08 percent. To date the County has received $3,278,000 in disbursements from this loan. The outstanding balance also includes capitalized interest and service fees of $587,000. The 20 semiannual loan payments began on July 15, 2007, and will continue semiannually thereafter on January 15 and July 15 of each year until all amounts due have been fully paid in 2017. The outstanding balance was $658,000.

- On June 15, 2005, the Lee County Water and Wastewater System entered into an agreement with the Florida Department of Environmental Protection to borrow $3,375,000, excluding capitalized interest, at an interest rate of 2.67 percent for the construction of the North Lee County Water Treatment Plant. The agreement was amended to authorize the borrowing, excluding capitalized interest, of an additional $6,000,000, $5,000,000, $3,000,000, $3,200,000, and $4,557,000 at interest rates of 2.58 percent, 2.64 percent, 2.64 percent, 2.77 percent, and 2.57 percent respectively. To date the County has received a total of $26,255,000 which includes $25,132,000 in disbursements and $1,123,000 in service fees and capitalized interest. The first of 40 semiannual loan payments was due on July 15, 2008 for $691,000. On July 15, 2010, and thereafter, the semiannual installments of $858,000 are due on January 15 and July 15 of each year until all amounts due have been

fully paid in 2028. The outstanding balance was $18,186,000.

- On March 3, 2009, the Lee County Water and Wastewater System entered into an agreement with the Florida Department of Environmental Protection to borrow up to $35,930,000 for various construction projects. The first installment was for $10,000,000, excluding capitalized interest, at an interest rate of 3.17 percent. The agreement was amended to authorize the borrowing, excluding capitalized interest, of $10,000,000, $10,000,000, and $3,559,000 at interest rates of 2.62 percent, 2.22 percent, and 2.79 percent respectively. To date the County has received $34,518,000 which includes capitalized interest and service fees of $950,000. The first of 40 semiannual loan payments began on October 15, 2010 for $683,000 and which was increased to $1,000,000 on April 15, 2011 and $1,121,000 on October 15, 2011. On April 15, 2012 and thereafter the semiannual installments of $1,128,000 are due on April 15 and October 15 of each year until all amounts due have been fully paid in 2030. The outstanding balance was $27,693,000.

The total principal and interest remaining to be paid out on the Florida Department of Environmental Protection loans is $55,981,000. Principal and interest paid for the current year and pledged revenues collected were $4,425,000 and $37,499,000, respectively.

Florida Department of Transportation

- On June 19, 2012, the Lee County Transit Division entered into an agreement with the Florida Department of Transportation to borrow $9,000,000 from the State Infrastructure Bank (SIB) for the construction of a new transit facility. On June 17, 2014, the County received the first draw of $3,277,000. Interest begins accruing with the first disbursement at 2 percent and will compound annually each October 1 thereafter, until the loan is completely repaid. The first annual principal and interest payment is due on October 1, 2015 for $1,407,000 and will continue until the loan is repaid which currently is 2017. Total principal and interest remaining to be paid on the loan as of September 30, 2015 is $2,008,000. The outstanding balance is $1,957,000. Principal and interest paid for the current year and pledged revenues collected were $1,407,000 and $9,224,000, respectively.

The annual debt service requirements for notes payable at September 30, 2015, were as follows (dollars in thousands):

	Governmental Activities		Business-type Activities		Total	
Fiscal Year(s)	Principal	Interest	Principal	Interest	Principal	Interest
2016	$ 1,360	$ 959	$ 8,418	$ 1,454	$ 9,778	$ 2,413
2017	3,435	981	9,742	1,313	13,177	2,294
2018	3,480	916	8,907	1,114	12,387	2,030
2019	10,162	782	2,996	977	13,158	1,759
2020	10,347	575	3,076	897	13,423	1,472
2021-2025	20,225	650	16,664	3,201	36,889	3,851
2026-2030	440	55	14,616	957	15,056	1,012
	$ 49,449	$ 4,918	$ 64,419	$ 9,913	$ 113,868	$ 14,831

Other Obligations

Self-Insurance Claims Payable

Self-insurance claims payable are fully described in Note VIII. Since the self-insurance activity is accounted for in an internal service fund, it has been categorized in the governmental activities on the government-wide Statement of Net Position. The balance at September 30, 2015, consisted of the following (dollars in thousands):

Self-insurance group health & dental	$ 5,600
Sheriff internal service fund	3,811
Self-insurance general liability	12,402
Total self-insurance claims payable	$21,813

Arbitrage Rebate Payable

Any excess interest earnings on tax-exempt bond proceeds must be remitted to the federal government in five-year intervals. Even though a payment may not be required until several years into the future, the liability is recognized as it is probable and measurable. The liability is recorded in both governmental and business-type activities. The obligation as of September 30, 2015 is $178,000.

Changes in Long-Term Debt

Changes in bonded and other indebtedness of the County for the year ended September 30, 2015, were as follows (dollars in thousands):

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds payable:					
Revenue bonds	$ 232,823	$ 48,640	$ (62,305)	$ 219,158	$ 7,075
Less/plus deferred amounts:					
Unamort discount/premium	8,194	8,399	(2,456)	14,137	-
Total bonds payable	241,017	57,039	(64,761)	233,295	7,075
Variable debt	1,980	-	(1,923)	57	27
Notes payable	52,778	1,985	(5,314)	49,449	1,360
Other:					
Self-insurance claims payable	19,822	91,425	(89,434)	21,813	11,986
Capital Lease	-	1,423	(198)	1,225	276
Case settlement	-	1,265	-	1,265	-
Other postemployment benefits	189,234	32,343	-	221,577	-
Net pension liability	109,145	61,943	-	171,088	-
Compensated absences	22,493	17,091	(18,726)	20,858	8,629
Total governmental activity long-term liabilities	$ 636,469	$ 264,514	$ (180,356)	$ 720,627	$ 29,353

The liability for compensated absences is liquidated primarily by the General Fund, with other governmental funds and internal service funds liquidating less than 10 percent each on an annual basis. The other postemployment benefit obligation is currently liquidated by the Other Postemployment Benefits Trust Fund. The entire claims liability is reported in the Self-Insurance Group Health and Dental Fund and will be liquidated by that fund.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-Type Activities:					
Port Authority					
Bonds payable:					
Revenue bonds	$ 307,400	$ 33,425	$ (46,350)	$ 294,475	$ 9,285
Less/plus deferred amounts:					
Unamort discount/premium	3,372	3,859	(1,108)	6,123	-
Total bonds payable	310,772	37,284	(47,458)	300,598	9,285
Variable debt	3,042	-	(3,042)	-	-
Notes payable	6,540	-	(6,540)	-	-
Other postemployment benefits	20,694	3,098	-	23,792	-
Net pension liability	9,965	4,997	-	14,962	-
Compensated absences	1,689	2,314	(2,536)	1,467	1,106
Total Port Authority long-term liabilities	$ 352,702	$ 47,693	$ (59,576)	$ 340,819	$ 10,391

Changes in Long-Term Debt (continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Water and Wastewater					
Bonds payable:					
Revenue bonds	$ 187,910	$ -	$ (6,190)	$ 181,720	$ 7,195
Less/plus deferred amounts:					
Unamort discount/premium	15,190	-	(1,097)	14,093	-
Total bonds payable	203,100	-	(7,287)	195,813	7,195
Notes payable	49,655	-	(3,118)	46,537	3,203
Arbitrage rebate payable	90	88	-	178	-
Capital Lease	-	367	(69)	298	72
Other postemployment benefits	12,908	2,258	-	15,166	-
Net pension liability	6,280	2,244	-	8,524	-
Compensated absences	971	1,354	(1,439)	886	81
Total Water and Wastewater long-term liabilities	$ 273,004	$ 6,311	$ (11,913)	$ 267,402	$ 10,551
Transportation Facilities					
Bonds payable:					
Revenue bonds	$ 125,745	$ 106,570	$ (124,815)	$ 107,500	$ 3,765
Less/plus deferred amounts:					
Unamort discount/premium	4,162	17,675	(5,705)	16,132	-
Total bonds payable	129,907	124,245	(130,520)	123,632	3,765
Notes payable	21,399	-	(5,474)	15,925	5,215
Other postemployment benefits	4,406	729	-	5,135	-
Net pension liability	1,915	640	-	2,555	-
Compensated absences	268	300	(316)	252	23
Total Transportation Facilities long-term liabilities	$ 157,895	$ 125,914	$ (136,310)	$ 147,499	$ 9,003

Changes in Long-Term Debt (continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Solid Waste					
Bonds payable:					
Revenue bonds	$ 86,255	$ -	$ (4,830)	$ 81,425	$ 5,080
Less/plus deferred amounts:					
Unamort discount/premium	(4)	-	(28)	(32)	-
Total bonds payable	86,251	-	(4,858)	81,393	5,080
Landfill closure & postclosure costs	14,267	9	(1,527)	12,749	-
Other postemployment benefits	3,398	603	-	4,001	-
Net pension liability	2,035	898	-	2,933	-
Compensated absences	300	383	(388)	295	27
Total Solid Waste long-term liabilities	$ 106,251	$ 1,893	$ (6,773)	$ 101,371	$ 5,107
Other Non-Major - Transit					
Notes Payable	$ 3,277	$ -	$ (1,320)	$ 1,957	$ -
Other postemployment benefits	11,028	1,654	-	12,682	-
Net pension liability	5,210	2,438	-	7,648	-
Compensated absences	521	917	(929)	509	47
Total Other Non-Major long-term liabilities	$ 20,036	$ 5,009	$ (2,249)	$ 22,796	$ 47
Total Business-Type Activities					
Bonds payable:					
Revenue bonds	$ 707,310	$ 139,995	$ (182,185)	$ 665,120	$ 25,325
Less/plus deferred amounts:					
Unamort discount/premium	22,720	21,534	(7,938)	36,316	-
Total bonds payable	730,030	161,529	(190,123)	701,436	25,325
Variable debt	3,042	-	(3,042)	-	-
Notes payable	80,871	-	(16,452)	64,419	8,418
Landfill closure & postclosure costs	14,267	9	(1,527)	12,749	-
Arbitrage rebate payable	90	88	-	178	-
Capital leases	-	367	(69)	298	72
Other postemployment benefits	52,434	8,342	-	60,776	-
Net pension liability	25,405	11,217	-	36,622	-
Compensated absences	3,749	5,268	(5,608)	3,409	1,284
Total business-type activity long-term liabilities	$ 909,888	$ 186,820	$ (216,821)	$ 879,887	$ 35,099

NOTE VI. SEGMENT INFORMATION

Segment Information- Port Authority

The County has outstanding revenue bonds which are financed by Southwest Florida International Airport revenues. These activities, and the activities of the Page Field General Aviation and other Port Authority activities, are accounted for in a single fund (Lee County Port Authority). Summary financial information for the Southwest Florida International Airport is presented below (dollars in thousands) as of September 30, 2015.

	Southwest Florida International Airport
Condensed Statement of Net Position	
Assets	
Current assets	$ 89,065
Restricted assets	42,842
Capital assets	618,577
Total assets	750,484
Deferred outflows of resources	
Unamortized pension costs	2,537
Loss on refunding	7,990
Total deferred outflows of resources	10,527
Liabilities	
Current liabilities	16,208
Current liabilities payable from restricted assets	16,535
Noncurrent liabilities	326,967
Total liabilities	359,710
Net position	
Net investment in capital assets	349,273
Restricted	10,369
Unrestricted	38,810
Total net position	$ 398,452
Condensed Statement of Revenues, Expenses, and Changes in Net Position	
Operating revenues	
User fees	$ 43,243
Rentals	3,039
Concessions	42,267
Miscellaneous	231
Less: Rebates	(3,883)
Total operating revenues	84,897
Operating expenses	
Depreciation	19,040
Other operating expenses	57,027
Total operating expenses	76,067
Operating income	8,830
Non-operating revenues (expenses)	
Investment earnings	255
Interest expense	(15,845)
Other non-operating	(11)
Total non-operating revenues (expenses)	(15,601)

Segment Information- Port Authority (continued)

	Southwest Florida International Airport
Loss before capital contributions	(6,771)
Capital contributions	10,752
Transfers	(883)
Change in net position	3,098
Beginning net position, as restated	395,354
Ending net position	$ 398,452
Condensed Statement of Cash Flows	
Net cash provided (used) by:	
Operating activities	$ 28,973
Noncapital financing activities	(637)
Capital and related financing activities	(31,504)
Investing activities	25,255
Net increase	22,087
Beginning cash and equity in pooled cash and investments	101,739
Ending cash and equity in pooled cash and investments	$ 123,826

Certain funds that relate to activities at both the Southwest Florida International Airport and Page Field are not included in the segmented statements, including the K-9 donation fund and the discretionary fund. In addition, all of the funds related to the passenger facility charges and Page Field activities are omitted from the segmented statements.

NOTE VII. OTHER POSTEMPLOYMENT BENEFITS

The County maintains two single-employer, defined benefit other postemployment benefit plans ("OPEB"), the Group Health Program for Lee County, and the Lee County Sheriff Health Care Plan.

Plan Description

Group Health Program for Lee County

The Group Health Program for Lee County ("GHPLC") provides medical, dental, vision and life insurance benefits (OPEB benefits) to eligible County retirees (hire date prior to January 1, 2008) and their spouses. All the Constitutional Officers, except the Lee County Sheriff, participate in GHPLC. At October 1, 2015, the date of the latest actuarial valuation, plan participation consisted of 3,681 current active plan members, 1,127 retirees and 304 eligible dependents receiving postemployment health care benefits. All retirees and their dependents are eligible to use the active employee self-funded insurance plan that is administered by Aetna. In addition, Medicare eligible retirees and their Medicare eligible dependents may enroll in the Medicare Advantage Plan ("MAP"), a fully funded insurance plan administered by United Healthcare. The Board has the authority to establish and amend the benefit provisions of the plan in accordance with Chapter 110.123, *Florida Statutes*.

Lee County Sheriff Health Care Plan

The Lee County Sheriff's Office ("LCSO") operates a separate heath care plan. Lee County Sheriff Health Care Plan ("LCSHCP") offers health, dental, and vision coverage to eligible LCSO retirees (hire date prior to January 1, 2008) and their spouses. At September 30 2015, the date of the latest actuarial valuation, plan participation consisted of 1486 active members and 325 retirees. The plan also allows retirees the option to continue to participate in the LCSHCP life insurance policy. The life insurance is only available to the retiree, and has a face value of $5,000. The LCSHCP is a single-employer plan and is administered by Self Insured Benefit Administrator. Authority to establish and amend the benefit provisions of the plan is in accordance with Chapter 110.123, *Florida Statutes*.

A publicly available financial report that includes financial statements and required supplementary information is not available for either plan.

Funding Policy

Group Health Program for Lee County

The contribution requirements of the plan members are established and may be amended by the Board and the Constitutional Officers. The County subsidizes medical premiums for the MAP and self-insurance plan at 60 percent, and 50 percent, respectively. A $96 discount is applied for plan members enrolled in Medicare Part B for the self-insurance plan. No discount is offered for MAP. However, this policy was modified on January 1, 2008; therefore, the Board does not currently subsidize any portion of the medical or Medicare premiums for the employees hired after that date. The Clerk of Circuit Court does not subsidize any contribution rates. Vision and dental insurance are offered to retirees; however, they are not subsidized by the County. The plan also allows retirees the option to continue to participate in the GHPLC life insurance policy. The life insurance is only available to the retiree, and has a face value of $5,000. The table listed below summarizes the retirees' monthly contribution rates for 2015.

	General Employee Retirees		Clerk of Circuit Court Retirees	
	Aetna	MAP	Aetna	MAP
Medical/ Prescriptions:				
Retiree only				
Pre 65 years old	$390	N/A	$780	N/A
Medicare Eligible	294	170	780	425
Retiree plus spouse				
Pre 65 years old	788	N/A	1,575	N/A
Medicare Eligible	595	340	1,575	850
Retiree plus dependent				
Pre 65 years old	773	N/A	1,545	N/A
Medicare Eligible	580	340	1,545	850
Retiree plus family				
Pre 65 years old	795	N/A	1,590	N/A
Medicare Eligible (3) (spouse + one dep)	602	510	1,590	1,275
Life:				
Individual Coverage	5		5	
Spouse	N/A		N/A	

An irrevocable trust was established with ICMA-RC with a contribution of $42,594,000 in December 2008; however, no formal plan has been established for future contributions to the trust. Distributions of $4,632,000 were made from the trust fund for the employer's portion of the insurance premiums for the County and the LCSO. The balance in the trust fund on September 30, 2015, was $23,075,000.

Lee County Sheriff Health Care Plan

Chapter 74.522, *Laws of Florida*, as amended by Chapter 99.434, and 2003.329, *Laws of Florida*, establishes the contribution requirements of the plan members. The current published monthly rates for retiree Health Care coverage are $717 for single and $634 for family. An $80 discount is applied for plan members enrolled in Medicare Part B. The LCSO subsidizes a percentage of the monthly major medical and hospitalization insurance based on the number of years of service credited to the Florida Retirement System ("FRS") before retirement. Vision and dental insurance are offered to retirees; however, they are not subsidized by LCSO.

The table below shows the contribution percentages for the corresponding years of service.

Percent of the Total Contribution Rates Paid by Retiree

Eligible Service Credit at Retirement or Termination	Retiree	Dependent
More than 10 years but less than 15 years	100%	100%
15 years	25%	100%
16 years	20%	100%
17 years	15%	100%
18 years	10%	100%
19 years	5%	100%
20 years or more	0%	50%

The retiree contribution rate for the life insurance policy is $0.90 per month. The plan is funded on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation

The annual OPEB cost (expense) is calculated based on the Annual Required Contribution ("ARC") of the employer, an amount actuarially determined in accordance with the parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over 30 years. The current ARC rate as a percentage of annual covered payroll is 19 percent and 28 percent for GHPLC and LCSHCP, respectively.

The following table shows the components of the County and Sheriff's OPEB cost for the year, the estimated contributions to the plan per the actuary report, and the changes in the net OPEB obligation.

	GHPLC	LCSHCP
Annual Required Contribution	$30,407,000	$20,412,000
Interest on net OPEB Obligation	6,608,000	4,237,000
Adjustment to ARC	(10,268,000)	(5,063,000)
Annual OPEB cost/expense	26,747,000	19,586,000
Employer contributions made	(1,523,000)	(4,123,000)
Increase, (decrease) in net OPEB obligation	25,224,000	15,463,000
Net OPEB obligation -beginning of year	135,721,000	105,945,000
Net OPEB obligation -end of year	$160,945,000	$121,408,000

The annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2015 and the two preceding years were as follows:

	Year Ended	Annual OPEB Cost	Percent of OPEB Cost Contributed	Net OPEB Obligation
GHPLC	09/30/2015	$26,747,000	5.7%	$160,945,000
	09/30/2014	$24,821,000	0.0%	$135,721,000
	09/30/2013	$28,939,000	0.0%	$110,900,000
LCSHCP	09/30/2015	$19,586,000	21.1%	$121,408,000
	09/30/2014	$16,644,000	21.4%	$105,945,000
	09/30/2013	$15,804,000	20.9%	$92,868,000

Funded Status and Funding Progress

The funded status of the plans was as follows:

	GHPLC As of 09/30/15	LCSHCP As of 09/30/15
Actuarial accrued liability (a)	$263,516,000	$230,659,000
Actuarial value of plan assets (b)	23,075,000	-
Unfunded actuarial accrued liability (funding excess) (a)-(b)	$240,441,000	$230,659,000
Funded ratio (b)/(a)	8.8%	0.0%
Covered payroll (c)	$156,819,000	$73,859,000
Unfunded actuarial accrued liability (funding excess) as a Percentage of covered payroll ((a)-(b))/(c)	153.3%	312.3%

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 the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

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

Significant methods and assumptions were as follows:

	GHPLC	LCSHCP
Actuarial valuation date	10/01/2015	07/01/2014
Actuarial cost method	Entry Age	Entry Age
Amortization method	Level dollar, closed	Level percentage of pay, closed
Remaining amortization periods	21	22
Asset valuation method	Market-Value	Plan not funded
Actuarial assumptions:		
Inflation rate	2.5%	2.5%
Investment rate of return	County 5%, Port 4%	4%
Projected salary increases	n/a	3.7%-7.8%
Payroll growth assumptions	n/a	3.5%
Healthcare inflation rate	7%-8.5%, initial 5%, ultimate	7%, initial 4.58%, ultimate

NOTE VIII. RETIREMENT PLANS

Defined Benefit Pension Plans

Background

The Florida Retirement System (FRS) was created by Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any State-administered retirement system in paying the costs of health insurance.

All regular County employees are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' Web site (www.dms.myflorida.com).

The County's pension expenses for both the FRS Pension Plan and HIS Plan for the year ended September 30, 2015 totaled $13,181,000.

Florida Retirement System Pension Plan (FRS Plan)

Plan Description

The Florida Retirement System Pension Plan (FRS Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The general classes of membership are as follows:

- *Regular Class* – Members of the FRS who do not qualify for membership in the other classes.
- *Elected County Officers Class* – Members who hold specified elective offices in local government.
- *Senior Management Service Class (SMSC)* – Members in senior management level positions.
- *Special Risk Class* – Members who are special risk employees, such as law enforcement officers, meet the criteria to qualify for this class.

Employees enrolled in the FRS Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the FRS Plan on or after July 1, 2011, vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service. All members enrolled in the FRS Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service. Employees enrolled in the

FRS Plan may include up to 4 years of credit for military service toward creditable service. The FRS Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The FRS Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the FRS Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided

Benefits under the FRS Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

Class, Initial Enrollment, and Retirement Age/Years of Service:	% Value
Regular Class members initially enrolled before July 1, 2011	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement up to age 63 or up to 31 years of service	1.63
Retirement up to age 64 or up to 32 years of service	1.65
Retirement up to age 65 or up to 33 years of service	1.68
Regular Class members initially enrolled on or after July 1, 2011	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement up to age 66 or up to 34 years of service	1.63
Retirement up to age 67 or up to 35 years of service	1.65
Retirement up to age 68 or up to 36 years of service	1.68
Elected County Officers	3.00
Senior Management Service Class	2.00
Special Risk Regular	
Service from December 1, 1970, through September 30, 1974	2.00
Service on and after October 1, 1974	3.00

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3 percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3 percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3 percent. FRS Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

Contributions

The Florida Legislature establishes contribution rates for participating employers and employees. Effective July 1, 2011, all FRS Plan members (except those in DROP) are required to make 3 percent employee contributions on a pretax basis. The contribution rates attributable to the County, effective July 1, 2014, were applied to employee salaries as follows: regular employees 6.07 percent, county elected officials 41.94 percent, senior management 19.84 percent, and DROP participants 11.02 percent. The County's contributions to the FRS Plan were $23,938,000 for the year ended September 30, 2015.

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

At September 30, 2015, the County reported a liability of $125,074,000 for its proportionate share of the FRS Plan's net pension liability. The net pension liability was measured as of June 30, 2015, 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 proportion of the net pension liability was based on the County's contributions received by FRS during the measurement period for employer payroll paid dates from July 1, 2014, through June 30, 2015, relative to the total employer contributions received from all of FRS's participating employers. At June 30, 2015, the County's proportion was 0.9683 percent, which was an increase of 0.0045 percent from its proportion measured as of June 30, 2014.

For the year ended September 30, 2015, the County recognized pension expense of $7,073,000 for its proportionate share of FRS's pension expense.

In addition, the County reported its proportionate share of FRS's deferred outflows of resources and deferred inflows of resources from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	$ 13,204,000	$ 2,966,000
Changes in Actuarial Assumptions	8,302,000	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	29,866,000
Changes in Proportion and Differences Between County Contributions and Proportionate Share of Contributions	2,023,000	9,950,000
County Contributions Subsequent to the Measurement Date	5,973,000	-
Total	$ 29,502,000	$ 42,782,000

Deferred outflows of resources related to pensions included $5,973,000 resulting from contributions subsequent to the measurement date. This amount will be recognized as a reduction of the net pension liability in the year ended September 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30:	
2016	$(11,764,000)
2017	(11,764,000)
2018	(11,764,000)
2019	12,876,000
2020	2,382,000
Thereafter	781,000

Actuarial Assumptions

The total pension liability in the July, 1 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 %, per year
Salary increases	3.25 %, average
Investment rate of return	7.65 %

Mortality rates were based on the Generational RP-2000 with Projection Scale BB. The actuarial assumptions used in the July 1, 2015, 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, as outlined in the FRS Plan's investment policy, and best estimates of arithmetic

and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric)	Standard Deviation
Cash	1.0%	3.2%	3.1%	1.7%
Fixed Income	18.0%	4.8%	4.7%	4.7%
Global Equity	53.0%	8.5%	7.2%	17.7%
Real Estate (property)	10.0%	6.8%	6.2%	12.0%
Private Equity	6.0%	11.9%	8.2%	30.0%
Strategic Investments	12.0%	6.7%	6.1%	11.4%
Totals	100%			
Assumed Inflation - Mean		2.6%		1.9%

Discount Rate

The discount rate used to measure the total pension liability was 7.65 percent for the FRS Plan. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, each of 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 long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Pension Liability Sensitivity

The following presents the County's proportionate share of the net pension liability for the FRS Plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

Description	1% Decrease	Current Discount Rate	1% Increase in Discount Rate
FRS Plan Discount Rate	6.65%	7.65%	8.65%
County's Proportionate Share of the FRS Plan Net Pension Liability	$ 324,096,483	$125,074,564	$ (40,544,363)

Pension Plan Fiduciary Net Position

Detailed information about the FRS Plan's fiduciary's net position is available in a separately-issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report. The report may be obtained through the Florida Department of Management Services website: http://www.dms.myflorida.com.

Retiree Health Insurance Subsidy Program (HIS Plan)

Plan Description

The Retiree Health Insurance Subsidy Program (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided

For the fiscal year ended June 30, 2015, eligible retirees and beneficiaries received a monthly HIS payment of $5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of $30 and a maximum HIS payment of $150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof

of health insurance coverage, which may include Medicare.

Contributions

The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2015, the contribution rate was 1.26 percent of payroll pursuant to section 112.363, Florida Statues. The County contributed 100 percent of its statutorily required contributions for the current and preceding 3 years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled. The County's contributions to the HIS Plan were $3,375,000 for the year ended September 30, 2015.

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

At September 30, 2015, the County reported a liability of $82,636,000 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2015, 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 proportion of the net pension liability was based on the County's contributions received during the measurement period for employer payroll paid dates from July 1, 2014, through June 30, 2015, relative to the total employer contributions received from all participating employers. At June 30, 2015, the County's proportion was 0.8103 percent, which was an increase of 0.0002 percent from its proportion measured as of June 30, 2014.

For the year ended September 30, 2015, the County recognized pension expense of $6,108,000 for its proportionate share of HIS's pension expense. In addition, the County reported its proportionate share of HIS's deferred outflows of resources and deferred inflows of resources from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	$ -	$ -
Changes in Actuarial Assumptions	6,501,000	-
Net Difference Between Projected and Actual Earnings on HIS Program Investments	45,000	-
Changes in Proportion and Differences Between County Contributions and Proportionate Share of Contributions	481,000	730,000
County Contributions Subsequent to the Measurement Date	1,030,000	-
Total	$ 8,057,000	$ 730,000

Deferred outflows of resources related to pensions included $1,030,000 resulting from contributions subsequent to the measurement date. This amount will be recognized as a reduction of the net pension liability in the year ended September 30, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30:	
2016	$1,084,000
2017	1,084,000
2018	1,084,000
2019	1,075,000
2020	1,070,000
Thereafter	900,000

Actuarial Assumptions

The total pension liability in the July 1, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 %, per year
Salary increases	3.25 %, avg with inflation
Municipal Bond Rate	3.80 %

Mortality rates were based on the Generational RP-2000 with Projection Scale BB. The actuarial assumptions used in the July 1, 2015, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

Discount Rate

The discount rate used to measure the total pension liability was 3.80 percent for the HIS Plan. 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 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.

Pension Liability Sensitivity

The following presents the County's proportionate share of the net pension liability for the HIS Plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

Description	1% Decrease	Current Discount Rate	1% Increase in Discount Rate
HIS Plan Discount Rate	2.80%	3.80%	4.80%
County's Proportionate Share of the HIS Plan Net Pension Liability	$ 94,159,651	$ 82,635,803	$ 73,026,644

Pension Plan Fiduciary Net Position

Detailed information about the HIS Plan's fiduciary's net position is available in a separately-issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report. That report may be obtained through the Florida Department of Management Services website: http://www.dms.myflorida.com.

Defined Contribution Plan

The Florida State Board of Administration (SBA) administers the defined contribution plan officially titled the FRS Investment Plan (Investment Plan). The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. County employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual

members allocate contributions and account balances among various approved investment choices. Costs of administering plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04 percent of payroll and by forfeited benefits of plan members.

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Non-vested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5-year period, the employee will regain control over their account. If the employee does not return within the 5-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2015, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the County.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The County's Investment Plan pension expense totaled $2,604,000 for the year ended September 30, 2015.

NOTE IX. OTHER INFORMATION

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. After September 30, 1989, and prior to October 1, 1987, the Board established a Self-Insured Retention (SIR) program (an internal service fund) to account for and finance its uninsured risks of loss. Under this program, the SIR provides coverage in the areas mentioned below. The County purchases commercial insurance for claims in excess of coverage provided by the fund and for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. As a result, there was no reduction in insurance coverage.

The County remains liable for open claims asserted prior to October 1, 1987, and after September 30, 1989, covered under the existing self-insurance program, limited to the established annual loss fund limits for unasserted claims for a period, generally four years after date of occurrence. Claims that are filed or settled after the end of the fiscal year of occurrence are charged to, and accumulated within, the year of occurrence. Consequently, the County's total liability within any one year is limited to the annual loss fund limits.

From October 1, 1987, to September 30, 1989, the County was a member of the Southwest Florida Intergovernmental Risk Management Association (SFIRMA), a local government liability risk pool. SFIRMA administered insurance activities similar to those provided by the Board's SIR program. SFIRMA absorbed losses up to a specific amount

annually and purchased excess and other specific coverages from third-party carriers.

The County remains liable for estimated additional assessments of $34,709 arising from its years of membership in SFIRMA, which has changed its name to Public Risk Management of Florida.

Additionally, the Board and the Sheriff maintain self-insurance internal service funds to administer insurance activities relating to countywide employee group health and dental programs. The County absorbs losses related to these programs up to aggregate annual loss fund limits. Excess and other specific coverages are purchased from third-party carriers. Funding for these programs is generated by charges to the operating departments based on management's annual estimates of claim loss funding and administration/operating costs.

At September 30, 2015, the County had recorded liabilities equal to the amounts reflected as reserved and unasserted claims. These amounts were calculated by the third-party self-insurance program's underwriters and actuaries, based on industry standards. These liabilities are subject to adjustments in future years, which would be recorded as claim expenses when they are estimated.

The County's and Sheriff's SIR programs and excess insurance provides coverage for all the County and Sheriff departments' exposure. Funding for the SIR is generated by charges to the operating departments based on management's annual estimates of claim loss funding and administration/operating costs. Changes in the County and Sheriff funds' claims liability for the years ended September 30, 2015 and 2014, were as follows (dollars in thousands):

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Year- End
Self-Insurance Group Health and Dental:				
2015	$8,536	$82,584	($81,709)	$9,411
2014	8,880	78,641	(78,985)	8,536
Self-Insurance General Liability:				
2015	$11,286	$6,360	($5,244)	$12,402
2014	11,040	3,598	(3,352)	11,286

Landfill Closure and Postclosure Liability

The Florida Department of Environmental Protection (FDEP) requires the County to place a final cover on its landfill cells when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although most closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a small portion of these closure and postclosure care costs as an operating expense based on certain minor closure activities that have occurred as of the balance sheet date. The amount reported as landfill closure and postclosure care liability in the fund statements, $12,749,000, represents the cumulative portion of total estimated closure and postclosure care as of September 30, 2015, based on the use of 33 percent of the capacity of the 99.8 acre active disposal areas at the landfill. The total estimated cost for closure and postclosure care for the landfill at September 30, 2015, was $36,974,000. The County will recognize the remaining estimated cost of closure and postclosure care of $24,225,000 as the remaining estimated capacity is filled. The County will recalculate its liability annually; the liability amount is based on what it presently would cost to perform all closure and postclosure care at September 30, 2015. The Class I - MSW landfill facility configuration, as currently planned, is expected to provide approximately 21 more years of disposal capacity for Lee and Hendry Counties. Actual costs may be higher due to inflation, or changes in regulations.

The County is required by FDEP to annually calculate closure and postclosure costs, and to

provide proof of its capacity to fund closure costs. The County is in compliance with these requirements, and at September 30, 2015, cash and investments of $10,188,000 are held for these purposes. These are reported as restricted assets on the balance sheet.

Commitments and Contingencies

The County is currently receiving, and has received in the past, grants that are subject to special compliance audits by the grantor agency that may result in disallowed expense amounts. These amounts constitute a contingent liability of the County. The County does not believe any contingent liabilities to be material.

The County currently prepares rebate calculations on all debt subject to arbitrage per the United States department of the Treasury Regulations, Section 1.148, and the Internal Revenue Service Code of 1986. Rebates, if any, are paid to the Internal Revenue Service every fifth year after the year of issuance and a final computation is completed when paid in full. Within the five-year period, any positive arbitrage (liability) can be offset by any negative arbitrage (non-liability). These rebates constitute a contingent liability of the County. The County does not believe any contingent liabilities to be material.

The Sheriff has agreements with a corporation for the provision of inmate medical services and food services at its detention facilities. The contracts are paid 100 percent by the Sheriff through its annual budget. The food services are based on a cost per meal per inmate basis, and the future contract commitment is estimated at approximately $2,800,000 per year based on the results of the current year. No liability is recorded in the fund statements, as any future commitment will be budgeted and paid from the subsequent year's budget. The minimum payment requirements for inmate medical services are as follows:

	Amount
Year ending September 30, 2015:	$6,700,000

For the year ended September 30, 2015, the Sheriff paid $8,159,000 for inmate medical services and $2,683,000 for food services at its detention facilities.

The Sheriff has an agreement with a corporation to arrange for medical staff, including doctors, to be located at a site (clinic) designated by the Sheriff to provide medical services to the employees, dependents and retirees of the Sheriff. The agreement had an initial one (1) year term ending November 2012 but is cancellable with ninety (90) day written notice. The agreement automatically renews unless cancelled in writing. No liability is recorded in the fund statements, as any future commitment will be budgeted and paid from the subsequent year's budget.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded as reservations of budget, is employed as an extension of the statutory required budgetary process. Although encumbrances lapse at fiscal year-end it is the County's intention to substantially honor these encumbrances under authority provided in the subsequent year's budget. Encumbrances outstanding at September 30, 2015, are as follows:

	Amount
General Fund	$ 5,188,000
Library	5,000
MSTU	812,000
TDC	1,380,000
Capital Improvement	8,985,000
Other Governmental Funds	38,562,000

Litigation

The County is a defendant in various civil lawsuits in both state and federal courts on a variety of issues. The County is not in a position at this time to predict the outcome of the lawsuits or the exact amount of costs and/or potential recovery. The County plans to contest these matters unless settled. The County believes the outcome of these lawsuits will not have a material effect on the financial statements.

Nine separate lawsuits brought under the Bert J. Harris, Jr. Private Property Rights Protection Act (the "Act") allege that an amendment to the Lee County Comprehensive Plan applicable to Pine Island has reduced allowable densities to such a degree that their property values have been destroyed. (The amendment changes allowable densities for parts of Pine Island from one unit per acre to one unit per 17 acres, but allows reclamation of densities of up to 70 percent of the original if the property owner restores native habitat.) The

Plaintiff's estimate of the total economic impact of the amendment was over $5 million. On October 20, 2015 the Board approved a global settlement of all pending Pine Island litigation cases, which includes a release of all claims against the County, attorney's fees, expert fees, and costs, through purchase of all residential development rights above one unit per ten acres from the subject properties in the amount of $4,250,000. Liabilities have been recorded in Capital Improvement and Self – Insurance General Liability funds at September 30, 2015.

The County received 19 notices of claim under the Bert J. Harris Act, totaling $43.7 million in connection with Lee County's adoption of new Federal Flood Insurance Rate Maps. To date, six lawsuits for inverse condemnation and Bert Harris Act claims have been filed. The cases are currently stayed pending adoption of revised flood insurance rate maps by the Federal Emergency Management Agency. The County intends on defending these claims.

A contract dispute was filed by Archer Western Contractors, LLC alleging delays and additional costs in the Matlacha bridge construction stemmed from design flaws. The Board approved settlement of the matter on April 5, 2016 in the amount of $1,300,000 to be paid from retainage and project budget. This has been accounted for in the Transportation Capital Improvement fund.

An employment law case was filed by former Economic Development employees alleging the County violated the Age Discrimination in Employment Act, Americans with Disabilities Act, and the Florida Whistleblower Act when they were terminated. Lee County's motion for a summary judgment was granted on all accounts except the Florida Whistleblower's Act. A jury trial was held in mid-March 2016 and the jury awarded Plaintiffs damages of $1,265,000. The County is filing post-trial motions for a new trial and to reduce the damages awarded. A liability has been recorded in the Self – Insurance General Liability fund at September 30, 2015.

Change in Accounting Principle

During the year ended September 30, 2015, the County adopted GASB Statement No. 68 *Accounting and Financial Reporting for Pensions*, and the related GASB Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*.

These pronouncements require the restatement of the September 30, 2014 net position of the governmental activities, business-type activities, and proprietary funds as follows:

(dollars in thousands)

	Governmental Activities	Business-Type Activities
Net Position, as previously reported	$ 1,894,054	$ 1,476,711
Cumulative affect of GASB 68		
Net Pension Liability	(109,145)	(25,405)
Deferred Outflow of Resources for Unamortized Pension Costs and Subsequent Contributions	17,699	3,305
Deferred Inflow of Resources for Unamortized Pension Costs	(96,872)	(17,376)
Net Position, as restated	$ 1,705,736	$ 1,437,235

Change in Accounting Principle (continued)

(dollars in thousands)

	Port Authority	Water and Wastewater	Transportation Facilities	Solid Waste	Other Non-Major Transit	Governmental Activities - Internal Service Funds
Net Position, as previously reported	$ 522,919	$ 506,618	$ 133,415	$ 256,310	$ 54,709	$ 88,489
Cumulative affect of GASB 68						
Net Pension Liability	(9,965)	(6,280)	(1,915)	(2,035)	(5,210)	(1,038)
Deferred Outflow of Resources for Unamortized Pension Costs and Subsequent Contributions	1,526	775	198	242	564	126
Deferred Inflow of Resources for Unamortized Pension Costs	(8,647)	(3,961)	(902)	(1,208)	(2,658)	(639)
Net Position, as restated	$ 505,833	$ 497,152	$ 130,796	$ 253,309	$ 47,405	$ 86,938

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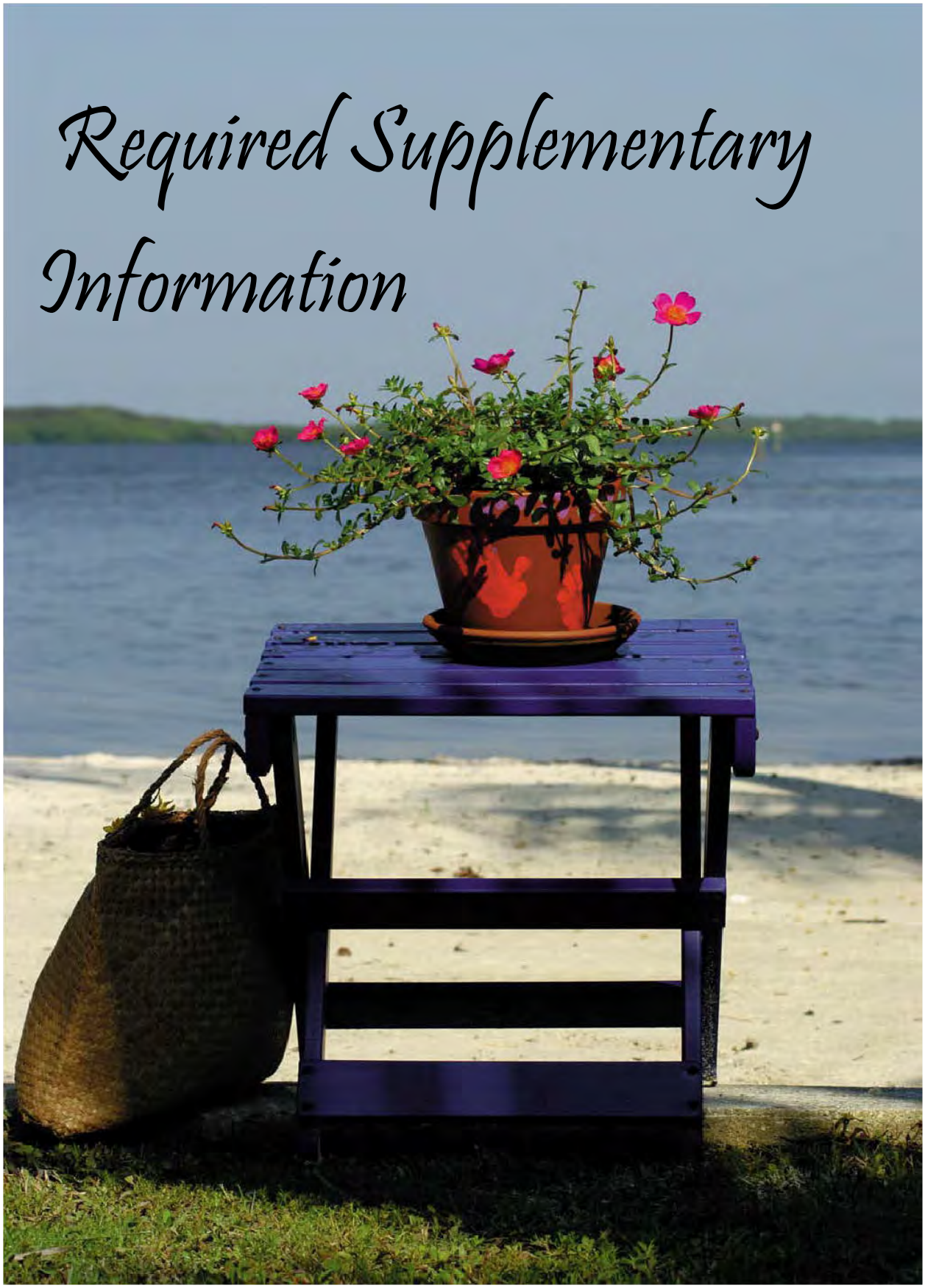
Required Supplementary Information



Other Postemployment Benefit Plans

(unaudited)

Group Health Program for Lee County Plan

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
9/30/2015	$ 23,075,000	$ 263,516,000	$ 240,441,000	8.8%	$ 156,819,000	153.3%
9/30/2014	27,707,000	269,193,000	241,487,000	10.3%	144,239,000	167.4%
9/30/2013	34,204,000	251,966,000	217,762,000	13.6%	150,273,000	144.9%

Schedule of Employer Contributions

Year Ended	Annual Required Contributions	Percentage Contributed	Net OPEB Obligation
9/30/2015	$ 30,407,000	5.0%	$ 160,945,000
9/30/2014	27,577,000	0.0%	135,721,000
9/30/2013	30,816,000	0.0%	110,900,000

Lee County Sheriff Health Care Plan

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2014	$ -	$ 230,659,000	$ 230,659,000	0.0%	$ 73,859,000	312.3%
7/1/2012	-	176,268,000	176,268,000	0.0%	69,567,000	253.4%
7/1/2010	-	215,911,000	215,911,000	0.0%	75,694,000	285.2%

Schedule of Employer Contributions

Year Ended	Annual Required Contributions	Percentage Contributed	Net OPEB Obligation
9/30/2015	$ 20,412,000	20.2%	$ 121,408,000
9/30/2014	16,799,000	21.2%	105,945,000
9/30/2013	15,937,000	20.7%	92,868,000

Lee County, Florida

Required Supplementary Information

September 30, 2015

Florida Retirement System Pension Plan

Schedule of the County's Proportionate Share of the Net Pension Liability
Last 2 Fiscal Years*

	2014	2015
County's Proportion of the Net Pension Liability	0.9638%	0.9683%
County's Proportionate Share of the Net Pension Liability	$ 58,806,000	$ 125,074,000
County's Covered-Employee Payroll	$ 199,547,128	$ 204,548,490
County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	29.47%	61.15%
Plan Fiduciary Net Position as a Percentage of the total Pension Liability	96.09%	92.00%

*The amounts presented for each fiscal year were determined as of June 30.

Schedule of County Contributions
Last 2 Fiscal Years

	2014	2015
Contractually Required Contribution	$ 22,247,000	$ 23,938,000
Contributions in Relation to the Contractually Required Contribution	(22,247,000)	(23,938,000)
Contribution Deficiency (Excess)	$ -	$ -
Covered employee payroll	$ 200,626,996	$ 206,527,889
Contributions as a percentage of covered employee payroll	11.09%	11.59%

Note: Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the County will present information for only those years for which information is available.

Lee County, Florida
Required Supplementary Information
September 30, 2015

Retiree Health Insurance Subsidy Program

Schedule of the County's Proportionate Share of the Net Pension Liability
Last 2 Fiscal Years*

	2014	2015
County's Proportion of the Net Pension Liability	0.8101%	0.8103%
County's Proportionate Share of the Net Pension Liability	$ 75,745,000	$ 82,636,000
County's Covered-Employee Payroll	$ 240,650,827	$ 246,054,325
County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	31.48%	33.58%
Plan Fiduciary Net Position as a Percentage of the total Pension Liability	0.99%	0.50%

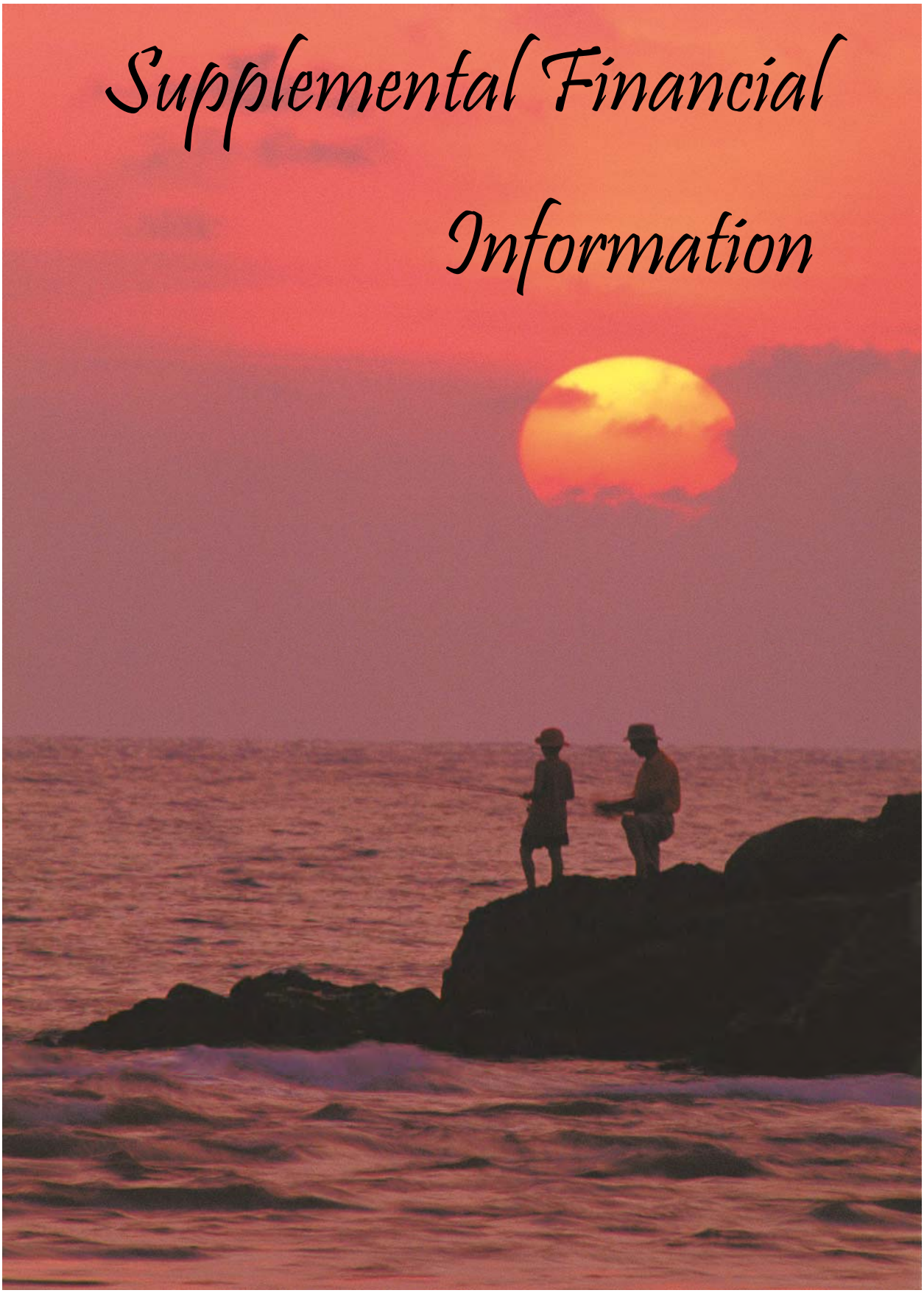
*The amounts presented for each fiscal year were determined as of June 30.

Schedule of County Contributions
Last 2 Fiscal Years

	2014	2015
Contractually Required Contribution	$ 3,136,000	$ 3,375,000
Contributions in Relation to the Contractually Required Contribution	(3,136,000)	(3,375,000)
Contribution Deficiency (Excess)	$ -	$ -
Covered employee payroll	$ 242,109,739	$ 248,446,914
Contributions as a percentage of covered employee payroll	1.30%	1.36%

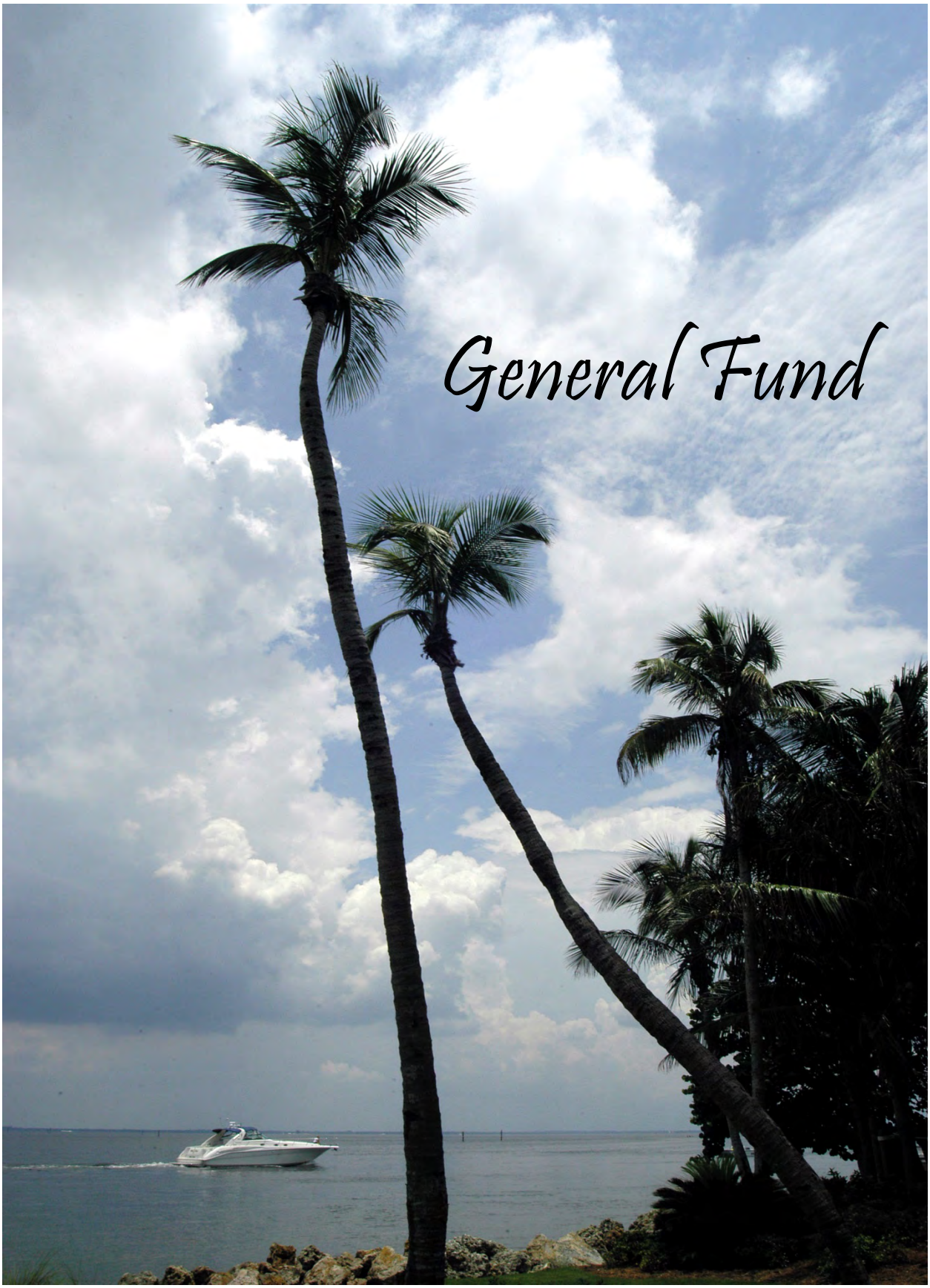
Note: Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the County will present information for only those years for which information is available.

Supplemental Financial Information



Lee County, Florida
Schedule of Receipts and Expenditures of
Funds Related to the Deepwater Horizon Oil Spill
For the Fiscal Year Ended September 30, 2015

Source	Amount Received in the 2014-15 Fiscal Year	Amount Expended in the 2014-15 Fiscal Year
British Petroleum:		
Economic Loss Claim - Final Settlement		
Lee County Board of County Commissioners	$ 4,182,658	$ -


General Fund

Lee County, Florida
COMBINING SCHEDULE - BALANCE SHEET
GENERAL FUND
As of September 30, 2015
(amounts expressed in thousands)

	Board of County Commissioners	Clerk of Circuit Court	Property Appraiser	Sheriff
ASSETS				
Cash, cash equivalents and investments	$ 122,968	$ 4,047	$ 1,470	$ 8,898
Receivables (net)				
Accounts	4,324	68	-	42
Accrued interest	109	-	-	-
Due from other funds	11,592	68	-	401
Due from other governments	3,622	11	-	-
Inventory	2,584	14	-	-
Advances	33	-	-	-
Total assets	145,232	4,208	1,470	9,341
LIABILITIES AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	3,655	178	23	3,476
Accrued liabilities	1,371	278	174	4,676
Due to other funds	288	1,011	1,092	1,189
Due to other governments	2,596	273	181	-
Deposits and overbids	92	2,457	-	-
Unearned revenues	-	11	-	-
Other	48	-	-	-
Total liabilities	8,050	4,208	1,470	9,341
Fund Balances:				
Nonspendable	316	14	-	-
Restricted	2,301	-	-	-
Committed	6	-	-	-
Assigned	7,656	-	-	-
Unassigned	126,903	(14)	-	-
Total fund balances	137,182	-	-	-
Total liabilities and fund balances	$ 145,232	$ 4,208	$ 1,470	$ 9,341

(continued)

See accompanying independent auditors' report.

Lee County, Florida
COMBINING SCHEDULE - BALANCE SHEET
GENERAL FUND
As of September 30, 2015
(amounts expressed in thousands)

	Supervisor of Elections	Tax Collector	Eliminations	Total
ASSETS				
Cash, cash equivalents and investments	$ 1,136	$ 11,523	$ -	$ 150,042
Receivables (net)				
Accounts	-	-	-	4,434
Accrued interest	-	-	-	109
Due from other funds	-	18	(11,382)	697
Due from other governments	-	-	-	3,633
Inventory	-	-	-	2,598
Advances	-	-	-	33
Total assets	1,136	11,541	(11,382)	161,546
LIABILITIES AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	212	123	-	7,667
Accrued liabilities	39	718	-	7,256
Due to other funds	73	9,253	(11,382)	1,524
Due to other governments	-	1,447	-	4,497
Deposits and overbids	-	-	-	2,549
Unearned revenues	98	-	-	109
Other	-	-	-	48
Total liabilities	422	11,541	(11,382)	23,650
Fund Balances:				
Nonspendable	-	-	-	330
Restricted	-	-	-	2,301
Committed	-	-	-	6
Assigned	714	-	-	8,370
Unassigned	-	-	-	126,889
Total fund balances	714	-	-	137,896
Total liabilities and fund balances	$ 1,136	$ 11,541	$ (11,382)	$ 161,546

See accompanying independent auditors' report.

Lee County, Florida
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GENERAL FUND
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Board of County Commissioners	Clerk of Circuit Court	Property Appraiser	Sheriff
REVENUES				
Taxes	$ 253,157	$ -	$ -	$ -
Licenses and permits	183	-	-	-
Intergovernmental	68,972	1,137	1,418	-
Charges for services	27,837	4,537	328	-
Fines and forfeitures	150	-	-	-
Miscellaneous	7,350	281	261	1,425
Total revenues	357,649	5,955	2,007	1,425
EXPENDITURES				
Current				
General government	53,385	12,643	8,410	8,565
Public safety	46,247	-	-	136,389
Physical environment	6,777	-	-	-
Transportation	100	-	-	-
Economic environment	4,760	-	-	-
Human services	13,576	-	-	-
Culture and recreation	16,815	-	-	-
Capital outlay				
General government	817	67	113	-
Public safety	340	-	-	4,686
Physical environment	36	-	-	-
Economic environment	7	-	-	-
Culture and recreation	762	-	-	-
Total expenditures	143,622	12,710	8,523	149,640
Excess (deficiencies) of revenues over (under) expenditures	214,027	(6,755)	(6,516)	(148,215)
OTHER FINANCING SOURCES AND (USES)				
Transfers in	13,455	7,647	7,608	149,404
Transfers out	(214,078)	(892)	(1,092)	(1,189)
Total other financing sources and (uses)	(200,623)	6,755	6,516	148,215
Net change in fund balances	13,404	-	-	-
Fund balances - beginning	123,778	-	-	-
Fund balances - ending	$ 137,182	$ -	$ -	$ -

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GENERAL FUND
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Supervisor of Elections	Tax Collector	Eliminations	Total
REVENUES				
Taxes	$ -	$ -	$ -	$ 253,157
Licenses and permits	-	-	-	183
Intergovernmental	7	-	-	71,534
Charges for services	119	25,231	(13,917)	44,135
Fines and forfeitures	-	-	-	150
Miscellaneous	1	91	-	9,409
Total revenues	127	25,322	(13,917)	378,568
EXPENDITURES				
Current				
General government	5,961	16,595	(13,917)	91,642
Public safety	-	-	-	182,636
Physical environment	-	-	-	6,777
Transportation	-	-	-	100
Economic environment	-	-	-	4,760
Human services	-	-	-	13,576
Culture and recreation	-	-	-	16,815
Capital outlay				
General government	135	85	-	1,217
Public safety	-	-	-	5,026
Physical environment	-	-	-	36
Economic environment	-	-	-	7
Culture and recreation	-	-	-	762
Total expenditures	6,096	16,680	(13,917)	323,354
Excess (deficiencies) of revenues over (under) expenditures	(5,969)	8,642	-	55,214
OTHER FINANCING SOURCES AND (USES)				
Transfers in	6,756	-	(182,651)	2,219
Transfers out	(73)	(8,642)	182,651	(43,315)
Total other financing sources and (uses)	6,683	(8,642)	-	(41,096)
Net change in fund balances	714	-	-	14,118
Fund balances - beginning	-	-	-	123,778
Fund balances - ending	$ 714	$ -	$ -	$ 137,896

See accompanying independent auditor's report.

Lee County, Florida
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (Non - GAAP Budgetary Basis) AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Non - GAAP Board of County Commissioners		Non - GAAP Clerk of Circuit Court		Non - GAAP Property Appraiser	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ 242,656	$ 253,157	$ -	$ -	$ -	$ -
Licenses and permits	159	183	-	-	-	-
Intergovernmental	75,752	68,972	840	1,137	1,290	1,109
Charges for services	30,451	28,487	4,453	4,537		-
Fines and forfeitures	153	150	-	-		-
Miscellaneous	3,079	7,310	275	281		261
Total revenues	352,250	358,259	5,568	5,955	1,290	1,370
EXPENDITURES						
Current						
General government	65,685	53,865	12,698	12,643	8,774	7,773
Public safety	45,618	46,219	-	-	-	-
Physical environment	14,120	6,777	-	-	-	-
Transportation	113	100	-	-	-	-
Economic environment	9,819	4,691	-	-	-	-
Human services	14,945	13,576	-	-	-	-
Culture and recreation	19,038	16,815	-	-	-	-
Capital outlay				-		
General government	38	817	513	67	120	113
Public safety	161	340	-	-	-	-
Physical environment	-	36	-	-	-	-
Economic environment	-	7	-	-	-	-
Culture and recreation	-	762	-	-	-	-
Debt service						
Interest and fiscal charges	10	-	-	-	-	-
Total expenditures	169,547	144,005	13,211	12,710	8,894	7,886
Excess (deficiencies) of revenues over (under) expenditures	182,703	214,254	(7,643)	(6,755)	(7,604)	(6,516)
OTHER FINANCING SOURCES (USES)						
Transfers in	15,754	13,455	7,647	7,647	7,604	7,608
Transfers out	(214,061)	(213,569)	(4)	(892)	-	(1,092)
Total other financing sources (uses)	(198,307)	(200,114)	7,643	6,755	7,604	6,516
Excess (deficiencies) of revenues and other financing sources over (under) expenditures and other financing uses	(15,604)	14,140	-	-	-	-
Fund balances - beginning	121,106	122,718	-	-	-	-
Fund balances - ending	$ 105,502	$ 136,858	$ -	$ -	$ -	$ -

See accompanying independent auditors' report.

(continued)

Lee County, Florida
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (Non - GAAP Budgetary Basis) AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2015
(amounts expressed in thousands)

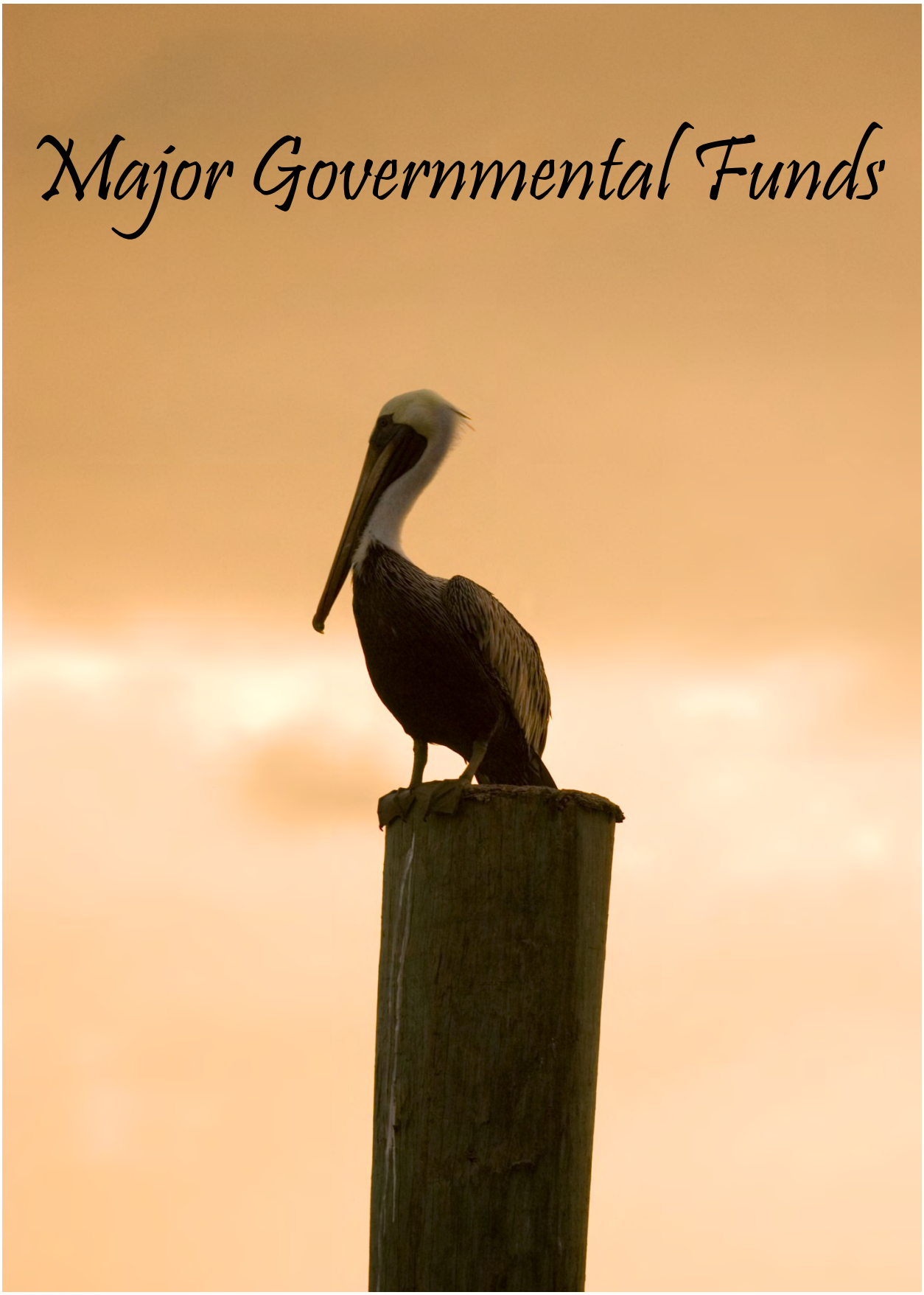
	Sheriff		Supervisor of Elections		Tax Collector	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	7	-	-
Charges for services	-	-	-	119	25,763	25,231
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	1,425	1,425	-	1	77	91
Total revenues	1,425	1,425	-	127	25,840	25,322
EXPENDITURES						
Current						
General government	8,565	8,565	6,533	5,961	17,714	16,595
Public safety	136,389	136,389	-	-	-	-
Physical environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay						
General government	-	-	223	135	38	85
Public safety	4,686	4,686	-	-	-	-
Physical environment	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service						
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	149,640	149,640	6,756	6,096	17,752	16,680
Excess (deficiencies) of revenues over (under) expenditures	(148,215)	(148,215)	(6,756)	(5,969)	8,088	8,642
OTHER FINANCING SOURCES (USES)						
Transfers in	149,404	149,404	6,756	6,756	-	-
Transfers out	(1,189)	(1,189)	-	(73)	(8,088)	(8,642)
Total other financing sources (uses)	148,215	148,215	6,756	6,683	(8,088)	(8,642)
Excess (deficiencies) of revenues and other financing sources over (under) expenditures and other financing uses	-	-	-	714	-	-
Fund balances - beginning	-	-	-	-	-	-
Fund balances - ending	$ -	$ -	$ -	$ 714	$ -	$ -

(continued)

Lee County, Florida
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (Non - GAAP Budgetary Basis) AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Total		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes	$ 242,656	$ 253,157	$ 10,501
Licenses and permits	159	183	24
Intergovernmental	77,882	71,225	(6,657)
Charges for services	60,667	58,374	(2,293)
Fines and forfeitures	153	150	(3)
Miscellaneous	4,856	9,369	4,513
Total revenues	386,373	392,458	6,085
EXPENDITURES			
Current			
General government	119,969	105,402	14,567
Public safety	182,007	182,608	(601)
Physical environment	14,120	6,777	7,343
Transportation	113	100	13
Economic environment	9,819	4,691	5,128
Human services	14,945	13,576	1,369
Culture and recreation	19,038	16,815	2,223
Capital outlay			
General government	932	1,217	(285)
Public safety	4,847	5,026	(179)
Physical environment	-	36	(36)
Economic environment	-	7	(7)
Culture and recreation	-	762	(762)
Debt service			
Interest and fiscal charges	10	-	10
Total expenditures	365,800	337,017	28,783
Excess (deficiencies) of revenues over (under) expenditures	20,573	55,441	34,868
OTHER FINANCING SOURCES (USES)			
Transfers in	187,165	184,870	(2,295)
Transfers out	(223,342)	(225,457)	(2,115)
Total other financing sources (uses)	(36,177)	(40,587)	(4,410)
Excess (deficiencies) of revenues and other financing sources over (under) expenditures and other financing uses	(15,604)	14,854	30,458
Fund balances - beginning	121,106	122,718	1,612
Fund balances - ending	$ 105,502	$ 137,572	$ 32,070

Major Governmental Funds



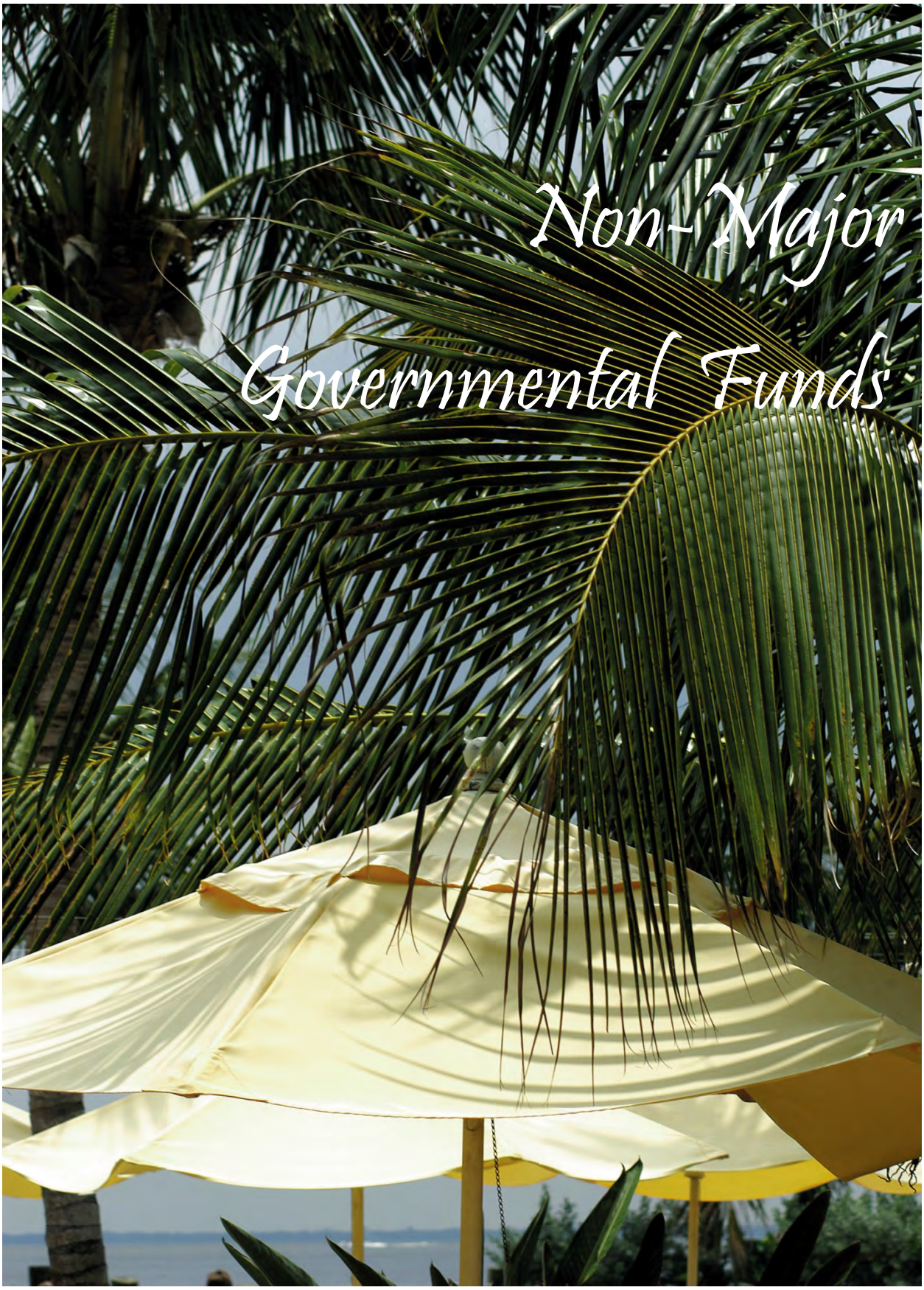
Lee County, Florida
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL WITH RECONCILIATION TO GAAP
CAPITAL IMPROVEMENT
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes	$ -	$ 33	$ 33
Licenses and permits	285	430	145
Intergovernmental	2,224	1,354	(870)
Charges for services	62	248	186
Miscellaneous	253	872	619
Total revenues	2,824	2,937	113
EXPENDITURES			
Current			
General government	153	133	20
Physical environment	4,395	485	3,910
Culture and recreation	16,600	8,933	7,667
Capital Outlay			
General government	2,970	743	2,227
Physical environment	7,513	1,155	6,358
Transportation	2,239	600	1,639
Culture and recreation	11,469	8,228	3,241
Total expenditures	45,339	20,277	25,062
Excess (deficiencies) of revenues over (under) expenditures	(42,515)	(17,340)	25,175
OTHER FINANCING SOURCES AND (USES)			
Transfers in	46,248	45,240	(1,008)
Transfers out	(31,875)	(31,904)	(29)
Total other financing sources and (uses)	14,373	13,336	(1,037)
Net change in fund balances	(28,142)	(4,004)	24,138
Fund balances - beginning	144,142	144,392	250
Fund balances - ending	$ 116,000	$ 140,388	$ 24,388

RECONCILIATION OF BUDGETARY BASIS TO GAAP

Net change in fund balance, budgetary basis	$ (4,004)
Add: Fair market value adjustment	82
Less: Unavailable revenues	(389)
Less: Litigation settlement	(4,050)
Net change in fund balance	$ (8,361)

See accompanying independent auditors' report.



Non-Major Governmental Funds

Non-Major Governmental Fund Descriptions

Special Revenue Funds

Special revenue funds are used to account for proceeds of specific revenue sources, other than expendable trusts, debt service, or capital projects that are legally restricted to expenditures for specific purposes.

Municipal Service Benefit Unit Districts- To account for revenues and expenditures to be used for costs incurred on behalf of the special improvement districts, such as lighting, fire hydrants, and street paving.

Special Assessment Districts- To account for special assessments collected within certain unincorporated areas of the County to provide improvements (lighting, roads, etc.).

Law Enforcement Trust- To account for the monies held in trust by Lee County for the cost of protracted or complex investigations in the form of technical equipment, expertise, or other law enforcement purposes as the Board deems appropriate which are not normal operating needs of the law enforcement agency.

Special Revenue Projects- To account for revenues that are restricted for specific expenditures or projects.

State Housing Incentives Partnership Program (SHIP)- To account for SHIP grants.

Human Services Grants- To account for grant monies received to fund various Human Services projects.

E 9-1-1- To account for revenues and expenditures to be used for the acquisition, development, and operation of the E 9-1-1 emergency telephone system for Lee County.

Transportation Trust- To account for gas taxes distributed by the State of Florida designated for the construction and operating maintenance of County roads.

All Hazards Protection- To account for revenues and expenditures to be used for the implementation of a hazardous preparedness, response, and recovery program.

Impact Fees-Community Parks- To account for revenues received from impact fees that are restricted for use for capital improvements for designated community park districts.

Impact Fees-Regional Parks- To account for revenues received from impact fees that are restricted for use for capital improvements for County regional parks.

Impact Fees-Roads- To account for revenues received from impact fees that are restricted for use for capital improvements to, and expansion of, transportation projects within designated road network areas.

Special Revenue Funds (continued)

Impact Fees-EMS- To account for revenues received from impact fees that are restricted for the purpose of providing advanced life support and related services within Lee County, except for Lehigh Acres Fire Control and Rescue District.

Animal Trust Fund- To account for donations and expenditures used to improve the welfare of animals served by Lee County Animal Services.

Court Administration- To account for the revenues and expenditures of the Twentieth Judicial Circuit Court Administrator's Office funded by Lee County.

Clerk of Circuit Court's Special Revenue- To account for revenues and expenditures mandated by Chapter 28.24(15)(d), *Florida Statutes*, to be held in trust by the Clerk and used exclusively for equipment and maintenance of equipment, personnel training, and technical assistance in modernizing the public records system of the office, and Chapter 28.24 (12)(e), *Florida Statutes*, to provide Court Technology support as defined in Chapter 28.008(1)(f)(2) and (h), *Florida Statutes.*

Property Appraiser's Special Revenues- To account for revenues used to operate the County's Geographical Information System (GIS).

Sheriff's Special Revenues- To account for grant revenues to be used for law enforcement purposes.

Debt Service Funds

Debt service funds are used to account for the accumulation of resources to be used for payment of governmental funds' debt principal, interest, and related costs.

Local Option Gas Tax Loan- To account for payment of the 2014 loan, which partially refunded the Five Cent Local Option Gas Tax Bond, Series 2004. Funding is from the five-cent local option gas tax revenue.

Capital Revenue Refunding Bank Note- To account for payment of the Capital Revenue Refunding Bank Loan, Series 2011, which refunded the Capital Revenue Bonds, Series 2000. Funding is from ambulance service receipts, building and zoning permits and fees, data processing fees, excess County Officer fees, franchise fees, guaranteed entitlement funds, investment earnings, license fees, pledged gas taxes, and sales tax.

Tourist Development Tax Revenue Bonds- To account for payment of the 2004, 2010A, 2010B, 2010C, and 2013 Bonds. Funding is from tourist development tax revenues, William Hammond Stadium and JetBlue Park rental revenue.

Fifth Third Line of Credit- To account for payment of the loan obligation for initial financing for various special improvement districts. Funding is from special assessment tax revenue.

Five Cent Local Option Gas Tax Revenue Bonds- To account for payment of the 2004 Bonds. Funding is from the five-cent local option gas tax revenue.

Capital Revenue Bonds- To account for payment of the 2006 Bonds. Funding is from ambulance service receipts, building and zoning permits and fees, data processing fees, excess County Officer fees, franchise fees, guaranteed entitlement funds, investment earnings, license fees, pledged gas taxes, and sales tax.

Debt Service Funds (continued)

Non Ad-Valorem Revenue Bond – To account for payment of the 2012 and 2015 bonds. Funding is from legally available non-ad valorem revenues, which are non-ad valorem revenues less general government and public safety expenditures that are not paid from ad valorem revenues.

MSBU Projects Commercial Loan- To account for payment of the loan obligations for various special improvement districts. Funding is from special assessment tax revenue.

Non Ad-Valorem Loan - To account for payment of the 2013 loan, which refunded the Capital and Transportation Facilities Revenue Bonds, Series 2003. Funding is from legally available non-ad valorem revenues, which are non-ad valorem revenues less general government and public safety expenditures that are not paid from ad valorem revenues.

Capital Projects Funds

Capital projects funds are used to account for financial resources to be used for the acquisition, construction, or improvement of major capital facilities and infrastructure other than those financed by proprietary funds.

Special Assessment Districts Construction- To account for the financial resources to be used for the improvement projects (lighting, roads, etc.) in certain unincorporated areas of the County for which a special assessment is collected.

Transportation Capital Improvements- To account for financial resources to be used for the acquisition or construction of major transportation-related infrastructure.

Tourist Tax Revenue Bonds Construction- To account for financial resources used to construct the JetBlue Park and capital improvements to the CenturyLink Sports Complex, including Hammond Stadium.

Human Services Grant Construction- To account for grant proceeds to be used to construct various capital projects.

Library Construction Projects- To account for the financial resources to be used for the Library construction projects.

All Hazards Protection Construction Projects- To account for the financial resources to be used for the construction projects of the hazardous preparedness, response, and recovery program.

Impact Fees Community Parks Construction- To account for the financial resources for the capital improvements from impact fees that are designated for community park districts.

Impact Fees Regional Parks Construction- To account for the financial resources for the capital improvements from impact fees that are designated for County regional parks.

Impact Fees Road Construction- To account for the financial resources for the capital improvements to, and expansion of, transportation projects from impact fees that are designated within road network areas.

Capital Projects Funds (continued)

Impact Fees EMS Construction- To account for financial resources to be used for EMS capital projects from impact fees related to designated areas within the County.

Fifth Third Line of Credit Construction– To account for financial resources to be used for various capital improvement projects and public facilities within the County for which funds have been drawn against the line of credit.

Lee County, Florida
COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds			
	Municipal Service Benefit Unit Districts	Special Assessment Districts	Law Enforcement Trust	Special Revenue Projects
ASSETS				
Cash, cash equivalents and investments	$ 2,278	$ 4,686	$ 858	$ 4,846
Cash and cash equivalents with fiscal agent	-	-	-	-
Receivables (net)				
Accounts	-	-	-	-
Special assessments	-	4,802	-	-
Accrued interest	2	292	1	3
Due from other funds	32	2	454	200
Due from other governments	-	-	-	106
Inventory	-	-	-	-
Advances	-	5	-	-
Total assets	2,312	9,787	1,313	5,155
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	17	705	-	94
Accrued liabilities	-	2	-	10
Due to other funds	9	1	-	5
Due to other governments	-	1	-	12
Deposits and overbids	-	-	-	-
Unearned revenues	-	-	-	-
Advances	5	-	-	-
Total liabilities	31	709	-	121
Deferred inflows of resources:				
Accounts receivable	-	-	-	-
Grants receivable	-	-	-	-
Special assessment receivable	-	5,066	-	-
Total deferred inflows of resources	-	5,066	-	-
Fund Balances:				
Nonspendable	-	5	-	-
Restricted	2,281	4,007	1,313	4,950
Committed	-	-	-	84
Assigned	-	-	-	-
Total fund balances	2,281	4,012	1,313	5,034
Total liabilities, deferred inflows of resources, and fund balances	$ 2,312	$ 9,787	$ 1,313	$ 5,155

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds			
	State Housing Incentives Partnership Program	Human Services Grants	E 9-1-1	Transportation Trust
ASSETS				
Cash, cash equivalents and investments	$ 2,151	$ 369	$ 10,915	$ 3,923
Cash and cash equivalents with fiscal agent	-	-	-	-
Receivables (net)				
Accounts	-	-	-	72
Special assessments	-	-	-	-
Accrued interest	2	-	9	2
Due from other funds	-	-	-	31
Due from other governments	-	192	257	859
Inventory	-	-	-	2,611
Advances	-	-	-	-
Total assets	2,153	561	11,181	7,498
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	85	66	10	867
Accrued liabilities	-	-	10	280
Due to other funds	18	133	1	18
Due to other governments	-	6	5	124
Deposits and overbids	-	-	-	-
Unearned revenues	-	15	-	-
Advances	-	-	-	-
Total liabilities	103	220	26	1,289
Deferred inflows of resources:				
Accounts receivable	-	-	-	65
Grants receivable	-	-	-	73
Special assessment receivable	-	-	-	-
Total deferred inflows of resources	-	-	-	138
Fund Balances:				
Nonspendable	-	-	-	2,611
Restricted	2,050	341	11,155	-
Committed	-	-	-	-
Assigned	-	-	-	3,460
Total fund balances	2,050	341	11,155	6,071
Total liabilities, deferred inflows of resources, and fund balances	$ 2,153	$ 561	$ 11,181	$ 7,498

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds			
	All Hazards Protection	Impact Fees-Community Parks	Impact Fees-Regional Parks	Impact Fees-Roads
ASSETS				
Cash, cash equivalents and investments	$ 4,848	$ 5,260	$ 1,040	$ 7,968
Cash and cash equivalents with fiscal agent	-	-	-	-
Receivables (net)				
Accounts	-	-	-	-
Special assessments	-	-	-	-
Accrued interest	4	4	1	6
Due from other funds	25	-	-	-
Due from other governments	-	-	-	-
Inventory	-	-	-	-
Advances	-	-	-	-
Total assets	4,877	5,264	1,041	7,974
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	35	-	-	-
Accrued liabilities	13	-	-	-
Due to other funds	15	-	-	-
Due to other governments	8	-	-	-
Deposits and overbids	-	-	-	-
Unearned revenues	-	-	-	-
Advances	-	-	-	-
Total liabilities	71	-	-	-
Deferred inflows of resources:				
Accounts receivable	-	-	-	-
Grants receivable	-	-	-	-
Special assessment receivable	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	4,806	5,264	1,041	7,974
Committed	-	-	-	-
Assigned	-	-	-	-
Total fund balances	4,806	5,264	1,041	7,974
Total liabilities, deferred inflows of resources, and fund balances	$ 4,877	$ 5,264	$ 1,041	$ 7,974

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds			
	Impact Fees-EMS	Animal Trust Fund	Court Administration	Clerk of Circuit Court's Special Revenue
ASSETS				
Cash, cash equivalents and investments	$ 1,058	$ 375	$ 4,159	$ 17,067
Cash and cash equivalents with fiscal agent	-	-	-	-
Receivables (net)				
Accounts	-	-	-	2
Special assessments	-	-	-	-
Accrued interest	1	-	3	-
Due from other funds	-	-	419	-
Due from other governments	-	-	2	178
Inventory	-	-	-	-
Advances	-	-	-	-
Total assets	1,059	375	4,583	17,247
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	-	18	252	189
Accrued liabilities	-	-	93	313
Due to other funds	-	-	13	443
Due to other governments	-	-	133	1,955
Deposits and overbids	-	-	-	5,187
Unearned revenues	-	-	-	-
Advances	-	-	-	-
Total liabilities	-	18	491	8,087
Deferred inflows of resources:				
Accounts receivable	-	-	-	-
Grants receivable	-	-	-	-
Special assessment receivable	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	1,059	-	-	6,316
Committed	-	357	4,092	2,844
Assigned	-	-	-	-
Total fund balances	1,059	357	4,092	9,160
Total liabilities, deferred inflows of resources, and fund balances	$ 1,059	$ 375	$ 4,583	$ 17,247

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds		Debt Service Funds	
	Property Appraiser's Special Revenues	Sheriff's Special Revenues	Local Option Gas Tax Loan	Capital Revenue Refunding Bank Note
ASSETS				
Cash, cash equivalents and investments	$ 104	$ 2,270	$ 1	$ 1
Cash and cash equivalents with fiscal agent	-	-	-	-
Receivables (net)				
Accounts	-	382	-	-
Special assessments	-	-	-	-
Accrued interest	-	-	-	-
Due from other funds	-	106	-	-
Due from other governments	-	546	-	-
Inventory	-	-	-	-
Advances	-	-	-	-
Total assets	104	3,304	1	1
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	-	88	-	-
Accrued liabilities	25	110	-	-
Due to other funds	75	837	-	-
Due to other governments	-	5	-	-
Deposits and overbids	-	-	-	-
Unearned revenues	-	293	-	-
Advances	-	-	-	-
Total liabilities	100	1,333	-	-
Deferred inflows of resources:				
Accounts receivable	-	-	-	-
Grants receivable	-	-	-	-
Special assessment receivable	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	4	1,971	1	1
Committed	-	-	-	-
Assigned	-	-	-	-
Total fund balances	4	1,971	1	1
Total liabilities, deferred inflows of resources, and fund balances	$ 104	$ 3,304	$ 1	$ 1

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Debt Service Funds			
	Tourist Development Tax Revenue Bonds	Capital Revenue Bonds	Non-Ad Valorem Revenue Bonds	MSBU Projects Commercial Loan
ASSETS				
Cash, cash equivalents and investments	$ 5,339	$ -	$ 1	$ 37
Cash and cash equivalents with fiscal agent	4,303	2,392	5,430	-
Receivables (net)				
Accounts	-	-	-	-
Special assessments	-	-	-	-
Accrued interest	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	-	-	-	-
Inventory	-	-	-	-
Advances	-	-	-	-
Total assets	9,642	2,392	5,431	37
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	-	-	-	-
Accrued liabilities	-	-	-	-
Due to other funds	2	-	-	-
Due to other governments	-	-	-	-
Deposits and overbids	-	-	-	-
Unearned revenues	-	-	-	-
Advances	-	-	-	-
Total liabilities	2	-	-	-
Deferred inflows of resources:				
Accounts receivable	-	-	-	-
Grants receivable	-	-	-	-
Special assessment receivable	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	9,640	2,392	5,431	37
Committed	-	-	-	-
Assigned	-	-	-	-
Total fund balances	9,640	2,392	5,431	37
Total liabilities, deferred inflows of resources, and fund balances	$ 9,642	$ 2,392	$ 5,431	$ 37

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Debt Service Funds	Capital Projects Funds		
	Non-Ad Valorem Loan	Special Assessment Districts Construction	Transportation Capital Improvements	Tourist Tax Revenue Bonds Construction
ASSETS				
Cash, cash equivalents and investments	$ -	$ 250	$ 80,910	$ 222
Cash and cash equivalents with fiscal agent	1,333	-	-	-
Receivables (net)				
Accounts	-	-	-	-
Special assessments	-	-	-	-
Accrued interest	-	-	56	-
Due from other funds	-	-	11,526	-
Due from other governments	-	-	1,564	-
Inventory	-	-	-	-
Advances	-	-	-	-
Total assets	1,333	250	94,056	222
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	-	-	3,419	221
Accrued liabilities	-	-	-	-
Due to other funds	-	-	67	-
Due to other governments	-	-	-	-
Deposits and overbids	-	-	-	-
Unearned revenues	-	-	-	-
Advances	-	-	-	-
Total liabilities	-	-	3,486	221
Deferred inflows of resources:				
Accounts receivable	-	-	-	-
Grants receivable	-	-	-	-
Special assessment receivable	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	1,333	250	90,570	1
Committed	-	-	-	-
Assigned	-	-	-	-
Total fund balances	1,333	250	90,570	1
Total liabilities, deferred inflows of resources, and fund balances	$ 1,333	$ 250	$ 94,056	$ 222

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Capital Projects Funds			
	Human Services Grant Construction	Library Construction Projects	All Hazards Protection Construction Projects	Impact Fees Community Parks Construction
ASSETS				
Cash, cash equivalents and investments	$ 41	$ 8,310	$ 802	$ 987
Cash and cash equivalents with fiscal agent	-	-	-	-
Receivables (net)				
Accounts	-	-	-	-
Special assessments	-	-	-	-
Accrued interest	-	7	-	1
Due from other funds	-	-	-	-
Due from other governments	-	-	-	-
Inventory	-	-	-	-
Advances	-	-	-	-
Total assets	41	8,317	802	988
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	-	27	-	-
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	4
Due to other governments	-	-	-	-
Deposits and overbids	-	-	-	-
Unearned revenues	-	-	-	-
Advances	-	-	-	-
Total liabilities	-	27	-	4
Deferred inflows of resources:				
Accounts receivable	-	-	-	-
Grants receivable	-	-	-	-
Special assessment receivable	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	41	-	802	957
Committed	-	8,290	-	-
Assigned	-	-	-	27
Total fund balances	41	8,290	802	984
Total liabilities, deferred inflows of resources, and fund balances	$ 41	$ 8,317	$ 802	$ 988

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING BALANCE SHEET
NON - MAJOR GOVERNMENTAL FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Capital Projects Funds			
	Impact Fees Regional Parks Construction	Impact Fees Road Construction	Impact Fees EMS Construction	Total Non-Major Governmental Funds
ASSETS				
Cash, cash equivalents and investments	$ 413	$ 12,321	$ 11	$ 183,821
Cash and cash equivalents with fiscal agent	-	-	-	13,458
Receivables (net)				
Accounts	-	-	-	456
Special assessments	-	-	-	4,802
Accrued interest	1	10	-	405
Due from other funds	-	-	-	12,795
Due from other governments	-	-	-	3,704
Inventory	-	-	-	2,611
Advances	-	-	-	5
Total assets	414	12,331	11	222,057
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Contracts and accounts payable	-	72	-	6,165
Accrued liabilities	-	-	-	856
Due to other funds	-	-	-	1,641
Due to other governments	-	-	-	2,249
Deposits and overbids	-	-	-	5,187
Unearned revenues	-	-	-	308
Advances	-	-	-	5
Total liabilities	-	72	-	16,411
Deferred inflows of resources:				
Accounts receivable	-	-	-	65
Grants receivable	-	-	-	73
Special assessment receivable	-	-	-	5,066
Total deferred inflows of resources	-	-	-	5,204
Fund Balances:				
Nonspendable	-	-	-	2,616
Restricted	414	12,259	11	178,672
Committed	-	-	-	15,667
Assigned	-	-	-	3,487
Total fund balances	414	12,259	11	200,442
Total liabilities, deferred inflows of resources, and fund balances	$ 414	$ 12,331	$ 11	$ 222,057

See accompanying independent auditor's report.

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds			
	Municipal Service Benefit Unit Districts	Special Assessment Districts	Law Enforcement Trust	Special Revenue Projects
REVENUES				
Taxes	$ 3,145	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	1,889
Charges for services	-	115	-	668
Fines and forfeitures	-	-	605	312
Impact fees	-	-	-	-
Special assessments	-	1,588	-	-
Miscellaneous	19	96	4	55
Total revenues	3,164	1,799	609	2,924
EXPENDITURES				
Current				
General government	87	291	-	225
Public safety	959	-	-	53
Physical environment	-	-	-	534
Transportation	1,780	1,044	-	-
Economic environment	-	-	-	-
Human services	-	-	-	1,836
Capital outlay				
General government	-	-	-	-
Public safety	-	-	-	57
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Debt service				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	2,826	1,335	-	2,705
Excess (deficiencies) of revenue over (under) expenditures	338	464	609	219
OTHER FINANCING SOURCES AND (USES)				
Transfers in	28	2	-	-
Transfer out	(7)	(251)	(410)	-
Capital lease proceeds	-	-	-	-
Bond premium	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Total other financing sources (uses)	21	(249)	(410)	-
Net change in fund balances	359	215	199	219
Fund balances - beginning	1,922	3,797	1,114	4,815
Fund balances - ending	$ 2,281	$ 4,012	$ 1,313	$ 5,034

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds			
	State Housing Incentives Partnership Program	Human Services Grants	E 9-1-1	Transportation Trust
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	66
Intergovernmental	1,499	2,363	-	8,795
Charges for services	-	-	3,036	836
Fines and forfeitures	-	-	-	-
Impact fees	-	-	-	-
Special assessments	-	-	-	-
Miscellaneous	215	4	49	650
Total revenues	1,714	2,367	3,085	10,347
EXPENDITURES				
Current				
General government	-	-	-	980
Public safety	-	-	1,997	-
Physical environment	-	-	-	-
Transportation	-	-	-	24,368
Economic environment	1,074	2,415	-	-
Human services	-	-	-	-
Capital outlay				
General government	-	-	-	8
Public safety	-	-	457	-
Transportation	-	-	-	909
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Debt service				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	1,074	2,415	2,454	26,265
Excess (deficiencies) of revenue over (under) expenditures	640	(48)	631	(15,918)
OTHER FINANCING SOURCES AND (USES)				
Transfers in	-	-	-	15,500
Transfer out	-	(52)	-	-
Capital lease proceeds	-	-	-	383
Bond premium	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Total other financing sources (uses)	-	(52)	-	15,883
Net change in fund balances	640	(100)	631	(35)
Fund balances - beginning	1,410	441	10,524	6,106
Fund balances - ending	$ 2,050	$ 341	$ 11,155	$ 6,071

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds			
	All Hazards Protection	Impact Fees-Community Parks	Impact Fees-Regional Parks	Impact Fees-Roads
REVENUES				
Taxes	$ 2,623	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	12	-	-	-
Charges for services	3	-	-	-
Fines and forfeitures	-	-	-	-
Impact fees	119	456	567	2,323
Special assessments	-	-	-	-
Miscellaneous	29	30	10	136
Total revenues	2,786	486	577	2,459
EXPENDITURES				
Current				
General government	721	1	1	3
Public safety	1,773	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Capital outlay				
General government	-	-	-	-
Public safety	2	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Debt service				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	2,496	1	1	3
Excess (deficiencies) of revenue over (under) expenditures	290	485	576	2,456
OTHER FINANCING SOURCES AND (USES)				
Transfers in	23	-	-	-
Transfer out	-	(37)	-	-
Capital lease proceeds	-	-	-	-
Bond premium	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Total other financing sources (uses)	23	(37)	-	-
Net change in fund balances	313	448	576	2,456
Fund balances - beginning	4,493	4,816	465	5,518
Fund balances - ending	$ 4,806	$ 5,264	$ 1,041	$ 7,974

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds			
	Impact Fees-EMS	Animal Trust Fund	Court Administration	Clerk of Circuit Court's Special Revenue
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	10	1,306
Charges for services	-	-	5,368	13,420
Fines and forfeitures	-	-	-	-
Impact fees	294	-	-	-
Special assessments	-	-	-	-
Miscellaneous	5	247	226	69
Total revenues	299	247	5,604	14,795
EXPENDITURES				
Current				
General government	-	-	14,422	13,884
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	141	-	-
Capital outlay				
General government	-	-	442	19
Public safety	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	75	-	-
Culture and recreation	-	-	-	-
Debt service				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	-	216	14,864	13,903
Excess (deficiencies) of revenue over (under) expenditures	299	31	(9,260)	892
OTHER FINANCING SOURCES AND (USES)				
Transfers in	-	-	9,010	-
Transfer out	-	-	-	-
Capital lease proceeds	-	-	-	-
Bond premium	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Total other financing sources (uses)	-	-	9,010	-
Net change in fund balances	299	31	(250)	892
Fund balances - beginning	760	326	4,342	8,268
Fund balances - ending	$ 1,059	$ 357	$ 4,092	$ 9,160

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Special Revenue Funds		Debt Service Funds	
	Property Appraiser's Special Revenues	Sheriff's Special Revenues	Local Option Gas Tax Loan	Capital Revenue Refunding Bank Note
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	5,290	-	-
Charges for services	1	5,004	-	-
Fines and forfeitures	-	-	-	-
Impact fees	-	-	-	-
Special assessments	-	-	-	-
Miscellaneous	-	209	2	2
Total revenues	1	10,503	2	2
EXPENDITURES				
Current				
General government	1,507	-	-	-
Public safety	-	10,550	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Capital outlay				
General government	6	-	-	-
Public safety	-	970	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Debt service				
Principal retirement	-	-	2,030	1,435
Interest and fiscal charges	-	-	172	31
Bond issuance costs	-	-	-	-
Total expenditures	1,513	11,520	2,202	1,466
Excess (deficiencies) of revenue over (under) expenditures	(1,512)	(1,017)	(2,200)	(1,464)
OTHER FINANCING SOURCES AND (USES)				
Transfers in	1,588	325	2,198	1,464
Transfer out	(75)	-	-	-
Capital lease proceeds	-	-	-	-
Bond premium	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Total other financing sources (uses)	1,513	325	2,198	1,464
Net change in fund balances	1	(692)	(2)	-
Fund balances - beginning	3	2,663	3	1
Fund balances - ending	$ 4	$ 1,971	$ 1	$ 1

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Debt Service Funds			
	Tourist Development Tax Revenue Bonds	Fifth Third Line of Credit	Five Cent Local Option Gas Tax Revenue Bonds	Capital Revenue Bonds
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Impact fees	-	-	-	-
Special assessments	-	-	-	-
Miscellaneous	14	-	-	3
Total revenues	14	-	-	3
EXPENDITURES				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Capital outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Debt service				
Principal retirement	925	1,893	1,765	2,635
Interest and fiscal charges	6,555	-	31	3,443
Bond issuance costs	-	-	-	-
Total expenditures	7,480	1,893	1,796	6,078
Excess (deficiencies) of revenue over (under) expenditures	(7,466)	(1,893)	(1,796)	(6,075)
OTHER FINANCING SOURCES AND (USES)				
Transfers in	11,264	1,893	-	61,091
Transfer out	(3,730)	-	-	-
Capital lease proceeds	-	-	-	-
Bond premium	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	(56,711)
Total other financing sources (uses)	7,534	1,893	-	4,380
Net change in fund balances	68	-	(1,796)	(1,695)
Fund balances - beginning	9,572	-	1,796	4,087
Fund balances - ending	$ 9,640	$ -	$ -	$ 2,392

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Debt Service Funds			Capital Projects Funds
	Non-Ad Valorem Revenue Bonds	MSBU Projects Commercial Loan	Non-Ad Valorem Loan	Special Assessment Districts Construction
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Impact fees	-	-	-	-
Special assessments	-	673	-	-
Miscellaneous	5	1	1	1
Total revenues	5	674	1	1
EXPENDITURES				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	129
Economic environment	-	-	-	-
Human services	-	-	-	-
Capital outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Debt service				
Principal retirement	3,205	1,023	855	-
Interest and fiscal charges	2,069	179	734	-
Bond issuance costs	356	8	-	-
Total expenditures	5,630	1,210	1,589	129
Excess (deficiencies) of revenue over (under) expenditures	(5,625)	(536)	(1,588)	(128)
OTHER FINANCING SOURCES AND (USES)				
Transfers in	6,415	134	1,694	150
Transfer out	(56,662)	(1,894)	-	(33)
Capital lease proceeds	-	-	-	-
Bond premium	8,399	-	-	-
Debt issuance	-	1,985	-	-
Issuance of refunding debt	48,640	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Total other financing sources (uses)	6,792	225	1,694	117
Net change in fund balances	1,167	(311)	106	(11)
Fund balances - beginning	4,264	348	1,227	261
Fund balances - ending	$ 5,431	$ 37	$ 1,333	$ 250

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Capital Projects Funds			
	Transportation Capital Improvements	Tourist Tax Revenue Bonds Construction	Human Services Grant Construction	Library Construction Projects
REVENUES				
Taxes	$ 20,157	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	30	-	3	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Impact fees	-	-	-	-
Special assessments	-	-	-	-
Miscellaneous	515	7	-	30
Total revenues	20,702	7	3	30
EXPENDITURES				
Current				
General government	1	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	5,373	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Capital outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Transportation	4,472	-	-	-
Economic environment	-	-	3	-
Human services	-	-	-	-
Culture and recreation	-	4,750	-	245
Debt service				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	9,846	4,750	3	245
Excess (deficiencies) of revenue over (under) expenditures	10,856	(4,743)	-	(215)
OTHER FINANCING SOURCES AND (USES)				
Transfers in	25,676	-	-	5,188
Transfer out	(2,908)	-	-	-
Capital lease proceeds	-	-	-	-
Bond premium	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Total other financing sources (uses)	22,768	-	-	5,188
Net change in fund balances	33,624	(4,743)	-	4,973
Fund balances - beginning	56,946	4,744	41	3,317
Fund balances - ending	$ 90,570	$ 1	$ 41	$ 8,290

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Capital Projects Funds			
	All Hazards Protection Construction Projects	Impact Fees Community Parks Construction	Impact Fees Regional Parks Construction	Impact Fees Road Construction
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Impact fees	-	-	-	-
Special assessments	-	-	-	-
Miscellaneous	13	5	2	56
Total revenues	13	5	2	56
EXPENDITURES				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Capital outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Transportation	-	-	-	303
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	77	9	-
Debt service				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Total expenditures	-	77	9	303
Excess (deficiencies) of revenue over (under) expenditures	13	(72)	(7)	(247)
OTHER FINANCING SOURCES AND (USES)				
Transfers in	-	37	-	-
Transfer out	-	-	-	-
Capital lease proceeds	-	-	-	-
Bond premium	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Total other financing sources (uses)	-	37	-	-
Net change in fund balances	13	(35)	(7)	(247)
Fund balances - beginning	789	1,019	421	12,506
Fund balances - ending	$ 802	$ 984	$ 414	$ 12,259

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Capital Projects Funds		
	Impact Fees EMS Construction	Fifth Third Line of Credit Construction	Total Non-Major Governmental Funds
REVENUES			
Taxes	$ -	$ -	$ 25,925
Licenses and permits	-	-	66
Intergovernmental	-	-	21,197
Charges for services	-	-	28,451
Fines and forfeitures	-	-	917
Impact fees	-	-	3,759
Special assessments	-	-	2,261
Miscellaneous	-	1	2,711
Total revenues	-	1	85,287
EXPENDITURES			
Current			
General government	-	-	32,123
Public safety	-	-	15,332
Physical environment	-	-	534
Transportation	-	815	33,509
Economic environment	-	-	3,489
Human services	-	-	1,977
Capital outlay			
General government	-	-	475
Public safety	-	-	1,486
Transportation	-	-	5,684
Economic environment	-	-	3
Human services	-	-	75
Culture and recreation	-	-	5,081
Debt service			
Principal retirement	-	-	15,766
Interest and fiscal charges	-	9	13,223
Bond issuance costs	-	-	364
Total expenditures	-	824	129,121
Excess (deficiencies) of revenue over (under) expenditures	-	(823)	(43,834)
OTHER FINANCING SOURCES AND (USES)			
Transfers in	-	-	143,680
Transfer out	-	-	(66,059)
Capital lease proceeds	-	-	383
Bond premium	-	-	8,399
Debt issuance	-	-	1,985
Issuance of refunding debt	-	-	48,640
Payments to refunded debt escrow agent	-	-	(56,711)
Total other financing sources (uses)	-	-	80,317
Net change in fund balances	-	(823)	36,483
Fund balances - beginning	11	823	163,959
Fund balances - ending	$ 11	$ -	$ 200,442

See accompanying independent auditor's report.

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

SPECIAL REVENUE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non - GAAP Municipal Service Benefit Unit Districts		Non - GAAP Special Assessment Districts		Non - GAAP Law Enforcement Trust	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ 3,093	$ 3,145	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	116	115	-	-
Fines and forfeitures	-	-	-	-	150	605
Impact fees	-	-	-	-	-	-
Special assessments	-	-	1,006	1,600	-	-
Miscellaneous	2	18	4	93	1	4
Total revenues	3,095	3,163	1,126	1,808	151	609
EXPENDITURES						
Current						
General government	90	87	778	969	-	-
Public safety	959	959	-	-	-	-
Physical environment	-	-	-	-	-	-
Transportation	2,497	1,780	481	366	-	-
Economic environment	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Capital outlay						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Total expenditures	3,546	2,826	1,259	1,335	-	0
Excess (deficiencies) of revenues over (under) expenditures	(451)	337	(133)	473	151	609
OTHER FINANCING SOURCES (USES)						
Transfers in	3	28	141	142	-	-
Transfers out	(7)	(7)	(700)	(391)	(410)	(410)
Proceeds from capital lease	-	-	-	-	-	-
Total other financing sources (uses)	(4)	21	(559)	(249)	(410)	(410)
Net change in fund balances	(455)	358	(692)	224	(259)	199
Fund balances - beginning	1,922	1,826	3,775	4,854	1,114	1,113
Fund balances - ending	$ 1,467	$ 2,184	$ 3,083	$ 5,078	$ 855	$ 1,312

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

SPECIAL REVENUE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non - GAAP Special Revenue Projects		Non - GAAP State Housing Incentives Partnership Program		Non - GAAP Human Services Grants	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	3,622	1,889	350	1,499	4,540	2,363
Charges for services	640	668	-	-	-	-
Fines and forfeitures	333	312	-	-	-	-
Impact fees	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Miscellaneous	51	52	-	214	2	5
Total revenues	4,646	2,921	350	1,713	4,542	2,368
EXPENDITURES						
Current						
General government	377	225	-	-	-	-
Public safety	74	53	-	-	-	-
Physical environment	571	534	-	-	-	-
Transportation	-	-	-	-	-	-
Economic environment	-	-	1,196	1,074	4,719	2,415
Human services	3,586	1,836	-	-	-	-
Capital outlay						
General government	1,175	-	-	-	-	-
Public safety	36	57	-	-	-	-
Transportation	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Total expenditures	5,819	2,705	1,196	1,074	4,719	2,415
Excess (deficiencies) of revenues over (under) expenditures	(1,173)	216	(846)	639	(177)	(47)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(52)	(52)
Proceeds from capital lease	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(52)	(52)
Net change in fund balances	(1,173)	216	(846)	639	(229)	(99)
Fund balances - beginning	4,817	12,988	1,410	(3,793)	441	439
Fund balances - ending	$ 3,644	$ 13,204	$ 564	$ (3,154)	$ 212	$ 340

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

SPECIAL REVENUE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non - GAAP E 9 - 1 - 1		Non - GAAP Transportation Trust		Non - GAAP All Hazards Protection	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ 2,591	$ 2,623
Licenses and permits	-	-	48	66	-	-
Intergovernmental	-	-	8,465	8,835	23	12
Charges for services	2,986	3,036	794	836	-	3
Fines and forfeitures	-	-	-	-	-	-
Impact fees	-	-	-	-	-	119
Special assessments	-	-	-	-	-	-
Miscellaneous	16	43	519	614	7	27
Total revenues	3,002	3,079	9,826	10,351	2,621	2,784
EXPENDITURES						
Current						
General government	700	-	1,006	980	725	721
Public safety	2,050	1,997	-	-	1,890	1,773
Physical environment	-	-	-	-	-	-
Transportation	-	-	24,893	24,085	-	-
Economic environment	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Capital outlay						
General government	-	-	-	8	-	-
Public safety	1,830	457	-	-	-	2
Transportation	-	-	207	909	-	-
Human services	-	-	-	-	-	-
Total expenditures	4,580	2,454	26,106	25,982	2,615	2,496
Excess (deficiencies) of revenues over (under) expenditures	(1,578)	625	(16,280)	(15,631)	6	288
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	15,500	15,500	19	23
Transfers out	-	-	-	-	-	-
Proceeds from capital lease	-	-	-	383	-	-
Total other financing sources (uses)	-	-	15,500	15,883	19	23
Net change in fund balances	(1,578)	625	(780)	252	25	311
Fund balances - beginning	10,524	10,531	3,344	4,727	4,492	4,500
Fund balances - ending	$ 8,946	$ 11,156	$ 2,564	$ 4,979	$ 4,517	$ 4,811

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

SPECIAL REVENUE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non - GAAP Impact Fees - Community Parks		Non - GAAP Impact Fees - Regional Parks		Non - GAAP Impact Fees - Roads	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Impact fees	370	456	577	567	3,116	2,323
Special assessments	-	-	-	-	-	-
Miscellaneous	2	27	1	9	2	132
Total revenues	372	483	578	576	3,118	2,455
EXPENDITURES						
Current						
General government	16	1	-	1	-	3
Public safety	-	-	-	-	-	-
Physical environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Capital outlay						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Total expenditures	16	1	-	1	-	3
Excess (deficiencies) of revenues over (under) expenditures	356	482	578	575	3,118	2,452
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	(37)	(37)	(100)	-	(1,822)	-
Proceeds from capital lease	-	-	-	-	-	-
Total other financing sources (uses)	(37)	(37)	(100)	-	(1,822)	-
Net change in fund balances	319	445	478	575	1,296	2,452
Fund balances - beginning	4,816	7,225	465	402	5,518	2,137
Fund balances - ending	$ 5,135	$ 7,670	$ 943	$ 977	$ 6,814	$ 4,589

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

SPECIAL REVENUE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non - GAAP Impact Fees - EMS		Non - GAAP Animal Trust Fund		Non - GAAP Court Administration	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	10
Charges for services	-	-	-	-	4,997	5,368
Fines and forfeitures	-	-	-	-	2	-
Impact fees	96	294	-	-	-	-
Special assessments	-	-	-	-	-	-
Miscellaneous	-	4	153	248	282	225
Total revenues	96	298	153	248	5,281	5,603
EXPENDITURES						
Current						
General government	2	-	-	-	15,638	14,422
Public safety	-	-	-	-	-	-
Physical environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-
Human services	-	-	329	141	-	-
Capital outlay						
General government	-	-	-	-	277	442
Public safety	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Human services	-	-	80	75	-	-
Total expenditures	2	-	409	216	15,915	14,864
Excess (deficiencies) of revenues over (under) expenditures	94	298	(256)	32	(10,634)	(9,261)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	9,571	9,571
Transfers out	-	-	-	-	(561)	(561)
Proceeds from capital lease	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	9,010	9,010
Net change in fund balances	94	298	(256)	32	(1,624)	(251)
Fund balances - beginning	760	763	326	324	4,342	4,474
Fund balances - ending	$ 854	$ 1,061	$ 70	$ 356	$ 2,718	$ 4,223

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

SPECIAL REVENUE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non - GAAP Clerk of Circuit Court's Special Revenue		Total		
	Final Budget	Actual	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES					
Taxes	$ -	$ -	$ 5,684	$ 5,768	$ 84
Licenses and permits	-	-	48	66	18
Intergovernmental	1,023	1,306	18,023	15,914	(2,109)
Charges for services	13,454	13,420	22,987	23,446	459
Fines and forfeitures	-	-	485	917	432
Impact fees	-	-	4,159	3,759	(400)
Special assessments	-	-	1,006	1,600	594
Miscellaneous	44	70	1,086	1,785	699
Total revenues	14,521	14,796	53,478	53,255	(223)
EXPENDITURES					
Current					
General government	16,268	13,884	35,600	31,293	4,307
Public safety	-	-	4,973	4,782	191
Physical environment	-	-	571	534	37
Transportation	-	-	27,871	26,231	1,640
Economic environment	-	-	5,915	3,489	2,426
Human services	-	-	3,915	1,977	1,938
Capital outlay					
General government	176	19	1,628	469	1,159
Public safety	-	-	1,866	516	1,350
Transportation	-	-	207	909	(702)
Human services	-	-	80	75	5
Total expenditures	16,444	13,903	82,626	70,275	12,351
Excess (deficiencies) of revenues over (under) expenditures	(1,923)	893	(29,148)	(17,020)	12,128
OTHER FINANCING SOURCES (USES)					
Transfers in	600	-	25,834	25,264	(570)
Transfers out	(600)	-	(4,289)	(1,458)	2,831
Proceeds from capital lease	-	-	-	383	383
Total other financing sources (uses)	-	-	21,545	24,189	2,644
Net change in fund balances	(1,923)	893	(7,603)	7,169	14,772
Fund balances - beginning	1,923	8,241	49,989	60,751	10,762
Fund balances - ending	$ -	$ 9,134	$ 42,386	$ 67,920	$ 25,534

See accompanying independent auditors' report.

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

DEBT SERVICE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Local Option Gas Tax Loan		Non-GAAP Capital Revenue Refunding Bank Note		Tourist Development Tax Revenue Bonds	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Special assessments	$ -	$ -	$ -	$ -	$ -	$ -
Miscellaneous	-	2	-	2	14	14
Total revenues	-	2	-	2	14	14
EXPENDITURES						
Debt Service						
Principal retirement	2,030	2,030	1,435	1,435	925	925
Interest and fiscal charges	172	172	31	31	6,556	6,555
Bond issuance costs	-	-	-	-	-	-
Total expenditures	2,202	2,202	1,466	1,466	7,481	7,480
Excess (deficiencies) of revenues over (under) expenditures	(2,202)	(2,200)	(1,466)	(1,464)	(7,467)	(7,466)
OTHER FINANCING SOURCES (USES)						
Transfers in	2,202	2,198	1,466	1,464	12,824	11,275
Transfers out	-	-	-	-	(5,286)	(3,741)
Proceeds from long-term debt	-	-	-	-	-	-
Issuance of refunding debt	-	-	-	-	-	-
Bond premium	-	-	-	-	-	-
Payment to escrow agent	-	-	-	-	-	-
Total other financing sources (uses)	2,202	2,198	1,466	1,464	7,538	7,534
Net change in fund balances	-	(2)	-	-	71	68
Fund balances - beginning	3	3	-	-	9,572	9,572
Fund balances - ending	$ 3	$ 1	$ -	$ -	$ 9,643	$ 9,640

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

DEBT SERVICE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Fifth Third Line of Credit		Five Cent Local Option Gas Tax Revenue Bonds		Non - GAAP Capital Revenue Bonds	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Special assessments	$ -	$ -	$ -	$ -	$ -	$ -
Miscellaneous	-	-	1	-	2	3
To Total revenues	-	-	1	-	2	3
EXPENDITURES						
Debt Service						
Principal retirement	1,893	1,893	1,765	1,765	2,635	2,635
Interest and fiscal charges	-	-	653	31	3,443	3,443
Bond issuance costs	-	-	-	-	-	-
Total expenditures	1,893	1,893	2,418	1,796	6,078	6,078
Excess (deficiencies) of revenues over (under) expenditures	(1,893)	(1,893)	(2,417)	(1,796)	(6,076)	(6,075)
OTHER FINANCING SOURCES (USES)						
Transfers in	1,893	1,893	2,452	-	62,377	61,091
Transfers out	-	-	-	-	-	-
Proceeds from long-term debt	-	-	-	-	-	-
Issuance of refunding debt	-	-	-	-	-	-
Bond premium	-	-	-	-	-	-
Payment to escrow agent	-	-	-	-	(56,712)	(56,711)
Total other financing sources (uses)	1,893	1,893	2,452	-	5,665	4,380
Net change in fund balances	-	-	35	(1,796)	(411)	(1,695)
Fund balances - beginning	-	-	1,796	1,796	4,087	4,861
Fund balances - ending	$ -	$ -	$ 1,831	$ -	$ 3,676	$ 3,166

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

DEBT SERVICE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non - Ad Valorem Revenue Bonds		Non - GAAP MSBU Projects Commercial Loan		Non - Ad Valorem Loan	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Special assessments	$ -	$ -	$ 631	$ 673	$ -	$ -
Miscellaneous	2	5	-	1	-	1
Total revenues	2	5	631	674	-	1
EXPENDITURES						
Debt Service						
Principal retirement	3,205	3,205	1,123	1,023	855	855
Interest and fiscal charges	2,069	2,069	256	179	734	734
Bond issuance costs	363	356	50	8	-	-
Total expenditures	5,637	5,630	1,429	1,210	1,589	1,589
Excess (deficiencies) of revenues over (under) expenditures	(5,635)	(5,625)	(798)	(536)	(1,589)	(1,588)
OTHER FINANCING SOURCES (USES)						
Transfers in	6,427	6,415	292	134	1,685	1,694
Transfers out	(56,662)	(56,662)	(1,893)	(1,894)	-	-
Proceeds from long-term debt	-	-	2,067	1,985	-	-
Issuance of refunding debt	48,640	48,640	-	-	-	-
Bond premium	8,399	8,399	-	-	-	-
Payment to escrow agent	-	-	-	-	-	-
Total other financing sources (uses)	6,804	6,792	466	225	1,685	1,694
Net change in fund balances	1,169	1,167	(332)	(311)	96	106
Fund balances - beginning	4,264	4,264	348	410	1,227	1,227
Fund balances - ending	$ 5,433	$ 5,431	$ 16	$ 99	$ 1,323	$ 1,333

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL DEBT SERVICE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Total		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Special assessments	$ 631	$ 673	$ 42
Miscellaneous	19	28	9
Total revenues	650	701	51
EXPENDITURES			
Debt Service			
Principal retirement	15,866	15,766	100
Interest and fiscal charges	13,914	13,214	700
Bond issuance costs	413	364	49
Total expenditures	30,193	29,344	849
Excess (deficiencies) of revenues over (under) expenditures	(29,543)	(28,643)	900
OTHER FINANCING SOURCES (USES)			
Transfers in	91,618	86,164	(5,454)
Transfers out	(63,841)	(62,297)	1,544
Proceeds from long-term debt	2,067	1,985	(82)
Issuance of refunding debt	48,640	48,640	-
Bond premium	8,399	8,399	-
Payment to escrow agent	(56,712)	(56,711)	1
Total other financing sources (uses)	30,171	26,180	(3,991)
Net change in fund balances	628	(2,463)	(3,091)
Fund balances - beginning	21,297	22,133	836
Fund balances - ending	$ 21,925	$ 19,670	$ (2,255)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

CAPITAL PROJECTS FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non-GAAP Special Assessment Districts Construction		Non - GAAP Transportation Capital Improvements		Non - GAAP Tourist Tax Revenue Bonds Construction	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ -	$ -	$ 16,835	$ 20,157	$ -	$ -
Intergovernmental	-	-	563	30	-	-
Miscellaneous	-	1	5,264	474	12	7
Total revenues	-	1	22,662	20,661	12	7
EXPENDITURES						
Current						
General government	-	-	-	1	-	-
Transportation	-	129	14,968	5,373	-	-
Capital Outlay						
General government	356	-	-	-	-	-
Transportation	173	-	44,582	4,472	-	-
Economic environment	-	-	-	-	-	-
Culture and recreation	-	-	-	-	4,836	4,750
Debt Service						
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	529	129	59,550	9,846	4,836	4,750
Excess (deficiencies) of revenues over (under) expenditures	(529)	(128)	(36,888)	10,815	(4,824)	(4,743)
OTHER FINANCING SOURCES (USES)						
Transfers in	300	150	26,345	27,571	-	-
Transfers out	(33)	(33)	(7,179)	(4,803)	-	-
Proceeds from long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	267	117	19,166	22,768	-	-
Net change in fund balances	(262)	(11)	(17,722)	33,583	(4,824)	(4,743)
Fund balances - beginning	262	261	56,946	57,717	4,875	4,745
Fund balances - ending	$ -	$ 250	$ 39,224	$ 91,300	$ 51	$ 2

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

CAPITAL PROJECTS FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non-GAAP Human Services Grant Construction		Non-GAAP Library Construction Projects		Non-GAAP All Hazards Construction Projects	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	772	3	-	-	-	-
Miscellaneous	-	-	3	25	1	13
Total revenues	772	3	3	25	1	13
EXPENDITURES						
Current						
General government	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Capital Outlay						
General government	-	-	-	-	539	-
Transportation	-	-	-	-	-	-
Economic environment	772	3	-	-	-	-
Culture and recreation	-	-	2,665	245	-	-
Debt Service						
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	772	3	2,665	245	539	-
Excess (deficiencies) of revenues over (under) expenditures	-	-	(2,662)	(220)	(538)	13
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	5,188	5,188	-	-
Transfers out	-	-	-	-	-	-
Proceeds from long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	-	-	5,188	5,188	-	-
Net change in fund balances	-	-	2,526	4,968	(538)	13
Fund balances - beginning	41	41	3,318	3,318	789	790
Fund balances - ending	$ 41	$ 41	$ 5,844	$ 8,286	$ 251	$ 803

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

CAPITAL PROJECTS FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non-GAAP Impact Fees Community Parks Construction		Non-GAAP Impact Fees Regional Parks Construction		Non-GAAP Impact Fees Road Construction	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	-	-
Miscellaneous	2	5	-	2	12	50
Total revenues	2	5	-	2	12	50
EXPENDITURES						
Current						
General government	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Capital Outlay						
General government	-	-	-	-	-	-
Transportation	-	-	-	-	9,681	303
Economic environment	-	-	-	-	-	-
Culture and recreation	811	77	247	9	-	-
Debt Service						
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	811	77	247	9	9,681	303
Excess (deficiencies) of revenues over (under) expenditures	(809)	(72)	(247)	(7)	(9,669)	(253)
OTHER FINANCING SOURCES (USES)						
Transfers in	37	37	100	-	1,822	-
Transfers out	-	-	-	-	-	-
Proceeds from long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	37	37	100	-	1,822	-
Net change in fund balances	(772)	(35)	(147)	(7)	(7,847)	(253)
Fund balances - beginning	1,019	1,017	421	421	12,506	12,506
Fund balances - ending	$ 247	$ 982	$ 274	$ 414	$ 4,659	$ 12,253

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

CAPITAL PROJECTS FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Non-GAAP Impact Fees EMS Construction		Fifth Third Line of Credit Construction	
	Final Budget	Actual	Final Budget	Actual
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	1
Total revenues	-	-	-	1
EXPENDITURES				
Current				
General government	-	-	-	-
Transportation	-	-	-	815
Capital Outlay				
General government	-	-	-	-
Transportation	-	-	1,568	-
Economic environment	-	-	-	-
Culture and recreation	-	-	-	-
Debt Service				
Interest and fiscal charges	-	-	13	9
Total expenditures	-	-	1,581	824
Excess (deficiencies) of revenues over (under) expenditures	-	-	(1,581)	(823)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from long-term debt	-	-	758	-
Total other financing sources (uses)	-	-	758	-
Net change in fund balances	-	-	(823)	(823)
Fund balances - beginning	11	11	823	823
Fund balances - ending	$ 11	$ 11	$ -	$ -

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (Non-GAAP Budgetary Basis) AND ACTUAL

CAPITAL PROJECTS FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Total		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes	$ 16,835	$ 20,157	$ 3,322
Intergovernmental	1,335	33	(1,302)
Miscellaneous	5,294	578	(4,716)
Total revenues	23,464	20,768	(2,696)
EXPENDITURES			
Current			
General government	-	1	(1)
Transportation	14,968	6,317	8,651
Capital Outlay			
General government	895	-	895
Transportation	56,004	4,775	51,229
Economic environment	772	3	769
Culture and recreation	8,559	5,081	3,478
Debt Service			
Interest and fiscal charges	13	9	4
Total expenditures	81,211	16,186	65,025
Excess (deficiencies) of revenues over (under) expenditures	(57,747)	4,582	62,329
OTHER FINANCING SOURCES (USES)			
Transfers in	33,792	32,946	(846)
Transfers out	(7,212)	(4,836)	2,376
Proceeds from long-term debt	758	-	(758)
Total other financing sources (uses)	27,338	28,110	772
Net change in fund balances	(30,409)	32,692	63,101
Fund balances - beginning	81,011	81,650	639
Fund balances - ending	$ 50,602	$ 114,342	$ 63,740

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Enterprise Funds

Enterprise Fund Descriptions

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the County is that costs of providing the goods or services to the general public on a continuous basis be financed or recovered primarily through user fees.

Port Authority- The Lee County Port Authority is used to account for the activities related to the operation of the County owned aviation facilities, including Southwest Florida International Airport and Page Field General Aviation Airport.

Water and Wastewater- The Lee County Water and Wastewater System is used to account for the activities related to the operation of the County owned water and wastewater system.

Transportation Facilities- The Lee County Transportation Facilities is used to account for the activities related to the operation of the County owned bridges connecting Sanibel and Captiva Islands to the mainland and the Cities of Cape Coral and Fort Myers.

Solid Waste- The Lee County Solid Waste System is used to account for the provision of Municipal Solid Waste disposal facilities to the general public.

Transit- The Lee County Transit System is used to account for the activities related to the operation of the Lee Tran bus system, a County-wide public transportation service.

Lee County, Florida
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - BUDGET (NON-GAAP BUDGETARY BASIS)
AND ACTUAL WITH RECONCILIATION TO GAAP
ENTERPRISE FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Port Authority		Water and Wastewater		Transportation Facilities	
	Budget	Actual	Budget	Actual	Budget	Actual
OPERATING REVENUES						
User fees	$ 51,477	$ 49,190	$ 96,501	$ 104,762	$ -	$ -
Tolls	-	-	-	-	45,426	41,985
Rentals and franchise fees	5,665	5,565	170	216	-	-
Concessions	38,947	42,345	-	-	-	-
Miscellaneous	133	237	1,494	1,809	460	1,098
Total operating revenues	96,222	97,337	98,165	106,787	45,886	43,083
Less: Rebates	(4,412)	(3,883)	-	-	-	-
Net operating revenues	91,810	93,454	98,165	106,787	45,886	43,083
OPERATING EXPENSES						
Salaries and wages	21,440	21,149	14,592	13,742	3,413	3,161
Employee benefits	10,694	12,849	6,826	8,602	1,728	2,357
Contractual services, materials, and supplies	27,334	24,369	22,959	18,768	2,494	1,936
Utilities	4,789	4,525	5,930	5,517	283	254
Repairs and maintenance	2,551	2,437	3,138	3,873	338	292
Insurance	2,576	1,717	797	797	1,122	959
Other	2,205	1,796	3,761	3,382	703	664
Total operating expenses	71,589	68,842	58,003	54,681	10,081	9,623
Operating income	20,221	24,612	40,162	52,106	35,805	33,460
NON - OPERATING REVENUES (EXPENSES)						
Interest revenue	2,261	395	233	831	36	146
Taxes	-	-	-	-	-	-
Special assessment collections	-	-	1	131	-	-
Grants	282	336	761	555	-	-
Bond proceeds	39,000	37,284	-	-	124,245	124,245
Other debt proceeds	-	-	367	367	-	-
Interest expense	(16,526)	(15,577)	(10,103)	(10,071)	(5,187)	(5,414)
Excess fees - City of Sanibel	-	-	-	-	(1,445)	(1,602)
Capital outlay	(64,082)	(17,472)	(143,534)	(27,010)	(980)	(587)
Principal retirement	(23,752)	(18,482)	(9,377)	(9,377)	(9,639)	(9,639)
Payments to refunding escrow agent	(38,600)	(37,881)	-	-	(123,811)	(123,584)
Proceeds from disposal of capital assets	2	21	-	52	-	(4)
Passenger facility charges	17,156	16,251	-	-	-	-
Other revenues	2	187	298	535	650	868
Other expenses	(609)	(357)	(2)	(91)	(305)	(639)
Total non - operating revenues (expenses)	(84,866)	(35,295)	(161,356)	(44,078)	(16,436)	(16,210)
Income (loss) before contributions, special item, and transfers	(64,645)	(10,683)	(121,194)	8,028	19,369	17,250
Capital grants and contributions	19,391	11,998	4,125	14,313	-	-
Transfers in	136,278	99,550	72,111	73,178	171,331	168,719
Transfers out	(134,378)	(99,550)	(73,011)	(73,178)	(195,016)	(192,538)
Total contributions and transfers	21,291	11,998	3,225	14,313	(23,685)	(23,819)
Change in net position	(43,354)	1,315	(117,969)	22,341	(4,316)	(6,569)
Total net position - beginning as restated	162,376	149,531	204,370	239,628	25,111	31,439
Total net position - ending	$ 119,022	$ 150,846	$ 86,401	$ 261,969	$ 20,795	$ 24,870
RECONCILIATION OF BUDGETARY BASIS TO GAAP						
Change in net position, budgetary basis		$ 1,315		$ 22,341		$ (6,569)
Add: Capital outlay		17,472		27,010		283
Bond issue cost		-		-		304
Principal retirement		18,482		9,377		9,639
Capitalized interest		139		2,873		-
Payments to refunding escrow agent		37,881		-		123,584
Compensated absences		221		86		15
Inventory adjustments		-		70		-
Fair market value adjustment		3		93		16
Prepaid adjustment		-		3		25
Capital contributions		-		5,104		-
Special assessment		-		744		-
Bond amortization		-		632		982
Pension expense adjustments		1,807		953		117
Less: Depreciation		(21,448)		(41,093)		(7,775)
Inventory adjustments		(58)		-		(51)
Bond amortization		(365)		-		-
Bond proceeds		(37,284)		-		(124,245)
Other debt proceeds		-		(367)		-
Net book value of capital assets disposed		(162)		(1,705)		(6)
Accounts receivable adjustments		-		(367)		-
Pension expense adjustments		-		-		-
Change in net position		$ 18,003		$ 25,754		$ (3,681)

See accompanying independent auditor's report.

(continued)

Lee County, Florida
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - BUDGET (NON-GAAP BUDGETARY BASIS)
AND ACTUAL WITH RECONCILIATION TO GAAP
ENTERPRISE FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Solid Waste		Other Non-Major Transit		Total		
	Budget	Actual	Budget	Actual	Budget	Actual	Variance Positive (Negative)
OPERATING REVENUES							
User fees	$ 52,637	$ 53,083	$ 4,317	$ 3,971	$ 204,932	$ 211,006	$ 6,074
Tolls	-	-	-	-	45,426	41,985	(3,441)
Rentals and franchise fees	1,805	1,778	16	23	7,656	7,582	(74)
Concessions	-	-	-	-	38,947	42,345	3,398
Miscellaneous	16,358	19,324	4	6	18,449	22,474	4,025
Total operating revenues	70,800	74,185	4,337	4,000	315,410	325,392	9,982
Less: Rebates	-	-	-	-	(4,412)	(3,883)	529
Net operating revenues	70,800	74,185	4,337	4,000	310,998	321,509	10,511
OPERATING EXPENSES							
Salaries and wages	4,731	4,578	10,189	10,033	54,365	52,663	1,702
Employee benefits	2,184	2,854	5,683	7,355	27,115	34,017	(6,902)
Contractual services, materials, and supplies	57,910	54,405	4,422	3,030	115,119	102,508	12,611
Utilities	521	520	253	342	11,776	11,158	618
Repairs and maintenance	1,915	1,965	1,472	1,332	9,414	9,899	(485)
Insurance	377	376	459	459	5,331	4,308	1,023
Other	1,060	1,129	958	901	8,687	7,872	815
Total operating expenses	68,698	65,827	23,436	23,452	231,807	222,425	9,382
Operating income	2,102	8,358	(19,099)	(19,452)	79,191	99,084	19,893
NON - OPERATING REVENUES (EXPENSES)							
Interest revenue	45	137	14	39	2,589	1,548	(1,041)
Taxes	575	584	-	-	575	584	9
Special assessment collections	-	-	-	-	1	131	130
Grants	(85)	(85)	7,276	5,602	8,234	6,408	(1,826)
Bond proceeds	-	-	-	-	163,245	161,529	(1,716)
Other debt proceeds	-	-	7,130	-	7,497	367	(7,130)
Interest expense	(4,046)	(4,046)	(131)	(42)	(35,993)	(35,150)	843
Excess fees - City of Sanibel	-	-	-	-	(1,445)	(1,602)	(157)
Capital outlay	(10,819)	(8,391)	(18,525)	(7,529)	(237,940)	(60,989)	176,951
Principal retirement	(4,830)	(4,830)	(1,320)	(1,320)	(48,918)	(43,648)	5,270
Payments to refunding escrow agent	-	-	-	-	(162,411)	(161,465)	946
Proceeds from disposal of capital assets	50	-	-	63	52	132	80
Passenger facility charges	-	-	-	-	17,156	16,251	(905)
Other revenues	-	9	7	49	957	1,648	691
Other expenses	-	(3)	-	-	(916)	(1,090)	(174)
Total non - operating revenues (expenses)	(19,110)	(16,625)	(5,549)	(3,138)	(287,317)	(115,346)	171,971
Income (loss) before contributions, special item, and transfers	(17,008)	(8,267)	(24,648)	(22,590)	(208,126)	(16,262)	191,864
Capital grants and contributions	-	-	35,134	8,467	58,650	34,778	(23,872)
Transfers in	11,177	11,038	12,730	12,766	403,627	365,251	(38,376)
Transfers out	(11,037)	(10,901)	(45)	(1,407)	(413,487)	(377,574)	35,913
Total contributions and transfers	140	137	47,819	19,826	48,790	22,455	(26,335)
Change in net position	(16,868)	(8,130)	23,171	(2,764)	(159,336)	6,193	165,529
Total net position - beginning as restated	99,377	102,195	7,364	(7,256)	498,598	515,537	16,939
Total net position - ending	$ 82,509	$ 94,065	$ 30,535	$ (10,020)	$ 339,262	$ 521,730	$ 182,468
RECONCILIATION OF BUDGETARY BASIS TO GAAP							
Change in net position, budgetary basis		$ (8,130)		$ (2,764)		$ 6,193	
Add: Capital outlay		8,391		7,529		60,685	
Bond issue cost		-		-		304	
Principal retirement		4,830		1,320		43,648	
Capitalized interest		-		-		3,012	
Payments to refunding escrow agent		-		-		161,465	
Compensated absences		5		13		340	
Inventory adjustments		-		-		70	
Fair market value adjustment		2		3		117	
Prepaid adjustment		13		16		57	
Capital contributions		-		-		5,104	
Special assessment		-		-		744	
Bond amortization		5		-		1,619	
Pension expense adjustments		78		-		2,955	
Less: Depreciation		(14,328)		(3,118)		(87,762)	
Inventory adjustments		-		-		(109)	
Bond amortization		-		-		(365)	
Bond proceeds		-		-		(161,529)	
Other debt proceeds		-		-		(367)	
Net book value of capital assets disposed		(1)		-		(1,874)	
Accounts receivable adjustments		-		-		(367)	
Pension expense adjustments		-		(206)		(206)	
Change in net position		$ (9,135)		$ 2,793		$ 33,734	

Internal Service Funds

Internal Service Fund Descriptions

Internal service funds are used to account for the financing of goods or services provided by one County department or agency to other County departments or agencies on a cost reimbursement basis, including depreciation.

Information Technology- To account for the costs of operating the County data processing facility and telephone communication system. Such costs are billed to other departments at estimated cost of operations, plus amounts for equipment replacement and additions.

Governmental Communications Network- To account for the costs of operating the radio communication system owned by the County. Such costs are billed to other departments at estimated cost of operations, plus amounts for equipment replacement and additions.

Self-Insurance Group Health and Dental- To account for the assessed premiums, claims, and administration of the County for group health and dental insurance. Such costs are billed to other departments and agencies at estimated cost of operations.

Self-Insurance General Liability- To account for the assessed premiums, claims, and administration of the County's risk management, including auto liability, workers' compensation, and property liability. Such costs are billed to other departments and agencies at estimated cost of operations.

Fleet Management- To account for the costs of operation for the repair and maintenance of County owned/leased vehicles and equipment. Such costs are billed to other departments at estimated cost of operations, plus amounts for equipment replacement and additions.

Sheriff's Internal Service- To account for the assessed premiums, claims, and administration of the Sheriff's group health insurance.

Lee County, Florida
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Information Technology	Governmental Communications Network	Self-Insurance Group Health and Dental	Self-Insurance General Liability	Fleet Management	Sheriff's Internal Service	Total
ASSETS							
Current Assets:							
Cash, cash equivalents and investments	$ 4,174	$ 3,879	$ 43,859	$ 17,728	$ 5,470	$ 15,022	$ 90,132
Receivables (net)	3	9	1,024	56	17	-	1,109
Due from other funds	304	43	-	-	-	-	347
Due from other governments	-	117	338	-	23	-	478
Inventories	-	-	-	-	322	-	322
Other	651	30	-	389	9	-	1,079
Total current assets	5,132	4,078	45,221	18,173	5,841	15,022	93,467
Noncurrent Assets:							
Capital assets:							
Non-depreciable	1,478	-	-	-	510	-	1,988
Depreciable	20,223	12,824	2	-	22,955	-	56,004
Less accumulated depreciation	(16,962)	(9,034)	(2)	-	(16,709)	-	(42,707)
Total noncurrent assets	4,739	3,790	-	-	6,756	-	15,285
Total assets	9,871	7,868	45,221	18,173	12,597	15,022	108,752
DEFERRED OUTFLOWS OF RESOURCES							
Unamortized pension costs and subsequent contributions	8	24	34	22	137	-	225
Total deferred outflows of resources	8	24	34	22	137	-	225
LIABILITIES							
Current liabilities:							
Contracts and accounts payable	859	24	475	178	257	133	1,926
Accrued liabilities	3	8	32	7	41	-	91
Due to other funds	-	4	-	2	4	8	18
Due to other governments	3	3	5	3	19	-	33
Capital leases payable	-	-	-	-	203	-	203
Self-insurance claims payable	-	-	5,600	2,575	-	3,811	11,986
Compensated absences	2	2	3	2	12	-	21
Total current liabilities	867	41	6,115	2,767	536	3,952	14,278

(continued)

Lee County, Florida
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Information Technology	Governmental Communications Network	Self-Insurance Group Health and Dental	Self-Insurance General Liability	Fleet Management	Sheriff's Internal Service	Total
Noncurrent liabilities:							
Self-insurance claims payable	-	-	-	9,827	-	-	9,827
Compensated absences	18	19	31	21	115	-	204
Capital leases payable	-	-	-	-	639	-	639
Net pension liability	47	142	224	122	935	-	1,470
Other postemployment benefits	70	302	369	249	1,648	-	2,638
Other	-	-	-	1,265	-	-	1,265
Total noncurrent liabilities	135	463	624	11,484	3,337	-	16,043
Total liabilities	1,002	504	6,739	14,251	3,873	3,952	30,321
DEFERRED INFLOWS OF RESOURCES							
Unamortized pension costs	9	24	33	22	135	-	223
Total deferred inflows of resources	9	24	33	22	135	-	223
NET POSITION							
Net investment in capital assets	4,665	3,784	-	-	5,893	-	14,342
Unrestricted	4,203	3,580	38,483	3,922	2,833	11,070	64,091
Total net position	$ 8,868	$ 7,364	$ 38,483	$ 3,922	$ 8,726	$ 11,070	$ 78,433

See accompanying independent auditor's report.

Lee County, Florida

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

INTERNAL SERVICE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Information Technology	Governmental Communications Network	Self - Insurance Group Health and Dental	Self - Insurance General Liabilitiy	Fleet Management	Sheriff's Internal Service	Total
OPERATING REVENUES							
User fees	$ 11,824	$ 2,304	$ 60,735	$ 9,683	$ 7,237	$ 26,822	$ 118,605
Total operating revenues	11,824	2,304	60,735	9,683	7,237	26,822	118,605
OPERATING EXPENSES							
Salaries and wages	103	236	351	232	1,325	-	2,247
Employee benefits	38	202	140	128	799	-	1,307
Contractual services, materials and supplies	8,353	184	3,886	499	2,671	2,941	18,534
Utilities	2,118	123	5	3	91	-	2,340
Repairs and maintenance	526	1,466	-	1	2,297	-	4,290
Insurance	-	11	-	3,780	18	1,476	5,285
Insurance claims	-	-	58,484	7,626	-	24,100	90,210
Other	107	229	76	46	239	-	697
Depreciation	1,127	888	-	-	995	-	3,010
Total operating expenses	12,372	3,339	62,942	12,315	8,435	28,517	127,920
Operating income (loss)	(548)	(1,035)	(2,207)	(2,632)	(1,198)	(1,695)	(9,315)
NON-OPERATING REVENUES (EXPENSES)							
Investment earnings	18	21	215	78	43	15	390
Grants	-	(84)	-	-	-	-	(84)
Interest expense	-	-	-	-	(25)	-	(25)
Gain (loss) on disposal of capital assets	-	(5)	-	(23)	291	-	263
Other revenues	-	254	7	-	5	-	266
Total non-operating revenues (expenses)	18	186	222	55	314	15	810
Change in net position	(530)	(849)	(1,985)	(2,577)	(884)	(1,680)	(8,505)
Total net position - beginning - as restated	9,398	8,213	40,468	6,499	9,610	12,750	86,938
Total net position - ending	$ 8,868	$ 7,364	$ 38,483	$ 3,922	$ 8,726	$ 11,070	$ 78,433

See accompanying independent auditors' report.

Lee County, Florida
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Information Technology	Governmental Communications Network	Self-Insurance Group Health and Dental	Self-Insurance General Liability	Fleet Management	Sheriff's Internal Service Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from customers and users	$ 282	$ 1,610	$ 11,607	$ 2	$ 907	$ -	$ 14,408
Receipts from interfund services provided	11,818	1,141	48,434	9,681	6,923	25,800	103,797
Payments to suppliers	(10,520)	(1,936)	(61,696)	(10,686)	(5,099)	(28,222)	(118,159)
Payments to employees	(121)	(281)	(435)	(263)	(1,557)	-	(2,657)
Payments for interfund services used	(13)	(136)	(92)	(72)	(497)	-	(810)
Net cash provided by (used in) operating activities	1,446	398	(2,182)	(1,338)	677	(2,422)	(3,421)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Non-capital grant issued	-	(84)	-	-	-	-	(84)
Net cash (used in) noncapital financing activities	-	(84)	-	-	-	-	(84)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Capital asset purchases	(515)	(187)	-	(23)	(2,618)	-	(3,343)
Principal paid on bonds, loans, leases, and interfund loans	-	-	-	-	(198)	-	(198)
Interest paid on bonds, loans, leases, and interfund loans	-	-	-	-	(25)	-	(25)
Proceeds from sale of capital assets	-	-	-	-	368	-	368
Net cash (used in) capital and related financing activities	(515)	(187)	-	(23)	(2,473)	-	(3,198)
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest on investments	16	19	190	69	40	15	349
Net cash provided by investing activities	16	19	190	69	40	15	349
Net increase (decrease) in cash and equity in pooled cash and investments	947	146	(1,992)	(1,292)	(1,756)	(2,407)	(6,354)
Cash and cash equivalents at beginning of year	3,227	3,733	45,851	19,020	7,226	17,429	96,486
Cash and cash equivalents at end of year	$ 4,174	$ 3,879	$ 43,859	$ 17,728	$ 5,470	$ 15,022	$ 90,132
Classified as:							
Current assets	$ 4,174	$ 3,879	$ 43,859	$ 17,728	$ 5,470	$ 15,022	$ 90,132

See accompanying independent auditors' report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Information Technology	Governmental Communications Network	Self-Insurance Group Health and Dental	Self-Insurance General Liability	Fleet Management	Sheriff's Internal Service Fund	Total
NON-CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES							
Increase in fair value of investments	$ 2	$ 2	$ 25	$ 10	$ 3	$ -	$ 42
Purchase of capital assets on account	73	6	-	-	20	-	99
Capital lease proceeds	-	-	-	-	1,040	-	1,040
Loss on disposal of capital assets	-	(5)	-	(23)	(77)	-	(105)
Reconciliation of operating (loss) to net cash provided by (used in) operating activities:							
Operating (loss)	$ (548)	$ (1,035)	$ (2,207)	$ (2,632)	$ (1,198)	$ (1,695)	$ (9,315)
Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities:							
Depreciation	1,127	888	-	-	995	-	3,010
Other revenues	-	254	7	-	5	-	266
(Increase) decrease in accounts receivable	-	215	(670)	687	10	-	242
Decrease in due from other funds	275	-	-	-	595	-	870
(Increase) decrease in due from other governments	2	(22)	(32)	-	(17)	-	(69)
Decrease in inventories	-	-	-	-	85	-	85
(Increase) in other assets	(1)	(1)	-	(19)	-	-	(21)
Increase (decrease) in contracts and accounts payable	584	(1)	155	(1,692)	(15)	8	(961)
Increase (decrease) in accrued liabilities	-	1	(32)	-	6	-	(25)
(Decrease) in due to other funds	(1)	(4)	-	(99)	-	(1,022)	(1,126)
Increase (decrease) in due to other governments	(2)	1	(1)	(1)	3	-	0
Increase in compensated absences	-	-	2	7	-	-	9
Increase in OPEB	13	110	43	37	238	-	441
Increase in net pension liability and related deferred outflows/inflows of resources	(3)	(8)	(35)	(7)	(30)	-	(83)
Increase in other liabilities	-	-	588	2,381	-	287	3,256
Total adjustments	1,994	1,433	25	1,294	1,875	(727)	5,894
Net cash provided by (used in) operating activities	$ 1,446	$ 398	$ (2,182)	$ (1,338)	$ 677	$ (2,422)	$ (3,421)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL WITH RECONCILIATION TO GAAP

INTERNAL SERVICE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Information Technology		Governmental Communications Network		Self-Insurance Group Health and Dental	
	Budget	Actual	Budget	Actual	Budget	Actual
OPERATING REVENUES						
User fees	$ 11,253	$ 11,824	$ 2,063	$ 2,304	$ 59,822	$ 60,735
Total operating revenues	11,253	11,824	2,063	2,304	59,822	60,735
OPERATING EXPENSES						
Salaries and wages	103	103	251	236	363	349
Employee benefits	27	41	101	209	137	175
Contractual services, materials, and supplies	8,090	8,350	92	184	4,170	3,886
Utilities	2,074	2,120	137	123	5	5
Repairs and maintenance	768	528	1,488	1,466	-	-
Insurance	-	-	12	11	-	-
Insurance claims	-	-	-	-	64,532	57,896
Other	107	107	265	233	64	76
Total operating expenses	11,169	11,249	2,346	2,462	69,271	62,387
Operating income (loss)	84	575	(283)	(158)	(9,449)	(1,652)
NON - OPERATING REVENUES (EXPENSES)						
Interest revenue	6	16	6	19	56	190
Grants	-	-	(100)	(82)	-	-
Other debt proceeds	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-
Capital outlay	(1,425)	(514)	(875)	(187)	-	-
Principal retirement	-	-	-	-	-	-
Proceeds from capital asset disposal	-	-	-	-	-	-
Other revenues	-	-	294	254	-	7
Total non - operating revenues (expenses)	(1,419)	(498)	(675)	4	56	197
Change in net position	(1,335)	77	(958)	(154)	(9,393)	(1,455)
Total net position - beginning	4,118	6,030	3,888	2,982	45,772	47,034
Total net position - ending	$ 2,783	$ 6,107	$ 2,930	$ 2,828	$ 36,379	$ 45,579
RECONCILIATION OF BUDGETARY BASIS TO GAAP						
Change in net position, budgetary basis		$ 77		$ (154)		$ (1,455)
Add: Capital outlay		514		187		-
Principal retirement		-		-		-
Fair market value adjustment		2		2		25
Prepaid adjustments		1		1		-
Pension expense adjustments		3		8		35
Less: Depreciation		(1,127)		(888)		-
Inventory adjustment		-		-		-
Other debt proceeds		-		-		-
Compensated absences		-		-		(2)
Net book value of capital assets disposed		-		(5)		-
Claims payable reserve		-		-		(588)
Change in net position		$ (530)		$ (849)		$ (1,985)

See accompanying independent auditors' report.

(continued)

Lee County, Florida

COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL WITH RECONCILIATION TO GAAP

INTERNAL SERVICE FUNDS

For the Year Ended September 30, 2015

(amounts expressed in thousands)

	Self-Insurance General Liability		Fleet Management		Total		
	Budget	Actual	Budget	Actual	Budget	Actual	Variance Positive (Negative)
OPERATING REVENUES							
User fees	$ 9,676	$ 9,683	$ 8,518	$ 7,237	$ 91,332	$ 91,783	$ 451
Total operating revenues	9,676	9,683	8,518	7,237	91,332	91,783	451
OPERATING EXPENSES							
Salaries and wages	231	225	1,445	1,325	2,393	2,238	155
Employee benefits	102	135	593	829	960	1,389	(429)
Contractual services, materials, and supplies	489	499	4,273	2,586	17,114	15,505	1,609
Utilities	3	3	100	91	2,319	2,342	(23)
Repairs and maintenance	1	1	2,486	2,297	4,743	4,292	451
Insurance	5,056	3,800	18	18	5,086	3,829	1,257
Insurance claims	6,513	6,510	-	-	71,045	64,406	6,639
Other	52	46	241	239	729	701	28
Total operating expenses	12,447	11,219	9,156	7,385	104,389	94,702	9,687
Operating income (loss)	(2,771)	(1,536)	(638)	(148)	(13,057)	(2,919)	10,138
NON - OPERATING REVENUES (EXPENSES)							
Interest revenue	15	68	6	40	89	333	244
Grants	-	-	-	-	(100)	(82)	18
Other debt proceeds	-	-	1,040	1,040	1,040	1,040	0
Interest expense	-	-	(25)	(25)	(25)	(25)	0
Capital outlay	-	(23)	(5,373)	(3,658)	(7,673)	(4,382)	3,291
Principal retirement	-	-	(198)	(198)	(198)	(198)	0
Proceeds from capital asset disposal	-	-	102	368	102	368	266
Other revenues	-	-	1,023	5	1,317	266	(1,051)
Total non - operating revenues (expenses)	15	45	(3,425)	(2,428)	(5,448)	(2,680)	2,768
Change in net position	(2,756)	(1,491)	(4,063)	(2,576)	(18,505)	(5,599)	12,906
Total net position - beginning	17,682	15,689	6,125	6,590	77,585	78,325	740
Total net position - ending	$ 14,926	$ 14,198	$ 2,062	$ 4,014	$ 59,080	$ 72,726	$ 13,646

RECONCILIATION OF BUDGETARY BASIS TO GAAP			
Change in net position, budgetary basis	$ (1,491)	$ (2,576)	$ (5,599)
Add: Capital outlay	23	3,658	4,382
Principal retirement	-	198	198
Fair market value adjustment	10	3	42
Prepaid adjustments	19	-	21
Pension expense adjustments	7	30	83
Less: Depreciation	-	(995)	(3,010)
Inventory adjustment	-	(85)	(85)
Other debt proceeds	-	(1,040)	(1,040)
Compensated absences	(7)	-	(9)
Net book value of capital assets disposed	(23)	(77)	(105)
Claims payable reserve	(1,115)	-	(1,703)
Change in net position	$ (2,577)	$ (884)	$ (6,825)

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Fiduciary Funds

Agency Fund Descriptions

Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, and other governments.

Construction Management- To account for construction type escrows for pending environmental issues.

Impact Fees- Fire- To account for revenues received from impact fees that are restricted for the purpose of providing equipment and fire protection within designated fire districts.

Impact Fees- Village of Estero- To account for revenues received from impact fees for community parks, regional parks and roads.

Impact Fees- School- To account for impact fees collected on behalf of the Lee County School Board and restricted for the construction of new schools and for capital improvements to existing schools within the designated school zones.

Cash Bonds- To account for the assets held by the Board as an agent for individuals, organizations, or other governments.

Clerk of Circuit Court- To account for the assets held by the Clerk of Circuit Court as an agent for individuals, organizations, and other governments. These assets are held for the following purposes: Jury and Witness, Delinquent Tax, Registry, Criminal Fine and Forfeiture, Fine and Forfeiture, Documentary Stamp and Intangible Tax, Juvenile Victim Restitution, Prosecution and Investigation, and Criminal Cash Bonds.

Sheriff- To account for the assets held by the Sheriff as an agent for individuals, organizations, or other governments. These assets are held for the following purposes: Civil Fees and Levies, Jail Inmate monies, Forfeiture, and CLEAN Forfeiture.

Tax Collector- To account for the assets held by the Tax Collector as an agent for individuals, organizations, or other governments. These assets are held for the following purposes: Fee Operating Fund, License and Permit, Occupational License, Tag Agency, Taxes/Ad Valorem, and Taxes - Individual Certificates.

Lee County, Florida
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Agency Funds		
	Board Of County Commissioners		
	Construction Management	Impact Fees-Fire	Impact Fees-Village of Estero
ASSETS			
Cash, cash equivalents and investments	$ 667	$ 720	$ 31
Investments	-	-	-
Accounts receivable	-	-	-
Due from other governments	-	-	-
Total assets	667	720	31
LIABILITIES			
Contracts and accounts payable	-	-	-
Due to individuals	-	-	-
Due to other governments	-	720	31
Bonds and deposits	667	-	-
Total liabilities	$ 667	$ 720	$ 31

See accompanying independent auditors' report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Agency Funds		
	Board Of County Commissioners		
	Impact Fees-School	Cash Bonds	Clerk of Circuit Court
ASSETS			
Cash, cash equivalents and investments	$ 1,378	$ 2,240	$ 27,477
Investments	-	-	-
Accounts receivable	-	-	-
Due from other governments	-	-	1
Total assets	1,378	2,240	27,478
LIABILITIES			
Contracts and accounts payable	-	-	19
Due to individuals	37	-	-
Due to other governments	1,341	-	4,165
Bonds and deposits	-	2,240	23,294
Total liabilities	$ 1,378	$ 2,240	$ 27,478

See accompanying independent auditors' report.

(continued)

Lee County, Florida
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
As of September 30, 2015
(amounts expressed in thousands)

	Agency Funds		
	Sheriff	Tax Collector	Total
ASSETS			
Cash, cash equivalents and investments	$ 278	$ 9,081	$ 41,872
Investments	-	3,700	3,700
Accounts receivable	5	4	9
Due from other governments	-	526	527
Total assets	283	13,311	46,108
LIABILITIES			
Contracts and accounts payable	42	-	61
Due to individuals	186	1,294	1,517
Due to other governments	55	12,017	18,329
Bonds and deposits	-	-	26,201
Total liabilities	$ 283	$ 13,311	$ 46,108

Lee County, Florida
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Beginning Balance	Additions	Deletions	Ending Balance
Construction Management				
ASSETS				
Cash, cash equivalents and investments	$ 665	$ 2	$ -	$ 667
Total assets	665	2	-	667
LIABILITIES				
Bonds and deposits	665	3	1	667
Total liabilities	665	3	1	667
Impact Fees- Fire				
ASSETS				
Cash, cash equivalents and investments	259	1,589	1,128	720
Total assets	259	1,589	1,128	720
LIABILITIES				
Contracts and accounts payable	2	232	234	-
Due to other governments	257	2,346	1,883	720
Total liabilities	259	2,578	2,117	720
Impact Fees- Village of Estero				
ASSETS				
Cash, cash equivalents and investments	-	31	-	31
Total assets	-	31	-	31
LIABILITIES				
Due to other governments	-	31	-	31
Total liabilities	-	31	-	31
Impact Fees- School				
ASSETS				
Cash, cash equivalents and investments	575	3,641	2,838	1,378
Total assets	575	3,641	2,838	1,378
LIABILITIES				
Contracts and accounts payable	-	2,781	2,781	-
Due to individuals	42	5	10	37
Due to other governments	533	3,581	2,773	1,341
Total liabilities	575	6,367	5,564	1,378

See accompanying independent auditors' report.

(continued)

Lee County, Florida
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Beginning Balance	Additions	Deletions	Ending Balance
Cash Bonds				
ASSETS				
Cash, cash equivalents and investments	839	1,686	285	2,240
Total assets	839	1,686	285	2,240
LIABILITIES				
Contracts and accounts payable	-	266	266	-
Bonds and deposits	839	1,666	265	2,240
Total liabilities	839	1,932	531	2,240
Clerk of Circuit Court				
ASSETS				
Cash, cash equivalents and investments	33,971	351,405	357,899	27,477
Receivables (net)	2	14	16	-
Due from other governments	-	48	47	1
Total assets	33,973	351,467	357,962	27,478
LIABILITIES				
Contracts and accounts payable	533	130,447	130,961	19
Due to other governments	3,063	117,829	116,727	4,165
Bonds and deposits	30,377	126,243	133,326	23,294
Total liabilities	33,973	374,519	381,014	27,478
Sheriff				
ASSETS				
Cash, cash equivalents and investments	356	4,306	4,384	278
Receivables (net)	3	617	615	5
Total assets	359	4,923	4,999	283
LIABILITIES				
Contracts and accounts payable	52	42	52	42
Due to individuals	247	3,889	3,950	186
Due to other governments	60	55	60	55
Total liabilities	359	3,986	4,062	283

(continued)

Lee County, Florida
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended September 30, 2015
(amounts expressed in thousands)

	Beginning Balance	Additions	Deletions	Ending Balance
Tax Collector				
ASSETS				
Cash, cash equivalents and investments	7,407	609,478	607,804	9,081
Investments	4,600	397,765	398,665	3,700
Receivables (net)	4	58	58	4
Due from other governments	226	811	511	526
Total assets	12,237	1,008,112	1,007,038	13,311
LIABILITIES				
Due to individuals	795	51,460	50,961	1,294
Due to other governments	11,442	955,219	954,644	12,017
Total liabilities	12,237	1,006,679	1,005,605	13,311
Total				
ASSETS				
Cash, cash equivalents and investments	44,072	972,138	974,338	41,872
Investments	4,600	397,765	398,665	3,700
Receivables (net)	9	689	689	9
Due from other governments	226	859	558	527
Total assets	48,907	1,371,451	1,374,250	46,108
LIABILITIES				
Contracts and accounts payable	587	133,768	134,294	61
Due to individuals	1,084	55,354	54,921	1,517
Due to other governments	15,355	1,079,061	1,076,087	18,329
Bonds and deposits	31,881	127,912	133,592	26,201
Total liabilities	$ 48,907	$ 1,396,095	$ 1,398,894	$ 46,108

Statistical Section

Statistical Section Descriptions
(unaudited)

The statistical data presents detailed information as a context for understanding Lee County's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt, and the County's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the government provides, and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

Lee County, Florida
SCHEDULE 1
NET POSITION
Last Ten Fiscal Years
(dollars in thousands)

	2006*	2007	2008	2009	2010	2011	2012	2013**	2014***	2015
Governmental Activities										
Net investment in capital assets	$ 974,518	$ 1,148,026	$ 1,318,137	$ 1,456,025	$ 1,547,366	$ 1,536,885	$ 1,568,248	$ 1,568,957	$ 1,534,250	$ 1,520,900
Restricted for:										
Capital projects	346,005	370,932	333,179	324,494		74,185	74,621	66,647	75,847	105,692
Debt service	19,567	21,940	20,138	19,849	18,556	15,990	11,239	11,998	12,969	8,012
Inventory for resale	-	-	-	-	-	-	2,134	1,853	2,370	2,301
Special revenue funds	-	-	-	-	22,526	47,615	59,119	61,394	63,580	77,274
Unrestricted	449,732	520,745	527,270	440,397	612,235	429,696	305,959	232,952	205,038	(2,694)
Governmental activities net position	1,789,822	2,061,643	2,198,724	2,240,765	2,200,683	2,104,371	2,021,320	1,943,801	1,894,054	1,711,485
Business-type Activities										
Net investment in capital assets	733,834	860,208	942,028	971,317	1,010,013	1,038,481	1,041,260	1,061,519	1,073,096	1,097,836
Restricted for:										
Capital projects	92,848	69,877	65,661	56,336	52,319	49,850	59,051	56,200	51,124	67,931
Debt service	30,706	37,626	40,954	41,207	39,901	61,123	26,155	24,971	30,908	32,265
Renewal and replacement	24,079	16,547	13,849	13,658	13,619	13,573	10,249	8,520	17,481	20,632
Unrestricted	246,428	252,241	258,169	284,602	271,908	245,844	268,066	272,561	304,102	250,618
Business-type activities net position	1,127,895	1,236,499	1,320,661	1,367,120	1,387,760	1,408,871	1,404,781	1,423,771	1,476,711	1,469,282
Primary Government										
Net investment in capital assets	1,708,352	2,008,234	2,260,165	2,427,342	2,557,379	2,575,366	2,609,508	2,630,476	2,607,346	2,618,736
Restricted for:										
Capital projects	438,853	440,809	398,840	380,830	52,319	124,035	133,672	122,847	126,971	173,623
Debt service	50,273	59,566	61,092	61,056	58,457	77,113	37,394	36,969	43,877	40,277
Renewal and replacement	24,079	16,547	13,849	13,658	13,619	13,573	10,249	8,520	17,481	20,632
Inventory for resale	-	-	-	-	-	-	2,134	1,853	2,370	2,301
Special revenue funds	-	-	-	-	22,526	47,615	59,119	61,394	63,580	77,274
Unrestricted	696,160	772,986	785,439	724,999	884,143	675,540	574,025	505,513	509,140	247,924
Total primary government net position	$ 2,917,717	$ 3,298,142	$ 3,519,385	$ 3,607,885	$ 3,588,443	$ 3,513,242	$ 3,426,101	$ 3,367,572	$ 3,370,765	$ 3,180,767

Note: Accounting standards require that net position be reported in three components in the financial statements: net investment in capital assets, restricted, and unrestricted.

* Fiscal year 2006 reflects a cumulative prior period adjustment for impact fees that were treated as deferred revenues in prior years.

** Fiscal year 2013 reflects a cumulative prior period adjustment to remove bond issuance costs from the statement of net position as required by Governmental Accounting Standards Board Statement 65 and to correct amortization from a prior year.

*** Fiscal year 2014 reflects a cummulative prior period adjustment for the Clerk's Child Support Enforcement Fund, a non-major special revenue fund, for expenditures omitted in prior years.

Lee County, Florida
SCHEDULE 2
CHANGES IN NET POSITION
Last Ten Fiscal Years
(dollars in thousands)

	2006**	2007	2008	2009	2010	2011	2012 ***	2013 ***	2014****	2015
Expenses										
Governmental Activities:										
General government	$ 151,914	$ 202,104	$ 240,356	$ 212,095	$ 217,610	$ 213,936	$ 206,427	$ 207,265	$ 200,741	$ 208,748
Public safety	197,743	228,403	242,867	235,098	223,936	218,590	202,799	204,534	210,796	209,156
Physical environment	22,794	24,951	14,365	16,033	12,413	13,327	14,665	16,907	21,512	13,919
Transportation	45,934	60,292	56,408	65,132	58,863	60,983	54,600	64,484	57,101	57,719
Economic environment	21,649	23,409	25,769	25,126	35,350	34,722	30,613	24,337	25,048	27,276
Human services	20,751	22,947	24,921	25,200	26,475	26,418	26,796	20,474	20,481	20,273
Culture and recreation	63,490	72,903	71,266	67,102	62,953	61,677	64,689	70,437	71,816	78,393
Interest on long-term debt	11,852	13,904	13,007	12,144	11,380	15,486	14,448	12,557	12,136	11,189
Total governmental activities expenses	536,127	648,913	688,959	657,930	648,980	645,139	615,037	620,995	619,631	626,673
Business-type Activities:										
Airport	94,532	100,605	108,382	103,472	99,334	99,750	98,489	103,994	105,761	104,830
Water and wastewater	84,408	91,121	96,895	97,406	105,092	109,700	106,981	105,921	105,469	104,153
Transit	18,652	21,456	24,805	23,250	22,806	24,143	23,511	26,932	23,944	27,171
Transportation facilities	23,779	26,742	31,430	28,714	29,147	27,100	25,392	25,816	27,113	24,064
Solid waste	61,196	64,798	75,997	80,101	78,698	79,381	77,123	82,683	79,264	84,378
Total business-type activities expenses	282,567	304,722	337,509	332,943	335,077	340,074	331,496	345,346	341,551	344,566
Total primary government expenses	$ 818,694	$ 953,635	$ 1,026,468	$ 990,873	$ 984,057	$ 985,213	$ 946,533	$ 966,341	$ 961,182	$ 971,239
Program Revenues										
Governmental Activities:										
Charges for services:										
General government	$ 76,869	$ 79,183	$ 75,516	$ 69,995	$ 55,861	$ 53,791	$ 53,738	$ 59,365	$ 65,673	$ 68,019
Public safety	47,394	48,257	41,546	41,255	42,074	40,648	34,843	38,992	39,925	41,707
Physical environment	3,309	2,871	2,270	2,125	1,984	1,873	1,783	2,004	2,184	2,134
Transportation	3,091	2,388	1,393	1,223	971	951	1,178	939	920	905
Economic environment	-	-	-	3	1,578	3,165	2,025	795	592	550
Human services	2,705	3,173	2,976	2,805	2,501	2,391	2,403	2,579	2,099	2,236
Culture and recreation	3,599	4,484	4,430	4,381	4,573	6,158	5,396	5,882	6,396	6,626
Operating grants and contributions	43,793	31,262	31,593	35,215	58,707	47,811	50,227	43,615	32,799	35,056
Capital grants and contributions	18,680	17,779	12,711	10,342	13,761	10,538	10,898	10,943	3,327	6,537
Governmental activities program revenues	199,440	189,397	172,435	167,344	182,010	167,326	162,491	165,114	153,915	163,770
Business-type Activities:										
Charges for services:										
Airport	99,430	101,409	101,974	98,570	98,090	99,360	98,989	104,009	107,250	109,705
Water and wastewater	70,670	72,681	89,495	85,707	85,121	84,736	90,991	97,760	102,740	106,787
Transit	3,074	3,054	3,100	3,340	3,201	3,290	3,690	3,846	3,703	4,000
Transportation facilities	41,192	41,134	38,097	37,160	36,630	36,665	37,448	38,725	41,179	43,083
Solid waste	76,510	79,094	84,399	85,281	86,932	84,972	76,964	70,094	73,264	72,407
Operating grants and contributions	6,310	5,899	7,347	5,749	8,405	5,198	5,582	5,657	6,381	6,493
Capital grants and contributions	59,161	69,501	70,330	46,122	22,045	32,183	17,076	42,245	47,612	40,757
Business-type activities program revenues	356,347	372,772	394,742	361,929	340,424	346,404	330,740	362,336	382,129	383,232
Total primary government program revenues	$ 555,787	$ 562,169	$ 567,177	$ 529,273	$ 522,434	$ 513,730	$ 493,231	$ 527,450	$ 536,044	$ 547,002

(continued)

Lee County, Florida
SCHEDULE 2
CHANGES IN NET POSITION
Last Ten Fiscal Years
(dollars in thousands)

	2006**	2007	2008	2009	2010	2011	2012 ***	2013 ***	2014****	2015
Net (Expense) Revenue*										
Governmental Activities	$ (336,687)	$ (459,516)	$ (516,524)	$ (490,586)	$ (466,970)	$ (477,813)	$ (452,546)	$ (455,881)	$ (465,716)	$ (462,903)
Business-type Activities	73,780	68,050	57,233	28,986	5,347	6,330	(756)	16,990	40,578	38,666
Total primary government net expense	$ (262,907)	$ (391,466)	$ (459,291)	$ (461,600)	$ (461,623)	$ (471,483)	$ (453,302)	$ (438,891)	$ (425,138)	$ (424,237)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property taxes	$ 377,567	$ 466,026	$ 463,880	$ 400,300	$ 309,068	$ 265,028	$ 255,944	$ 254,662	$ 274,203	$ 292,170
Gas taxes	20,124	19,541	18,260	17,775	17,232	17,032	17,116	17,992	18,616	20,157
Tourist taxes	18,728	22,986	23,768	21,880	22,756	23,981	26,672	28,535	33,197	37,560
Communication taxes	9,518	10,457	10,946	10,885	10,134	9,818	9,561	9,559	9,606	9,268
Franchise fees	8,836	9,352	9,161	9,293	8,407	8,398	8,013	8,355	16,330	19,476
Impact fees	68,829	39,671	14,769	7,003	3,127	1,892	-	-	-	-
Unrestricted grants and contributions	62,618	76,509	59,471	44,666	44,151	46,196	49,484	52,668	57,258	61,140
Investment earnings	47,806	64,510	37,376	14,813	7,112	3,670	2,729	1,826	866	2,860
Miscellaneous	24,851	31,233	24,171	15,592	13,487	13,866	8,744	12,965	16,443	13,698
Transfers	(4,464)	(8,948)	(8,197)	(9,580)	(8,586)	(8,380)	(8,768)	(6,045)	(8,396)	12,323
Total governmental activities general revenues and transfers	634,413	731,337	653,605	532,627	426,888	381,501	369,495	380,517	418,123	468,652
Business-type Activities:										
Property taxes	1,783	2,337	2,036	1,524	2,123	1,739	1,077	561	568	584
Franchise fees	1,464	1,535	2,221	1,586	1,580	1,604	1,701	1,677	1,654	1,778
Investment earnings	21,788	26,770	12,452	3,919	2,214	1,344	1,180	1,034	605	1,580
Miscellaneous	5,825	964	2,023	864	790	1,714	886	1,300	1,139	1,762
Special item-loss on discontinued project	-	-	-	-	-	-	(16,946)	-	-	-
Transfers	4,464	8,948	8,197	9,580	8,586	8,380	8,768	6,045	8,396	(12,323)
Total Business-type activities general revenues, special item, and transfers	35,324	40,554	26,929	17,473	15,293	14,781	(3,334)	10,617	12,362	(6,619)
Total primary government general revenues, special item, and transfers	$ 669,737	$ 771,891	$ 680,534	$ 550,100	$ 442,181	$ 396,282	$ 366,161	$ 391,134	$ 430,485	$ 462,033
Change in Net Position										
Governmental activities	$ 297,726	$ 271,821	$ 137,081	$ 42,041	$ (40,082)	$ (96,312)	$ (83,051)	$ (75,364)	$ (47,593)	$ 5,749
Business-type activities	109,104	108,604	84,162	46,459	20,640	21,111	(4,090)	27,607	52,940	32,047
Total primary government	$ 406,830	$ 380,425	$ 221,243	$ 88,500	$ (19,442)	$ (75,201)	$ (87,141)	$ (47,757)	$ 5,347	$ 37,796

* Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program is supported with its own fees and program-specific grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses indicate that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program. Numbers without parentheses mean that program revenues were more than sufficient to cover expenses.

** Fiscal year 2006 reflects a cumulative prior period adjustment for impact fees that were treated as deferred revenues in prior years.

*** Impact Fees were re-categorized in fiscal years 2012 and 2013 to Capital Grants and Contributions. Additionally, fiscal year 2013 reflects a cumulative prior period adjustment to remove bond issuance costs from the statement of net position as required by Governmental Accounting Standards Board Statement 65 and to correct amortization from a prior year.

**** Fiscal year 2014 reflects a cummulative prior period adjustment for the Clerk's Child Support Enforcement Fund, a non-major special revenue fund, for expenditures omitted in prior years.

Lee County, Florida
SCHEDULE 3
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(amounts expressed in thousands)

	2006*	2007	2008	2009	2010**	2011	2012	2013	2014	2015
General Fund										
Reserved:										
Advances	$ 45,960	$ 65,814	$ 25,947	$ 18,251						
Inventory	186	462	544	468						
Unreserved, designated for:										
Next fiscal year's expenditures	42,762	25,622	20,653	14,870						
Unfunded other post employment benefits	18,000	16,437	25,000	25,000						
Roads revolving loan program	31,000	-	1,088	9,821						
Road construction grant	-	10,000	-	1,700						
Unfunded mandates	2,000	2,000	3,000	-						
Economic incentives	1,500	1,500	-	805						
Economic development	-	-	25,000	23,350						
Fort Myers Beach transportation loan	1,000	1,000	-	-						
SWFAS commitment	-	2,000	-	-						
Community Corrections Facility	-	-	10,000	10,000						
Unreserved, undesignated	57,380	123,921	163,804	173,933						
Nonspendable					$ 23,948	$ 26,244	$ 14,393	$ 429	$ 409	$ 330
Restricted					-	-	2,134	1,853	2,370	2,301
Committed					8,380	-	10	10	6	6
Assigned					26,102	17,945	49,261	14,900	12,565	8,370
Unassigned					191,112	158,320	81,668	94,308	108,428	126,889
Total General Fund	$ 199,788	$ 248,756	$ 275,036	$ 278,198	$ 249,542	$ 202,509	$ 147,466	$ 111,500	$ 123,778	$ 137,896
All Other Governmental Funds										
Reserved:										
Advances	$ -	$ 189	$ 139	$ 80,909						
Inventory	2,291	2,321	1,855	2,647						
Debt service	24,582	28,041	26,160	25,433						
Unreserved, designated for:										
Next fiscal year's expenditures	279,989	303,854	274,702	223,136						
Unfunded other post employment benefits	-	4,281	-	-						
Conservation 2020	18,546	14,628	-	-						
Bequests	-	1,374	1,418	1,156						
Hurricane contingency	-	-	-	-						
Debt service	4,966	4,371	5,038	1,521						
Unreserved, undesignated, reported in:										
Special revenue funds	238,898	206,245	235,502	56,871						
Capital projects funds	38,452	109,944	79,663	101,383						
Nonspendable					$ 76,176	$ 9,531	$ 11,368	$ 2,385	$ 2,936	$ 2,652
Restricted					63,101	176,483	159,671	183,519	160,719	196,343
Committed					362,017	257,306	224,909	211,770	201,066	197,322
Assigned					196	4,703	2,928	3,209	3,300	3,487
Unassigned					(75,169)	(16,313)	(22,160)	(11)	-	-
Total All Other Governmental Funds	$ 607,724	$ 675,248	$ 624,477	$ 493,056	$ 426,321	$ 431,710	$ 376,716	$ 400,872	$ 368,021	$ 399,804

* Fiscal year 2006 reflects a cumulative prior period adjustment for impact fees that were treated as deferred revenues in prior years.

** Fiscal year 2010 fund balance classifications have been revised due to the implementation of the Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions.*

Lee County, Florida
SCHEDULE 4
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(amounts expressed in thousands)

	2006 [1]	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Taxes	$ 434,782	$ 528,362	$ 526,015	$ 460,133	$ 367,597	$ 324,257	$ 317,463	$ 319,103	$ 351,952	$ 378,631
Licenses and permits	18,660	11,760	5,415	4,257	6,036	6,288	6,497	7,822	9,271	11,148
Intergovernmental	117,215	107,328	90,618	87,950	108,713	102,901	103,056	97,298	89,852	95,530
Charges for services	92,684	97,994	92,123	87,878	75,560	74,490	66,328	74,847	79,844	81,194
Fines and forfeitures	1,749	2,236	2,073	1,393	1,404	1,087	1,311	1,374	1,561	1,529
Impact fees	68,830	39,671	14,769	7,003	3,123	1,892	3,446	2,587	2,743	3,759
Special assessments	2,491	2,075	2,024	1,515	2,015	1,493	1,447	1,651	1,360	2,261
Miscellaneous	74,102	91,788	59,019	34,034	21,261	16,517	11,394	14,135	15,985	16,531
Total revenues	810,513	881,214	792,056	684,163	585,709	528,925	510,942	518,817	552,568	590,583
Expenditures										
Current										
General government	119,119	142,153	161,143	181,728	143,296	136,124	132,248	132,932	130,328	137,077
Public safety	189,841	217,040	236,717	228,742	214,989	210,923	195,541	193,533	199,492	205,645
Physical environment	22,357	24,618	13,698	15,351	11,745	12,649	13,968	14,321	18,913	12,184
Transportation	37,127	49,940	44,826	51,459	41,804	35,354	33,800	34,509	32,644	33,609
Economic environment	21,509	23,299	25,629	25,190	35,194	33,770	30,539	24,433	25,095	26,619
Human services	20,155	22,291	24,382	24,804	26,144	26,193	26,690	20,355	20,144	20,052
Culture and recreation	58,049	67,007	65,381	60,737	55,317	53,817	55,032	56,050	59,350	64,098
Capital outlay	232,694	241,054	199,458	182,787	130,446	108,952	87,692	60,314	55,748	31,064
Debt service										
Principal retirement	20,221	20,567	24,008	20,283	19,365	25,581	17,702	15,432	9,741	15,766
Interest and fiscal charges	12,137	13,954	14,770	11,693	10,827	12,805	19,852	20,037	13,068	13,223
Bond issuance costs	-	1,031	-	-	297	548	-	774	49	364
Total expenditures	733,209	822,954	810,012	802,774	689,424	656,716	613,064	572,690	564,572	559,701
Excess (deficiencies) of revenues over (under) expenditures	77,304	58,260	(17,956)	(118,611)	(103,715)	(127,791)	(102,122)	(53,873)	(12,004)	30,882
Other Financing Sources (Uses)										
Transfers in	136,592	142,010	136,352	297,958	131,163	244,570	112,730	221,138	90,650	165,590
Transfers out	(142,188)	(154,103)	(146,090)	(308,062)	(141,638)	(239,126)	(121,486)	(221,171)	(99,030)	(153,267)
Capital lease proceeds	-	-	-	-	-	-	-	-	-	383
Insurance proceeds	94	-	-	-	-	-	-	-	-	-
Bond premium	-	-	-	-	-	55	-	-	-	8,399
Proceeds from long-term debt	1,365	70,325	3,203	456	18,798	88,218	841	134,399	14,483	50,625
Payments to refunding escrow agent	-	-	-	-	-	(7,570)	-	(92,303)	(12,518)	(56,711)
Total other financing sources (uses)	(4,137)	58,232	(6,535)	(9,648)	8,323	86,147	(7,915)	42,063	(6,415)	15,019
Net change in fund balances	$ 73,167	$ 116,492	$ (24,491)	$ (128,259)	$ (95,392)	$ (41,644)	$ (110,037)	$ (11,810)	$ (18,419)	$ 45,901
Debt service as a percentage of noncapital expenditures[2]	6.5%	5.9%	6.4%	5.2%	5.4%	7.0%	7.1%	6.9%	4.5%	5.5%

1 Fiscal year 2006 reflects a cumulative prior period adjustment for impact fees that were treated as deferred revenues in prior years.

2 Total debt service for this calculation excludes bond issuance cost.

Lee County, Florida
SCHEDULE 5
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(dollars in thousands)

Fiscal Year	Real Property: Residential Property	Real Property: Commercial Property	Real Property: Other	Personal Property	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value[1]
2006	$ 51,598,837	$ 7,988,437	$ 1,021,789	$ 3,455,695	$ 18,280,190	$ 45,784,568	23.7771	$ 82,578,117	77.58%
2007	73,753,174	11,065,933	990,847	3,850,680	28,459,057	61,201,577	21.9282	118,369,446	75.75%
2008	78,264,100	12,649,523	1,212,764	4,122,676	28,724,259	67,524,804	20.4350	125,483,375	76.70%
2009	66,592,240	12,757,889	1,250,737	3,927,562	25,496,141	59,032,287	21.4526	110,753,036	76.32%
2010	50,045,073	10,106,431	750,756	4,022,513	16,818,192	48,106,581	24.9753	82,498,303	78.70%
2011	42,639,954	8,531,480	541,038	3,808,042	13,836,043	41,684,471	26.1007	70,138,366	79.16%
2012	41,682,601	7,543,635	588,774	3,450,443	14,089,660	39,175,793	25.4385	68,116,399	78.20%
2013	41,893,823	7,314,283	545,034	3,147,142	14,947,717	37,952,565	25.7898	68,644,339	77.06%
2014	43,666,928	7,270,866	534,599	3,147,804	17,060,361	37,559,836	26.2393	72,497,286	75.34%
2015	46,907,208	7,805,176	642,067	3,103,287	20,663,672	37,794,066	26.1231	75,876,824	77.04%

Source: Lee County Property Appraiser

[1] Includes tax-exempt property

Lee County, Florida
SCHEDULE 6
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER $1,000 OF ASSESSED VALUE)
Last Ten Fiscal Years

			2006	2007	2008	2009	2010	2011	2012	2013[3]	2014	2015
Lee County	County wide	Operating millage	3.9332	3.5216	3.6506	3.6506	3.6506	3.6506	3.6506	3.6506	4.1506	4.1506
		Capital improvements millage	1.0124	0.9536	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.0000	0.0000
		Total Lee Countywide millage	4.9456	4.4752	4.1506	4.1506	4.1506	4.1506	4.1506	4.1506	4.1506	4.1506
	Non - Countywide	MSTU (Unincorporated)	1.0028	0.9300	0.8398	0.8398	0.8398	0.8398	0.8398	0.8398	0.8398	0.8398
		Lee County Library	0.6055	0.4085	0.3792	0.2844	0.2844	0.3383	0.3541	0.3541	0.5956	0.5956
		All Hazards Protection Fund	0.0733	0.0733	0.0693	0.0693	0.0693	0.0693	0.0693	0.0693	0.0693	0.0693
		Total Lee Non-Countywide millage	1.6816	1.4118	1.2883	1.1935	1.1935	1.2474	1.2632	1.2632	1.5047	1.5047
		Total Lee County millage	6.6272	5.8870	5.4389	5.3441	5.3441	5.3980	5.4138	5.4138	5.6553	5.6553
		School District	7.8820	7.0120	6.9600	6.8680	7.5080	8.0150	7.5840	7.5840	7.5980	7.4160
Municipalities	Cape Coral	Operating millage	5.2787	4.8787	4.7698	4.7698	7.9702	7.9702	7.9570	7.9570	7.7070	7.7070
		Debt service millage	0.1119	0.0627	0.0627	0.0627	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
		Total Cape Coral millage	5.3906	4.9414	4.8325	4.8325	7.9702	7.9702	7.9570	7.9570	7.7070	7.7070
	Sanibel	Operating millage	2.4801	2.5000	2.1966	2.1561	2.1561	2.1561	2.1000	2.1000	2.0861	1.9995
		Debt service millage	0.3218	0.3983	0.1467	0.4199	0.4589	0.4347	0.4570	0.4570	0.4446	0.4150
		Total Sanibel millage	2.8019	2.8983	2.3433	2.5760	2.6150	2.5908	2.5570	2.5570	2.5307	2.4145
	Other	Fort Myers	7.2100	6.8000	6.2560	7.1634	7.4000	8.4000	8.7760	8.7760	8.7760	8.7760
		Fort Myers Beach	0.7498	0.6096	0.6053	0.7093	0.8187	0.9144	0.7687	0.7687	0.7530	0.7530
		Bonita Springs	0.9976	0.7919	0.7244	0.8273	0.8273	0.8273	0.8173	0.8173	0.8173	0.8173
		Total municipalities millage	17.1499	16.0412	14.7615	16.1085	19.6312	20.7027	20.8760	20.8760	20.5840	20.4678
Lee County Special Districts		South Florida Water Management Dist.	0.6970	0.6970	0.6240	0.6240	0.6240	0.6240	0.4289	0.4289	0.4110	0.3842
		Lee County Hyacinth Control	0.0295	0.0223	0.0214	0.0214	0.0277	0.0310	0.0298	0.0298	0.0291	0.0277
		Lee County Mosquito Control	0.2247	0.1695	0.1636	0.1636	0.2132	0.2388	0.2300	0.2300	0.1113	0.2397
		West Coast Inland Waterway	0.0400	0.0400	0.0394	0.0394	0.0394	0.0394	0.0394	0.0394	0.0394	0.0394
		Total special districts millage	0.9912	0.9288	0.8484	0.8484	0.9043	0.9332	0.7281	0.7281	0.5908	0.6910
		Other special districts[1]	.0012-6.000	.0462-6.000	.0245-3.000	.0245-3.4500	.0152-3.5000	.0310-3.5000	.0088-4.7000	.0088-4.7000	.0076-4.5000	.0585-4.5000
		Total direct and overlapping rates[2]	32.6503	29.8690	28.0088	29.1690	33.3876	35.0489	34.6019	34.6019	34.4281	34.2301

[1] Includes fire protection districts and lighting and improvement districts located throughout the unincorporated sections of Lee County.

[2] Does not include Other special districts since reported as a range. Overlapping rates are those of Lee County that apply to property owners within Lee County. Not all overlapping rates apply to all Lee County property owners (e.g. special assessments only apply to the property owners located in that district).

[3] Effective 2013 for this schedule, property tax rates were redefined to reflect the millage rates collected for each year's operations, not the millage rates adopted each year for the following year's operations. All columns have been adjusted accordingly.

Source: Lee County Budget Office

Lee County, Florida
SCHEDULE 7
PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago
(dollars in thousands)

	2015			2006		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Coconut Point Developers LLC	$ 157,614	1	0.285%			
Miromar Outlet West LLC	101,017	2	0.183%	$ 125,589	1	0.343%
Christian & Missionary Alliance, Inc.	97,859	3	0.177%	50,227	9	0.137%
Gulf Coast Town Center CMBS	97,437	4	0.176%			
Edison Mall Business Trust	74,283	5	0.134%	88,151	2	0.240%
Federal National Mortgage Assoc	66,318	6	0.120%			
Bell Tower Shops LLC	59,026	7	0.107%	55,754	6	0.152%
Lennar Homes Inc.	46,821	8	0.085%			
Jamaica Bay Associates Ltd	46,315	9	0.084%			
Lofton Island Holdings LLLP	46,011	10	0.083%			
Bay Colony Gateway, Inc.				83,688	3	0.228%
K Hovnanian First Homes LLC				59,979	4	0.163%
Centex Homes				57,842	5	0.158%
Long Bay Partners LLC				54,121	7	0.148%
WCI Communities Inc				50,633	8	0.138%
US Home Corporation				49,379	10	0.135%
Total	$ 792,701		1.434%	$ 675,363		1.842%

Source: Lee County Property Appraiser

Lee County, Florida
SCHEDULE 8
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(dollars in thousands)

Fiscal Year Ended September 30,	Tax Year	Taxes Levied for the Fiscal Year[1]	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount[2]	Percentage of Levy		Amount	Percentage of Levy
2006	2005	$ 388,369	$ 372,541	95.92%	$ (97)	$ 372,444	95.90%
2007	2006	479,590	460,870	96.10%	219	461,089	96.14%
2008	2007	478,895	458,933	95.83%	1,302	460,235	96.10%
2009	2008	413,173	394,828	95.56%	1,763	396,591	95.99%
2010	2009	316,752	302,267	95.43%	965	303,232	95.73%
2011	2010	274,268	260,862	95.11%	706	261,568	95.37%
2012	2011	262,901	251,665	95.73%	545	252,210	95.93%
2013	2012	260,982	250,828	96.11%	137	250,965	96.16%
2014	2013	280,806	270,156	96.21%	94	270,250	96.24%
2015	2014	299,665	288,114	96.15%		288,114	96.15%

Source: Lee County Tax Collector

Notes: [1] These tax levies are for funds for County purposes, excluding School Board, municipalities, and other independent special districts.

[2] Property taxes become due and payable on November 1 of each year and are delinquent on April 1 of the following year. A four percent discount is allowed if the taxes are paid in November, with the discount declining by one percent each month thereafter. Accordingly, taxes collected will not equal 100 percent of the tax levy. Tax certificates for the full amount of any unpaid taxes and assessments must be sold no later than June 1 of the following year.

Lee County, Florida
SCHEDULE 9
RATIO OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(dollars in thousands)

	General Bonded Debt							Other Governmental Activities Debt			
Fiscal Year	Capital Revenue Bonds[1]	Gas Tax Bonds	Tourist Development Tax Bonds	Certificates of Participation	Non Advalorem	Total	Percentage of Estimated Actual Taxable Property Value[2]	Per Capita[3]	Commercial Paper	Notes	Capital Leases
2006	$ 169,204	$ 41,361	$ 7,045	$ 12,524	$ -	$ 230,134	0.28%	0.39	$ 1,365	$ 3,320	$ 5
2007	224,767	36,261	6,523	10,805	-	278,356	0.24%	0.45	2,800	3,006	-
2008	213,328	30,950	5,978	6,125	-	256,381	0.20%	0.41	640	4,846	-
2009	201,368	25,412	5,411	5,020	-	237,211	0.21%	0.39	-	4,699	-
2010	188,848	20,747	4,825	3,855	-	218,275	0.26%	0.35	-	22,917	-
2011	168,172	19,211	85,431	2,635	-	275,449	0.39%	0.44	-	20,710	-
2012	161,424	17,621	84,655	1,350	-	265,050	0.39%	0.42	-	14,076	-
2013	65,145	15,642	125,731	-	55,632	262,150	0.38%	0.41	-	42,065	-
2014	62,473	1,765	124,903	-	51,876	241,017	0.33%	0.37	-	54,758	-
2015	4,697	-	123,989	-	104,609	233,295	0.31%	0.35	-	49,506	1,225

	Business-Type Activities Debt									
Fiscal Year	Port Authority Revenue Bonds	Solid Waste Revenue Bonds	Transportation Facilities Revenue Bonds	Water and Wastewater Revenue Bonds	Commercial Paper	Notes	Capital Leases	Total Primary Government[4]	Percentage of Personal Income[3]	Per Capita[3]
2006	$ 382,614	$ 202,438	$ 198,256	$ 181,535	$ 26,400	$ 39,169	$ 79	$ 1,265,315	6.10%	2.16
2007	383,174	190,730	192,566	176,672	32,712	37,002	30	1,297,048	5.35%	2.11
2008	375,548	178,416	186,518	172,442	31,878	36,823	-	1,243,492	4.76%	1.99
2009	367,457	165,099	180,769	168,008	20,500	47,918	-	1,191,661	4.83%	1.94
2010	352,077	151,051	174,709	163,359	-	58,825	-	1,141,213	4.74%	1.83
2011	324,625	136,231	168,281	158,811	-	82,121	-	1,166,228	6.14%	1.87
2012	317,352	86,552	131,400	153,747	-	104,934	-	1,073,111	3.95%	1.70
2013	319,686	86,379	134,254	207,878	-	92,600	-	1,145,012	4.46%	1.79
2014	310,772	86,251	129,907	203,100	-	83,913	-	1,109,718	4.00%	1.72
2015	300,598	81,393	123,632	195,813	-	64,419	298	1,050,179	3.59%	1.58

Note - Details regarding the County's outstanding debt can be found in the notes to the financial statements.

[1] Excludes accreted interest for fiscal years through 2012. For fiscal year 2012 the accreted interest was $5,940,000.

[2] See Schedule 5 for property value data.

[3] See Schedule 11 for personal income and population data for 2006 through 2015. These ratios are calculated using personal income and population for the prior calendar year.

[4] Includes general bonded debt, other governmental activities debt, and business-type activities debt.

Source: Lee County Clerk of Courts Finance and Records Department

Lee County, Florida
SCHEDULE 10
PLEDGED REVENUE BOND COVERAGE
Last Ten Fiscal Years
(dollars in thousands)

Passenger Facility Charge Revenue Bonds

Fiscal Year	Passenger Facility Charge Revenues	Less: Operating Expenses[1]	Net Available Revenues	Debt Service Principal	Debt Service Interest	Coverage
2006	$ 15,567	n/a	$ 15,567	$ 2,090	$ 1,927	3.88
2007	16,858	n/a	16,858	2,185	1,830	4.20
2008	15,478	n/a	15,478	2,285	1,727	3.86
2009	14,942	n/a	14,942	2,390	1,618	3.73
2010	15,156	n/a	15,156	10,060 [6]	1,603	1.30
2011	15,581	n/a	15,581	2,620 [7]	1,000	4.30
2012	14,775	n/a	14,775	3,060	303	4.39
2013	15,197	n/a	15,197	3,120	245	4.52
2014	15,771	n/a	15,771	3,180	185	4.69
2015	16,251	n/a	16,251	6,540 [8]	21	2.48

Port Authority Line of Credit

Fiscal Year	Page Field General Aviation Airport Revenues	Less: Operating Expenses[1]	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2006	$ 8,026	$ 6,974	$ 1,052	$ 230	$ 317	1.92
2007	12,334 [2]	7,996	4,338	4,338 [2]	400	0.92
2008	8,904	8,678	226	295	164	0.49
2009	6,485	6,325	160	305	71	0.43
2010	7,070	6,732	338	325	43	0.92
2011	7,851	7,786	65	340	39	0.17
2012	8,831	8,508	323	355	36	0.83
2013	9,176	9,331	(155)	375	32	-0.38
2014	9,262	9,721	(459)	395	27	-1.09
2015	11,605 [9]	8,875	2,730	3,042 [9]	4	0.90

Port Authority Revenue Bonds

Fiscal Year	Airport Revenues[4]	Less: Operating Expenses[3]	Net Available Revenues	Debt Service Principal	Debt Service Interest	Coverage
2006	$ 87,911	$ 47,573	$ 40,338	$ 5,410	$ 20,507	1.56
2007	86,661	51,679	34,982	5,670	20,196	1.35
2008	88,587	54,941	33,646	5,855	19,972	1.30
2009	84,763	52,175	32,588	6,125	19,611	1.27
2010	85,260	49,952	35,308	6,350	21,217	1.28
2011	84,578	49,921	34,657	7,660	17,146	1.40
2012	81,934	49,372	32,562	7,895	17,654	1.27
2013	86,659	51,623	35,036	8,470	16,459	1.41
2014	89,182	54,877	34,305	8,900	16,039	1.38
2015	92,247	55,872	36,375	9,285	15,552	1.46

Solid Waste System Revenue Bonds

Fiscal Year	Solid Waste System Revenues[5]	Less: Operating Expenses[1]	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2006	$ 82,864	$ 44,399	$ 38,465	$ 11,940	$ 6,918	2.04
2007	88,584	48,793	39,791	12,040	9,473	1.85
2008	89,490	54,022	35,468	12,620	9,521	1.60
2009	87,919	56,530	31,389	13,590	8,846	1.40
2010	89,713	57,273	32,440	14,285	8,129	1.45
2011	119,737	57,371	62,366	49,385	7,549	1.10
2012	77,675	58,358	19,317	95	4,292	4.40
2013	70,409	62,541	7,868	100	4,288	1.79
2014	73,311	62,013	11,298	4,830	4,284	1.24
2015	76,369	67,243	9,126	5,080	4,046	1.00

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

[1] As defined by bond resolutions - Generally, current operating expense which doesn't include interest expense, depreciation or amortization expense.

[2] Additional principal payment was made in 2007 with funds transferred from the Airport discretionary fund. Amount in Revenues column includes the transferred amount.

[3] As defined by bond resolutions - Generally, current operating expense of Southwest Florida International Airport which includes arbitrage rebate liability and does not include interest expense, depreciation, unpaid Other Post Employment Benefits expense or rebates.

[4] As defined by bond resolutions - Generally, all revenues generated from the operation of Southwest Florida International Airport with the exception of passenger facility charges and grants but including surplus passenger facility charges per Federal Aviation Administration approvals.

[5] As defined by bond resolutions - Generally, all revenues generated from the operation of the Waste - to - Energy Facility, the landfill, and the collection services.

[6] Additional principal payment of $7,555,000 was made in 2010 with a transfer from the PFC capital fund. The coverage before the additional payment is 3.69.

[7] Scheduled debt service payments. Due to refunding, no principal was paid down during the year.

[8] Additional principal payment of $3,300,000 was made in 2015 with a transfer from the PFC capital fund to payoff the loan. The coverage without the payoff would have been 4.85.

[9] Additional principal payment of $2,627,000 was made with a transfer from the Airport discretionary fund to payoff the loan in November 2014. The amount in the Revenues column includes the transferred amount.

(continued)

Lee County, Florida
SCHEDULE 10
PLEDGED REVENUE BOND COVERAGE
Last Ten Fiscal Years
(dollars in thousands)

	Water and Wastewater Revenue Bonds						Transportation Facilities Revenue Bonds					
				Debt Service						Debt Service		
Fiscal Year	Water and Wastewater Revenues[1]	Less: Operating Expenses[2, 5]	Net Available Revenues	Principal	Interest	Coverage	Transportation Facilities Revenues[3]	Less: Operating Expenses[2, 5]	Net Available Revenue	Principal	Interest	Coverage
2006	$ 78,990	$ 50,699	$ 28,291	$ 5,260	$ 8,888	2.00	$ 44,549	$ 10,808	$ 33,741	$ 5,750	$ 9,182	2.26
2007	81,898	55,143	26,755	5,485	8,650	1.89	43,959	13,129	30,830	6,585	9,621	1.90
2008	95,382	56,882	38,500	4,805	8,449	2.90	39,395	11,864	27,531	6,815	9,396	1.70
2009	88,089	57,085	31,004	4,960	8,287	2.34	37,856	10,158	27,698	6,395	9,182	1.78
2010	86,397	55,572	30,825	5,130	8,115	2.33	37,013	10,291	26,722	6,610	8,939	1.72
2011	86,649	58,912	27,737	5,310	7,925	2.10	37,006	9,863	27,143	6,890	8,658	1.75
2012	91,967	55,406	36,561	5,510	7,259	2.86	37,817	9,426	28,391	7,710	7,890	1.82
2013	98,054	55,286	42,768	7,603	7,874	2.76	39,162	9,698	29,464	8,145	6,908	1.96
2014	102,895	55,567	47,328	3,890	7,536	4.14	41,966	10,158	31,808	9,080	6,676	2.02
2015	107,443	52,634 [4]	54,809	6,190	8,863	3.64	44,113	8,906 [4]	35,207	9,325	6,027	2.29

	Florida Department of Environmental Protection Loans					
				Debt Service		
Fiscal Year	Water and Wastewater Revenues[1]	Less: Operating Expenses[2, 5]	Net Available Revenues	Principal	Interest	Coverage
2006	$ 78,990	$ 50,699	$ 28,291	$ 541	$ 180	39.24
2007	81,898	55,143	26,755	727	220	28.25
2008	95,382	56,882	38,500	1,391	473	20.65
2009	88,089	57,085	31,004	1,805	750	12.13
2010	86,397	55,572	30,825	1,838	717	12.06
2011	86,649	58,912	27,737	2,114	775	9.60
2012	91,967	55,406	36,561	3,572	1,567	7.11
2013	98,054	55,286	42,768	3,650	1,496	8.31
2014	102,895	55,567	47,328	3,035	1,390	10.70
2015	107,443	52,634 [4]	54,809	3,118	1,307	12.39

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation or amortization expenses.

[1] As defined by bond resolutions - Generally, all revenues generated from the operation of the Lee County Water and Wastewater System. The pledge of these revenues to the FDEP loan is subordinate to the revenue bonds pledge.

[2] As defined by bond resolutions - Generally, current operating expense which doesn't include interest expense, depreciation or amortization expense.

[3] As defined by bond resolutions - Generally, all revenues generated from the operation of the Lee County Transportation Facilities, including but not limited to toll revenues and investment earnings.

[4] As defined by bond resolutions- current operating expenses do not include unfunded OPEB and pension expenses.

[5] Fiscal years 2007 to 2014 - Operating expenses listed include the annual OPEB expenses and is not adjusted for funding.

Source: Lee County Clerk of Courts Finance and Records Department

Lee County, Florida
SCHEDULE 11
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Year	Population[1]	Total Personal Income[2] (in thousands)	Per Capita Personal Income[2]	Median Age[2]	School Enrollment[4]	Unemployment Rates (Percentage)[2] County	State	National
2006	585,608	$ 20,736,965	$ 35,411	43.7	78,775	2.7	3.4	4.4
2007	615,741	24,266,353	39,410	43.2	80,526	5.2	4.3	4.5
2008	623,725	26,111,623	41,864	42.7	79,457	9.2	6.8	6.0
2009	615,124	24,674,348	41,954	42.7	80,161	13.9	11.1	9.8
2010	622,900	24,077,000	38,653	42.8	81,929	13.5	11.9	9.6
2011	625,310	26,999,483 [3]	30,363 [3]	45.6	83,771	11.2	10.6	9.1
2012	631,330 [6]	27,328,737 [6]	43,022 [6]	45.7	85,581	8.7 [5]	8.7 [5]	7.8 [5]
2013	638,029	28,292,424 [6]	40,248	45.7	87,215	7.2 [5]	7.1 [5]	7.6 [5]
2014	643,367	27,773,510	43,169 [7]	45.7	90,887	6.1	6.1	5.7
2015	665,845	29,245,506	48,453 [9]	46.2 [8]	92,780	5.1	5.2	5.1

Sources:
[1] Bureau of Economic and Business Research (estimate)
[2] Florida Research and Economic Database (FRED), except as otherwise noted
[3] U.S. Census Bureau estimate
[4] School District of Lee County
[5] Regional Economic Research Institute, Lutgert College of Business, Florida Gulf Coast University
[6] US Bureau of Economic Analysis (BEA) estimate as of April 2012 (TPI updated 2015)
[7] Governing.com
[8] edr.state.fl.us
[9] bestplaces.net

Lee County, Florida
SCHEDULE 12
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

	2015			2006		
Employer	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Lee Memorial Health System	10,900	1	3.52%	8,000	2	3.45%
Lee County School District	10,600	2	3.43%	10,930	1	4.72%
Publix Super Markets	5,007	3	1.62%	4,153	3	1.79%
Lee County Administration	2,584	4	0.84%	2,481	4	1.07%
Wal-Mart Corporation	2,507	5	0.81%	2,189	5	0.94%
Home Depot	1,783	6	0.58%			
City of Cape Coral	1,654	7	0.53%	1,948	6	0.84%
Chico's FAS, Inc.	1,642	8	0.53%			
Lee County Sheriff's Office	1,585	9	0.51%	1,422	7	0.61%
U.S. Postal Service	1,477	10	0.48%	1,397	9	0.60%
Bonita Bay Group				1,400	8	0.60%
Florida Gulf Coast University				1,040	10	0.45%
Total	39,739		12.85%	34,960		15.07%

Source: Lee County Office of Economic Development, Florida Research and Economic Database, and U.S. Bureau of Labor Statistics.

Lee County, Florida
SCHEDULE 13
GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities:										
General government	1,363	1,416	1,402	1,426	1,398	1,342	1,312	1,281	1,282	1,288
Public safety	1,981	1,961	1,979	1,942	1,939	1,891	1,884	1,866	1,875	1,914
Physical environment	90	90	85	80	78	76	76	73	69	70
Transportation	267	271	252	255	221	221	220	220	212	205
Economic environment	68	66	61	61	63	62	66	65	66	66
Human services	64	67	68	68	70	69	76	75	76	81
Culture and recreation	562	566	517	504	503	512	523	518	523	504
Business-type activities:										
Airport	342	359	355	347	345	343	344	346	351	352
Water and wastewater	291	291	281	281	279	275	275	275	274	274
Transit	254	257	257	257	254	253	253	251	263	267
Transportation facilities	125	114	101	98	95	95	95	95	95	95
Solid waste	71	71	71	72	74	77	83	92	94	98
Total	5,478	5,529	5,429	5,391	5,319	5,216	5,207	5,157	5,180	5,214

Sources: Lee County Budget Office, Lee County Sheriff Finance Department, Lee County Clerk of Circuit Court Human Resources Department, Lee County Property Appraiser Finance Department, Lee County Tax Collector Human Resources Department, Lee County Supervisor of Elections Human Resources Department, Lee County Port Authority Human Resources Department, and 20th Judicial Circuit Court Finance Department

Lee County, Florida
SCHEDULE 14
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Community Development										
Building permits issued	119,000	84,414	36,916	25,513	30,190	29,952	31,316	36,442	41,023	45,421
Inspections	360,600	230,574	88,965	50,391	52,793	50,599	51,820	63,709	74,358	84,505
Public Safety/EMS [1]										
E-911 calls processed	155,450	155,482	162,630	140,409	155,213	160,780	180,597	179,412	182,859	198,072
Sheriff Department										
Physical arrests	17,856	19,887	22,777	18,296	16,945	15,839	14,877	15,018	14,196	10,543
Traffic tickets	64,272	67,885	68,054	50,917	46,309	33,915	31,543	37,859	36,512	31,977
Natural Resources										
Environmental lab tests performed	106,670	106,435	111,392	114,223	122,071	114,405	109,697	117,670	114,744	109,420
Pollutant storage tanks inspections	673	932	1,058	944	882	819	738	642	546	495
Solid Waste										
Number of business and residential customers [2]	225,711	240,874	245,257	246,240	247,024	247,891	248,928	249,480	244,817	253,888
Volume of solid waste collection (tons per year) [3]	605,747	559,484	517,889	467,008	460,413	445,701	452,618	484,255	481,658	507,527
Volume of recycling collection (tons per year) [4]	51,651	53,782	56,355	51,992	51,293	65,494	67,751	84,270	71,788	76,109
Megawatt hours of electricity sold	218,399	222,005	293,805	298,618	306,385	289,391	295,981	289,583	328,479	329,285
Water and Wastewater										
Water customers	77,149	78,961	79,536	80,072	80,642	80,990	81,654	82,411	83,146	83,989
Wastewater customers	55,668	57,535	57,908	58,422	58,572	58,974	59,315	59,789	60,562	61,410
Meter installations	3,493	1,914	630	537	426	395	477	720	1,176	807
Department of Transportation										
Number of signal and flasher locations maintained	453	459	472	486	496	494	503	497	509	523
Number of streetlights maintained	2,194	3,380	4,314	4,358	4,498	4,867	5,140	4,986	5,013	5,104
Number of driveway and ROW permits issued	7,601	3,758	1,071	772	721	769	704	702	810	1,031
Asphalt road resurfacing (in thousands of tons)	54	35	47	44	49	55	48	43	37	34
Bridges										
Toll paying traffic per year										
Sanibel	2,835,333	2,889,783	2,925,351	2,906,743	2,898,010	2,931,693	2,990,491	3,062,356	3,181,676	3,282,789
Midpoint Memorial [5]	17,981,689	17,571,604	8,347,488	7,096,132	7,081,245	7,023,381	7,364,006	7,432,540	7,674,340	7,975,126
Cape Coral [5]	17,450,273	17,263,048	8,544,776	7,505,751	7,357,701	7,356,888	7,112,276	7,334,694	7,747,127	8,022,636
Transit										
Number of bus passenger trips	2,891,968	3,037,194	3,061,461	3,047,457	3,019,560	3,212,214	3,756,378	4,075,250	3,939,812	3,721,249
Number of bus route miles	418	418	416	417	417	417	417	550	551	551
Port Authority										
Number of enplanements	3,803,563	4,061,936	3,868,588	3,737,339	3,721,375	3,875,313	3,676,953	3,856,646	3,989,316	4,155,189
Number of deplanements	3,749,462	4,009,718	3,826,610	3,719,794	3,659,221	3,792,235	3,600,007	3,751,062	3,896,241	4,062,874
Human Services										
Number of emergency services provided with General Fund County Service dollars (mortgage, rent, utilities, etc.)	602	617	628	744	982	795	836	484	460	390
Animal Services										
Officer responses	19,285	21,906	24,383	17,273	19,267	14,309	15,633	16,970	15,600	15,029
Animal placement	3,255	3,354	2,767	2,548	3,313	3,259	4,219	4,220	4,286	5,089
Library										
Cardholders	257,032	280,879	302,025	295,181	282,565	295,574	289,858	291,692	294,953	289,398
Items available for circulation	1,347,502	1,384,045	1,410,281	1,537,777	1,626,960	1,619,836	1,598,513	1,567,872	1,594,355	1,608,459
Total circulation	3,484,762	4,059,126	4,942,611	5,492,287	5,854,151	6,017,639	6,148,573	6,032,045	6,123,207	7,048,435
Parks and Recreation										
Number of public parks maintained	65	65	65	64	65	65	66	66	67	67
Number of public pools maintained	9	9	9	9	9	9	9	9	9	9
Number of public boat ramps maintained	7	7	7	7	7	7	7	7	7	7

Source: Various Lee County Departments

[1] Based on calendar year prior to 2012. Based on fiscal year from 2012 and going forward.

[2] Unincorporated Lee County, City of Bonita Springs, and Town of Fort Myers Beach for all fiscal years. Village of Estero added in fiscal year 15.

[3] Total municipal solid waste tons processed and landfilled including incorporated and unincorporated Lee County and Hendry County.

[4] Total tons recycled for incorporated and unincorporated Lee County and Hendry County received at the Lee Recycling Facility.

[5] One way tolling began in fiscal year 2008.

Lee County, Florida
SCHEDULE 15
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years
(in units)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental Activities										
General government	11,010	11,493	12,638	10,943	10,624	10,853	10,407	10,862	10,957	10,739
Public safety	8,055	8,997	9,789	10,196	10,535	10,374	10,085	10,299	10,089	10,072
Physical environment	433	505	521	528	531	530	550	552	574	538
Transportation	3,264	3,360	3,396	3,411	3,559	3,610	3,713	3,805	3,837	3,903
Economic environment	202	214	206	224	219	227	237	247	261	252
Human services	885	875	818	877	885	795	647	639	602	589
Culture and recreation	4,085	4,340	4,182	4,396	4,486	4,489	4,606	4,680	4,865	4,890
	27,934	29,784	31,550	30,575	30,839	30,878	30,245	31,084	31,185	30,983
Business-type Activities										
Port Authority	2,147	2,227	2,262	2,346	2,430	2,516	2,522	2,549	2,552	2,961
Water and Wastewater	9,033	10,800	12,776	13,806	14,691	15,650	16,633	17,285	18,084	19,013
Transportation Facilities	995	1,071	984	992	989	1,149	1,149	1,176	1,176	1,235
Solid Waste	441	459	482	487	543	596	608	646	665	697
Transit	541	606	631	811	832	867	897	948	963	1,018
	13,157	15,163	17,135	18,442	19,485	20,778	21,809	22,604	23,440	24,924

Source: Lee County Clerk of Courts Finance and Records Department and the Lee County Sheriff's Office

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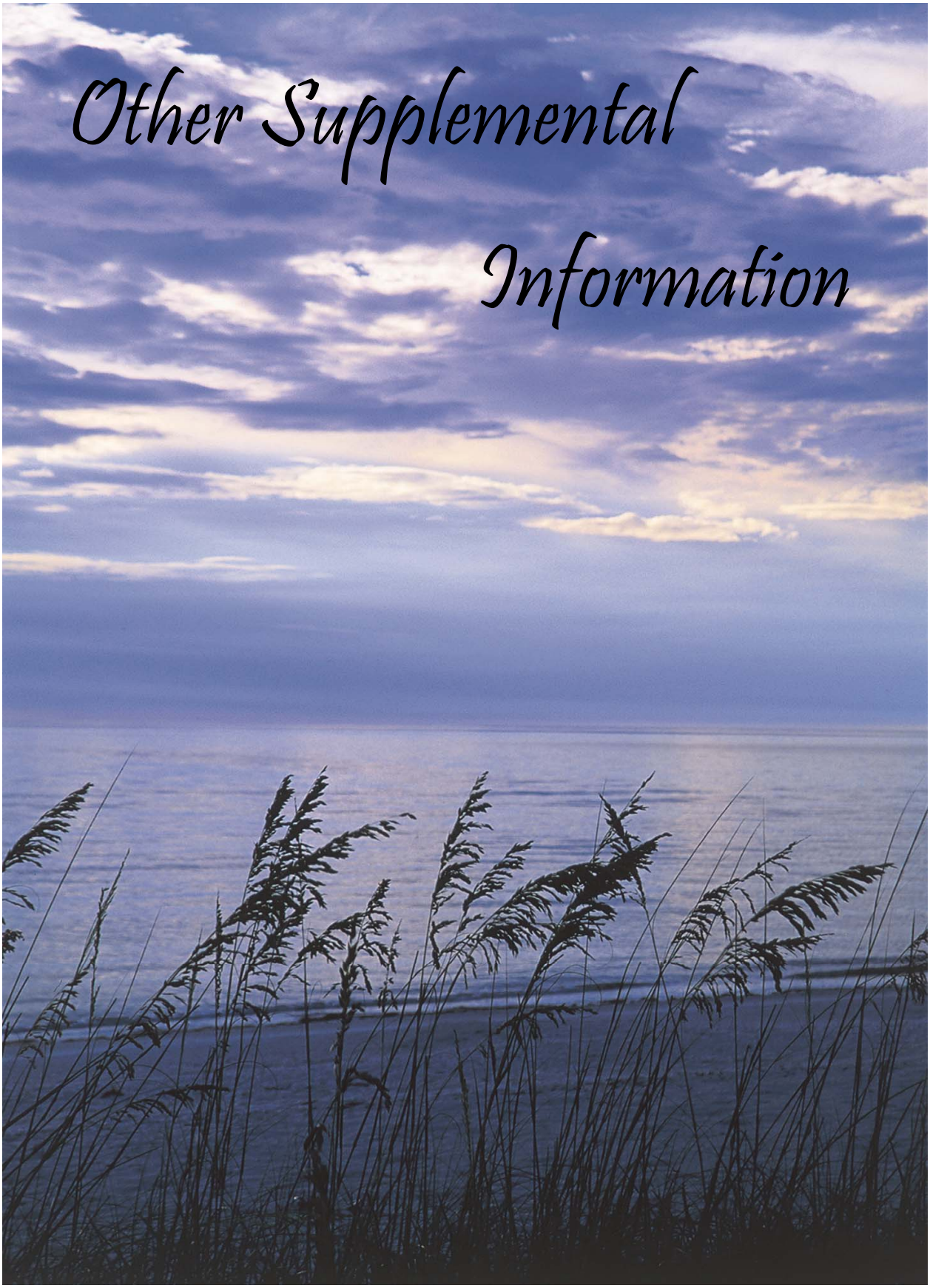
Other Supplemental
Information

Lee County, Florida
SUPPLEMENTAL SCHEDULES
TOURIST DEVELOPMENT TAX REVENUE BONDS
September 30, 2015
(unaudited)

(dollars in thousands)

Historical Tourist Development Tax Revenues, Gross Revenues and
State Funds and Pro Forma Debt Service Coverage

Fiscal Year Ended September 30	2010	2011	2012	2013	2014	2015
Tourist Development Tax Revenues (debt portion)	$ 13,653	$ 23,981	$ 26,672	$ 28,535	$ 33,197	$ 37,560
Gross Revenues[1]	300	300	950	950	950	1,150
State Funds	n/a	n/a	n/a	125	500	500
Total Pledged Funds[2][3]	$ 13,953	$ 24,281	$ 27,622	$ 29,610	$ 34,647	$ 39,210
Maximum Annual Debt Service[4] Payable from Pledged Funds	818	6,273	6,273	8,936	8,936	8,936
Debt Service Coverage	17.1x	3.9x	4.4x	3.3x	3.9x	4.4x

[1] Includes stadium rental revenue and payments received by the County from JetBlue Airways in connection with the naming rights for JetBlue Park, a part of the 2010 Project.

[2] Investment earnings, if any, have not been included in these calculations.

[3] This figure includes only Tourist Development Tax revenues as defined in the Bond Resolution. Revenues from the 2% tax increase which went into effect in 2006 are not included for years 2009-2010. Fiscal years 2011-2014 include 100% of Tourist Development Tax revenues.

[4] Maximum Annual Debt Service is calculated net of the Federal Direct Payments received in connection with Subsidy Bonds.

Source: Lee County Clerk of Courts Finance and Records Department

Lee County, Florida

SUPPLEMENTAL SCHEDULES

TOURIST DEVELOPMENT TAX REVENUE BONDS

September 30, 2015

(unaudited)

Statement of Historical Collections and Distributions of the General Sales and Use Tax
Fiscal Years Ended June 30, 2007 through June 30, 2015[2][4]

State Fiscal Year		Collections	General Revenue	Local Governments[3]	Ecosystem and Restoration Management Trust Fund	Sports Facilities Transfer	Emergency Distribution	Public Employees Relations Commission Trust Fund
2015-16	[1]	$24,645,000,000	$21,937,800,000	$2,662,200,000	$ -	$22,500,000	$20,600,000	$1,800,000
2014-15	[1]	23,477,300,000	20,900,400,000	2,532,900,000	-	22,700,000	19,600,000	1,700,000
2013-14		22,127,370,145	19,707,709,643	2,376,389,584	-	23,313,893	18,318,806	1,638,219
2012-13		20,686,734,656	18,417,563,319	2,226,904,066	-	23,272,221	17,103,286	1,531,896
2011-12		19,573,276,105	17,422,017,710	2,110,305,421	-	23,313,888	16,191,413	1,447,673
2010-11		18,697,072,646	16,638,328,066	2,018,168,676	-	23,730,558	15,463,982	1,381,364
2009-10		17,992,091,826	16,014,736,490	1,937,498,114	-	23,730,558	14,802,480	1,324,184
2008-09		18,609,519,245	16,531,424,863	2,000,692,853	36,957,571	23,730,558	15,345,300	1,368,100
2007-08		20,721,299,764	18,428,916,348	2,209,833,935	41,191,617	23,730,556	17,112,840	1,514,468
2006-07		21,877,149,948	19,435,200,499	2,358,309,936	43,539,314	20,409,979	18,060,908	1,629,311

[1] Estimate.

[2] These figures reflect estimated distributions based on the State Fiscal Year of July 1 to June 30.

[3] Local Government distributions include the half-cent, county and municipal revenue sharing, and the shift of $29,915,500 to counties that used to be funded from pari-mutual tax revenues.

[4] In addition to sales tax, these figures include state communications services taxes imposed under Chapter 202, Florida Statutes, on the sale of communications services as described in Section 202.12, Florida Statutes.

SOURCE: State of Florida, Office of Economic & Demographic Research, *Florida Tax Handbook*

Lee County, Florida

SUPPLEMENTAL SCHEDULES

CAPITAL REVENUE BONDS

September 30, 2015

(unaudited)

Pledged Revenues and Debt Service Coverage

	Historical				
Revenues[1]	2011 [3]	2012 [3]	2013 [4]	2014 [4]	2015 [4]
Ambulance service receipts	$ 18,900,548	$ 20,479,278	$ 19,523,357	$ 21,024,488	$ 19,547,327
Excess county officer fees	8,715,550	7,920,524	7,873,485	7,425,726	9,397,609
Race track funds	223,250	223,250	223,250	223,250	223,250
Communication services tax	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000
First guaranteed entitlement	579,000	579,000	579,000	579,000	579,000
License fees (mobile home/alcohol/insurance)	819,828	815,951	830,888	843,967	874,527
Sales tax	33,544,826	36,129,946	38,654,071	42,131,369	45,163,659
Investment earnings	751,704	588,150	240,693	207,292	549,321
Data processing fees	8,023,916	7,627,844	8,227,104	7,543,309	8,185,726
Sub-Total Pledged Revenues	74,158,622	76,963,943	78,751,848	82,578,401	87,120,419
Maximum Annual Debt Service	21,627,618	18,460,932	16,022,563	16,022,563	15,462,500
Debt Service Coverage	3.43 x	4.17 x	4.92 x	5.15 x	5.63 x
Plus Limited Availability Revenues[2]					
Building and zoning permits and fees	9,887,491	10,197,122	11,489,822	13,041,578	14,623,019
Pledged gas taxes					
Constitutional gas tax	5,240,184	5,445,520	5,420,374	5,699,910	5,955,200
County (7th cent) gas tax	2,289,279	2,357,848	2,393,180	2,458,537	2,610,839
Ninth Cent (voted) gas tax	2,931,172	2,914,997	3,059,332	3,161,526	3,438,654
Total Pledged Revenues	$ 94,506,748	$ 97,879,430	$ 101,114,556	$ 106,939,952	$ 113,748,131
Maximum Annual Debt Service	$ 21,627,618	$ 18,460,932	$ 16,022,563	$ 16,022,563	$ 15,462,500
Debt Service Coverage	4.37 x	5.30 x	6.31 x	6.67 x	7.36 x

(1) Not all sources of Pledged Revenues may be legally available to pay debt service on all series of bonds.

(2) Availability to pay debt service may be limited.

(3) Maximum Annual Debt Service includes the commercial bank loan issued on March 9, 2011.

(4) Maximum Annual Debt Service includes Non-Ad Valorem Refunding Revenue Bonds, Series 2012 and 2015 and commercial bank loans issued on March 9, 2011 and August 14, 2013.

SOURCE: Lee County Clerk of Courts Finance and Records Department for historical figures.

Lee County, Florida
SUPPLEMENTAL SCHEDULES
NON-AD VALOREM REVENUE BONDS
September 30, 2015
(unaudited)

Historical Major Sources of Non-Ad Valorem Revenues [1]
(dollars in thousands)

Fiscal Year Ended September 30	2011	2012	2013	2014	2015
Taxes:					
Local communications services tax	$ 9,818	$ 9,561	$ 9,559	$ 9,606	$ 9,268
FPL electrical franchise fees	8,398	8,013	8,355	13,096	13,315
LCEC electrical franchise fees				3,234	6,161
Intergovernmental Revenues:					
State revenue sharing	11,437	12,174	12,821	13,807	14,642
Local half cent sales tax	33,545	36,130	38,654	42,131	45,164
Mobile home/insurance/alcohol beverage licenses	820	816	831	844	875
Racing tax	223	223	223	223	223
Charges for Services					
Ambulance service receipts [2]	18,901	20,479	19,523	21,024	19,547
Excess county officer fees	8,716	7,921	7,873	7,544	9,086
Licenses and Permits					
Occupational licenses	679	688	703	702	692
Miscellaneous					
Investment earnings [3]	752	588	241	207	549
Total	$ 93,289	$ 96,593	$ 98,783	$ 112,418	$ 119,522

(1) The table above includes a general description of Non-Ad Valorem Revenues and does not include sources that are not considered major when viewed independently. Certain other Non-Ad Valorem Revenues may be received by the County that are not reflected in the table above as such revenues are considered restricted for certain purposes, and would not be available for payment of debt service on the Series 2012 or 2015 Bonds.

(2) A portion of Ambulance Service Receipts are generated from the County's Medstar helicopter flight program, which service was discontinued in 2012.

(3) To the extent Investment Earnings are earnings on investments held to the credit of funds that are not legally available to pay debt service on the Series 2012 or 2015 Bonds, such investment earnings will not constitute legally available Non-Ad Valorem Revenues.

Source: Lee County Clerk of Courts Finance and Records Department

Lee County, Florida
SUPPLEMENTAL SCHEDULES
NON-AD VALOREM REVENUE BONDS
September 30, 2015
(unaudited)

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
TOTAL GOVERNMENTAL FUNDS
(dollars in thousands)

	2011	2012	2013	2014	2015
REVENUES					
Taxes	$ 324,257	$ 317,463	$ 319,103	$ 351,952	$ 378,631
Licenses and permits	6,288	6,497	7,822	9,271	11,148
Intergovernmental	102,901	103,056	97,298	89,852	95,530
Charges for services	74,490	66,328	74,847	80,372	81,194
Fines and forfeitures	1,087	1,311	1,374	1,561	1,529
Impact fees	1,892	3,446	2,587	2,743	3,759
Special assessments	1,493	1,447	1,651	1,360	2,261
Miscellaneous	16,517	11,394	14,135	15,457	16,531
Total revenues	528,925	510,942	518,817	552,568	590,583
EXPENDITURES					
Current					
General government	136,124	132,248	132,932	130,328	136,077
Public safety	210,923	195,541	193,533	199,492	205,645
Physical environment	12,649	13,968	14,321	18,913	12,184
Transportation	35,354	33,800	34,509	32,644	33,609
Economic environment	33,770	30,539	24,433	25,095	26,619
Human services	26,193	26,690	20,355	20,144	20,052
Culture and recreation	53,817	55,032	56,050	59,350	64,098
Capital outlay					
General government	19,271	16,358	8,269	5,721	2,596
Public safety	5,124	7,503	5,762	2,848	6,513
Physical environment	2,307	7,427	2,472	1,217	1,192
Transportation	37,247	29,785	16,554	6,265	5,897
Economic environment	535	250	871	1,194	10
Human services	2	1	2	8	75
Culture and recreation	44,466	26,368	26,384	38,495	14,394
Debt service					
Principal retirement	25,581	17,702	15,432	9,741	15,766
Interest and fiscal charges	12,805	19,852	20,037	13,068	13,223
Bond issuance costs	548	-	774	49	364
Total expenditures	656,716	613,064	572,690	564,572	558,314
Excess (deficiencies) of revenues over (under) expenditures	(127,791)	(102,122)	(53,873)	(12,004)	32,269
OTHER FINANCING SOURCES AND (USES)					
Transfers in	244,570	112,730	221,138	90,650	165,590
Transfers out	(239,126)	(121,486)	(221,171)	(99,030)	(153,267)
Capital lease proceeds	-	-	-	-	383
Bond premium	55	-	8,427	-	8,399
Debt issuance	81,158	841	42,047	1,893	1,985
Issuance of refunding debt	7,060	-	83,925	12,590	48,640
Payments to refunded bonds escrow agent	(7,570)	-	(92,303)	(12,518)	(56,711)
Total other financing sources and (uses)	86,147	(7,915)	42,063	(6,415)	15,019
Net change in fund balances	(41,644)	(110,037)	(11,810)	(18,419)	47,288
Fund balances - beginning	675,863	634,219	524,182	510,218 *	491,799
Fund balances - ending	$ 634,219	$ 524,182	$ 512,372 *	$ 491,799	$ 539,087

* The 2014 beginning fund balance is $2,154 less than the 2013 ending fund balance due to a restatement to the Clerk's special revenue fund.

Source: Lee County Clerk of Courts Finance and Records Department

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LOCAL OPTION GAS TAX BONDS
September 30, 2015
(unaudited)

Gas Tax Revenues and Number of Taxable Gallons Sold

(dollars in thousands)

County Fiscal Year[1]	Five Cent Local Option Gas Tax Revenues	Percentage Increase (Decrease)	State Fiscal Year[2]	Gallons of Motor Fuel[3]	Percentage Increase (Decrease)
2006	6,978	9.2%	2006	299,544,192	13.2%
2007	6,874	-1.5%	2007	303,698,720	1.4%
2008	6,364	-7.4%	2008	283,149,975	-6.8%
2009	6,299	-1.0%	2009	272,857,247	-3.6%
2010	6,032	-4.2%	2010	269,538,511	-1.2%
2011	6,006	-0.4%	2011	264,466,600	-1.9%
2012	6,027	0.3%	2012	264,609,679	0.1%
2013	6,356	5.5%	2013	269,731,950	1.9%
2014	6,616	4.1%	2014	282,803,639	4.8%
2015	7,096	7.3%	2015	302,743,567	7.1%

Five Cent Local Option Gas Tax Debt Service Coverage

County Fiscal Year[1]	Five Cent Local Option Gas Tax Revenues	Maximum Annual Debt Service	Debt Service Coverage Ratio
2006	6,978	2,539	2.75
2007	6,874	2,436	2.82
2008	6,364	2,436	2.61
2009	6,299	2,433	2.59
2010	6,032	2,430	2.48
2011	6,006	2,430	2.47
2012	6,027	2,424	2.49
2013	6,356	2,423	2.62
2014	6,616	2,422	2.73
2015	7,096	1,796	3.95

Allocation of Gas Tax Revenues

City of Cape Coral	24.95%
City of Fort Myers	14.00%
Sanibel	5.00%
Town of Ft. Myers Beach	1.02%
City of Bonita Springs	4.54%
Lee County	50.49%
	100.00%

[1] County fiscal year ended September 30.
[2] State fiscal year ended June 30.
[3] Number of gallons sold in Lee County.

Source: Lee County Clerk of Courts Finance and Records Department and Lee County Budget Services

Monthly Water Rates

Customer Classification

Residential Service	Monthly Service Charge		User Charge Per 1,000 Gallons For Each ERU	
Single – family	$ 9.15	per unit	1 - 6,000	$ 3.27
			6,001 - 12,000	$ 4.09
			12,001 - 18,000	$ 4.91
			18,001 and above	$ 6.54
Multi – family	$ 7.32	per unit / lot	1 - 4,800	$ 3.27
Per ERU			4,800 - 9,600	$ 4.09
(i.e. 2 units = 9,600 Gal)			9,601 - 14,400	$ 4.91
			14,401 and above	$ 6.54
Recreational vehicle	$ 3.66	per unit / lot	1 - 2,400	$ 3.20
(i.e. 2 units = 9,600 Gal)			2,401 - 4,800	$ 4.00
			4,801 - 7,200	$ 4.80
			7,201 and above	$ 6.40
Mobile Home	$ 7.32	per unit / lot	1 - 6,000	$ 3.20
			6,001 - 12,000	$ 4.00
			12,001 - 18,000	$ 4.80
			18,001 and above	$ 6.40

Each residential service account will be charged a monthly administrative fee of $3.44 per bill.

An additional well field development surcharge of $0.50 per ERU will be assessed to those residential customers whose monthly water consumption exceeds their initial water conservation block during the monthly billing period (6,000 gallons per ERU).

The total monthly rate for residential service is the sum of the: a) service charge; b) administrative fee; c) well field development surcharge (if applicable); and d) user charges in accordance with this schedule.

Commercial and All Non-Residential

Meter Size			ERU Ratio			
5/8"	$	12.59	1.0	1 - 6,000	$	3.27
3/4"	$	17.17	1.5	6,001 - 12,000	$	4.09
1"	$	26.32	2.5	12,001 - 18,000	$	4.91
1½"	$	49.19	5.0	18,001 and above	$	6.54
2"	$	76.64	8.0			
3"	$	149.84	16.0	Non-irrigation class		
4"	$	232.19	25.0	Per 1,000	$	3.44
6"	$	460.94	50.0			
8"	$	735.44	80.0	Irrigation class		
10"	$	1,330.19	145.0	1 - 6,000	$	4.09
				6,001 - 12,000	$	4.91
				12,001 and over	$	6.54

An additional well field development surcharge of $0.50 per ERU will be assessed to those commercial and non-residential customers whose monthly water consumption exceeds their initial water conservation block during the monthly billing period (6,000 gallons per ERU).

The total monthly rate is the sum of the service and the user charges.

Water Restriction Surcharge Adjustment

In the event that the South Florida Water Management District or other authority having appropriate jurisdiction declares a water shortage requiring a mandatory water usage reduction in the amount of 15%, the water user charges listed above will be increased by 18%.

In the event that a reduction of water use greater than 15% is required, the County Commission may establish by resolution, a surcharge based upon the recommendation of the Public Works Director in order to meet revenues required to comply with existing bond debt service covenants, or to meet other requirements of the water system.

Source: Lee County Utilities Division

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY WATER AND WASTEWATER SYSTEMS
September 30, 2015
(Unaudited)

Monthly Wastewater Rates

Customer Classification

Residential Service	Monthly Service Charge	User Charge Per 1,000 Gallons	Unmetered User Charge
Single – family	$ 17.02 per unit/lot	$ 5.85	$26.33 per unit
Multi – family	$ 13.61 per unit/lot	$ 5.85	$21.06 per unit/lot
Recreational vehicle	$ 6.81 per unit/lot	$ 5.85	$10.53 per unit/lot
Mobile Home	$ 13.61 per unit/lot	$ 5.85	$21.06 per unit/lot

Each residential service account shall be charged a monthly administrative charge of $3.43 per bill.

No wastewater user charge shall be imposed on metered water usage above nine thousand (9,000) gallons per month, per residential service dwelling unit.

The total monthly rate for residential service is the sum of the: a) service charge; b) administrative fee; and c) user charges, in accordance with the schedule.

Commercial and All Non-Residential

Meter Size	Monthly Service Charge	User Charge Per 1,000 Gallons
5/8"	$ 20.45	$ 5.85
3/4"	$ 28.96	$ 5.85
1"	$ 45.98	$ 5.85
1½"	$ 88.53	$ 5.85
2"	$ 139.59	$ 5.85
3"	$ 275.75	$ 5.85
4"	$ 428.93	$ 5.85
6"	$ 854.43	$ 5.85
8"	$ 1,365.03	$ 5.85
10"	$ 2,471.33	$ 5.85

Unmetered commercial and non-residential charges will be calculated individually based on estimates of wastewater discharges and the above schedule of rates.

The total monthly rate for residential service is the sum of the service and the user charges.

Connection Fees

Customer Classification	Number ERU's	Water Charge	Wastewater Charge
Residential Service			
Single – family	1.00	$ 2,440.00	$ 2,660.00
Multi – family (per Dwelling Unit)	0.80	$ 1,952.00	$ 2,128.00
Recreational vehicle (per Dwelling Unit/Lot)	0.40	$ 976.00	$ 1,064.00
Commercial and All Non-Residential			
Charge Per Gallon		$ 9.76	$ 10.64

Water Meter Installation and Service Connection Fees

Meter Size	Installation Charge	Tap-In Charge
5/8"	$ 260.00	$ 1,025.00
3/4"	$ 295.00	$ 1,060.00
1"	$ 325.00	$ 1,090.00
1½"	$ 525.00	$ 1,650.00
2"	$ 595.00	$ 1,800.00
3" and above	Actual Cost	Actual Cost
Wastewater Main Tap Charge		Actual Cost

In addition to new installations, these rates may also apply to water and sewer service upgrades or facility locations.

Charges for larger meter and wastewater main taps will be based on estimates of actual time and expense. Amounts collected by the County in excess of actual costs will be credited to the customer's account or be refunded, as may be applicable. Amounts due, caused by underestimation, will be billed and payable to Lee County Utilities.

Source: Lee County Utilities Division

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY WATER AND WASTEWATER SYSTEMS
September 30, 2015
(unaudited)

Historical Revenues, Expenses, and Debt Service Coverage
(dollars in thousands)

	2011	2012	2013	2014	2015
Water and wastewater sales revenues	$83,064	$89,180	$95,675	$100,623	$104,618
Other operating revenue[1]	1,672	1,811	2,085	2,117	2,169
Total operating revenues	84,736	90,991	97,760	102,740	106,787
Operating expenses[2] [7]	53,979	55,407	55,286	55,567	52,634
Net operating revenue	30,757	35,584	42,474	47,173	54,153
Interest income[3]	358	311	294	155	656
Net available revenues	31,115	35,895	42,768	47,328	54,809
Net available revenues after other transfers	31,115	35,895	42,768	47,328	54,809
Connection fee revenues[4]	2,114	2,879	4,818	6,962	14,465
Net revenues and connection fees	33,229	38,774	47,586	54,290	69,274
Senior lien debt service	13,235	12,769	15,477	11,426	15,053
Senior lien debt service coverage:					
Without pledged connection fees	2.35	2.81	2.76	4.14	3.64
With pledged connection fees	2.51	3.04	3.07	4.75	4.60
Other debt service requirements[5]	4,572	5,139	5,146	4,425	4,425
Net available revenues and other funds received for capital improvements and other purposes[6]	$13,308	$17,987	$22,145	$31,477	$35,331

(1) Amount shown includes miscellaneous operating revenues including bulk water sales, meter installation charges, turn-on and turn-off fees, etc.

(2) Amount shown does not include depreciation or amortization expenses which are not considered an operating expense pursuant to the County's Bond Resolution.

(3) Amount shown includes interest earnings on unrestricted fund balances as defined in the Bond Resolution.

(4) Includes all Connection Fees, only a portion of which may be legally available to pay debt service under Florida law.

(5) Includes State Revolving Fund (SRF) indebtedness.

(6) Amount shown does not include Connection Fees and associated interest earnings.

(7) Persuant to the County's Bond Resolution, operating expenses do not include unfunded OPEB and pension expenses. Years 2011 to 2014 include the annual OPEB cost in the operating expenses and is not adjusted for funding.

Source: Lee County Clerk of Courts Finance and Records Department

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY WATER AND WASTEWATER SYSTEM
September 30, 2015
(Unaudited)

Customer Statistics:

Historical customer statistics with respect to the Lee County Water System are set forth below:

County Water System Customer Accounts and Sales Statistics

	Retail Customers					Treated/Purchased	
Fiscal Year	Average Accounts	Water Sales (000s Gallons)	Monthly Use per Account (Gallons)	Wholesale Water Sales (000s Gallons)	Total Water Sales (000s Gallons)	Finished Water (000s Gallons)	ADF-MGD
2006	74,547	7,975,812	8,916	699,070	8,674,882	11,354,552	31.11
2007	76,385	8,087,012	8,823	767,315	8,854,327	9,320,365	25.54
2008	76,145	7,503,846	8,212	742,338	8,246,184	8,838,535	24.22
2009 [2]	75,778	7,414,916	8,154	766,239	8,181,155	8,719,119	23.89
2010 [2]	75,588	7,052,466	7,775	712,203	7,764,669	8,424,254	23.08
2011	76,189	7,279,995	7,963	715,428	7,995,423	8,591,946	23.54
2012	77,396	7,116,776	7,663	724,001	7,852,972	8,750,233	23.97
2013	78,542	7,082,552	7,523	705,247	7,787,799	8,422,904	23.08
2014	78,751	7,191,865	7,610	723,867	7,915,732	8,532,693	23.38
2015	79,914	7,319,779	7,633	693,914	8,013,693	8,512,833	23.34

[1] It should be noted that the average use per single family residential customer the largest customer class of the System, averaged approximately 5,000 gallons per month of water use during the last seven years ended Fiscal Year 2012.

[2] The decline in Water System accounts was anticipated by the County to be a direct result of the economic downturn in the Florida economy, which materially affected new construction and development and which has resulted in an increase in inactive accounts.

Historical customer statistics with respect to the Lee County Wastewater System are set forth below:

County Wastewater System Customer Accounts and Sales Statistics[1]

	Retail Customers						
Fiscal Year	Average Accounts	Billed Flows (000s Gallons)	Monthly Flow per Account (Gallons)	Wholesale Billed Flows (000s Gallons)	Total Billed Sales (000s Gallons)	Treated Waste-Water Flows (000s Gallons)	ADF-MGD
2006	52,361	5,226,897	8,319	282,643	5,509,540	6,561,287	17.98
2007	54,356	5,456,888	8,366	287,578	5,744,466	5,901,537	16.17
2008	54,403	5,034,468	7,712	249,849	5,284,317	5,833,278	15.98
2009 [2]	53,873	5,166,383	7,992	247,458	5,413,841	5,602,042	15.35
2010 [2]	54,162	5,012,425	7,712	214,507	5,226,932	6,067,368	16.62
2011	54,763	5,699,953	8,674	254,450	5,954,403	5,663,066	15.51
2012	55,922	5,714,966	8,516	276,247	5,992,162	5,580,126	15.29
2013	56,222	5,079,107	7,528	275,787	5,354,894	5,475,070	15.00
2014	56,753	5,311,386	7,799	277,082	5,588,468	5,883,559	16.12
2015	55,302	5,356,006	8,071	218,764	5,574,770	5,749,641	15.80

[1] Amounts shown include all customer classes including wholesale customers. It should be noted that the average billed wastewater flow per single family residential customer, the largest customer class of the System, averaged approximately 4,000 gallons per month during the years ended Fiscal Year 2010 and is based on metered water use at the customer's premise.

[2] The decline in Water System accounts was anticipated by the County to be a direct result of the economic downturn in the Florida economy, which materially affected new construction and development and which has resulted in an increase in inactive accounts.

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY WATER AND WASTEWATER SYSTEM
September 30, 2015
(Unaudited)

County System Top Ten Retail Utility Customers (Based on Sales Revenue)

Customer	Class	Meter Size	Type of Service	System Revenue	% of Total County Sales Revenue
Gulf Coast Town Center	Commercial	10"	Water/Sewer	$ 849,069	0.82%
Landings Env. Wrm. Assoc. Inc.	Multifamily	6"	Water/Sewer	694,073	0.67%
Lee Memorial Health System - Gulf Coast Hospital	Commercial	10"	Water/Sewer	561,628	0.54%
Shell Point Village	Commercial	8"	Water/Sewer	425,680	0.41%
Jamaica Bay Assoc. LDT	Multifamily	8"	Water	416,323	0.40%
Lee Memorial Health System - Health Park	Commercial	2"	Water/Sewer	338,702	0.33%
Lee County Port Authority - International Airport	Commercial	6"	Water/Sewer	298,010	0.29%
Indian Creek Park	Multifamily	6"	Water/Sewer	293,185	0.28%
ORE-IDA Foods, Inc.	Commercial	3"	Water/Sewer	280,691	0.27%
Bayside Estates	Multifamily	3"	Water/Sewer	269,038	0.26%
				$ 4,426,398	4.29%

Source: Lee County Utilities Division

Lee County, Florida

SUPPLEMENTAL SCHEDULES

LEE COUNTY SOLID WASTE SYSTEM

September 30, 2015

(unaudited)

Historic Tipping Fees for Solid Waste System

Fiscal Year	Unincorporated Area (1)	Incorporated Area
2006	$57.51	$49.59
2007	58.40	51.20
2008	59.77	53.25
2009	59.93	54.00
2010	61.48	54.00
2011	61.44	55.00
2012	47.62	40.00
2013	37.74	32.00
2014	34.93	30.00
2015	34.33	30.00

(1) Includes Surcharges

Source: Lee County Solid Waste Division

Historical Revenue and Operating Expenses of Lee County
Solid Waste Enterprise Fund
September 30, 2015
(unaudited)
(amounts in thousands)

Fiscal Year	Revenues	Operating Expenses	Net Revenues	Annual Debt Service	Coverage	Net Position
2006	$82,865	$44,399	$38,466	$18,858	2.04	$187,842
2007	88,584	48,793	39,791	21,513	1.85	215,911
2008	89,490	54,022	35,468	22,141	1.60	232,626
2009	87,919	56,934	30,985	22,436	1.38	243,246
2010	89,713	57,273	32,440	22,414	1.45	258,250
2011	119,737(1)	57,371	62,366	56,934(1)	1.10	267,071
2012	77,675	58,358	19,317	4,387	4.40	269,769
2013	70,409	62,542	7,867	4,388	1.79	259,835
2014	73,311	62,013	11,298	9,114	1.24	253,309(2)
2015	76,369	67,243	9,126	9,126	1.00	244,174

(1)Revenues include $34,090,000 transferred from the System Reserve Fund for early redemption of $34,462,000 included in the annual debt service.

(2) Restated due to Pension Cost.

Source: Lee County Clerk of Courts Finance and Records Department

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY SOLID WASTE SYSTEM
September 30, 2015
(unaudited)

Historic Solid Waste Tonnage

The following table provides the historic tons of solid waste delivered to the System for FY 2006 through FY 2015.

Lee County Historic Solid Waste Delivered to the System

	Unincorporated Area		Incorporated Area	Hendry County		Total	
Fiscal Year	Processible Solid Waste (1)	Non-Processible Solid Waste (2)	Processible Solid Waste (1)	Processible Solid Waste (1)	Non-Processible Solid Waste (2)	Processible (1)	Non-Processible (2)
2006	302,615	14,284	252,006	46,942	16,551	601,563	30,835
2007	290,989	24,640	228,642	46,342	5,780	565,973	30,420
2008	317,429	15,939	235,969	45,353	783	598,751	16,722
2009	334,627	37,804	236,076	36,370	112	607,073	37,916
2010	284,111	78,348	239,000	39,346	1,406	562,557	79,754
2011 (3)	392,874		250,312	37,060		680,246	
2012	391,787		254,128	35,044		680,959	
2013	433,696		215,797	35,687		685,180	
2014	437,893		225,152	36,079		699,124	
2015	456,033		236,111	36,269		728,413	

(1) Processible Waste - Waste quantities generated by Lee County which are anticipated to be processed at the County's Waste-to-Energy Facility. This does not include processible waste that is recovered/recycled.

(2) Non-processible Waste - Waste generated by Lee County and Hendry County which is landfilled, primarily consisting of construction and demolition debris, XL tires, sludge, etc. It does not include non-processibles that are recycled, horticulture waste and ash residue

(3) Includes all waste delivered to the Waste-to Energy and Landfill system excluding material delivered to the recycling facility, horticulture waste and ash residue, for 2011 and thereafter.

Source: Lee County Solid Waste Division

Lee County, Florida

SUPPLEMENTAL SCHEDULES

LEE COUNTY SOLID WASTE SYSTEM

September 30, 2015

(Unaudited)

HISTORICAL REVENUES AND EXPENSES
Lee County, Florida
Solid Waste System

System Income ($)	Fiscal Year 2014	Fiscal Year 2015
1. WTE Facility Energy Revenues	20,286,640	18,564,892
2. Hendry County Disposal Revenues	1,508,736	1,319,949
3. Disposal Facility Assessment	2,614,392	2,759,881
4. Interest Income	99,662	138,461
5. Reserve Fund Earnings	341	307
6. Franchise Fees	1,654,082	1,778,000
7. Solid Waste Program Revenues	45,326,275	46,505,192
8. Transfers from System Reserve Fund	0	2,951,254
9. Resource Recovery Tip Fees Revenues	included in line 7	included in line 7
10. Landfill Tip Fee Revenues	included in line 7	included in line 7
11. MSTU Tax Fund	568,491	584,481
12. Other Revenue	3,467,267	3,402,795
13. TOTAL SYSTEM INCOME	75,525,886	78,005,212
14. Less Non-applied Income	2,215,108	1,636,403
15. NET SYSTEM INCOME	73,310,778	76,368,809
System Expenses ($)		
Landfill Operation Costs		
16. Landfill Operating Costs	3,787,921	3,906,722
17. Landfill Closure Operating Costs	(1,255,481)	(1,511,964)
WTE Facility Operation Costs		
18. Operation and Maintenance Charge	19,871,837	20,705,982
19. Energy Credit	1,814,196	1,779,970
20. Pass Through Costs	3,629,908	3,373,450
21. County Operations	5,923,827	5,846,603
22. Regulation Service Charge	0	0
Solid Waste Program Costs		
23. Solid Waste Program Costs	40,980,901	45,958,299
24. TOTAL SYSTEM EXPENSES	74,753,109	80,059,062
25. Non-applied Expenses	12,740,562	12,816,221
26. NET SYSTEM EXPENSES	62,012,547	67,242,841
System Annual Debt Service ($)		
27. Series 2006A Bonds	8,868,969	6,165,268
28. Series 2006B Bonds	245,000	2,960,700
29. TOTAL ANNUAL DEBT SERVICE	9,113,969	9,125,968
30. NET REVENUES APPLIED TO D.S.	11,298,231	9,125,968
31. DEBT SERVICE COVERAGE	124%	100%

Lee County, Florida

SUPPLEMENTAL SCHEDULES

LEE COUNTY SOLID WASTE SYSTEM

September 30, 2015

(Unaudited)

NOTES TO HISTORICAL REVENUES AND EXPENSES
FISCAL YEAR 2015

1. Electrical revenues from the Seminole Electric Cooperative Power Purchase Agreement.
2. The Hendry County Disposal Revenues in accordance with the terms and conditions stipulated in the Hendry County Disposal Agreement.
3. The Disposal Facilities Assessment based on the FY15 assessment fee of $6.00 per ton.
4. Interest Income is equal to the sum of the annual interest earnings on the Reserve Funds and various Solid Waste Program balances (including Solid Waste Operations, Solid Waste Management, Right-of-Way Cleanup, Rate Stabilization and Recycling) for FY15.
5. Debt Service Reserve Fund Earnings are equal to the sum of the interest earnings on the Series 2006 Bonds Reserve Fund for FY15.
6. Franchise Fees calculated at 5.5 percent as per Collection Hauler collection agreements.
7. The Solid Waste Program Revenues are equal to the sum of the Solid Waste Operations and Right-of-Way Cleanup surcharges. Plus the Solid Waste Collection and Billing revenues, Horticulture Waste Tip Fees and Other Waste Material Tip Fee revenues.
8. Transfers from the System Reserve Fund are used to minimize annual fluctuations in the disposal rates related to debt service or other significant expenditures. One time purchase of recycling toters for franchise area number four (4) were purchased at a cost of $2,584,196 in FY15.
9. The Resource Recovery Tip Fees for FY15 are based on the following per ton fees:

   MSW - $34.33, Commercial Horticulture- $22.65, Residential Horticulture - $22.65, Tires - $55.00, Extra Large Tires - $110.00, C & D - $28.00.
10. Landfill Tips Fees based on a $34.33 per ton MSW tip fee; $25.00 per ton C & D tip fee.
11. The MSTU Tax Fund Revenue from the City of Cape Coral.
12. Other Revenue is the sum of Grant Awards, Material Recovery Facility Revenues, Contractual Reimbursements, New Construction Assessments and Other Miscellaneous Revenue including advanced disposal fees and delinquent accounts.
13. The Total System Income is the sum of Lines 1 through 12.
14. Non-applied Income consists of income that the County derives from certain sources, which is not within the definition of Revenues and Net Revenues and, therefore, is not applied toward debt service coverage. Non-applied Income is equal to the Material Recovery Facility Revenues ($1,636,403).
15. Net System Income is equal to the Total System Income (Line 13) less the Non-applied Income (Line 14).
16. Landfill Operating Costs are equal to the total landfill operating costs including the landfill operations agreement with Waste Management, Inc.
17. Landfill Closure operating costs include the Landfill and Deep Injection Well calculated liabilities related to closure. Specific operating costs associated with closure are $5,963 for FY 2015 and are also included.

Notes to Historical Revenues and Expenses (continued):

18. The Operation and Maintenance Charge (O & M) is based on the Initial Operation and Maintenance Charge of $12,454,411 for 427,216 tons processed in a billing year plus $13.2904 per ton up to 569,619 tons or tonnage declared by Lee County for a total of $14,347,000. The Initial O & M charge was established for January 2005 and is adjusted annually based on published indices. If the operator achieves above 90% throughput the contract allows for an additional per ton fee.

19. Energy Credit is based on 10 percent of the Net Energy Revenues. Net Energy Revenue is equal to the Facility Energy Revenues (Line 1) minus the Renewable Energy Credits ($432,328) minus the FPL stand-by and electricity consumption ($67,726) plus electrical costs for the Material Recycling Facility usage ($130,032). Then minus the additional capacity lump sum payment ($39,517) from Covanta, Inc. received when Waste-to-Energy exceeds 85 percent availability.

20. Pass through Costs include FPL stand-by plus electricity consumption, Lime, Sewer, Propane, Water, Reuse Water, Ammonia, Urea, Insurance, Mercury Reduction Reagent, ash testing, emissions testing and miscellaneous sales tax.

21. County Operations include expenses related to disposal administration costs, horticultural processing, Waste-to-energy transfer station, ash hauling.

22. The Regulation Service Charge for FY15 is $0 based on the Seminole Electric Cooperative Power Purchase Agreement. The Regulation Service Charge was discontinued on January 1, 2012.

23. The Solid Waste Program Costs are equal to the sum of the Solid Waste Operations, Solid Waste Management, Right-of-Way Clean-up, and Recycling Program Costs; plus Hendry County Transfer Station O&M, Solid Waste Residential Collection, Depreciation and Billing cost.

24. The Total System Expenses equal the sum of Lines 16 through 23.

25. Non-applied Expenses are equal to the sum of the Landfill Closure Operating Costs (Line 17) and Depreciation ($14,328,185). These expenses are not Operating Expenses as defined in the Indenture and are, therefore, not applied in determining debt service coverage.

26. Net System Expenses are equal to the Total System Expenses (Line 24) less the Non-applied Expenses (Line 25).

27. The Series 2006A Bonds represent the deposits made into the Principal and Interest accounts for the annual debt service payments for the Series 2006A Revenue Bonds.

28. The Series 2006B Refunding Revenue Bonds represent the deposits made into the Principal and Interest accounts for the annual debt service payments for the refunding of the Series 1995 Revenue Bonds.

29. Total Annual Debt Service equals the sum of the Series 2006A Bonds (Line 27) and the Series 2006B Bonds (Line 28).

30. Net Revenues Applied to D.S. (Debt Service) is equal to the Net System Income (Line 15) less the Net System Expenses (Line 26).

31. The Debt Service Coverage is equal to the Net System Revenues Applied to D.S. (Line 30), divided by the Total Annual Debt Service (Line 29).

Source: Lee County Solid Waste Division

Toll Rates - Sanibel Bridge

The schedule below reflects the toll structure:

Vehicle Class	September 30, 2015
Motorcycles	$ 2.00
2 axles	6.00
3 axles	9.00
4 axles	12.00
5 axles	15.00
6 or more axles, per axle	3.00

Commuters can choose between annual or semi-annual electronic toll collection ("ETC") discount programs that, depending on the cost of the program, require no additional toll ("Unlimited ETC") or a $2.00 toll for each westbound crossing. Purchasers of Unlimited ETC's at least one month after the beginning of the validity period (May 1 or November 1) are entitled to a prorated discount on the purchase price. In addition, further discounts on the cost of the ETC are offered for non-commercial vehicles registered or leased to the same natural person (the "Second Vehicle") who has purchased a discount program for a first vehicle (the "Initial Vehicle").

The following table sets forth the toll rates for two axle vehicles that carry an ETC transponder:

Type of Discount Program	Vehicle	Cost of Discount Program	Additional Toll
Annual[1]	Initial Vehicle	$ 67.00	$ 2.00
	Second Vehicle	33.50	2.00
	Initial Vehicle	400.00	-0-
	Second Vehicle	200.00	-0-
Semiannual[2]	Initial Vehicle	50.00	2.00
	Second Vehicle	25.00	2.00
	Initial Vehicle	300.00	-0-
	Second Vehicle	150.00	-0-

Source: June 2007 Toll Resolution

[1] Valid for 12 months commencing November 1 of each year.

[2] Valid for 6 months commencing on November 1 or May 1 of each year.

The County has offered, in addition to ETC's valid only on the Cape Coral Bridge, a combination transponder, which is valid on all three facilities. Commuters can also choose to purchase unlimited discount programs that are valid on all three facilities. The costs of combination unlimited discount programs are also subject to proration as described above in the case of ETC's for the Sanibel Causeway. The costs are as follows:

COMBINATION TOLLS
(Sanibel Causeway, Cape Coral Bridge and Midpoint Memorial Bridge)

Type of Discount Program	Vehicle	Cost of Discount Program	Additional Toll
Annual[1]	Initial Vehicle	$ 107.00	$ 1.00 for Cape Coral or Midpoint; $ 2.00 for Sanibel
	Second Vehicle	53.50	$ 1.00 for Cape Coral or Midpoint; $ 2.00 for Sanibel
	Initial Vehicle	730.00	-0-
	Second Vehicle	365.00	-0-
Semiannual[2]	Initial Vehicle	74.00	$ 1.00 for Cape Coral or Midpoint; $ 2.00 for Sanibel
	Second Vehicle	37.00	$ 1.00 for Cape Coral or Midpoint; $ 2.00 for Sanibel
	Initial Vehicle	500.00	-0-
	Second Vehicle	250.00	-0-

Source: June 2007 Toll Resolution

[1] Valid for 12 months commencing November 1 of each year.
[2] Valid for 6 months commencing on November 1 or May 1 of each year.

Toll Rates - Cape Coral Bridge and Midpoint Memorial Bridge

The schedule below reflects the toll structure:

Vehicle Class	September 30, 2015
Motorcycles	$ 1.00
2 axles	2.00
3 axles	4.00
4 axles	6.00
5 axles	8.00
6 or more axles, per axle	2.00
Commuter Discounts	(See below)

The Cape Coral Bridge and Midpoint Memorial Bridge toll structure also offers commuter toll discounts similar to those offered on the Sanibel Causeway. The annual or semi-annual ETC, depending on its cost, requires either (i) no additional toll or (ii) one dollar ($1.00) toll for each westbound crossing. Second Vehicle discounts are available. Combination ETC's which are valid on both the Sanibel Causeway and the Cape Coral Bridge are also available. See the above Combination Tolls table for a list of toll rates for combination ETC's.

The following table sets forth the toll rates for two axle vehicles that carry an ETC transponder:

Type of Discount Program	Vehicle	Cost of Discount Program	Additional Toll
Annual[1]	Initial Vehicle	$ 40.00	$ 1.00
	Second Vehicle	20.00	1.00
	Initial Vehicle	330.00	-0-
	Second Vehicle	165.00	-0-
Semiannual[2]	Initial Vehicle	24.00	1.00
	Second Vehicle	12.00	1.00
	Initial Vehicle	200.00	-0-
	Second Vehicle	100.00	-0-

Source: June 2007 Toll Resolution

[1] Valid for 12 months commencing November 1 of each year.

[2] Valid for 6 months commencing on November 1 or May 1 of each year.

Variable Pricing Program

During the term of the variable pricing program, a toll for each westbound trip on the Cape Coral and Midpoint Memorial Bridges the toll rates for off-peak usage with and without an ETC transponder are set forth in the table below:

Vehicle Class	Specified Off-Peak Hour Toll Without ETC	Specified Off-Peak Hour Toll With ETC
Motorcycles	$1.00	n/a
2 axles	2.00	$ 1.50/0.75
3 axles	4.00	3.00
4 axles	6.00	4.50
5 axles	8.00	6.00
6 or more axles	2.00 per axle	1.50 per axle

Source: Lee County Department of Transportation

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY TRANSPORTATION FACILITIES
September 30, 2015
(unaudited)

TRANSPORTATION FACILITIES TRAFFIC, REVENUES AND EXPENSES BY BRIDGE
MIDPOINT MEMORIAL BRIDGE TRAFFIC, REVENUE AND EXPENSES

	TOLL PAYING TRAFFIC						
Year	Passenger Cars	Other Traffic[1]	Total	Percentage Change	Gross Toll Revenues	Operating and Maintenance Expenses[2]	Net Revenues
					(000's omitted)	(000's omitted)	(000's omitted)
2006	17,528,811	452,878	17,981,689	0.13%	$15,571	$4,305	$11,266
2007	17,181,104	390,500	17,571,604	-2.28%	15,144	4,772	10,372
2008[3]	8,165,132	182,356	8,347,488	-52.49%	12,956	3,285	9,671
2009	6,944,989	151,143	7,096,132	-14.99%	12,515	3,816	8,699
2010	6,946,530	134,715	7,081,245	-0.21%	12,191	3,755	8,436
2011	6,900,623	122,758	7,023,381	-0.82%	12,127	3,669	8,458
2012	7,216,252	147,754	7,364,006	4.85%	12,865	3,726	9,139
2013	7,282,092	150,448	7,432,540	0.93%	13,203	3,654	9,549
2014	7,432,895	165,659	7,598,554	2.23%	14,164	3,888	10,276
2015	7,800,958	174,168	7,975,126	4.96%	14,958	3,412	11,546

Source: Lee County Department of Transportation

(1) Includes motorcycles and 3+ axle vehicles.
(2) Does not include depreciation.
(3) One-way tolling was implemented; tolls are only collected in the westbound direction and traffic figures include only one-way traffic.

TRANSPORTATION FACILITIES TRAFFIC, REVENUES AND EXPENSES BY BRIDGE
CAPE CORAL BRIDGE TRAFFIC, REVENUE AND EXPENSES

	TOLL PAYING TRAFFIC						
Year	Passenger Cars	Other Traffic[1]	Total	Percentage Change	Gross Toll Revenues	Operating and Maintenance Expenses[2]	Net Revenues
					(000's omitted)	(000's omitted)	(000's omitted)
2006	17,117,630	332,643	17,450,273	0.55%	$14,269	$4,312	$9,957
2007	16,956,173	306,875	17,263,048	-1.07%	14,124	4,799	9,325
2008[3]	8,369,252	175,524	8,544,776	-50.50%	12,675	3,271	9,404
2009	7,363,719	142,032	7,505,751	-12.16%	12,541	3,419	9,122
2010	7,231,368	126,333	7,357,701	-1.97%	12,288	3,411	8,877
2011	7,235,214	121,674	7,356,888	-0.01%	12,163	3,339	8,824
2012	6,979,108	133,168	7,112,276	-3.32%	12,086	3,614	8,472
2013	7,198,104	136,590	7,334,694	3.13%	12,586	3,556	9,031
2014	7,521,133	147,931	7,669,064	4.56%	13,685	3,737	9,948
2015	7,872,440	150,196	8,022,636	4.61%	14,300	3,461	10,839

Source: Lee County Department of Transportation

(1) Includes motorcycles and 3+ axle vehicles.
(2) Does not include depreciation.
(3) One-way tolling was implemented; tolls are only collected in the westbound direction and traffic figures include only one-way traffic.

TRANSPORTATION FACILITIES TRAFFIC, REVENUES AND EXPENSES BY BRIDGE
SANIBEL CAUSEWAY TRAFFIC, REVENUE AND EXPENSES

	TOLL PAYING TRAFFIC(1)						
Year	Passenger Cars	Other Traffic[1]	Total	Percentage Change	Gross Toll Revenues	Operating and Maintenance Expenses[2]	Net Revenues
					(000's omitted)	(000's omitted)	(000's omitted)
2006	2,777,745	57,588	2,835,333	-2.58%	$11,776	$2,200	$9,576
2007	2,839,065	50,718	2,889,783	1.92%	12,270	2,130	10,140
2008	2,852,072	73,279	2,925,351	1.23%	12,461	1,737	10,724
2009	2,832,446	74,297	2,906,743	-0.64%	12,484	2,139	10,345
2010	2,831,860	66,150	2,898,010	-0.30%	12,434	2,088	10,346
2011	2,869,091	62,602	2,931,693	1.16%	12,375	2,038	10,337
2012	2,919,284	71,207	2,990,491	2.01%	12,833	2,458	10,375
2013	2,987,257	75,099	3,062,356	2.40%	13,341	2,433	10,907
2014	3,090,340	75,346	3,165,686	3.37%	14,104	2,597	11,507
2015	3,207,115	75,674	3,282,789	3.70%	14,678	2,305	12,373

Source: Lee County Department of Transportation

(1) Includes motorcycles and 3+ axle vehicles.
(2) Does not include depreciation.

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY TRANSPORTATION FACILITIES
September 30, 2015
(unaudited)

Revenues, Operating Expenses and Debt Service Coverage

Last Ten Fiscal Years
(dollars in thousands)

Fiscal Year	Revenues	Operating Expenses [1]	Net Available for Debt Service	Debt Service	Coverage
2006	$ 44,549	$ 10,808	$ 33,741	$ 14,932	2.26
2007	43,959	13,129	30,830	16,206	1.90
2008	39,395	11,864	27,531	16,211	1.70
2009	37,856	10,158	27,698	15,577	1.78
2010	37,013	10,291	26,722	15,549	1.72
2011	37,006	9,863	27,143	15,548	1.75
2012	37,817	9,426	28,391	15,600	1.82
2013	39,162	9,698	29,464	15,053	1.96
2014	41,966	10,158	31,808	15,756	2.02
2015	44,113	8,906 [2]	35,207	15,352	2.29

(1) Amount shown does not include depreciation or amortization expenses which are not considered an operating expense pursuant to the County's Bond Resolution.

(2) Persuant to the County's Bond Resolution, operating expenses do not include unfunded OPEB and pension expenses. Years 2007 to 2014 include the annual OPEB cost in the operating expenses and is not adjusted for funding.

Source: Lee County Clerk of Courts Finance and Records Department

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY PORT AUTHORITY
September 30, 2015
(unaudited)

The following table lists the airlines serving the Airport, including all airlines operating passenger service into the Airport which have entered into an Airline-Airport Use and Lease Agreement with the Authority (the "Signatory Airlines").

Airlines Serving the Airport[1]

Domestic Carriers	Regionals/Commuters
AirTran Airways*	Endeavor Air
American Airlines*	Express Jet
Delta Air Lines *	Republic
JetBlue*	Silver Airways
Frontier	Shuttle America
Southwest*	Skywest
Spirit Airlines*	
Sun Country	
United*	
US Airways*	

International Air Carriers	Air Cargo Carriers
AirBerlin	Fedex
Air Canada	United Parcel Service
Westjet	

(1) During the peak winter months, a number of other domestic and international charter airlines also operate at the Airport.

* Denotes Signatory Airline as defined in Airline-Airport Use Agreements as of September 30, 2015

Source: Lee County Port Authority

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY PORT AUTHORITY
September 30, 2015
(Unaudited)

Airport Enplanements October 2014 - September 2015

	Commercial Air Carriers	Regionals/ Commuters	International Air Carriers	Domestic Charters	Total Enplanements	Total Enplanements for Month in Prior Year	Percentage Change
October 2014	223,451	8,093	6,321	159	238,024	228,443	4.2%
November 2014	316,252	8,399	13,762	32	338,445	322,417	5.0%
December 2014	342,389	7,244	15,625	66	365,324	354,290	3.1%
January 2015	400,715	6,737	21,028	195	428,675	387,284	10.7%
February 2015	420,559	5,495	19,790	51	445,895	421,462	5.8%
March 2015	566,239	5,313	24,768	0	596,320	582,898	2.3%
April 2015	460,052	9,457	20,954	468	490,931	469,400	4.6%
May 2015	303,357	9,380	9,333	464	322,534	315,195	2.3%
June 2015	233,955	8,692	5,950	140	248,737	244,593	1.7%
July 2015	232,182	9,106	7,100	406	248,794	251,052	-0.9%
August 2015	215,759	8,516	7,789	363	232,427	229,265	1.4%
September 2015	187,931	4,620	6,006	526	199,083	183,017	8.8%

The following table sets forth the historical enplanements for the Airport by air carrier type, as well as the annual percentage increase in enplaned passengers.

Historical Enplanements by Carrier Type

Fiscal Year	Commercial Air Carriers	Regionals/ Commuters	International Air Carriers	Domestic Charters	Airport Total
2006	3,484,671	224,102	91,865	2,925	3,803,563
2007	3,799,938	154,413	103,988	3,597	4,061,936
2008	3,644,495	130,160	90,815	3,118	3,868,588
2009	3,552,775	87,677	94,173	2,714	3,737,339
2010	3,541,118	73,477	103,544	3,236	3,721,375
2011	3,646,656	108,630	117,975	2,052	3,875,313
2012	3,491,950	58,721	121,323	4,959	3,676,953
2013	3,627,678	91,476	132,134	5,358	3,856,646
2014	3,746,073	93,886	147,248	2,109	3,989,316
2015	3,902,841	91,052	158,426	2,870	4,155,189
Compounded Growth					
2006-2015	1.27%	-9.52%	6.24%	-0.21%	0.99%

Source: Lee County Port Authority

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY PORT AUTHORITY
SOUTHWEST FLORIDA INTERNATIONAL AIRPORT
September 30, 2015
(Unaudited)

HISTORICAL LANDED WEIGHT BY AIRLINE (1000 lbs)

	FY 2014		FY 2015	
Airline	Landed Weight	Share	Landed Weight	Share
Delta	980,870	21.7%	1,009,615	21.7%
Southwest	702,378	15.5%	927,602	19.9%
JetBlue	521,014	11.5%	532,725	11.4%
US Airways	420,308	9.3%	474,383	10.2%
United	370,402	8.2%	377,697	8.1%
Spirit Airlines	268,419	5.9%	309,794	6.7%
American	308,177	6.8%	296,018	6.4%
International Airlines	191,446	4.2%	193,537	4.2%
Frontier	60,861	1.3%	173,861	3.7%
Cargo	116,843	2.6%	121,453	2.6%
Sun Country	53,347	1.2%	70,629	1.5%
Endeavor Air	46,262	1.0%	59,629	1.3%
Silver Airways	25,108	0.6%	31,692	0.7%
AirTran	360,784	8.0%	25,376	0.5%
Shuttle America	46,193	1.0%	20,674	0.4%
Republic Airline	34,388	0.8%	18,588	0.4%
Domestic Charters	3,663	0.1%	5,950	0.1%
Express Jet	4,275	0.1%	3,527	0.1%
SkyWest	5,937	0.1%	3,414	0.1%
Envoy	1,038	0.0%	306	0.0%
Cape Air	932	0.0%	-	0.0%
Compass Airlines	301	0.0%	-	0.0%
Executive Airlines	218	0.0%		0.0%
Total	4,523,164	100.0%	4,656,470	100.0%

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY PORT AUTHORITY
SOUTHWEST FLORIDA INTERNATIONAL AIRPORT
September 30, 2015
(Unaudited)

HISTORICAL ENPLANEMENTS BY AIRLINE

	FY 2014		FY 2015	
Airline	Enplanements	Share	Enplanements	Share
Delta	864,916	21.7%	909,678	21.9%
Southwest	658,928	16.5%	898,089	21.6%
JetBlue	461,858	11.6%	487,241	11.7%
US Airways	388,392	9.7%	430,425	10.4%
United	339,269	8.5%	349,644	8.4%
Spirit Airlines	261,171	6.5%	283,519	6.8%
American	283,061	7.1%	276,719	6.7%
Frontier	59,799	1.5%	165,596	4.0%
International Airlines	147,248	3.7%	158,426	3.8%
Sun Country	46,274	1.2%	60,869	1.5%
Endeavor Air	39,978	1.0%	49,937	1.2%
AirTran	343,629	8.6%	23,142	0.6%
Silver Airways	12,273	0.3%	18,113	0.4%
Shuttle America	38,776	1.0%	17,919	0.4%
Republic Airline	31,708	0.8%	16,536	0.4%
Express Jet	4,222	0.1%	3,644	0.1%
SkyWest	5,437	0.1%	3,228	0.1%
Domestic Charters	1,483	0.0%	2,434	0.1%
Envoy Air	-	0.0%	30	0.0%
Cape Air	601	0.0%	-	0.0%
Compass Airlines	293	0.0%	-	0.0%
	3,989,316	100.0%	4,155,189	100.0%

Source: Lee County Port Authority

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY PORT AUTHORITY
SOUTHWEST FLORIDA INTERNATIONAL AIRPORT
September 30, 2015
(Unaudited)

An Airport's air service is often measured through the distribution of its origin and destination (O & D) markets, which is a function of air travel demands and the airport's available nonstop service. The following table presents historical data on the Airport's top 30 O&D markets.

PRIMARY DOMESTIC ORIGIN & DESTINATION PASSENGER MARKETS

Fiscal Year 2014						Fiscal Year 2015					
Rank	Market	Nonstop Service	Nonstop Miles	Total O&D Passengers	Percent of Total	Rank	Market	Nonstop Service	Nonstop Miles	Total O&D Passengers	Percent of Total
1	Boston	•	1,271	504,879	6.64%	1	Boston	•	1,249	517,485	6.30%
2	Detroit	•	1,090	436,022	5.73%	2	Detroit	•	1,085	463,024	5.63%
3	Minneapolis	•	1,439	384,496	5.05%	3	Minneapolis	•	1,416	423,186	5.15%
4	Chicago (O'Hare)	•	1,120	371,101	4.88%	4	Chicago (O'Hare)	•	1,120	401,472	4.89%
5	New York (Newark)	•	1,068	311,504	4.09%	5	New York (Newark)	•	1,068	330,623	4.02%
6	Chicago (Midway)	•	1,105	262,318	3.45%	6	New York (La Guardia)	•	1,090	270,978	3.30%
7	New York (La Guardia)	•	1,480	241,990	3.18%	7	Chicago (Midway)	•	1,105	268,357	3.27%
8	New York (JFK)	•	1,074	235,504	3.10%	8	New York (JFK)	•	1,074	240,770	2.93%
9	Philadelphia	•	1,010	218,327	2.87%	9	Philadelphia	•	992	232,355	2.83%
10	Indianapolis	•	966	214,269	2.82%	10	Indianapolis	•	966	218,927	2.66%
11	Atlanta	•	1,017	208,381	2.74%	11	Cleveland	•	1,037	187,767	2.28%
12	Baltimore	•	932	189,489	2.49%	12	Atlanta	•	515	185,309	2.25%
13	Milwaukee	•	1,213	162,883	2.14%	13	Baltimore	•	946	184,911	2.25%
14	Columbus	•	997	161,143	2.12%	14	Milwaukee	•	1,183	178,446	2.17%
15	Hartford	•	1,241	160,270	2.11%	15	Washington (National)	•	892	170,159	2.07%
16	Pittsburg	•	1,003	153,019	2.01%	16	Hartford	•	1,180	168,128	2.05%
17	Washington (National)	•	933	149,918	1.97%	17	Columbus	•	930	166,265	2.02%
18	Atlantic City	•	981	138,602	1.82%	18	St. Louis	•	979	151,143	1.84%
19	St. Louis	•	1,009	136,918	1.80%	19	Pittsburg	•	966	149,532	1.82%
20	Cleveland	•	1,037	128,186	1.68%	20	Atlantic City	•	982	137,782	1.68%
21	Buffalo	•	1,192	116,098	1.53%	21	Denver	•	1,606	133,549	1.63%
22	Denver	•	1,708	111,714	1.47%	22	Dallas/Ft. Worth	•	1,017	123,562	1.50%
23	Dallas/Ft. Worth	•	1,072	107,500	1.41%	23	Buffalo	•	1,144	101,599	1.24%
24	Cincinnati	•	887	91,683	1.21%	24	Westchester County	•	1,102	85,594	1.04%
25	Akron/Canton	•	1,017	90,018	1.18%	25	Cincinnati	•	878	85,006	1.03%
26	Kansas City	•	1,284	75,406	0.99%	26	Kansas City	•	1,156	81,725	0.99%
27	Providence	•	1,254	74,062	0.97%	27	Providence	•	1,201	73,627	0.90%
28	Westchester County	•	1,120	73,907	0.97%	28	Akron/Canton	•	991	71,935	0.88%
29	Charlotte	•	523	63,610	0.84%	29	Charlotte	•	600	65,712	0.80%
30	Grand Rapids	•	1,149	55,115	0.72%	30	Grand Rapids	•	1,147	60,829	0.74%
	Total- Top 30 Markets			5,628,332	74.0%		Total- Top 30 Markets			5,929,757	72.2%
	Total - All Other Markets			1,979,376	26.0%		Total - All Other Markets			2,288,306	27.8%
	Total - All Markets			7,607,708	100.0%		Total - All Markets			8,218,063	100.0%

Average Stage Length [1]				Average Stage Length [1]			
	Airport	1,106	miles		Airport	1,054	miles
	United States	1,185	miles		United States	1,129	miles

[1] Average passenger trip distance for all of the Airport's O&D markets
Source: U.S. DOT O&D Summary Report & Diio.net

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY PORT AUTHORITY
SOUTHWEST FLORIDA INTERNATIONAL AIRPORT
September 30, 2015
(Unaudited)

Historical aircraft operations are defined as the arrival or departure of an aircraft. The following table presents historical data on the Airport's aircraft operations by carrier class.

HISTORICAL AIRCRAFT OPERATIONS

Fiscal Year	Commercial Air Carriers	Regionals/ Commuters	International Air Carriers	Domestic Charters	General Aviation[1]	All-Cargo	Military	Airport Total
2006	57,570	13,782	1,198	112	10,973	2,546	1,148	87,329
2007	64,622	10,326	1,476	162	11,866	2,336	401	91,189
2008	61,708	9,834	1,362	116	13,865	2,242	711	89,838
2009	59,780	8,114	1,370	102	12,744	1,608	808	84,526
2010	59,444	7,008	1,448	126	13,287	1,192	748	83,253
2011	60,904	7,582	1,568	100	12,758	1,112	578	84,602
2012	57,012	5,672	1,680	210	12,531	1,100	600	78,805
2013	58,830	6,630	1,888	178	11,533	1,106	682	80,847
2014	58,796	4,596	2,000	90	10,154	1,106	914	77,656
2015	58,784	4,566	2,148	146	10,354	1,132	1,313	78,443
Compounded Growth								
2006-2015	0.23%	-11.55%	6.70%	2.99%	-0.64%	-8.61%	1.50%	-1.19%

[1] Also includes activity by miscellaneous air taxis.

Source: Lee County Port Authority

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY PORT AUTHORITY
SOUTHWEST FLORIDA INTERNATIONAL AIRPORT
September 30, 2015
(dollars in thousands)

HISTORICAL STATEMENT OF NET REVENUES[1]
FISCAL YEARS 2011-2015

OPERATING REVENUES:	2011	2012	2013	2014	2015
User fees	$ 41,399	$ 40,900	$ 43,330	$ 43,590	$ 43,243
Rentals and franchise fees	3,027	2,847	2,880	3,078	3,039
Concessions	35,701	34,043	37,223	39,120	42,267
Interest revenue	369	412	322	175	330
Miscellaneous	312	139	24	247	231
Total Operating Revenues	80,808	78,341	83,779	86,210	89,110
OPERATING EXPENSES[2]:					
Salaries and wages	18,430	18,491	18,472	18,860	19,117
Employee benefits	8,166	7,675	7,918	8,573	8,876
Contractual services, materials and supplies	14,832	14,766	16,221	17,829	18,451
Utilities	3,892	3,701	3,824	3,840	4,147
Repairs and maintenance	1,602	1,655	1,625	2,208	2,194
Insurance	1,651	1,648	1,632	1,621	1,591
Other	1,348	1,436	1,931	1,946	1,496
Total Operating Expenses	49,921	49,372	51,623	54,877	55,872
NET REVENUES:	30,887	28,969	32,156	31,333	33,238
Transfers in[3]	3,533	3,351	2,616	2,678	2,832
Transfers in (Other)[4]	237	242	264	294	305
Debt service interest	17,146	17,654	16,459	16,039	15,552
Principal	7,660	7,895	8,470	8,900	9,285
TOTAL DEBT SERVICE:	$ 24,806	$ 25,549	$ 24,929	$ 24,939	$ 24,837
BOND SERVICE REQUIREMENT COVERAGE BEFORE TRANSFERS	1.25	1.13	1.29	1.26	1.34
BOND SERVICE REQUIREMENT COVERAGE AFTER TRANSFERS	1.40	1.27	1.41	1.38	1.46

[1] Net Revenues are determined in accordance with the bond resolution as excerpted from the audited financial statements.
[2] Operating Expenses do not include depreciation, amortization, and unpaid pension and other post employment benefits expense in accordance with the bond resolution.
[3] Includes transfers from surplus Passenger Facility Charges (PFC) used to pay debt service on the Series 2010 bonds in accordance with Federal Aviation Administration approvals.
[4] Other transfers include a Federal Inspection Station user fee of $2.00 per deplaned passenger

Source: Lee County Clerk of Courts Finance and Records Department

Lee County, Florida
SUPPLEMENTAL SCHEDULES
LEE COUNTY PORT AUTHORITY
Southwest Florida International Airport
PASSENGER FACILITY CHARGE REVENUE REPORT
(unaudited)

Fiscal Year Ended September 30	Total Enplaned Passengers	Eligible Enplaned Passengers	Net PFC Cash Collections	Interest Income	Total PFC Revenue
2011	3,875,313	3,805,978	$ 15,581,888	$ 78,217	$ 15,660,105
2012	3,676,953	3,603,476	14,774,926	96,890	14,871,816
2013	3,856,646	3,781,659	15,197,100	85,799	15,282,899
2014	3,989,316	3,910,506	15,771,027	50,047	15,821,074
2015	4,155,189	4,076,068	16,251,245	58,141	16,309,386

Southwest Florida International Airport
ESTIMATED DEBT SERVICE COVERAGE
PFC Revenue Refunding Note Series 2010
For Fiscal Year Ending September 30, 2015
(unaudited)

Actual PFC Revenues	Actual 2015 PFC debt service requirements	Actual debt service factor
$ 16,309,386	$ 3,364,620	4.85

In November 2014, the PFC Note was paid off in full with an additional payment of $3,196,496

Source: Lee County Port Authority

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