



Polk County, Florida
**Comprehensive Annual
Financial Report**

Fiscal Year Ended September 30, 2015



POLK COUNTY, FLORIDA

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2015**

**PREPARED BY THE OFFICE OF
STACY M. BUTTERFIELD, CPA, CLERK OF CIRCUIT COURT
AND COUNTY COMPTROLLER**

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May 16, 2016

Honorable Members of the Board of County Commissioners,
Constitutional Officers and Citizens of Polk County, Florida

We are pleased to present to you the Comprehensive Annual Financial Report (CAFR) of Polk County, Florida for the fiscal year ended September 30, 2015. The financial activities of the Board of County Commissioners and the Constitutional Officers as well as the North Ridge, Harden/Parkway, Polk Commerce Centre and Eloise Community Development Agencies, which are blended component units, are included in the CAFR.

The Clerk of the Circuit Court, by authority of the Constitution of the State of Florida, serves as the Chief Financial Officer of the County and is responsible for both the accuracy of the presented data as well as the completeness and fairness of the presentation, including all disclosures. We believe the data, as presented, is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County, and that all disclosures necessary to enable the reader to obtain a comprehensive understanding of the County have been included.

Internal accounting controls for the County have been designed to provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

Chapter 218.39 of the Florida Statutes requires an annual financial audit of counties in the state. In addition to meeting the requirements set forth in the state statutes, the County's audit was designed to meet the requirements of the Government Auditing Standards, the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations ("single audit"), 2 CFR 200 (Federal Uniform Grant Guidance), and the Rules of the Auditor General Chapter 10.550.

The County's financial statements have been audited by CliftonLarsonAllen, LLP. The audit was performed to provide reasonable assurance that the financial statements for the fiscal year ended September 30, 2015, are free from material misstatement. The independent auditors concluded that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended September 30, 2015, are fairly presented in conformity with generally accepted accounting principles (GAAP). The Independent Auditors' Report is located at the front of the Financial Section of this report on page B-1. The independent auditors' reports related specifically to Government Auditing Standards and the single audit are included in the Compliance Section.

Management's Discussion & Analysis (MD&A) provides a narrative introduction, overview, and analysis of the basic financial statements and begins on page C-1. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

COUNTY PROFILE

Polk County, Florida, is a political subdivision of the State of Florida. On November 3, 1998, the citizens of Polk County adopted a Home Rule Charter in accordance with the Constitution and Statutes of the State of Florida. The Home Rule Charter assumed all powers and duties on the first day of January 1999. The Home Rule Charter sets forth a "commission" form of government under which a five member Board of County Commissioners is elected to serve as the executive and legislative body for the County.

The Commissioners appoint a County Manager whose duties include the administration of directives and policies of the Commissioners, responsibility for the operation of all business centers and the provision of services under the purview of the Commissioners. The citizens of the County also elect a Sheriff, a Clerk of the Circuit Court and County Comptroller, a Supervisor of Elections, a Tax Collector and a Property Appraiser whose responsibilities and duties are not altered by this Home Rule Charter. The Constitutional Officers perform their executive and administrative functions as specified by law.

Formal budgetary integration is employed as a management control device during the year for all fund types. The Constitutional Officers submit, at various times, to the Board and to certain divisions within the State of Florida Department of Revenue, a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them as set forth in Chapter 129 of the Florida Statutes.

Constitutional Officers and all departments of the Board of County Commissioners submit their proposed budgets to the Budget and Procurement Division for assistance, review and compilation. The County Manager then reviews the budgets of all County departments and Constitutional Officers and makes his budget recommendation to the Board of County Commissioners on or before July 15 of each year. The tentative budget includes proposed appropriations and the means of financing them.

During September, public hearings are held pursuant to Section 200.065, Florida Statutes, in order for the Board to receive public input on the tentative budget. At the end of the last public hearing, the Board adopts resolutions, at the fund level, to approve the budgets for all governmental fund types. The budgets legally adopted by the Board set forth the anticipated revenues by source and the appropriations by function. Budgets for enterprise and internal service funds are adopted on a basis consistent with generally accepted accounting principles. Computerized integrated budget reports are used for management control purposes throughout the year. Management is authorized to transfer budgeted amounts between cost centers and divisions in any fund as long as the total appropriations of a fund are not exceeded. Board approval is required to appropriate reserves and to amend the budget when unanticipated revenues are received that management wishes to have appropriated, thereby increasing the total appropriations of a fund. The appropriations lapse at the close of the fiscal year.

Polk County is the geographical center of the State of Florida and is Florida's ninth most populous county with an estimated population of 633,052, an increase of 5.1% since 2010. With 2,011 square miles of total area, Polk County is the fifth largest county in the state and has 17 municipalities of which Lakeland is the largest. The County has the second largest water area for a non-coastal county in Florida with 213 miles of lakes, rivers and streams. From the County's vivid wildlife in places like the Circle B Bar Reserve to its delicate ecosystems on the Lake Wales Ridge, Polk County's natural resources are an attraction to many. The County has some of the best fishing, boating, and golfing in the country. Polk County also has numerous institutions of higher education including technical schools, community colleges, and public and private universities. One of these, Florida Polytechnic University, which opened in August 2014, is

Florida's only public university dedicated to science, technology, engineering and mathematics (STEM) and is one of the largest development projects in Polk County's history.

Polk County offers many services to its citizens including fire, law enforcement and emergency medical activities; construction and maintenance of street and traffic systems, highways, bridges and other infrastructure; preservation and maintenance of lakes, parks and environmentally sensitive lands; recreational facilities, programs and cultural activities; comprehensive planning and community development; community information and education programs; health and human services; water and wastewater utilities; solid waste collection and disposal facilities; storm water utility facilities; and public transportation.

LOCAL ECONOMY

The local economy has been steadily improving over the past few years. In fiscal year 2014, taxable values increased for the first time since the recession by 3.7%, and in fiscal year 2015, increased again by 5.2%. In fiscal year 2014, the County had record tourism tax collections that were 10.2% higher than the previous year, and in 2015, experienced another record increase of 16.6%. In addition, sales tax revenues increased by 5.9%, state revenue sharing by 9.1% and gas taxes by 4.7% in 2015.

The largest employers in the County by industry are trade, transportation and utilities (24.0%); education and health services (15.0%); and government (13.5%). The unemployment rate in the County was 6.2% in September 2015 compared to 7.3% the year before but remains higher than the state average of 5.4% and the national average of 5.1%. The County's traditional industries, agriculture and phosphate mining have been declining in recent years while tourism, real estate and other service sectors have been growing.

The economic climate in Polk County is changing. Tourism, real estate and other service sectors have been growing. On the other hand, the County's traditional industries, agriculture and phosphate mining, have been declining in recent years although fertilizer manufacturing remains steady due to the industry's significant infrastructure investment and mining reserves in adjacent counties. A relatively low cost of living and attractive tax rates make Polk County a great location in which to do business. In addition, its central location and proximity to Tampa and Orlando and the extensive transportation system of highways, rail, and nearby airports and deep water ports have facilitated the County's rapidly expanding export base. Major corporations such as Publix Supermarkets, JC Penney and Haverty's have selected Polk County as their headquarters or as sites of major warehousing, manufacturing, or distribution centers; and in 2014, Amazon opened its first fulfillment center in Florida in Polk County.

In 2011, LEGOLAND opened a theme park in Polk County and in 2015 a five-story, 152 room hotel and a "land" designed for preteen girls. In 2013, the world class Streamsong Golf Resort and Spa celebrated their grand opening in Polk County and plans to build a third golf course which will open in 2017 and make the resort the only location in the world where guests can enjoy three distinct courses designed by four legendary architects. Premier Golf, the official travel company for the PGA, placed Streamsong on its list of "The Magnificent Seven" golf resorts in the U.S. In addition, the historic Bok Tower Gardens, which has welcomed more than 23 million visitors since 1929, began a large \$12 million expansion and restoration project in 2014; and the Miss Florida Pageant signed a five-year contract to move the Miss Florida and Miss Florida Outstanding Teen pageants to Polk County beginning in 2016.

LONG-TERM FINANCIAL PLANNING

Polk County is focused on strategic, long-term decision making and committed to fiscal responsibility, and has developed a strategic business plan that will provide the framework to guide the County in this direction. This plan focuses on several key business units that required policy decisions on significant funding and service level issues that are anticipated to occur in the next five years. The work on this plan will help direct the budget process in future years. The County prepares a biennial budget and 5-year projections to enhance long term financial planning.

RELEVANT FINANCIAL POLICIES

Fund Balance Policy

The County's budgetary goal is to maintain a fund balance in the General Fund of 60 days or 16 percent of the operating budget for adequate cash flow and emergency purposes. The Enterprise Funds are budgeted to maintain a minimum of 30 to 60 days of operating expenditures plus debt service requirements. During times of economic recession, it may not be practical to maintain these levels but, in those instances, the County's goal is to restore these levels as funds can be made available.

Community Investment Program Policy

Polk County has a Capital Improvement Program that is a five-year plan for capital/infrastructure projects. The program identifies anticipated projects, schedules, costs, revenue sources, comprehensive plan information, and future operating impacts and presents the proposed projects to the Board in August for discussion and input before requesting approval in September.

Cash Management Policies and Practice

In accordance with Section 218.415, Florida Statutes, the County adopted an investment policy that guides the investment of County surplus funds. This policy establishes investment objectives, maturity and liquidity requirements, portfolio composition, risk and diversification requirements, and authorized investments. The primary objectives of investment activities are to preserve capital and maintain sufficient liquidity to meet anticipated cash flow needs. The secondary objective is to obtain competitive returns on the investment of County surplus funds.

During the past fiscal year, Polk County, under the direction of the Clerk of the Circuit Court and County Comptroller, maintained a yield on the actively managed investment portfolio of 0.93 percent compared to an average yield of 0.20 percent for the Florida Prime (also known as State Board of Administration or SBA). The yield difference of 73 basis points is a result of the Clerk's active management and diversification of the portfolio. Further information regarding the County's cash and investments can be found in Note 3 of the financial statements.

Outstanding debt is continually monitored in relation to existing conditions in the debt market. When sufficient cost savings can be realized, the debt may be refunded.

Risk Management

The County is exposed to various risk of loss related to theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. A self-insurance program is effectively maintained by the County to administer insurance activities related to workers' compensation insurance, general and employment practices liability, auto liability, and employee health. Additional information regarding Risk Management can be found in Note 9 of the financial statements.

INITIATIVES

Each year, the Polk County Board of County Commissioners holds an annual retreat to discuss and provide direction on key strategic issues. The Board has focused on being fiscally responsible in balancing the budget while still meeting the needs of the citizens. In addition to the direction from the Board, there are underlying citizen perspectives that are considered to help guide the budget process every year. The local economy is improving but the County still faces short and long-term financial challenges that must be dealt with through a strategic planning process.

Several years ago, input received from citizens helped to establish seven result areas that captured what citizens expect from government. These result areas continue to help guide the budget and budget process as we focus on providing the services that our citizens desire. The following highlights not only the result areas but also various accomplishments:

Basic Needs – All Polk County residents who are at risk because of their health or economic status will get their basic needs met, and become as self-sufficient as possible. Many services are funded by a voter approved Indigent Health Care half-cent sales tax. The County has:

- provided healthcare for 42,867 low income residents living at or below 200 percent of the Federal poverty level.
- funded the county share of Medicaid cost for 140,568 Medicaid-eligible residents.
- provided funding to the Teen Pregnancy Prevention Alliance which has help reduce the birth rate in the county for girls 15 to 19 years old from 37.6 per to 33.8 per 1,000 in recent years.

Economic Development – Well-paying jobs and business opportunities will be available in Polk County and people will be appropriately trained and educated to take advantage of them. The County has:

- generated more than a \$1.5 billion economic impact for Polk County through tourism and sports and set a new record for tourism taxes collected in a fiscal year..
- provided an ad valorem tax exemption to 15 new or expanding businesses in Polk County since May 2013, which has created 2,117 new jobs for citizens and will add \$533.4 million of new commercial construction to the County's tax roll.

Recreation and Cultural Arts – Polk County offers safe, plentiful and diverse recreation and cultural arts opportunities. The County has:

- provided recreational and cultural programs and events to an estimated 96,605 participants.
- maintained 326 interior square feet per person of interior recreation space, 149 square feet per person of interior cultural arts space, and 9 acres per 1,000 persons for outdoor recreation.

Good Government – Citizens can trust that government is well run and is a good steward of their tax dollars. The County has:

- maintained the same county-wide millage rate for the last eight years even though it produces less property tax revenue than the County received in FY09/10.

- provided one of the lower prices of government to its citizens (sum of taxes, fees and charges for services divided by total personal income) compared to its neighboring counties as of the latest measurement date.

Natural Resources and Environment – Polk County will have clean and plentiful natural resources for a healthy environment. The County has:

- treated over 1.2 million acres for adult mosquitoes and over 4,400 acres for mosquito larvae.
- provided over 14,000 acres of County environmentally sensitive lands for recreational opportunities.

Growth/Infrastructure – Polk County will grow in a manner and pace that County residents find desirable and allows them to move around the County safely and without excessive congestion. The County has:

- maintained approximately 2,700 miles of roads including mowing right of ways, grading unpaved roads, cleaning drainage ditches, and providing other needed roadway repairs.
- added 939 new water connections, 859 new wastewater connections and 420 new reclaim connections which indicates that the customer base is continuing to grow.

Safety – People will feel safe from crime, fire, and the effects of natural disasters. The County has:

- reduced the crime volume by 7.6% in recent years; and since 1997 has reduced the number of total index crimes by approximately 55.4% and the crime rate to a record low that is 42% lower than Florida's state crime rate of 3.63 per 100 residents.
- added two new ambulances in the greater Winter Haven, Dundee, Lake Hamilton area and upgraded two part-time ambulances to 24 hour service in Lakeland in order to reduce emergency medical response times.
- opened five new fire stations in Poinciana, Frostproof, Lake Wales, Lake Alfred and Ft Meade to improve the level of service and decrease response times for fire and medical emergencies.

AWARDS AND ACKNOWLEDGEMENTS

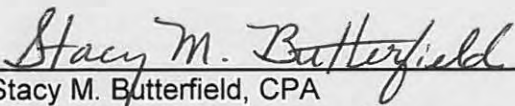
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Polk County, Florida, for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2014. In order to be awarded a Certificate of Achievement, a government must go beyond the minimum requirements of GAAP and prepare a CAFR that evidences the spirit of transparency and full disclosure.

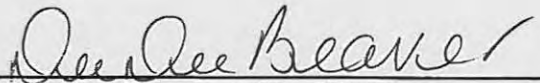
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

We are very proud that Polk County has been the recipient of this award for the last 35 consecutive years – a record that only one other county in Florida exceeds.

A comprehensive annual financial report of this nature could not have been prepared on a timely basis without the dedicated efforts of all staff members concerned. We would like to thank the entire staff of the Comptroller Division of the Clerk of the Circuit Court and County Comptroller of Polk County for their invaluable assistance in the preparation of this report. We would also like to thank the Board of County Commissioners and their staff, and the other Constitutional Officers for their personal interest and dedicated support in planning and conducting the financial operations of the County in a responsible and progressive manner. We would also like to recognize our auditors, CliftonLarsonAllen, LLP, for their continuing support in helping us achieve the Certificate of Achievement for Excellence in Financial Reporting.

Sincerely,


Stacy M. Butterfield, CPA
Clerk of the Circuit Court and
County Comptroller


Dee Dee Beaver, CPA, CGFO
Director, Comptroller Division

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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Polk County
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2014

A handwritten signature in black ink, reading "Jeffrey R. Egan". The signature is written in a cursive, flowing style.

Executive Director/CEO

**POLK COUNTY, FLORIDA
PRINCIPAL OFFICIALS
SEPTEMBER 30, 2015**

BOARD OF COUNTY COMMISSIONERS

George M. Lindsey III, District 1
John E. Hall, District 5
Melony M. Bell, District 2
Edwin V. Smith, District 3
R. Todd Dantzler, District 4

Chairman
Vice-Chairman
Member
Member
Member

CLERK OF THE CIRCUIT COURT

Stacy M. Butterfield

PROPERTY APPRAISER

Marsha Faux

SHERIFF

Grady Judd

SUPERVISOR OF ELECTIONS

Lori Edwards

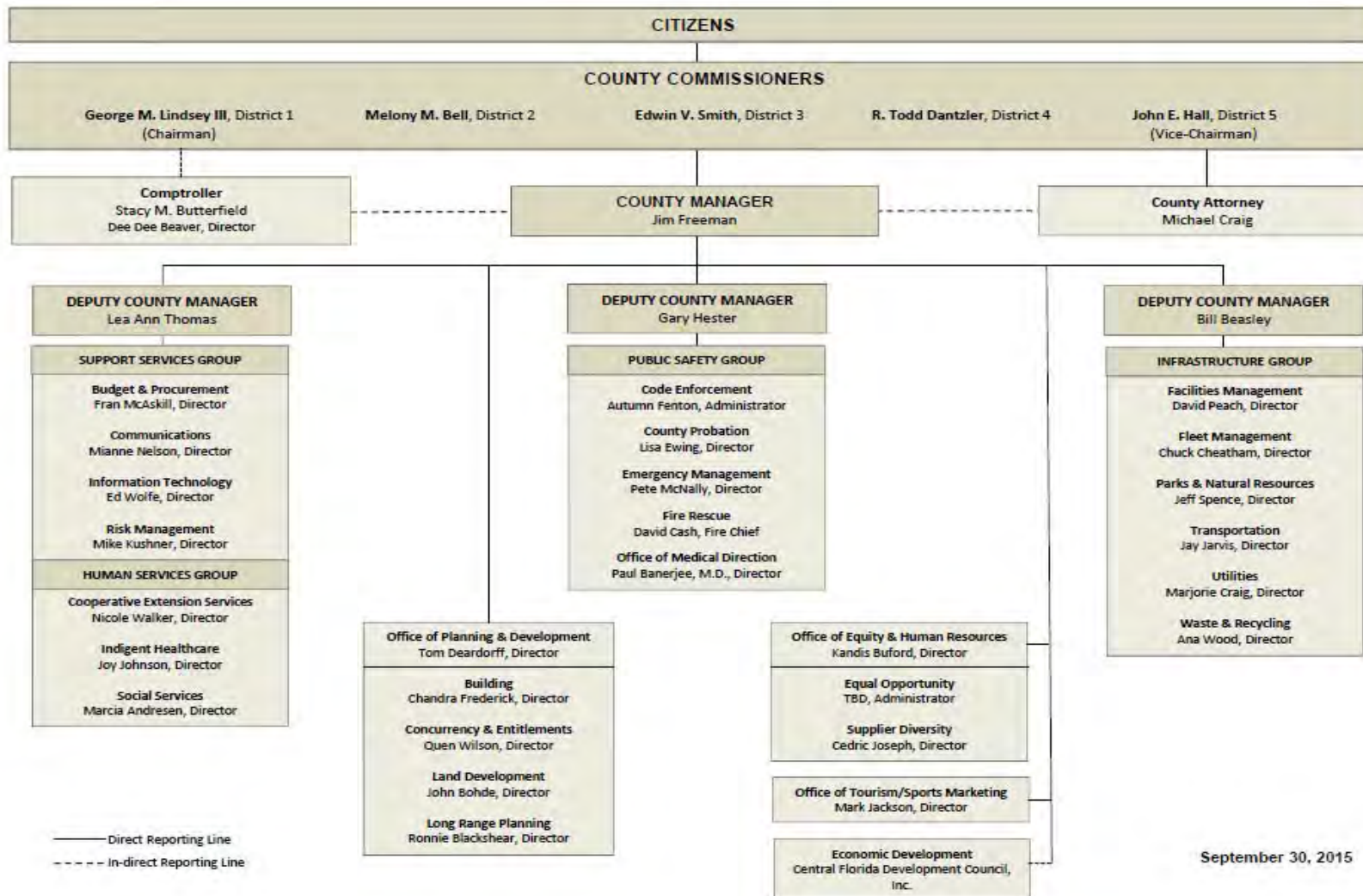
TAX COLLECTOR

Joe G. Tedder

COUNTY MANAGER

Jim Freeman

**POLK COUNTY, FLORIDA
ORGANIZATIONAL CHART
SEPTEMBER 30, 2015**



September 30, 2015

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Polk County, Florida
Bartow, 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 Polk County, Florida (the "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. We have also audited the financial statements of North Ridge Community Redevelopment Agency Fund, Harden/Parkway Community Redevelopment Agency Fund, Polk Commerce Centre Community Redevelopment Agency Fund, and the Eloise Community Redevelopment Agency Fund, as defined by the Governmental Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended September 30, 2015, 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 Tax Collector, Polk County, Florida, which represents 1.36% and 5.26%, respectively, of the assets and revenues of the general fund, and 0.04% and 2.97%, respectively, of assets and revenues of the governmental activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Tax Collector, Polk County, Florida, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 report of the 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, 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 and budgetary comparison thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly in all material respects, the respective financial position of the North Ridge Community Redevelopment Agency Fund, Harden/Parkway Community Redevelopment Agency Fund, Polk Commerce Centre Community Redevelopment Agency Fund, and the Eloise Community Redevelopment Agency Fund of the County as of September 30, 2015, and the respective changes in financial position and budgetary comparison thereof 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 20, 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 management's discussion, analysis and the schedule of funding progress – other postemployment benefits, schedules of the County's proportionate share of the net pension liability and of its contributions – pension plans on pages C-1 to C-15 and F-1 to F-6 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 combining and individual fund schedules and statements, the Introductory section and the Statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund schedules and statements are the responsibility of management and were derived from and relate 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, the combining and individual fund schedules and statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we 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 May 16, 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 results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Lakeland, Florida
May 16, 2016

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**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

Polk County's discussion and analysis provides a narrative overview and easily readable analysis of the County's financial activities. The analysis provides summary financial information for the County and should be read in conjunction with the transmittal letter and the County's financial statements.

FINANCIAL HIGHLIGHTS

- Total net position decreased by \$204.9 million during the current fiscal year. There was a decrease of \$224.7 million in the governmental activities and a \$19.9 million increase in business-type activities.
- The total assets of the primary government exceeded total liabilities (net position) by \$3,703.1 million at 2015 fiscal year-end compared to \$3,907.9 million the prior year. Unrestricted net position for governmental activities was a deficit of \$163.4 million in 2015 and a deficit \$15.1 million in 2014. For business-type activities, unrestricted net position was \$154.8 million in 2015 and \$135.0 million in 2014.
- Polk County's governmental funds combined ending fund balance was \$291.0 million, an increase of \$1.2 million from the prior year ending fund balance of \$289.8 million. For fiscal year 2015, \$118.3 million of the fund balance was restricted and \$38.9 was unassigned in the various governmental fund types of the County.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$40.4 million.
- Total long-term liabilities of Polk County increased \$175.7 million from \$661.7 million in 2014 to \$837.4 million in 2015.
- The changes in net position, total assets, unrestricted net position and long-term liabilities are all primarily attributable to the implementation of the Government Accounting Standards Board Statement No. 68, Accounting and Financial Reporting for Pensions (GASB 68).

OVERVIEW OF THE FINANCIAL STATEMENTS

The County's basic financial statements comprise three components: 1) *government-wide financial statements*, 2) *fund financial statements*, and 3) *notes to the financial statements*. This report also contains the statistical section, single audit and other supplementary information in addition to the basic financial statements themselves. The government-wide financial statements present an overall picture of the County's financial position and results of operations. The fund financial statements present financial information for the County's various funds. The notes to the financial statements provide additional information that is not disclosed in the government-wide or fund financial statements.

The government-wide financial statements are the statement of net position and the statement of activities. These statements use accounting methods similar to those used by private-sector companies. Emphasis is placed on the net position of governmental activities and business-type activities and the change in net position. Governmental activities are primarily supported by property taxes, charges for services, fuel taxes, sales taxes, services taxes, and grants. Business-type activities are supported by charges to the users of those activities, such as water and sewer service charges and landfill tipping fees.

POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015

The government-wide financial statements include not only Polk County itself (known as the primary government) but also legally separate component units for which Polk County is financially accountable. These component units are detailed in the notes to the financial statements.

The statement of net position presents information on all assets and liabilities of the County, with the difference between assets plus deferred outflows and liabilities plus deferred inflows reported as net position. Net position is reported in three categories: 1) invested in capital assets, net of related debt, 2) restricted, and 3) unrestricted. Assets, liabilities, and net position are reported for all governmental activities separate from the assets, liabilities and net position of business-type activities. It is not uncommon, particularly in the governmental activities column, to see an unrestricted net position deficit. For example, this may occur when governments have long-term liabilities that they fund on a pay-as-you-go basis, rather than accumulating resources in advance or issue debt to build capital assets for another government.

The statement of activities reflects the expenses of a given function or program, which are offset by program revenues providing the net cost of all functions of the County. General revenues are presented following the total net expense of the functions or programs. To assist in understanding the County's operations, expenses have been reported as governmental activities or business-type activities. Governmental activities financed by the County include general government, public safety, physical environment, transportation, economic environment, human services, culture and recreation and debt service. Business-type activities financed by user charges include water and sewer services, garbage collection/disposal and a nursing home.

Fund financial statements present financial information for governmental funds, proprietary funds, and fiduciary funds. Governmental fund financial statements provide information on the current assets and liabilities of the funds, changes in current financial resources (revenues and expenditures), and current available resources. The proprietary funds financial statements provide information on all assets and liabilities of the funds, changes in the economic resources (revenues and expenses), and total economic resources. The fiduciary fund statement provides information concerning assets held in trust by the County on behalf of others.

Fund financial statements include a *balance sheet* and a *statement of revenues, expenditures, and changes in fund balances – budget and actual* for all governmental funds. For the proprietary funds, which include internal service funds in addition to business-type activities, a *statement of net position*, a *statement of revenues, expenses, and changes in fund net position* and a *statement of cash flows* are presented. A *statement of fiduciary assets and liabilities* is presented for the County's agency funds. Fund financial statements provide more detailed information about the County's activities. Individual funds are established by the County to track revenues that are restricted to certain uses, comply with legal requirements, or account for the use of state and federal grants.

The government-wide financial statements and the fund financial statements provide different pictures of the County. The government-wide financial statements provide an overall picture of the County's financial standing, divided into governmental activities and business-type activities. These statements are comparable to private-sector companies and give a good understanding of the County's overall financial health and how the County paid for the various activities, or functions, provided by the County.

Assets of the County, including buildings, land, roads, bridges, and traffic signals are reported in the statement of net position. All liabilities, including principal outstanding on bonds and future employee benefits obligated but not paid by the County, are included. The statement of activities includes depreciation on all long-lived assets of the County, but transactions between the different functions of the County have been eliminated in order to avoid duplication of the revenues and expenses. The fund financial statements provide a picture of the major funds of the County and all non-major funds. In the

**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

case of governmental activities, outlays for long-lived assets are reported as expenditures; long-term liabilities, such as general obligation bonds, are not included in the fund financial statements. A reconciliation has been included to provide a link from the fund financial statements to the government-wide financial statements.

Notes to the financial statements provide additional detail concerning the financial activities and financial balances of the County. Additional information regarding the accounting practices of the County, investments of the County, capital assets, and long-term debt are some of the items included in the notes to the financial statements.

The statistical section has been prepared in accordance with Governmental Accounting Standards Board Statement No. 44. This section contains selected data regarding financial trends, revenue capacity, debt capacity, demographic and economic conditions, and operating indicators of the County.

The single audit compliance section lists the expenditures of federal awards and state financial assistance during the fiscal year and presents grant compliance information and auditor reports.

**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following schedule provides a summary of assets, liabilities, deferred inflows and outflows, and net position of the County for fiscal years 2015 and 2014:

**Net Position
September 30, 2015 and 2014
(in Millions)**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and Other Assets	\$ 402.7	\$ 398.7	\$ 267.9	\$ 255.5	\$ 670.6	\$ 654.2
Capital Assets	3,426.9	3,482.3	512.2	500.1	3,939.1	3,982.4
Total Assets	3,829.6	3,881.0	780.1	755.6	4,609.7	4,636.6
Deferred outflows of resources	59.2	2.3	3.1	1.0	62.3	3.3
Other Liabilities	52.5	54.6	10.5	13.3	63.0	67.9
Long-Term Liabilities	561.0	392.5	276.4	269.2	837.4	661.7
Total Liabilities	613.5	447.1	286.9	282.5	900.4	729.6
Deferred inflows of resources	65.9	2.0	2.8	0.4	68.7	2.4
Net Investment in Capital Assets	3,254.6	3,295.9	322.1	320.0	3,576.7	3,615.9
Restricted	118.3	153.4	16.7	18.7	135.0	172.1
Unrestricted	(163.4)	(15.1)	154.8	135.0	(8.6)	119.9
Total Net Position	\$ 3,209.5	\$ 3,434.2	\$ 493.6	\$ 473.7	\$ 3,703.1	\$ 3,907.9

Polk County's net investment in capital assets, such as land, roads, parks, buildings, machinery and equipment as a percentage of net position was 96.6 percent in 2015 and 92.5 percent in 2014. These asset values are presented less any outstanding debt related to the acquisition and including accumulated depreciation of those assets. The County uses capital assets to provide services to the citizens. Consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of related debt, the capital assets themselves cannot be used to liquidate that liability and, therefore, other resources will be needed to repay any associated debt.

The County's unrestricted net position decreased \$128.5 million and restricted net position decreased \$37.1 million in 2015. Unrestricted net position represents County resources that may be used for any purpose while restricted net position represents resources that are constrained to a particular purpose.

POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015

The schedule below provides a summary of the changes in net position for fiscal years 2015 and 2014.

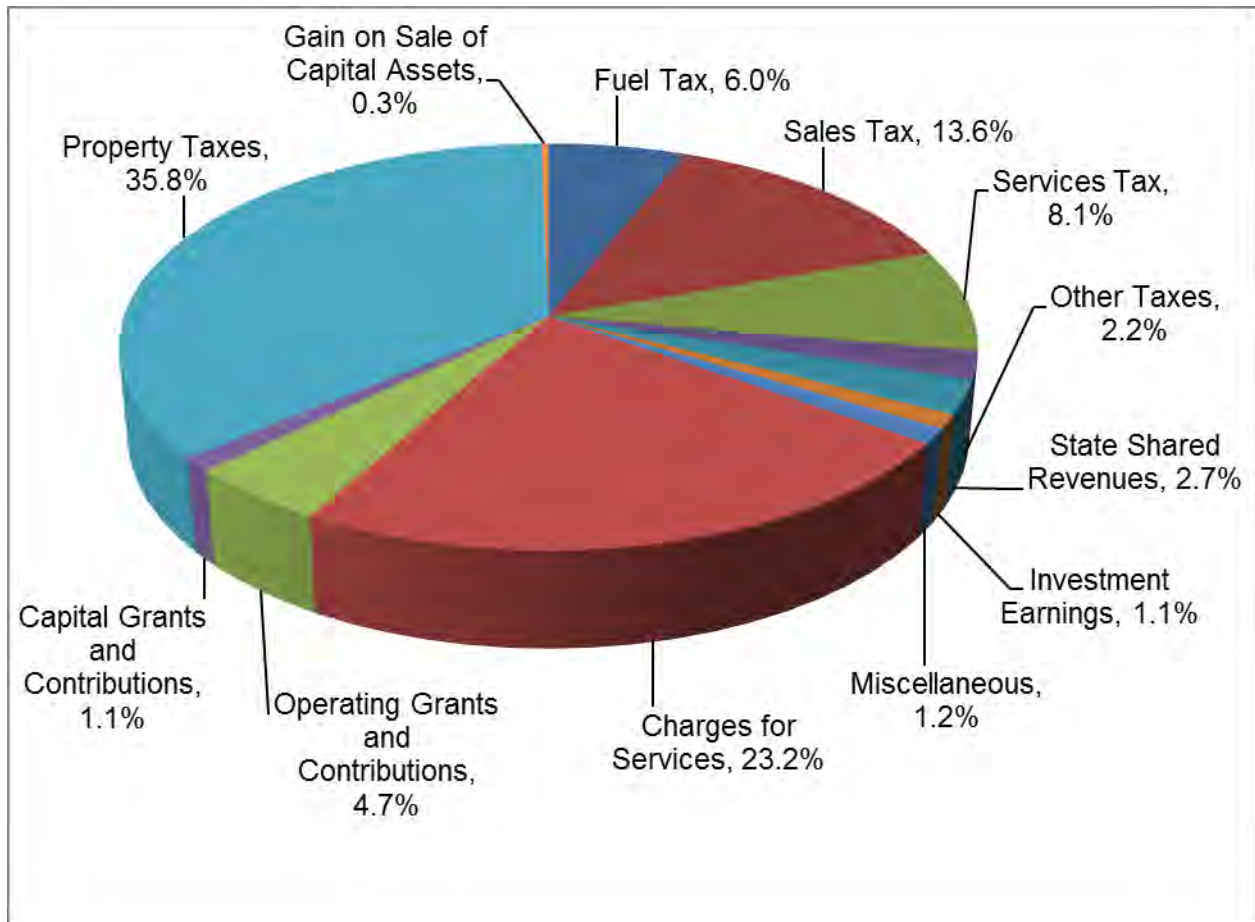
Change in Net Position
Years Ended September 30, 2015 and 2014
(in Millions)

	Governmental Activities		Business-Type Activities		Total Government	
	2015	2014	2015	2014	2015	2014
REVENUES						
Program Revenues:						
Charges for Services	\$ 118.3	\$ 109.4	\$ 107.1	\$ 98.5	\$ 225.4	\$ 207.9
Operating Grants and Contributions	23.8	28.6	0.6	1.4	24.4	30.0
Capital Grants and Contributions	5.7	9.9	4.3	0.8	10.0	10.7
General Revenues:						
Property Taxes	181.6	171.3	-	-	181.6	171.3
Fuel Tax	30.6	29.6	-	-	30.6	29.6
Sales Tax	69.2	65.3	-	-	69.2	65.3
Services Tax	41.1	40.6	-	-	41.1	40.6
Other Taxes	11.2	10.1	-	-	11.2	10.1
State Shared Revenues	13.5	12.4	-	-	13.5	12.4
Investment Earnings	5.4	5.3	3.8	3.2	9.2	8.5
Net Change in Fair Value of Investments	(0.9)	2.7	(0.8)	2.3	(1.7)	5.0
Gain on Sale of Capital Assets	1.3	0.8	-	-	1.3	0.8
Miscellaneous	6.0	7.8	3.5	3.9	9.5	11.7
Total Revenues	506.8	493.8	118.5	110.1	625.3	603.9
EXPENSES						
General Government	106.3	103.2	-	-	106.3	103.2
Public Safety	219.6	225.0	-	-	219.6	225.0
Physical Environment	8.8	7.2	-	-	8.8	7.2
Transportation	120.6	134.5	-	-	120.6	134.5
Economic Environment	21.0	16.5	-	-	21.0	16.5
Human Services	43.4	44.6	-	-	43.4	44.6
Culture/Recreation	15.9	16.0	-	-	15.9	16.0
Interest on Long-Term Debt	7.5	11.4	-	-	7.5	11.4
Other Debt Service	-	0.3	-	-	-	0.3
Water and Sewer	-	-	53.4	53.8	53.4	53.8
Garbage Collection/Disposal	-	-	30.1	29.5	30.1	29.5
Nursing Home	-	-	5.6	5.7	5.6	5.7
Total Expenses	543.1	558.7	89.1	89.0	632.2	647.7
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(36.3)	(64.9)	29.4	21.1	(6.9)	(43.8)
OTHER FINANCING SOURCES (USES)						
Transfers In/Transfers (Out)	0.6	0.6	(0.6)	(0.6)	-	-
CHANGE IN NET POSITION	(35.7)	(64.3)	28.8	20.5	(6.9)	(43.8)
Net Position - Beginning of Year	3,434.2	3,498.5	473.7	453.2	3,907.9	3,951.7
Restatement Due to GASB No. 68	(189.0)	-	(8.9)	-	(197.9)	-
Net Position - Beginning of Year, As Restated	3,245.2	3,498.5	464.8	453.2	3,710.0	3,951.7
NET POSITION - END OF YEAR	<u>\$ 3,209.5</u>	<u>\$ 3,434.2</u>	<u>\$ 493.6</u>	<u>\$ 473.7</u>	<u>\$ 3,703.1</u>	<u>\$ 3,907.9</u>

**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

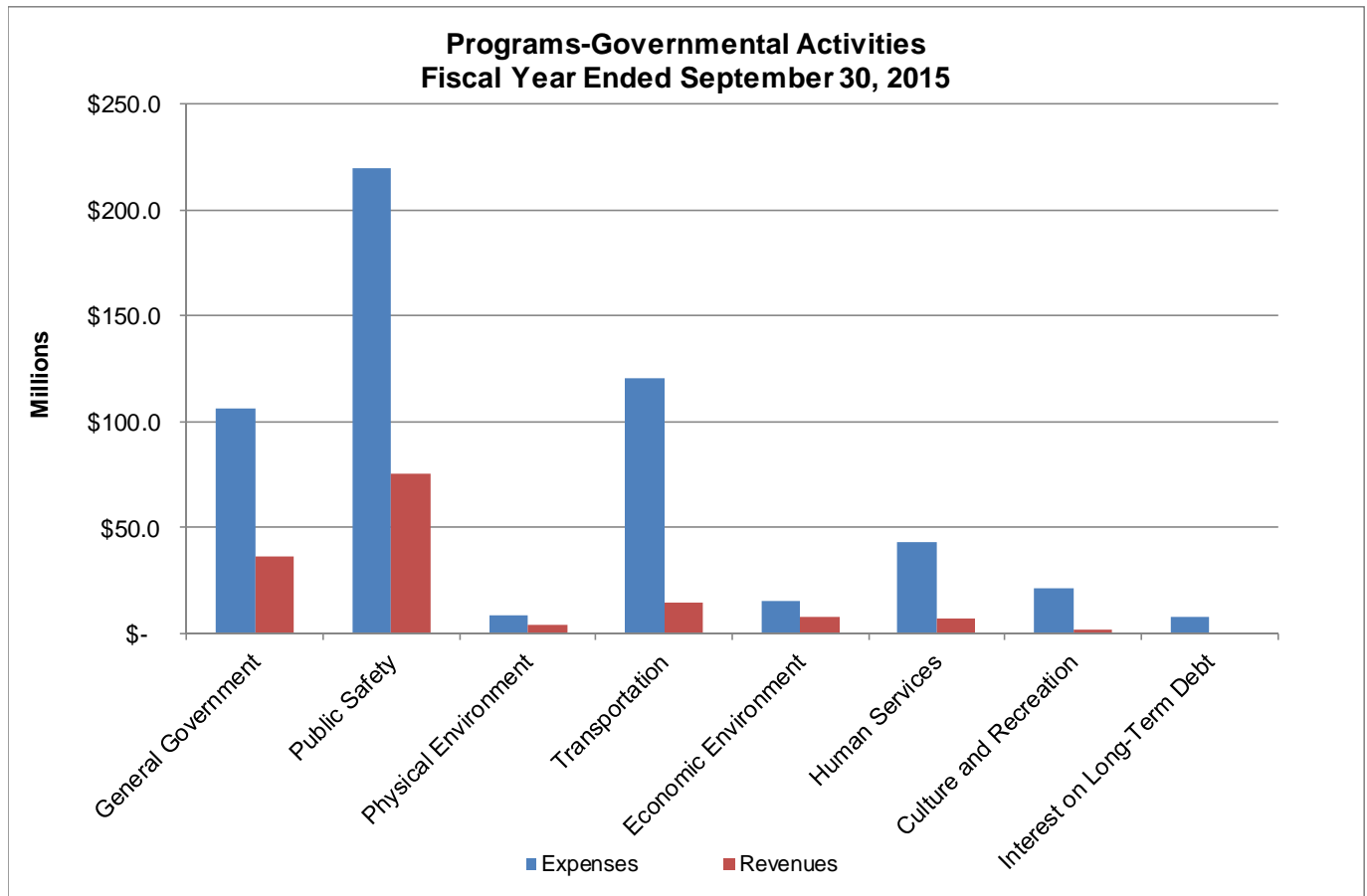
The following chart depicts revenues of the governmental activities for the fiscal year, excluding transfers and net change in fair market value of investments.

**Revenues-Governmental Activities
Fiscal Year Ended September 30, 2015**



**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

The following chart depicts governmental activities expenses compared to the program revenues which funded those activities for the fiscal year. The amounts not funded by program revenues were funded by general revenues (e.g., property taxes, etc.).



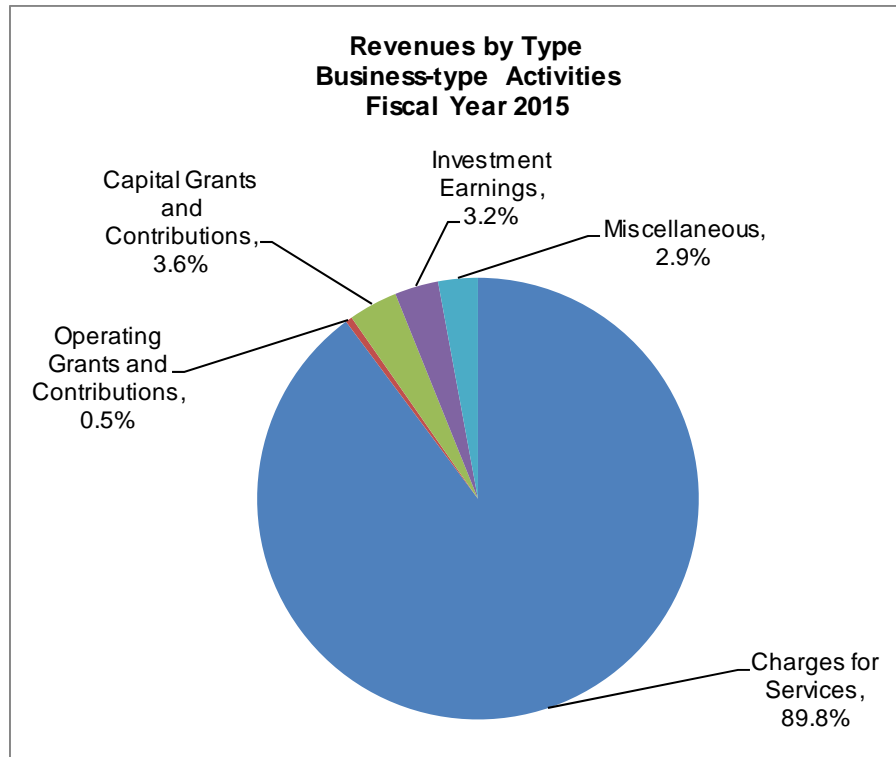
**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

Governmental activities. Governmental activities resulted in a \$35.7 million decrease in net position as the result of current fiscal year activities.

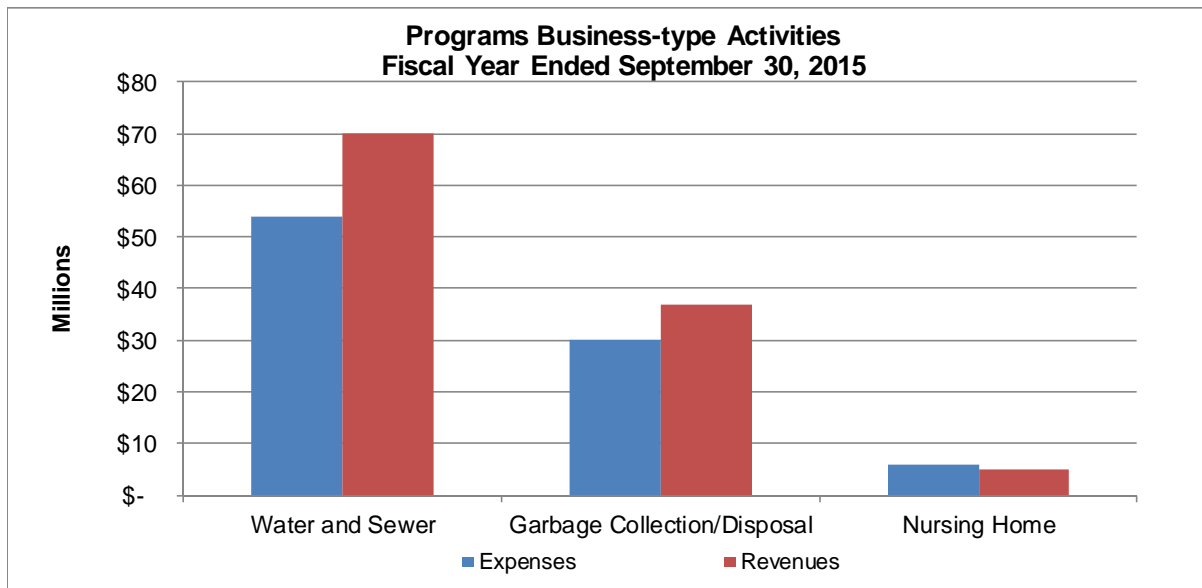
- Overall, revenues related to governmental activities increased \$13.0 million or 2.6 percent.
- An increase in property tax revenues of \$10.3 million or 6.0 percent relates to an increase in taxable values.
- Charges for services increased \$8.9 million or 8.1 percent due to increases in several areas, including public safety and physical environment.
- Operating grants and contributions decreased \$4.8 million or 16.8 percent while capital grants and contributions decreased \$4.2 million or 42.4 percent due to the fact that the County is administering fewer grants.
- Sales tax revenues increased \$3.9 million or 6.0 percent, an indication that the economy is improving.
- The net change in fair value of investments decreased \$3.6 million and investment earnings increased by \$0.1 million as a result of market conditions and portfolio composition.
- In total, expenses in governmental activities decreased \$15.6 million or 2.8 percent.
- An increase in expenses of \$4.5 million or 27.3 percent in economic environment is due to a new interlocal agreement with a municipality for a sports complex.
- Transportation expenses decreased by \$13.9 million or 10.3 percent. This decrease is attributable to a decrease in grants expenditures due to a reduction in the number of grants administered by the County as well as a reduction in road projects.

**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

The following chart depicts revenues of the business-type activities for the fiscal year, excluding transfers and net change in fair market value of investments.



The following chart depicts business-type activities expenses compared to revenues.



**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

Business-type activities. Business-type activities resulted in a \$19.9 million increase in net position for the fiscal year.

- Overall, revenues for business-type activities increased by \$8.3 million or 7.5 percent.
- Charges for services increased \$8.6 million or 8.7 percent due to an increase in water rates in the Utilities Fund, an increase in landfill volumes in the Waste and Recycling Fund, and an increase in number of patients in the Rohr-Nursing Home Fund.
- The net change in fair value of investments decreased \$3.1 million and investment earnings increased \$0.6 million as a result of market conditions and portfolio composition.
- In total, expenses in business-type activities increased \$0.1 million or 0.1 percent.

**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

FINANCIAL ANALYSIS OF FUNDS

Fund accounting is used to demonstrate and insure compliance with finance-related legal requirements.

Governmental Funds

Governmental funds provide information on near-term inflows, outflows, and balances of spendable resources. In assessing Polk County's financing requirements, unassigned fund balance is a particularly useful measure of net resources available for spending at the end of the fiscal year. The County's governmental fund types include the general, special revenue, debt service and capital project funds.

Polk County's governmental funds combined fund balance was \$291.0 million in 2015 as compared to \$289.8 million in 2014. These fund balances reflect an increase of \$1.3 million and \$8.1 million for 2015 and 2014, respectively.

**Major Fund Information
(in Millions)**

	<u>General</u>
<u>Fiscal Year 2015:</u>	
Revenues	\$ 286.9
Expenditures	(273.6)
Other Financing Sources (Uses)	(3.6)
Net Change in Fund Balances	<u>\$ 9.7</u>
 <u>Fiscal Year 2014:</u>	
Revenues	\$ 265.2
Expenditures	(271.6)
Other Financing Sources (Uses)	0.4
Net Change in Fund Balances	<u>\$ (6.0)</u>

General Fund

The County's General Fund is the main operating fund of the County. As of September 30, 2015, total assets were \$113.0 million and total liabilities were \$24.1 million. Revenues increased 8.2 percent and expenditures increased 0.7 percent from 2014 to 2015. These changes, when combined with other financing sources (uses) of \$3.6 million in 2015, resulted in an increase in fund balance to \$71.5 million as of September 30, 2015, compared to \$61.8 million in 2014.

**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

Proprietary Funds

Proprietary fund statements provide the same information as in the business-type activities column of the government-wide statements, but in greater detail, and on a fund basis for enterprise funds and internal service funds.

Enterprise Funds

At September 30, 2015, total net position amounted to \$495.0 million for enterprise funds as compared to \$474.9 at September 30, 2014, an increase of \$20.1 million.

Income from operations is the result of operational revenues less operational expenses. The Utilities Fund had operating income of \$22.0 million in 2015 compared to \$17.0 in 2014 due to an increase in operating revenue as a result of water rate increases of 5.0 percent.

Operating income for the Waste and Recycling Fund was \$7.9 million in 2015 and \$6.2 million in 2014. The increase in operating income is primarily the result of an increase in charges for services of \$2.3 million due to higher landfill volumes.

Operations of the Rohr Home Fund (nonmajor enterprise fund) resulted in an operating loss of \$0.2 million in 2015 compared to \$0.5 million in 2014 due to an increase in charges for services and a decrease in operating expenses.

Internal Service Funds

Internal service funds are designed to recover the costs of general services provided to the other fund groups. The Fleet Fund operations resulted in an operating loss for 2015 of \$0.8 million compared to operating income of \$1.5 million in fiscal year 2014 due to a reduction in charges for services. The Employee Health Insurance Fund operating income for 2015 was \$0.8 million compared to operating income of \$1.1 million in prior year due to an increase in operating expenses. The County continues to review insurance needs as well as cost containment. The Information Technology Fund had an operating loss of \$0.6 million in 2015 and \$0.7 million in 2014.

**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund budget to actual statement is presented in the Basic Financial Statements. Variances between original and final budget amounts are due to excess revenue and unspent appropriations. Revenues were budgeted at 95.0 percent of the anticipated amount as required by State Statute.

The actual net change in the fund balance of the General Fund compared to the final budget was a positive variance of \$27.0 million. General Fund revenues were \$11.8 million more than the final budget amounts. The most significant areas of revenue overages were in the areas of taxes and intergovernmental revenues. Furthermore, actual expenditures in the General Fund functional areas were \$16.8 million less than the final budget. Unspent appropriations represent 5.8 percent of the total expenditure budget.

CAPITAL ASSETS ACTIVITY

At year end, the County had \$3,939.2 million (net of accumulated depreciation) invested in a variety of capital assets, as reflected in the following schedule. The net decrease (additions, deletions, and depreciation/amortization) of \$43.2 million from the end of last year is primarily due to the retirement of assets.

**Capital Assets, Net Of Accumulated Depreciation/Amortization
(in Millions)**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land and Right-of-Way	\$ 932.1	\$ 930.0	\$ 14.4	\$ 13.9	\$ 946.5	\$ 943.9
Infrastructure	2,122.5	2,185.4	-	-	2,122.5	2,185.4
Building and Improvements	267.8	279.1	452.6	359.3	720.4	638.4
Equipment	58.1	59.7	2.8	1.5	60.9	61.2
Intangibles	4.6	5.9	5.1	6.4	9.7	12.3
Construction in Progress	41.9	22.2	37.3	119.0	79.2	141.2
Total	<u>\$ 3,427.0</u>	<u>\$ 3,482.3</u>	<u>\$ 512.2</u>	<u>\$ 500.1</u>	<u>\$ 3,939.2</u>	<u>\$ 3,982.4</u>

**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

DEBT MANAGEMENT

At September 30, 2015, the County had \$837.4 million in debt (bonds, notes, etc.) outstanding compared to \$661.7 million last year. For additional detail see Note 8 in the notes to the financial statements.

**Long-Term Liabilities
(in Millions)**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Bonds Payable	\$ 177.4	\$ 186.4	\$ 192.6	\$ 196.4	\$ 370.0	\$ 382.8
Interlocal Agreements	12.2	7.9	3.1	3.3	15.3	11.2
Accrued Liabilities	0.1	0.2	-	-	0.1	0.2
Contracts Payable	-	-	0.1	0.1	0.1	0.1
Closure and Long-Term Care	-	-	58.2	56.0	58.2	56.0
Compensated Absences	23.3	24.6	1.1	1.0	24.4	25.6
Net Pension Liability	166.2	-	8.3	-	174.5	-
Postemployment Benefits	164.2	155.8	11.8	11.1	176.0	166.9
Self-Insurance Liability	17.6	17.6	-	-	17.6	17.6
Other Long-Term Liabilities	-	-	1.2	1.3	1.2	1.3
Total	<u>\$ 561.0</u>	<u>\$ 392.5</u>	<u>\$ 276.4</u>	<u>\$ 269.2</u>	<u>\$ 837.4</u>	<u>\$ 661.7</u>

The primary increase in long-term liabilities is due to the \$174.5 million pension liability that is a result of the implementation of GASB 68 in 2015. Other postemployment benefits increased by \$9.1 million and interlocal agreements increased by \$4.1 million as the result of a new agreement between the County and a municipality for a sports complex. Bonds payable decreased \$12.8 million compared to the prior year due to principals payments on bonds. All of Polk County's bonded debt represents bonds secured solely by specified revenue sources.

**POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2015**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Polk County's average unemployment rate in 2015 was 6.2 percent compared to 7.3 percent in 2014. In contrast, the statewide and national annual averages for 2014 were 5.4 percent and 5.1 percent, respectively. However, more recently, Polk County's unemployment rate was 5.3 percent in December 2015. The State unemployment rate for December 2015 was 5.1 percent and the national rate was 5.0 percent.
- Countywide property values increased 6.40 percent as compared to 5.27 percent in 2015. However, even with this increase, property values and General Fund revenues are still significantly less than at the peak in 2007.
- The 2016 budget totals \$1.27 billion for all funds, which is approximately the same as the 2015 budget. The decline in General Fund revenues over the past several years has created challenges that are being addressed by the Board's development of a strategic business plan that will provide the framework to guide a long-term plan that will also assist with decision making in the future.
- Service needs in the County are increasing as a result of the growing population. Polk County's current median population estimate is 636,100 with forecasts suggesting the County will be home to an estimated 700,000 by 2020; 800,000 by 2030; and more than one million people by 2040.
- The County has been examining ways to address operating deficits in key services areas such as parks, transportation, and fire services which have been supplemented by General Fund revenues. In the 2016 budget, the fire services assessment was increased by \$27 for single family homes, with a similar increase for other structures, and .20 of the millage rate was reallocated to these areas from the environmental lands program. This reallocation will provide approximately \$5.1 million in additional revenue for these services.
- The 2016 budget continues to respond to the needs of the citizens. More information can be found by accessing the County's website at www.polk-county.net and selecting the "Budget" link under the "Your Government" tab.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Polk County's finances and was prepared by the Finance & Accounting Department of the Clerk of the Circuit Court and County Comptroller. Requests for additional information should be addressed to the above department at P.O. Box 988, Bartow, Florida, 33831, or by accessing the website at www.polkcountyclerk.net.

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BASIC FINANCIAL STATEMENTS

POLK COUNTY, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2015

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 360,633,786	\$ 176,564,013	\$ 537,197,799
Cash with Fiscal Agent	150,000	-	150,000
Restricted Cash and Investments	-	79,686,474	79,686,474
Accounts Receivable - Net	20,329,447	8,252,703	28,582,150
Interest Receivable	473,494	289,605	763,099
Due from Other Governments	16,724,375	1,166,215	17,890,590
Internal Balances	440,823	(440,823)	-
Inventory	582,300	2,295,812	2,878,112
Other Assets	3,379,613	95,378	3,474,991
Capital Assets Not Being Depreciated/Amortized	973,937,090	51,627,234	1,025,564,324
Capital Assets Net of Accumulated Depreciation/Amortization	<u>2,452,973,606</u>	<u>460,582,868</u>	<u>2,913,556,474</u>
Total Assets	<u>3,829,624,534</u>	<u>780,119,479</u>	<u>4,609,744,013</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts on Pension	54,148,608	2,297,280	56,445,888
Deferred Charges on Debt Refundings	<u>5,069,144</u>	<u>851,114</u>	<u>5,920,258</u>
Total Deferred Outflows of Resources	<u>59,217,752</u>	<u>3,148,394</u>	<u>62,366,146</u>

See accompanying Notes to Financial Statements.

POLK COUNTY, FLORIDA
STATEMENT OF NET POSITION (CONTINUED)
SEPTEMBER 30, 2015

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Vouchers Payable	\$ 19,195,039	\$ 4,943,026	\$ 24,138,065
Accrued Liabilities	15,077,121	475,809	15,552,930
Accrued Interest Payable	2,478,339	-	2,478,339
Customer Deposits and Other Liabilities Payable from Restricted Assets	-	4,845,835	4,845,835
Other Deposits	4,146,202	-	4,146,202
Due to Other Governments	3,635,776	243,622	3,879,398
Unearned Revenue	5,028,728	8,982	5,037,710
Claims Payable	2,913,000	-	2,913,000
Noncurrent Liabilities:			
Due within One Year	36,148,713	4,314,913	40,463,626
Due in More than One Year	524,877,852	272,063,241	796,941,093
Total Liabilities	<u>613,500,770</u>	<u>286,895,428</u>	<u>900,396,198</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts on Pension	63,733,321	2,455,841	66,189,162
Taxes Received in Advance	2,121,384	334,829	2,456,213
Total Deferred Inflows of Resources	<u>65,854,705</u>	<u>2,790,670</u>	<u>68,645,375</u>
NET POSITION			
Net Investment in Capital Assets	3,254,563,988	322,060,952	3,576,624,940
Restricted for:			
Court Fund and Records Modernization	3,961,117	-	3,961,117
Grants, Federal Elections	565,556	-	565,556
Public Safety	8,704,279	-	8,704,279
Physical Environment	3,512,650	-	3,512,650
Transportation	24,533,040	-	24,533,040
Economic Environment	9,435,419	-	9,435,419
Human Services	38,179,176	-	38,179,176
Culture and Recreation	12,977,832	-	12,977,832
Debt Service	9,874,172	4,636,000	14,510,172
Capital Projects	6,506,218	-	6,506,218
Landfill Closure and Long-Term Care	-	11,098,479	11,098,479
Renewal, Replacement & Improvements	-	1,000,000	1,000,000
Restricted for Other Purposes	39,196	-	39,196
Unrestricted	<u>(163,365,832)</u>	<u>154,786,344</u>	<u>(8,579,488)</u>
Total Net Position	<u>\$ 3,209,486,811</u>	<u>\$ 493,581,775</u>	<u>\$ 3,703,068,586</u>

See accompanying Notes to Financial Statements.

**POLK COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2015**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$ 106,269,143	\$ 36,236,245	\$ 145,153	\$ 1,949
Public Safety	219,642,284	73,064,996	2,667,419	-
Physical Environment	8,849,680	1,864,546	406,088	1,758,161
Transportation	120,607,902	4,401,814	7,009,492	3,384,593
Economic Environment	20,970,749	317,089	7,776,508	-
Human Services	43,438,103	1,843,022	5,355,953	-
Culture and Recreation	15,891,522	624,396	483,719	575,050
Debt Service:				
Interest on Long-Term Debt	7,512,970	-	-	-
Total Governmental Activities	543,182,353	118,352,108	23,844,332	5,719,753
Business-Type Activities:				
Water and Sewer	53,461,214	65,041,048	635,427	4,311,391
Garbage Collection/Disposal	30,053,873	36,590,939	-	-
Nursing Home	5,591,712	5,428,674	-	-
Total Business-Type Activities	89,106,799	107,060,661	635,427	4,311,391
Total Primary Government	<u>\$ 632,289,152</u>	<u>\$ 225,412,769</u>	<u>\$ 24,479,759</u>	<u>\$ 10,031,144</u>

GENERAL REVENUES

Taxes:

Property Taxes

Fuel Taxes

Sales Tax

Services Taxes

Other Taxes

State Shared Revenues, Unrestricted

Investment Earnings

Net Change in Fair Value of Investments

Gain on Sale of Capital Assets

Miscellaneous

TRANSFERS

Total General Revenues and Transfers

CHANGE IN NET POSITION

Net Position - Beginning (As Restated)

Net Position - Ending

See accompanying Notes to Financial Statements.

Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (69,885,796)	\$ -	\$ (69,885,796)
(143,909,869)	-	(143,909,869)
(4,820,885)	-	(4,820,885)
(105,812,003)	-	(105,812,003)
(12,877,152)	-	(12,877,152)
(36,239,128)	-	(36,239,128)
(14,208,357)	-	(14,208,357)
(7,512,970)	-	(7,512,970)
(395,266,160)	-	(395,266,160)
-	16,526,652	16,526,652
-	6,537,066	6,537,066
-	(163,038)	(163,038)
-	22,900,680	22,900,680
(395,266,160)	22,900,680	(372,365,480)
181,626,076	-	181,626,076
30,557,569	-	30,557,569
69,160,414	-	69,160,414
41,060,278	-	41,060,278
11,182,147	-	11,182,147
13,554,377	-	13,554,377
5,352,754	3,821,568	9,174,322
(858,747)	(759,805)	(1,618,552)
1,290,814	-	1,290,814
5,970,833	3,425,590	9,396,423
625,593	(625,593)	-
359,522,108	5,861,760	365,383,868
(35,744,052)	28,762,440	(6,981,612)
3,245,230,863	464,819,335	3,710,050,198
\$ 3,209,486,811	\$ 493,581,775	\$ 3,703,068,586

**POLK COUNTY, FLORIDA
GOVERNMENTAL FUNDS
BALANCE SHEET
SEPTEMBER 30, 2015**

	General	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Investments	\$ 85,289,167	\$ 231,893,219	\$ 317,182,386
Cash with Fiscal Agent	150,000	-	150,000
Accounts Receivable	19,953,525	218,106	20,171,631
Interest Receivable	179,591	248,254	427,845
Due from Other Governments	4,445,731	12,144,885	16,590,616
Due from Other Funds	480,952	-	480,952
Advances to Other Funds	1,474,835	10,752	1,485,587
Inventory, at Cost	219,925	-	219,925
Other Assets	835,116	92,697	927,813
Total Assets	<u>\$ 113,028,842</u>	<u>\$ 244,607,913</u>	<u>\$ 357,636,755</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
Liabilities:			
Vouchers Payable	\$ 9,990,129	\$ 7,540,435	\$ 17,530,564
Accrued Liabilities	10,088,252	4,683,373	14,771,625
Customer Deposits	1,548,139	2,598,063	4,146,202
Due to Other Governments	2,379,491	1,256,285	3,635,776
Due to Other Funds	-	882,713	882,713
Advances from Other Funds	10,752	2,076,596	2,087,348
Unearned Revenue	79,525	5,131,166	5,210,691
Total Liabilities	<u>24,096,288</u>	<u>24,168,631</u>	<u>48,264,919</u>
Deferred Inflows:			
Taxes Received in Advance	1,202,502	918,882	2,121,384
Unavailable Revenue	16,210,446	-	16,210,446
Total Deferred Inflows	<u>17,412,948</u>	<u>918,882</u>	<u>18,331,830</u>
Fund Balances:			
Nonspendable	2,529,876	92,697	2,622,573
Restricted	3,927,059	114,361,596	118,288,655
Committed	5,140,246	91,236,101	96,376,347
Assigned	19,542,951	15,324,433	34,867,384
Unassigned	40,379,474	(1,494,427)	38,885,047
Total Fund Balances	<u>71,519,606</u>	<u>219,520,400</u>	<u>291,040,006</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 113,028,842</u>	<u>\$ 244,607,913</u>	<u>\$ 357,636,755</u>

See accompanying Notes to Financial Statements.

**POLK COUNTY, FLORIDA
GOVERNMENTAL FUNDS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2015**

Total Fund Balances - Total Governmental Funds		\$ 291,040,006
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 funds:		
Nondepreciable Capital Assets	\$ 973,937,090	
Depreciable Capital Assets	<u>2,452,973,606</u>	3,426,910,696
Ambulance receivables and unavailable interest receivables are not financial resources in the current period and, therefore, are reported as deferred inflows.		
		16,638,290
Other long-term assets are not available to pay for current period expenditures and, therefore, are expensed in future periods. This item includes unamortized bond insurance.		
		692,970
Deferred charges on debt refundings		
		5,069,144
Long-term liabilities, including bonds payable, capital leases, and accrued compensated absences are not due and payable in the current period and, therefore, are not reported in the		
Bonds Payable, net of premiums (amortized as interest expense)	(177,415,852)	
Interlocal Agreements	(12,170,393)	
Other Postemployment Benefits Payable	(164,246,142)	
Long-term Accrued Liabilities	(100,000)	
Self-insurance Claims Payable	(17,620,000)	
Accrued Compensated Absences	<u>(23,319,176)</u>	(394,871,563)
Net pension liability and related deferred outflows and inflows		
		(175,739,715)
Accrued general long-term debt interest expenses are not financial uses and, therefore, are not reported in the funds.		
		(2,478,339)
Internal service funds are used by management to charge the costs of certain activities, such as employee health insurance, information technology support and fleet management to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position, net of amounts for capital assets, other post employment benefits payable, and accrued compensated absences which are listed above.		
Internal Service Net Position	64,560,704	
Internal Service Capital Assets	(27,939,914)	
Internal Service Other Postemployment Benefits Payable	3,596,246	
Internal Service Accrued Compensated Absences	<u>563,941</u>	40,780,977
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.		
		<u>1,444,345</u>
Net Position of Governmental Activities		<u><u>\$ 3,209,486,811</u></u>

See accompanying Notes to Financial Statements.

**POLK COUNTY, FLORIDA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED SEPTEMBER 30, 2015**

	General	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	\$ 182,592,017	\$ 108,495,865	\$ 291,087,882
Licenses and Permits	1,774,128	5,204,827	6,978,955
Intergovernmental	41,377,638	51,801,492	93,179,130
Charges for Services	51,584,991	6,816,453	58,401,444
Fines and Forfeitures	2,003,581	2,186,004	4,189,585
Special Assessments	130,642	33,665,487	33,796,129
Interest Income	1,319,310	3,535,849	4,855,159
Net Change in Fair Value of Investments	(207,435)	(651,312)	(858,747)
Miscellaneous Revenue	6,338,391	10,205,443	16,543,834
Total Revenues	<u>286,913,263</u>	<u>221,260,108</u>	<u>508,173,371</u>
EXPENDITURES			
Current:			
General Government	90,047,636	14,403,491	104,451,127
Public Safety	171,117,180	48,530,817	219,647,997
Physical Environment	5,541,525	3,271,465	8,812,990
Transportation	330,340	74,545,762	74,876,102
Economic Environment	1,567,482	13,922,538	15,490,020
Human Services	4,492,816	39,469,305	43,962,121
Culture and Recreation	502,509	14,693,311	15,195,820
Debt Service:			
Principal Retirement	-	9,597,734	9,597,734
Interest and Fiscal Charges	-	8,023,335	8,023,335
Capital Projects	-	7,698,275	7,698,275
Total Expenditures	<u>273,599,488</u>	<u>234,156,033</u>	<u>507,755,521</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	13,313,775	(12,895,925)	417,850
OTHER FINANCING SOURCES (USES)			
Transfers In	6,483,367	56,920,666	63,404,033
Transfers Out	(10,266,488)	(52,511,952)	(62,778,440)
Proceeds from the Sale of Capital Assets	231,625	-	231,625
Total Other Financing Sources (Uses)	<u>(3,551,496)</u>	<u>4,408,714</u>	<u>857,218</u>
NET CHANGE IN FUND BALANCES	9,762,279	(8,487,211)	1,275,068
Fund Balances - Beginning of Year	<u>61,757,327</u>	<u>228,007,611</u>	<u>289,764,938</u>
FUND BALANCES - END OF YEAR	<u>\$ 71,519,606</u>	<u>\$ 219,520,400</u>	<u>\$ 291,040,006</u>

See accompanying Notes to Financial Statements.

**POLK COUNTY, FLORIDA
GOVERNMENTAL FUNDS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2015**

Net Change in Fund Balances - Total Governmental Funds	\$	1,275,068
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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 allocated over their estimated useful lives as depreciation/amortization expense. This is the amount by which depreciation expense is more than capital outlay in the current period.

Reduction in Capital Expenditures (excluding internal service)	\$ 43,533,893		
Net Book Value of Disposed Capital Assets (excluding internal service)	(1,477,418)		
Depreciation Expense (excluding internal service)	(96,197,435)		
			(54,140,960)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Addition of Interlocal Agreement	(5,500,000)		
Amortization of Bond Premium/Discount	638,270		
Principal Payments - Bond Refunding	2,010,000		
Principal Payments - Bonds Payable	6,345,000		
Principal Payments - Interlocal Agreements	1,242,734		
			4,736,004

Some expenses, such as expenses related to accrued compensated absences, accrued interest expense, self-insurance liabilities, postemployment healthcare benefits obligations, and other accrued liabilities are reported in the statement of activities and do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	1,228,617		
Other Liabilities	100,000		
Self-Insurance	(50,000)		
Interest Expense	250,520		
Net Pension Liability	13,274,235		
Other Postemployment Benefits	(8,253,255)		
			6,550,117

Governmental funds record unavailable ambulance receivables, other assets and unavailable accrued interest receivable as deferred inflows. However, on the government-wide financial statements these are recorded as revenue.

4,721,687

Internal service funds are used by management to charge the costs of insurance, information technology support and fleet management to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.

1,114,032

Change in Net Position of Governmental Activities	\$	(35,744,052)
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See accompanying Notes to Financial Statements.

**POLK COUNTY, FLORIDA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 177,311,891	\$ 177,311,891	\$ 182,592,017	\$ 5,280,126
Licenses and Permits	1,730,850	1,730,850	1,774,128	43,278
Intergovernmental	37,084,850	37,084,850	41,377,638	4,292,788
Charges for Services	39,802,149	50,649,389	51,584,991	935,602
Fines and Forfeitures	1,258,164	1,738,022	2,003,581	265,559
Special Assessments	108,122	108,122	130,642	22,520
Interest Income	1,141,074	1,141,074	1,319,310	178,236
Net Change in Fair Value of Investments	-	-	(207,435)	(207,435)
Miscellaneous Revenue	4,222,124	5,373,618	6,338,391	964,773
Total Revenues	262,659,224	275,137,816	286,913,263	11,775,447
EXPENDITURES				
Current:				
General Government	94,492,768	96,013,495	90,047,636	5,965,859
Public Safety	165,016,205	178,500,635	171,117,180	7,383,455
Physical Environment	6,557,741	6,555,601	5,541,525	1,014,076
Transportation	626,369	626,369	330,340	296,029
Economic Environment	1,944,935	2,009,935	1,567,482	442,453
Human Services	5,970,256	5,970,256	4,492,816	1,477,440
Culture and Recreation	748,140	747,565	502,509	245,056
Total Expenditures	275,356,414	290,423,856	273,599,488	16,824,368
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(12,697,190)	(15,286,040)	13,313,775	28,599,815
OTHER FINANCING SOURCES (USES)				
Transfers In	8,741,395	8,901,327	6,483,367	(2,417,960)
Transfers Out	(11,069,891)	(11,070,466)	(10,266,488)	803,978
Proceeds from the Sale of Capital Assets	-	180,348	231,625	51,277
Total Other Financing Sources (Uses)	(2,328,496)	(1,988,791)	(3,551,496)	(1,562,705)
NET CHANGE IN FUND BALANCE	(15,025,686)	(17,274,831)	9,762,279	27,037,110
Fund Balance - Beginning of Year	61,757,327	61,757,327	61,757,327	-
FUND BALANCE - END OF YEAR	\$ 46,731,641	\$ 44,482,496	\$ 71,519,606	\$ 27,037,110

See accompanying Notes to Financial Statements.

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**POLK COUNTY, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF FUND NET POSITION
SEPTEMBER 30, 2015**

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Utilities	Waste and Recycling	Rohr Nursing Home (Nonmajor Fund)	Total	
ASSETS AND DEFERRED OUTFLOWS					
CURRENT ASSETS					
Cash and Investments	\$ 74,919,814	\$ 101,321,312	\$ 322,887	\$ 176,564,013	\$ 43,464,776
Restricted Cash and Investments	4,596,050	249,785	-	4,845,835	-
Accounts Receivable	12,719,162	1,305,877	268,544	14,293,583	157,816
Allowance for Uncollectible Accounts	(4,992,062)	(140,000)	(908,818)	(6,040,880)	-
Interest Receivable	98,507	113,661	354	212,522	45,649
Due from Other Funds	-	401,761	-	401,761	-
Due from Other Governments	-	-	1,166,215	1,166,215	133,759
Inventory, at Cost	2,295,812	-	-	2,295,812	362,375
Other Assets	95,378	-	-	95,378	1,758,830
Total Current Assets	89,732,661	103,252,396	849,182	193,834,239	45,923,205
NONCURRENT ASSETS					
Restricted Cash and Investments	5,636,000	69,204,639	-	74,840,639	-
Restricted Interest Receivable	-	77,083	-	77,083	-
Advances to Other Funds	-	601,761	-	601,761	-
Capital Assets:					
Land, including Land under a Capital Lease and Improvements	9,148,675	5,158,301	56,410	14,363,386	-
Buildings, Utility Plants and Improvements	554,415,632	66,596,374	4,080,612	625,092,618	5,981,603
Equipment, including Equipment under Capital Leases	2,113,776	3,328,067	276,478	5,718,321	80,145,785
Infrastructure	-	82,833	-	82,833	-
Intangible Assets	7,831,777	-	-	7,831,777	6,386,333
Construction in Progress	31,132,336	6,131,512	-	37,263,848	-
Less: Accumulated Depreciation/Amortization	(121,286,546)	(55,893,934)	(962,201)	(178,142,681)	(64,573,807)
Total Capital Assets (Net of Accumulated Depreciation/Amortization)	483,355,650	25,403,153	3,451,299	512,210,102	27,939,914
Total Noncurrent Assets	488,991,650	95,286,636	3,451,299	587,729,585	27,939,914
Total Assets	578,724,311	198,539,032	4,300,481	781,563,824	73,863,119
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Amounts on Pension	1,592,900	363,548	340,832	2,297,280	-
Deferred Charges on Debt Refundings	851,114	-	-	851,114	-
Total Deferred Outflows of Resources	\$ 2,444,014	\$ 363,548	\$ 340,832	\$ 3,148,394	\$ -

See accompanying Notes to Financial Statements.

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Utilities	Waste and Recycling	Rohr Nursing Home (Nonmajor Fund)	Total	
LIABILITIES AND DEFERRED INFLOWS					
CURRENT LIABILITIES, Payable from					
Current Assets					
Vouchers Payable	\$ 2,098,183	\$ 2,692,914	\$ 151,929	\$ 4,943,026	\$ 1,677,850
Accrued Liabilities	287,353	95,727	92,729	475,809	305,496
Due to Other Governments	243,622	-	-	243,622	-
Unearned Revenue	8,982	-	-	8,982	245,882
Accrued Compensated Absences, Current Portion	65,475	25,666	-	91,141	41,609
Interlocal Agreement, Current Portion	201,217	-	-	201,217	-
Revenue Bonds Payable, Current Portion	4,022,555	-	-	4,022,555	-
Claims Payable	-	-	-	-	2,913,000
Total Current Liabilities, Payable from Current Assets	6,927,387	2,814,307	244,658	9,986,352	5,183,837
CURRENT LIABILITIES, Payable from					
Restricted Assets					
Vouchers Payable	-	5,757	-	5,757	-
Accrued Liabilities	-	4,947	-	4,947	-
Customer Deposits	4,596,050	239,081	-	4,835,131	-
Total Current Liabilities, Payable from Restricted Assets	4,596,050	249,785	-	4,845,835	-
Total Current Liabilities	11,523,437	3,064,092	244,658	14,832,187	5,183,837
NONCURRENT LIABILITIES					
Accrued Compensated Absences	614,075	240,726	109,269	964,070	522,332
Closure and Long-Term Care	-	58,183,243	-	58,183,243	-
Contracts Payable	71,842	-	-	71,842	-
Interlocal Agreement, Net of Current Portion	2,903,556	-	-	2,903,556	-
Revenue Bonds Payable (Net of Unamortized Premiums)	188,538,160	-	-	188,538,160	-
Other Postemployment Benefits	7,514,139	1,797,873	2,452,921	11,764,933	3,596,246
Net Pension Liability	5,747,123	1,329,605	1,260,254	8,336,982	-
Other Noncurrent Liabilities	1,300,455	-	-	1,300,455	-
Total Noncurrent Liabilities	206,689,350	61,551,447	3,822,444	272,063,241	4,118,578
Total Liabilities	218,212,787	64,615,539	4,067,102	286,895,428	9,302,415
DEFERRED INFLOWS OF RESOURCES					
Deferred Amounts on Pension	1,709,324	386,841	359,676	2,455,841	-
Taxes Received In Advance	343	334,486	-	334,829	-
Total Deferred Inflows of Resources	1,709,667	721,327	359,676	2,790,670	-
NET POSITION					
Net Investment in Capital Assets	293,206,500	25,403,153	3,451,299	322,060,952	27,939,914
Restricted for:					
Revenue Bonds Debt Service	4,636,000	-	-	4,636,000	-
Renewal, Replacement and Improvements	1,000,000	-	-	1,000,000	-
Landfill Closure and Long-Term Care Costs	-	11,098,479	-	11,098,479	-
Unrestricted (Deficit)	62,403,371	97,064,082	(3,236,764)	156,230,689	36,620,790
Total Net Position	\$ 361,245,871	\$ 133,565,714	\$ 214,535	495,026,120	\$ 64,560,704
Adjustment to Reflect Consolidation of Internal Service Fund Activities Related to Enterprise Funds (Cumulative)				(1,444,345)	
Net Position of Business-Type Activities				\$ 493,581,775	

**POLK COUNTY, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
YEAR ENDED SEPTEMBER 30, 2015**

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
			Rohr Nursing Home (Nonmajor Fund)		
	Utilities	Waste and Recycling		Total	
OPERATING REVENUES					
Charges for Services	\$ 65,041,048	\$ 36,590,939	\$ 5,428,674	\$ 107,060,661	\$ 65,228,057
Other Revenue	2,331,195	1,094,395	-	3,425,590	585,091
Total Operating Revenues	67,372,243	37,685,334	5,428,674	110,486,251	65,813,148
OPERATING EXPENSES					
Personal Services	11,562,051	2,642,673	2,621,268	16,825,992	7,662,430
Operations and Maintenance	19,592,476	18,876,196	2,406,112	40,874,784	9,993,552
Indirect	1,814,091	780,422	463,095	3,057,608	-
Depreciation/Amortization	12,441,280	4,670,399	125,464	17,237,143	6,896,618
Closure and Long-Term Care	-	2,163,862	-	2,163,862	-
Health Care Program	-	-	-	-	41,895,085
Other	-	653,361	4,570	657,931	-
Total Operating Expenses	45,409,898	29,786,913	5,620,509	80,817,320	66,447,685
OPERATING INCOME (LOSS)	21,962,345	7,898,421	(191,835)	29,668,931	(634,537)
NONOPERATING REVENUES (EXPENSES)					
Grant Revenue	635,427	-	-	635,427	-
Interest Income	1,291,836	2,524,880	4,852	3,821,568	631,872
Net Change in Fair Value of Investments	(258,441)	(500,434)	(930)	(759,805)	(124,035)
Interest Expense	(7,573,435)	-	-	(7,573,435)	-
Gain (Loss) on Disposition of Equipment	(268,004)	(229,449)	-	(497,453)	1,044,496
Total Nonoperating Revenues (Expenses), Net	(6,172,617)	1,794,997	3,922	(4,373,698)	1,552,333
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	15,789,728	9,693,418	(187,913)	25,295,233	917,796
CONTRIBUTIONS AND TRANSFERS					
Capital Contributions	4,311,391	-	-	4,311,391	35,693
Transfer of Capital Assets - Governmental Funds	(2,293)	(4,189)	28,797	22,315	(80,363)
Transfers In	3,428	30,968	-	34,396	-
Transfers Out	-	(659,989)	-	(659,989)	-
Total Contributions and Transfers	4,312,526	(633,210)	28,797	3,708,113	(44,670)
CHANGE IN NET POSITION	20,102,254	9,060,208	(159,116)	29,003,346	873,126
Total Net Position - Beginning of Year, As Restated	341,143,617	124,505,506	373,651		63,687,578
TOTAL NET POSITION - END OF YEAR	<u>\$ 361,245,871</u>	<u>\$ 133,565,714</u>	<u>\$ 214,535</u>		<u>\$ 64,560,704</u>
Adjustments to Reflect Consolidation of Internal Service Fund Activities Related to Enterprise Funds:					
Current Year Adjustment				(240,906)	
Change in Net Position of Business-Type Activities				<u>\$ 28,762,440</u>	

See accompanying Notes to Financial Statements.

**POLK COUNTY, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2015**

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Utilities	Waste and Recycling	Rohr Nursing Home (Nonmajor Fund)	Total	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customers	\$ 64,895,400	\$ 36,853,694	\$ 5,923,103	\$ 107,672,197	\$ 2,093,528
Cash Received from Internal Services	-	-	-	-	63,090,974
Cash Paid to Suppliers for Goods and Services	(24,595,834)	(21,719,991)	(3,174,158)	(49,489,983)	(53,211,166)
Cash Paid to Employees for Services	(11,115,674)	(1,473,360)	(2,497,735)	(15,086,769)	(7,471,758)
Cash Received from Other Sources	2,144,283	1,094,395	-	3,238,678	585,091
Net Cash from Operating Activities	31,328,175	14,754,738	251,210	46,334,123	5,086,669
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Grants Received	635,427	-	-	635,427	-
Advances From Other Funds	-	401,761	-	401,761	-
Advances To Other Funds	-	(200,000)	-	(200,000)	-
Transfers	3,428	(629,021)	-	(625,593)	-
Net Cash from Noncapital Financing Activities	638,855	(427,260)	-	211,595	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and Construction of Capital Assets	(22,151,348)	(2,395,320)	(958,582)	(25,505,250)	(5,743,299)
Principal Paid on Bonds, Capital Leases, and Contracts	(3,376,217)	-	-	(3,376,217)	-
Interest Paid on Bonds, Capital Leases, and Interfund Loans	(7,573,435)	-	-	(7,573,435)	-
Proceeds on Sales of Capital Assets	19,874	-	-	19,874	1,117,053
Net Cash from Capital and Related Financing Activities	(33,081,126)	(2,395,320)	(958,582)	(36,435,028)	(4,626,246)
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from Sale of Investments	67,454,347	125,675,741	720,732	193,850,820	32,376,584
Purchases of Investments	(80,468,844)	(161,163,894)	(332,411)	(241,965,149)	(39,667,703)
Interest and Dividends on Investments	818,324	2,567,216	6,041	3,391,581	646,203
Net Cash from Investing Activities	(12,196,173)	(32,920,937)	394,362	(44,722,748)	(6,644,916)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(13,310,269)	(20,988,779)	(313,010)	(34,612,058)	(6,184,493)
Cash and Cash Equivalents - Beginning of Year	32,137,568	58,981,304	384,391	91,503,263	16,954,191
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 18,827,299</u>	<u>\$ 37,992,525</u>	<u>\$ 71,381</u>	<u>\$ 56,891,205</u>	<u>\$ 10,769,698</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Transfer of Capital Assets - Governmental Funds	\$ (2,293)	\$ (4,189)	\$ 28,797	\$ 22,315	\$ (80,363)
Contribution of Capital Assets	\$ 4,311,391	\$ -	\$ -	\$ 4,311,391	\$ 35,693
RECONCILIATION OF ENTERPRISE FUND CASH TO POOLED CASH AND INVESTMENTS					
Enterprise Fund Pooled Cash and Cash Equivalents	\$ 18,827,299	\$ 37,992,525	\$ 71,381	\$ 56,891,205	\$ 10,769,698
Enterprise Fund Pooled Investments	66,324,565	132,783,211	251,506	199,359,282	32,695,078
Total Cash and Investments	<u>\$ 85,151,864</u>	<u>\$ 170,775,736</u>	<u>\$ 322,887</u>	<u>\$ 256,250,487</u>	<u>\$ 43,464,776</u>
RECONCILIATION OF ENTERPRISE FUND CASH AND INVESTMENTS TO COMBINING STATEMENT OF NET POSITION CASH AND INVESTMENTS					
Cash, Cash Equivalents and Investments	\$ 74,919,814	\$ 101,321,312	\$ 322,887	\$ 176,564,013	\$ 43,464,776
Cash, Cash Equivalents and Investments, Restricted for Current Liabilities	4,596,050	249,785	-	4,845,835	-
Cash, Cash Equivalents and Investments, Restricted for Noncurrent Liabilities	5,636,000	69,204,639	-	74,840,639	-
Total Cash and Investments	<u>\$ 85,151,864</u>	<u>\$ 170,775,736</u>	<u>\$ 322,887</u>	<u>\$ 256,250,487</u>	<u>\$ 43,464,776</u>

See accompanying Notes to Financial Statements.

**POLK COUNTY, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015**

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Utilities	Waste and Recycling	Rohr Nursing Home (Nonmajor Fund)	Total	
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES					
Operating Income (Loss)	\$ 21,962,345	\$ 7,898,421	\$ (191,835)	\$ 29,668,931	\$ (634,537)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation/Amortization	12,441,280	4,670,399	125,464	17,237,143	6,896,618
(Increase) Decrease in:					
Accounts Receivable	(1,502,164)	(108,447)	(44,663)	(1,655,274)	70,995
Allowance for Doubtful Accounts	1,058,705	-	309,520	1,368,225	-
Due from Other Governments	-	-	229,572	229,572	(133,759)
Other Assets	9,422	-	-	9,422	(1,756,728)
Inventory	(201,884)	-	-	(201,884)	214,378
Increase (Decrease) in:					
Vouchers Payable	(1,359,179)	775,255	(300,381)	(884,305)	547,597
Accrued Liabilities	66,138	(1,169,904)	7,501	(1,096,265)	54,020
Accrued Compensated Absences	(59,852)	74,695	2,811	17,654	(52,811)
Closure and Long-Term Care	-	2,163,862	-	2,163,862	-
Customer Deposits	288,930	4,200	-	293,130	-
Unearned Revenue	-	-	-	-	19,209
Claims Payable	-	-	-	-	(360,000)
Postemployment Benefits	440,091	79,255	113,221	632,567	221,687
Due to Other Governments	(1,824,538)	-	-	(1,824,538)	-
Unearned Revenue	8,982	-	-	8,982	-
Taxes Received In Advance	(101)	367,002	-	366,901	-
Total Adjustments	<u>9,365,830</u>	<u>6,856,317</u>	<u>443,045</u>	<u>16,665,192</u>	<u>5,721,206</u>
Net Cash from Operating Activities	<u>\$ 31,328,175</u>	<u>\$ 14,754,738</u>	<u>\$ 251,210</u>	<u>\$ 46,334,123</u>	<u>\$ 5,086,669</u>

See accompanying Notes to Financial Statements.

**POLK COUNTY, FLORIDA
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2015**

ASSETS

Cash and Cash Equivalents	\$ 17,639,682
Due from Other Governments	<u>507</u>
Total Assets	<u><u>\$ 17,640,189</u></u>

LIABILITIES

Due to Other Governments	\$ 4,481,098
Due to Others	6,221,028
Deposits	<u>6,938,063</u>
Total Liabilities	<u><u>\$ 17,640,189</u></u>

See accompanying Notes to Financial Statements.

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POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

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

The legislative and governing body of the County is the five-member Board of County Commissioners (Board). Each County Commissioner is elected on a county-wide basis for a four year term of office and each County Commissioner is a resident of their Commission District. Polk County became a Home Rule Charter County on January 1, 1999, with an appointed County Manager, and with separate legislative and executive functions. The County Manager is the head of the administrative branch of county government and is responsible to the Board of County Commissioners for the proper administration of all affairs of the County, except for those powers, duties and functions residing, as specified by law, with the elected constitutional officers.

There are six offices elected countywide which are as follows: Board of County Commissioners, Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector.

The Board of County Commissioners and all Constitutional Officers maintain their accounts in accordance with the uniform classification of accounts required by Section 218.33, Florida Statutes. Pursuant to Section 125.17, Florida Statutes, the Clerk of the Courts of the County is designated as clerk, auditor and accountant for the Board.

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. The County is financially responsible if it appoints a voting majority of the organization's governing body and (a) is able to impose its will on that organization or (b) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County. The County may be financially accountable if an organization is fiscally dependent on the County regardless of whether the organization has (a) a separately elected governing board, (b) a governing board appointed by a higher level of government, or (c) a jointly appointed board. If a component unit is, in substance, part of the government's operations, it should be reported as a blended component unit. Otherwise, a component unit should be discretely presented. For the year ended September 30, 2015, the County had no discretely presented component units.

Blended Component Units

The North Ridge, Harden/Parkway, Polk Commerce Centre, and Eloise Community Redevelopment Agencies (CRAs), were created pursuant to Chapter 163.360 of the Florida Statutes and by County Ordinances 02-29, 04-11, 92-40, and 98-50, respectively. The CRAs provide for the rehabilitation and/or conservation of the communities in the interest of the public health, safety, morals or welfare of the residents in these unincorporated areas of Polk County. The financial information for these component units is included with the financial information of the primary government in the government-wide statements since the Board of County Commissioners serves as the governing body of these CRAs and approves the annual budgets. The North Ridge, Harden/Parkway, Polk Commerce Centre, and Eloise CRAs are operated as special revenue funds of Polk County.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Blended Component Units (Continued)

The reasons for presenting the CRAs as a blended unit are: the CRAs are required to have separately issued financial statements, the CRA's governing body is substantively the same as the governing body of the Board of County Commissioners, and there is a financial burden between the County and the CRAs.

Measurement Focus and Basis of Accounting

The basic financial statements of the County are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

Government-Wide Financial Statements

The government-wide financial statements consist of a statement of net position and a statement of activities. These statements report all of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, revenues, expenses, gains and losses on all of the nonfiduciary activities of the County, providing a consolidated financial picture of the government as a whole. The effect of interfund activity has been removed from these statements.

Each statement distinguishes between activities that are supported primarily by taxes and intergovernmental revenues (governmental activities) and activities that are intended to recover all or most of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, physical environment, transportation, economic environment, human services, and culture and recreation. The business-type activities of the County include the Utilities Fund, Waste and Recycling Fund, and the Rohr Nursing Home Fund.

The statement of net position reports all financial and capital resources and obligations of the County as a whole. The effects of fiduciary funds are not included as a part of this statement. The difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as net position. The statement of activities presents information showing how the County's net position changed during the fiscal year. Further, this statement demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues.

Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, deferred outflows, liabilities and deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflows, liabilities and deferred inflows resulting from nonexchange transactions are recognized in accordance with the requirements of the Government Accounting Standards Board (GASB) Statement No. 33 – *Accounting and Financial Reporting for Nonexchange Transactions*.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide Financial Statements (Continued)

Program revenues are derived directly from the program itself or from parties outside the reporting government's taxpayers or citizenry, as a whole; they reduce the cost of the function to be financed from the government's general revenues. Program revenues include charges for services, program specific operating grants and contributions, and program specific capital grants and contributions. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as other financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as an expenditure.

As a general rule, the effects of intrafund transfers among governmental funds and enterprise funds, respectively, have been eliminated from the government-wide financial statements. However, certain interfund services, accounted for in the internal service funds, have not been eliminated from the government-wide financial statements. The County eliminates the indirect costs between governmental activities to avoid a "doubling up" effect.

Fund Financial Statements

The underlying accounting system of the County is organized and operated on the basis of separate funds, each of which is considered to be 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, liabilities, deferred inflows, fund balance, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Fund financial statements, for the primary government's, governmental, proprietary, and fiduciary funds are presented after the government-wide financial statements. These statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds. The fiduciary statement includes financial information for the agency fund. The agency fund of the County primarily represents assets held by the County in a custodial capacity for other individuals or governments.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Funds

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Property taxes, intergovernmental revenues and interest earned associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the County.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of "available spendable resources". Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Non-current portions of long-term receivables due to governmental funds are reported on their balance sheets in spite of their spending measurement focus.

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as other financing sources rather than as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Proprietary Funds

Proprietary funds focus on the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. The proprietary fund category includes enterprise and internal service funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. Activities are required to be reported as enterprise funds if any one of the following criteria is met: (a) the activity is financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity; (b) laws or regulations require that the activity's costs of providing services, including capital costs be recovered with fees and charges, rather than with taxes or similar revenues; or (c) the pricing policies of the activity establish fees and charges designated to recover its costs, including capital costs.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Funds (Continued)

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

Amounts paid to acquire capital assets are capitalized as assets in the fund financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as a liability in the fund financial statements, rather than as other financing sources. Amounts paid to reduce long-term indebtedness are reported as a reduction of the related liabilities, rather than as an expense.

Basis of Presentation

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category and the governmental and enterprise combined) for the determination of major funds. The County has used GASB Statement No. 34 minimum criteria for major fund determination. The non-major funds are combined in a column in the fund financial statements and detailed in the combining section.

Governmental Major Funds

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

Business-Type Major Funds

Utilities Fund – This fund accounts for all activities necessary to provide water and sewer services to residents in certain unincorporated areas of the County.

Waste and Recycling Fund – This fund accounts for all activities necessary to provide garbage collection and disposal services to the residents and businesses of the County.

Other Fund Types (Non-major)

Internal Service Funds – Internal Service Funds account for Fleet Management, Information Technology, and Employee Health Insurance services provided to other departments of the County on a cost reimbursement basis.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Other Fund Types (Continued)

Agency Fund – The Agency Fund accounts for all assets held by the County in its capacity as custodian or agent for individuals, other governmental units, and non-public organizations. The Agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations. A description of each agency fund can be found on page G-56.

Non-current Governmental Assets/Liabilities

GASB Statement No. 34 requires non-current governmental assets, such as land and buildings, and non-current governmental liabilities, such as general obligation bonds and capital leases, to be reported in the governmental activities column in the government-wide statement of net position.

Pooled Cash and Investments

All funds participate in the pooled cash and investments program for the purpose of maximizing investment yields. The earnings of the pool are allocated on a monthly basis to individual funds based upon their average monthly balance in the pool.

In accordance with GASB Statement No. 9, each fund's equity in the County's pool is considered to be a cash equivalent since the funds can deposit or effectively withdraw cash at any time without prior notice or penalty.

Pooled cash of the County determined to be available in excess of immediate needs is placed in investments in accordance with the Polk County Investment Policy as amended December 16, 2014, under the guidelines of Section 218.415, Florida Statutes. Investments are comprised of Local Government Surplus Fund Trust Fund, U.S Federal Agencies Full Faith & Credit, Collateralized Mortgage Obligations, Mortgage Back Securities, Certificates of Deposit, Florida Local Government Investment Trust, Commercial Paper, Corporate Bonds, Assets Backed Securities, and Money Market accounts are recorded at fair value.

Allowance for Doubtful Accounts

The County provides an allowance for water and sewer accounts, waste and recycling, Rohr nursing home and governmental funds receivables, which include ambulance and impact fee receivables, which may become uncollectible. At September 30, 2015, this allowance was \$4,992,062, \$140,000, \$908,818, and \$10,334,080, respectively. No other allowances for doubtful accounts are maintained since other fund accounts receivable are considered collectible as reported at September 30, 2015.

Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventory

Inventories are stated at cost using the first-in, first-out, (FIFO) method. Inventories consist of expendable supplies held for consumption (consumption method).

Restricted Assets

Certain funds of the County are classified as restricted assets on the statement of net position because the restriction is either imposed by law through constitutional provisions or enabling legislation or imposed externally by creditors, grantors, contributors, or laws or regulations of other governments. Therefore, their use is limited by applicable laws and regulations.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, right-of-ways, water and sewer distribution systems and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements.

Capital assets are valued at historical cost or estimated historical cost if actual is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

Betterments and major improvements which significantly increase the values, change capacities, or extend the useful lives are capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are charged to expenditures/expenses as incurred and not capitalized.

Capital assets acquired by lease/purchase agreements or multiple year installment purchase contracts are recorded in the governmental funds in the year acquired as capital outlay expenditures and as other financing sources in the amount of the discounted present value of the total stipulated payments.

The Sheriff is accountable for and thus maintains capital asset records pertaining only to equipment used in his operations. These assets have been combined with the rest of the County's governmental capital assets in the statement of net position.

The GASB Statement No. 51 established accounting and financial reporting requirements for intangible assets. This statement has been implemented by including software and easements as intangible assets.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets (Continued)

Property, plant, equipment, infrastructure, and intangibles of the primary government are depreciated/amortized using the straight-line method over the following estimated useful lives. Assets with an initial, individual cost equal to or greater than the following thresholds, along with their estimated useful lives are as follows:

<u>Assets</u>	<u>Years</u>	<u>Capitalization Threshold</u>
Buildings and Improvements	10, 40 - 45	Capitalize All
Equipment	5 - 15	\$1,000
Infrastructure	10 - 75	Capitalize All
Intangibles	3 - 10	\$100,000

Ad Valorem Taxes

The property tax calendar for 2015 is as follows:

Lien Date	January 1
Levy Date	January 1
Due Dates	November 1 through March 31
Delinquent Date	April 1
Tax Certificate Sale	Not later than June 1

No accrual for the property tax levy becoming due in November of 2015 is included in the accompanying financial statements since such taxes are collected to finance expenditures of the subsequent period.

Capitalized Lease Obligations

Assets acquired under capitalized lease obligations for governmental and enterprise fund types are accounted for as assets and liabilities in the government-wide statement of net position. In the individual fund statements, these lease obligations are included in the enterprise funds, but not in the governmental funds. The capitalized lease obligations are stated at the original fair market value of leased assets capitalized, less payments since the inception of the lease discounted at the implicit rate in the lease.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has multiple items that qualify for reporting in this category including the deferred charge on refunding, differences between expected and actual experience, changes in actuarial assumptions, net difference between projected and actual earnings on pension plan investments, changes in 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. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The other amounts will be recognized as increases in pension expense in future years.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of net position includes a separate section for the deferred inflows of resources. This represents an acquisition of net position that applies to a future period and will not be recognized as deferred inflow of resources (revenue) until that time. The County has multiple items that qualify for reporting in this category including differences between expected and actual experience, net difference between projected and actual earnings on pension plan 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. In addition, the County has deferred inflows as of September 30, 2015 resulting from prepayment of taxes collected by the Tax Collector. These prepaid taxes will be recorded as revenue in November in 2015.

Compensated Absences

The unpaid vacation and sick leave accumulated by employees is accrued as an expense when incurred in the government-wide statement of activities and the proprietary funds. Therefore, the entire unpaid liability for compensated absences is recorded in the government-wide statement of net position. Compensated absences are reported in governmental funds only if they have matured (i.e., unused reimbursable leave still outstanding following an employee's resignation or retirement).

Unearned Revenue

Grants – Revenue related to federal and state financial assistance programs is recognized when the funds are expended. Unexpended funds received are reported as unearned revenue.

Amortization

Bond premiums and discounts are represented as additions or reductions of the face amount of bonds payable.

Contributions

Contributions of cash or property received from other County funds, other governmental units and from contractors or developers are credited directly to the contribution accounts in the proprietary funds. Transfers between funds, which arise from non-routine transfers of capital from one fund to another, are accounted for as direct transfers of fund balance. Property and equipment contributed for general governmental purposes are recorded in the government-wide statement of net position.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance and Spending Policies

In accordance with GASB Statement No. 54 – *Fund Balance Reporting and Governmental Fund Type Definitions*, governments are required to classify fund balance in governmental funds as nonspendable, restricted, committed, assigned, and unassigned. The following are the definitions of the fund balance classifications:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of the Board of County Commissioners, the County's highest level of decision making authority, by establishment of an Ordinance. Commitments may be modified or removed by the Board of County Commissioners by amending or repealing an Ordinance.

Assigned – amounts that are intended by the Board to be used for specific purposes, but are neither restricted nor committed. The Board has not granted any specific individual the authority to assign amounts, thus assignments may be made only by the Board.

Unassigned – all other spendable amounts.

The County has implemented fund balance and spending policies to clearly define the process for tracking the various classifications of fund balance. The policy states when a general fund expenditure is incurred and where restricted, committed, assigned, or unassigned amounts are available to be used, the County will first use restricted amounts, then committed amounts, then assigned amounts, and finally unassigned amounts. All other funds in which an expenditure is incurred and where restricted, committed, assigned, or unassigned amounts are available to be used, the County will first use unassigned amounts, then assigned amounts, then committed amounts, and finally restricted amounts.

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the County's policy is to first use restricted net position then unrestricted net position.

Use of Estimates

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

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 2 BUDGETS AND BUDGETARY ACCOUNTING

The Board follows these procedures in establishing the budgetary data reflected in the financial statements:

- 1) Prior to July 15, the County Manager, as County Budget Officer, submits to the Board of County Commissioners a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
- 2) Public hearings are conducted to obtain taxpayer comments.
- 3) Prior to October 1, the budget is legally enacted through passage of a resolution.
- 4) Formal budgetary integration is employed as a management control device during the year for the general fund, special revenue funds, debt service funds and capital projects funds.
- 5) Budgets for the general, certain special revenue, debt service and capital projects funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
- 6) The County Manager (or his designee) approves budget transfers at the department level within a fund. Budget amendments at the fund level are approved by the Board.
- 7) Section 129.07, Florida Statutes, provides that expenditures in excess of total fund budgets are unlawful. When supplemental appropriations are necessary, the budget is amended by the Board in a legally permissible manner. The budgetary data presented herein reflects the original adopted budget and the final budget after all amendments were made.
- 8) Unused appropriations lapse at the end of each fiscal year. However, some amounts may be carried forward to the following fiscal year in the form of a new appropriation which must be approved by the County Commission.

Chapter 195, Florida Statutes, governs the preparation, adoption and administration of the Tax Collector and Property Appraiser's annual budgets. The annual budget of the Tax Collector and the Property Appraiser must be submitted to and approved by the Department of Revenue, State of Florida.

The budget for the Clerk of the Circuit Court's general fund is prepared, adopted and administered in accordance with Sections 129.03 and 218.35, Florida Statutes, which requires separation of the part pertaining to the court system from that pertaining to the Clerk, Auditor and Accountant of the Board of County Commissioners.

The budget for the Clerk of the Circuit Court's court fund is prepared, adopted and administered in accordance with Section 28.36, Florida Statutes.

The budget for the Sheriff's general fund is prepared, adopted and administered in accordance with Section 30.49, Florida Statutes.

The budget for the Supervisor of Election's general fund is prepared, adopted and administered in accordance with Sections 129.201 and 129.202, Florida Statutes.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 3 POOLED CASH AND INVESTMENTS

In order to minimize its cost basis and limit taxpayer liability in the provision of a full range of county services, the County manages a portfolio of cash and investments to maximize net investment earnings on invested surplus funds. The Board of County Commissioners and Constitutional Officers each maintain investment guidelines in compliance with Florida Statutes. Investment policy objectives place an emphasis on enhancing yield while maintaining safety and liquidity by continually balancing risk and cash flow management.

Investment risk is managed in the following forms:

- Custodial credit risk – risk that a government will not be able to recover deposits or the value of an investment that is in the possession of a failed institution or counterparty;
- Credit risk – risk of loss from an issuer's failure to repay principal and/or interest on a debt obligation;
- Liquidity risk – risk that an investment cannot be bought or sold quickly enough to minimize a loss stemming from a lack of marketability;
- Concentration risk – increasing probability of loss arising from heavily lopsided exposure to an asset class, issuer, structure or maturity;
- Interest rate risk – risk that a security's value will decrease with a rise in interest rates.

Deposits

To manage custodial credit risk for deposits, the County's investment policy requires that all demand and time deposits, including money market accounts, are insured and fully collateralized. The County's bank balances are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$250,000 for each banking relationship. The remaining balances are insured and collateralized in accordance with Chapter 280, Florida Statutes, which established the Public Deposit Security Trust Fund, a multiple financial institution collateral pool. Florida Statutes 280.08 provides for assessments against the members of the pool on a pro rata basis in the event that the collateral pool is insufficient to cover the losses of a member financial institution that fails. As such, all deposits covered by the collateral pool are considered to be fully insured. As of September 30, 2015, the County's book balance of cash was \$137,072,037 and the bank balance was \$145,934,128.

The County may also enter into overnight repurchase agreements with a local banking institution. On any given banking day, the County may authorize the bank to "sweep" their account for the purpose of entering into repurchase agreements and other investments. The next day the same account is credited for the principal amount of the previous day's sweep, plus interest earned. As such, the balance is included as part of the deposit total for purposes of financial statement presentation. The amounts are fully collateralized by U.S. Government Treasury and/or Agency Securities. There were no outstanding amounts on September 30, 2015.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

Investments

To further manage custodial credit risk for investments, the County's investment policy specifies the County will execute a Third-Party Custodial Safekeeping Agreement with a commercial bank's trust department separately chartered by the U.S. Government or State of Florida. All securities purchased by the County are properly designated as an asset of the County and are held in safekeeping by the bank's trust department.

Credit Risk

To manage credit risk, the County's investment policy identifies and limits investments to only top ratings issued by nationally recognized statistical rating organizations. The County's investments in Federal Home Loan Mortgage Corporation (FHLMC), Federal National Mortgage Association (FNMA) and Government National Mortgage Association (GNMA) were rated Aaa by Moody's Investor Service and as of the reporting date, exceed five percent of the portfolio. The following table illustrates the credit quality distribution with credit exposure as a percentage of the County's investment securities.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

Credit Risk (Continued)

Standard & Poor's Rating Concentration Matrix

TYPE / RATING	AAAf ¹ AAA ^{m2}	AAA	AA	A	A-1	Not Rated	Totals
Commercial Paper							
Fixed	0.00%	0.00%	0.00%	0.00%	17.27%	0.00%	17.27%
Adjustable Rates	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Corporates							
Fixed	0.00%	0.00%	3.95%	7.71%	0.00%	0.00%	11.66%
Adjustable Rates	0.00%	0.00%	2.60%	3.64%	0.00%	0.00%	6.24%
CMOs							
Fixed	0.00%	0.00%	4.18%	0.00%	0.00%	0.00%	4.18%
Adjustable Rates	0.00%	0.00%	1.28%	0.00%	0.00%	0.00%	1.28%
MBS							
Fixed	0.00%	0.00%	3.01%	0.00%	0.00%	0.00%	3.01%
Adjustable Rates	0.00%	0.00%	6.44%	0.00%	0.00%	0.00%	6.44%
Asset Backed							
Fixed ⁴	0.00%	6.80%	0.00%	0.00%	0.00%	5.15%	11.95%
Adjustable Rates	0.00%	3.82%	0.00%	0.00%	0.00%	0.00%	3.82%
U.S. Agency							
Fixed	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Adjustable Rates	0.00%	0.00%	1.54%	0.00%	0.00%	0.00%	1.54%
CDs							
Fixed ³	0.00%	0.00%	0.00%	0.00%	0.00%	7.83%	7.83%
Adjustable Rates	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Other							
FL Trust ¹	3.78%	0.00%	0.00%	0.00%	0.00%	0.00%	3.78%
FL Prime ²	6.23%	0.00%	0.00%	0.00%	0.00%	0.00%	6.23%
Bank United (Money Market) ³	0.00%	0.00%	0.00%	0.00%	0.00%	10.42%	10.42%
Toronto-Dominion (Money Market) ³	0.00%	0.00%	0.00%	0.00%	0.00%	4.35%	4.35%
Total	10.01%	10.62%	23.00%	11.35%	17.27%	27.75%	100.00%

3. Qualified Public Depository

4. Assets in Note Rates column rated Aaa by Moody's

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

Liquidity Risk

To manage liquidity risk, the County's investment policy identifies and limits investment to only top ratings issued by nationally recognized statistical rating organizations. In order to ensure deep liquid markets, the County's investment policy identifies and limits investment in various issuers. Position size is also taken into consideration with regard to liquidity risk.

Concentration Risk

To manage concentration of investment risk, the County's investment policy stipulates maximum limitation guidelines for diversification by instrument. The following limits are established to serve as guidelines for diversification by instrument:

Local Government Surplus Funds Trust Fund	100%
Certificates of Deposit	50%
United States Treasury Bills/Notes/Bonds/Strips	50%
Other United States Agencies Full Faith & Credit	25%
Federal Instrumentalities/ Government Sponsored Enterprises (GSEs)	50%
Repurchase Agreements	35%
Florida Local Government Investment Trust	20%
Commercial Paper/Banker's Acceptances	20%
Collateralized Mortgage Obligations	25%
Mortgage Backed Securities (MBS) Pass Through(s)	25%
Israel Bonds	5%
SEC Registered Money Market Funds	50%
Municipal Bonds General Obligation (GO)	20%
Corporate Bonds	20%
Asset Backed Securities (ABS)	20%

The County participates in the State of Florida Local Government Surplus Funds Trust Fund, also known as Florida Prime administered by the State Board of Administration (SBA), under the regulatory oversight of the State of Florida. The purpose of this pool is to promote, through State assistance, the maximization of net interest earnings on invested surplus funds of local units of government. The LGIP is a 2a-7 like external investment pool and therefore uses amortized cost which is reported at a stable Net Asset Value (NAV), typically \$1.00 per share. Therefore, the account balance should be considered the fair value of the investment. As of September 30, 2015 the LGIP, now known as Florida Prime, is rated AAAM for Credit Quality by Standard & Poor's Rating Agency and had a weighted average maturity (WAM) of 29 days.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

Concentration Risk (Continued)

In addition, the County participates in the Florida Trust, formerly known as the Florida Local Government Investment Trust, which is administered by a Board of Trustees appointed by the Florida Association of Court Clerks and County Comptroller, and the Florida Association of Counties, Inc. The Florida Trust was created in December 1991 to provide a means for public entities to pool surplus funds to maximize net earnings. As of September 30, 2015, all non-cash investments held by the Florida Trust were money market, U.S. Treasury Notes, Commercial Paper, Collateralized Mortgage Obligations, Asset-Backed Securities, Agency ARM Pass-Throughs, Corporate Notes, Government Related securities, Agency Notes and Municipal Notes. The Florida Trust reports all share information at Net Asset Value and reflects share value, in accordance with GASB 31. As of September 30, 2015, the Florida Trust was rated AA+ for Credit Quality and S1 for Bond Fund Volatility by Standard and Poor's Ratings and had an effective duration of 1.42.

Interest Rate Risk

To manage interest rate risk, the County maintains a formal investment policy that limits investment maturities. The County limits interest rate risk by maintaining no more than 20% of the investment portfolio in securities that have an estimated average return of principal exceeding five years. This coupled with a diversified portfolio of differing maturities that employ callable and structured securities limits exposure to fair value losses arising from interest rate risk.

In accordance with the County's investment policy, the County may invest in mortgage-backed securities, including collateralized mortgage backed securities. It is management's opinion that the credit and legal risk associated with these investments would be comparable to other investments within the portfolio. The principal repayment portions may be sensitive to prepayment by mortgagors, which may be affected by interest rate changes.

The prepayments and anticipated interest rate changes can therefore affect the market values of the respective investments. As of September 30, 2015, the County has the following investments and maturities:

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

Interest Rate Risk (Continued)

Investment Type	Fair Value	Investment Maturities (in years)		
		< 1 Year	1 - 5 Years	> 5 Years
Commercial Paper				
Fixed Rate	\$ 99,792,122	\$ 99,792,122	\$ -	\$ -
Corporate Bonds				
Fixed Rates	67,361,552	41,249,134	26,112,418	-
Adjustable Rates	36,051,925	-	34,950,686	1,101,239
CMO's				
Fixed Rates	24,150,919	-	3,521,428	20,629,491
Adjustable Rates	7,422,691	-	-	7,422,691
Mortgage Backed Securities				
Fixed Rate	17,374,246	-	455,739	16,918,507
Adjustable Rates Mortgages				
Adjustable Rates	37,184,045	-	-	37,184,045
Asset Backed				
Fixed Rate	69,026,910	-	69,026,910	-
Adjustable Rates	22,081,573	-	19,198,171	2,883,402
Small Business Administration				
Adjustable Rates	8,900,779	-	-	8,900,779
FLGIT	21,847,377	21,847,377	-	-
SBA	41,533,799	41,533,799	-	-
Cerificates of Deposit	45,254,783	45,254,783	-	-
Money Market	85,346,310	85,346,310	-	-
Total	<u>\$ 583,329,031</u>	<u>\$ 335,023,525</u>	<u>\$ 153,265,352</u>	<u>\$ 95,040,154</u>

NOTE 4 RESTRICTED ASSETS, LIABILITIES AND NET POSITION – ENTERPRISE FUNDS

Revenue bond ordinances and certain other agreements generally require the restriction of certain fund assets for specific purposes. Reserves, representing the excess of amounts provided for certain restricted asset accounts over the liabilities payable there from, are established by a reduction of unrestricted net position.

Restricted Assets, Liabilities, and Net Position as of September 30, 2015 consist of the following:

	Revenue Bonds Debt Service	Renewal Replacement and Improvements	Customer Deposits	Total
UTILITIES FUND				
Cash and Investments	\$ 4,636,000	\$ 1,000,000	\$ 4,596,050	\$ 10,232,050
Liabilities, Payable from Restricted Assets	-	-	(4,596,050)	(4,596,050)
Restricted Net Position	<u>\$ 4,636,000</u>	<u>\$ 1,000,000</u>	<u>\$ -</u>	<u>\$ 5,636,000</u>

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

**NOTE 4 RESTRICTED ASSETS, LIABILITIES AND NET POSITION – ENTERPRISE FUNDS
(CONTINUED)**

WASTE AND RECYCLING FUND	Landfill Closure	Customer Deposits	Other Liabilities	Total
Cash and Investments	\$ 69,204,639	\$ 239,081	\$ 10,704	\$ 69,454,424
Interest Receivable	77,083	-	-	77,083
Restricted Assets	69,281,722	239,081	10,704	69,531,507
Liabilities, Payable from Restricted Assets	(58,183,243)	(239,081)	(10,704)	(58,433,028)
Restricted Net Position	<u>\$ 11,098,479</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,098,479</u>

Rule 62-701 of the Florida Administrative Code requires owners or operators of existing landfills to establish and maintain a landfill management escrow account or an alternative financial mechanism to show proof of financial responsibility for future landfill closure costs. The reserve for landfill closure includes funds restricted for this purpose.

NOTE 5 INTERFUND BALANCES

The composition of interfund balances as of September 30, 2015 is as follows:

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	Amount
General Fund	Nonmajor Governmental Funds	\$ 480,952
Waste and Recycling Fund	Nonmajor Governmental Funds	401,761
		<u>\$ 882,713</u>

The outstanding balances between funds result mainly from a time lag between the dates that (1) interfund services are provided or reimbursement occurs, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. All amounts are expected to be collected in the subsequent year.

Advances to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	Amount
General Fund	Nonmajor Governmental Funds	\$ 1,474,835
Waste and Recycling Fund	Nonmajor Governmental Funds	601,761
Nonmajor Governmental Funds	General Fund	10,752
		<u>\$ 2,087,348</u>

The \$1,474,835 amount advanced from the General Fund to the Non-Major Governmental Fund (Polk Commerce Centre CRA Fund) was for the purpose of paying for consulting, engineering, and legal fees.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 5 INTERFUND BALANCES (CONTINUED)

The \$601,761 amount advanced from the Waste and Recycling Fund to the Non-Major Governmental Fund (Building Fund) is to assist in funding operational expenditures since the Building Fund revenues have decreased due to the economy.

NOTE 6 CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2015 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Governmental Activities</u>				
Capital Assets Not Being Depreciated/Amortized:				
Land and Right of Way	\$ 930,023,149	\$ 3,874,675	\$ (1,812,497)	\$ 932,085,327
Construction in Process	22,174,078	31,809,792	(12,132,107)	41,851,763
Total Capital Assets Not Being Depreciated/Amortized	952,197,227	35,684,467	(13,944,604)	973,937,090
Capital Assets Being Depreciated/Amortized:				
Buildings and Improvements	438,952,948	4,463,188	(36,092)	443,380,044
Equipment	201,078,536	13,501,845	(11,091,260)	203,489,121
Infrastructure	3,584,050,890	9,165,067	-	3,593,215,957
Intangibles	18,998,633	482,337	-	19,480,970
Total Capital Assets Being Depreciated/Amortized	4,243,081,007	27,612,437	(11,127,352)	4,259,566,092
Less Accumulated Depreciation/Amortization for:				
Buildings and Improvements	(159,845,509)	(15,757,769)	4,622	(175,598,656)
Equipment	(141,377,781)	(13,619,412)	9,560,560	(145,436,633)
Infrastructure	(1,398,699,371)	(71,984,244)	-	(1,470,683,615)
Intangibles	(13,061,465)	(1,812,117)	-	(14,873,582)
Total Accumulated Depreciation/Amortization	(1,712,984,126)	(103,173,542)	9,565,182	(1,806,592,486)
Total Capital Assets Being Depreciated/Amortized, Net	2,530,096,881	(75,561,105)	(1,562,170)	2,452,973,606
Governmental Activities Capital Assets, Net	<u>\$ 3,482,294,108</u>	<u>\$ (39,876,638)</u>	<u>\$ (15,506,774)</u>	<u>\$ 3,426,910,696</u>
<u>Business-Type Activities:</u>				
Capital Assets Not Being Depreciated/Amortized:				
Land	\$ 13,916,520	\$ 454,356	\$ (7,490)	\$ 14,363,386
Construction in Progress	119,074,803	22,291,358	(104,102,313)	37,263,848
Total Capital Assets Not Being Depreciated/Amortized	132,991,323	22,745,714	(104,109,803)	51,627,234
Capital Assets Being Depreciated/Amortized:				
Buildings and Improvements	518,527,765	109,169,401	(2,604,548)	625,092,618
Equipment	4,520,549	1,947,195	(749,423)	5,718,321
Infrastructure	82,833	-	-	82,833
Intangibles	7,748,007	83,770	-	7,831,777
Total Capital Assets Being Depreciated/Amortized	530,879,154	111,200,366	(3,353,971)	638,725,549
Less Accumulated Depreciation/Amortization for:				
Buildings, Distribution Systems, and Improvements	(159,278,333)	(15,548,020)	2,341,873	(172,484,480)
Equipment	(3,068,037)	(320,207)	512,511	(2,875,733)
Infrastructure	(50,158)	(5,522)	-	(55,680)
Intangibles	(1,363,394)	(1,363,394)	-	(2,726,788)
Total Accumulated Depreciation/Amortization	(163,759,922)	(17,237,143)	2,854,384	(178,142,681)
Total Capital Assets Being Depreciated/Amortized, Net	367,119,232	93,963,223	(499,587)	460,582,868
Business-Type Activities Capital Assets, Net	<u>\$ 500,110,555</u>	<u>\$ 116,708,937</u>	<u>\$ (104,609,390)</u>	<u>\$ 512,210,102</u>

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 6 CAPITAL ASSETS (CONTINUED)

For the year ended September 30, 2015, \$1,041,290 of interest was capitalized in construction in progress within the Utilities Fund.

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

Governmental Activities:

General Government	\$ 3,887,863
Public Safety	13,583,084
Physical Environment	1,263,366
Transportation	71,598,279
Economic Environment	383,121
Human Services	1,739,695
Culture/Recreation	3,821,516
Capital Assets Held by Internal Service Funds	<u>6,896,618</u>
Total Additions to Accumulated Depreciation/Amortization	<u><u>\$ 103,173,542</u></u>

Business-Type Activities:

Utilities	\$ 12,441,280
Waste and Recycling	4,670,399
Rohr Nursing Home	<u>125,464</u>
Total Additions to Accumulated Depreciation/Amortization	<u><u>\$ 17,237,143</u></u>

NOTE 7 SELF-INSURED EMPLOYEE HEALTH PLAN

In 1993, the County established the Employee Health Insurance Fund as an Internal Service Fund. This fund was created to self-insure County employees and their dependents for group medical cost. Medical claims are paid from premiums contributed by employees and by the County. Premiums and contributions are determined by projected claims based on historic and actuarial experience. The County had one claim against the reinsurance policy in the current year. This is the first claim against the reinsurance policy in the last four years.

Claim liabilities are recorded when it is probable to determine that liability has been incurred and the amount can be reasonably estimated, including an estimate for claims incurred but not reported. This estimate is based on historical experience and current trends.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 7 SELF-INSURED EMPLOYEE HEALTH PLAN (CONTINUED)

The following table shows the changes in aggregate liabilities for claims for the past two fiscal years:

Fiscal Year	Beginning Balance	Incurred Claims	Payments	Ending Balance
2015	\$ 3,273,000	\$ 26,832,439	\$ 27,192,439	\$ 2,913,000
2014	2,564,000	26,312,192	25,603,192	3,273,000

NOTE 8 LONG-TERM LIABILITIES

The following is a summary of the changes in long-term liabilities of the County for the year ended September 30, 2015:

	Payable at October 1, 2014	Additions	Deletions	Payable at September 30, 2015	Due Within One Year
Governmental Activities:					
Revenue Bonds Payable	\$ 176,560,000	\$ -	\$ (8,355,000)	\$ 168,205,000	\$ 8,875,000
Plus Deferred Amounts:					
For Issuance Premium	9,849,122	-	(638,270)	9,210,852	586,416
Net Bonds Payable	186,409,122	-	(8,993,270)	177,415,852	9,461,416
Interlocal Agreements	7,913,127	5,500,000	(1,242,734)	12,170,393	2,277,351
Accrued Liabilities	200,000	-	(100,000)	100,000	100,000
Compensated Absences	24,600,604	17,513,054	(18,794,482)	23,319,176	17,809,946
Other Postemployment Benefits	155,771,201	12,087,773	(3,612,832)	164,246,142	-
Net Pension Liability	102,798,636	63,356,366	-	166,155,002	-
Self-Insurance Liability	17,570,000	92,129,600	(92,079,600)	17,620,000	6,500,000
Governmental Activities Long-Term Liabilities	<u>\$ 495,262,690</u>	<u>\$ 190,586,793</u>	<u>\$ (124,822,918)</u>	<u>\$ 561,026,565</u>	<u>\$ 36,148,713</u>
Business-Type Activities:					
Revenue Bonds Payable	\$ 188,175,000	\$ -	\$ (3,175,000)	\$ 185,000,000	\$ 3,515,000
Plus Deferred Amounts:					
For Issuance Premium	8,179,037	-	(618,322)	7,560,715	507,555
Net Bonds Payable	196,354,037	-	(3,793,322)	192,560,715	4,022,555
Interlocal Agreements	3,305,990	-	(201,217)	3,104,773	201,217
Contracts Payable	71,842	-	-	71,842	-
Closure and Long-Term Care	56,019,381	2,163,862	-	58,183,243	-
Compensated Absences	1,037,557	1,502,877	(1,485,223)	1,055,211	91,141
Other Postemployment Benefits	11,132,366	902,227	(269,660)	11,764,933	-
Net Pension Liability	5,617,637	2,719,345	-	8,336,982	-
Other Long-Term Liabilities	1,300,455	-	-	1,300,455	-
Business-Type Activities Long-Term Liabilities	<u>\$ 274,839,265</u>	<u>\$ 7,288,311</u>	<u>\$ (5,749,422)</u>	<u>\$ 276,378,154</u>	<u>\$ 4,314,913</u>

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 8 LONG-TERM LIABILITIES (CONTINUED)

Long-term liabilities are typically liquidated by the individual fund to which the liability is directly associated. Claims and judgments are typically liquidated by the General Fund and charged to the funds to which a portion of the liabilities directly relates.

The self-insurance claims liability consists of \$17,620,000 for worker's compensation, general liability and employment practices, and automobile liability.

Revenue Bonds and Interlocal Agreements

Revenue bonds payable and interlocal agreements at September 30, 2015, are comprised of the following individual issues:

<u>Description</u>	<u>Amount</u>
<u>Business-Type Activities Revenue Bonds Payable</u>	
\$46,360,000 in Utility System Revenue Bonds, Series 2010 (Federally Taxable-Build America Bonds-Direct Subsidy); due in annual installments of \$2,751,466 to \$9,766,466, including interest, through October 1, 2040, with principal payments beginning October 1, 2035; interest rate of 5.935%; collateralized by an irrevocable senior lien on gross revenues derived from the operation of the system and certain connection charges.	\$ 46,360,000
\$43,815,000 in Utility System Revenue Refunding Bonds, Series 2012; due in annual installments of \$1,568,038 to \$4,818,000, including interest, through October 1, 2029, with principal payments beginning October 1, 2018; interest rate range from 3% to 5%; collateralized by an irrevocable senior lien on gross revenues derived from the operation of the system and certain connection charges.	43,815,000
\$53,630,000 in Utility System Revenue and Refunding Bonds, Series 2013; due in annual installments of \$1,954,715 to \$12,596,000, including interest through October 1, 2043; interest ranged from 1.75% to 5.0%; collateralized by an irrevocable senior lien on gross revenues derived from the operation of the system and certain connection charges.	53,085,000

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 8 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds and Interlocal Agreements (Continued)

<u>Description</u>	<u>Amount</u>
<u>Business-Type Activities Revenue Bonds Payable</u>	
\$41,740,000 in Utility System Revenue Refunding Bonds, Series 2014A, Utility System Revenue Refunding Bonds, Series 2014B and Utility System Revenue Refunding Bonds, Series 2014C (not being reoffered pursuant to a Tender and Purchase Agreement with Citibank); due in annual installments of \$904,058 to \$7,708,313, including interest through October 1, 2034; interest ranged from 0.58% to 5.0%; collateralized by an irrevocable senior lien on gross revenues derived from the operation of the system and certain connection charges.	<u>\$ 41,740,000</u>
Total Business-Type Activities Revenue Bonds Payable	<u>185,000,000</u>
<u>Business Type Activities - Interlocal Agreements</u>	
\$4,050,046 interlocal agreement with the City of Bartow due in annual installments of \$201,216 through August 15, 2031, collateralized by a portion of operating revenue	<u>3,104,773</u>
Total Business-Type Activities - Interlocal Agreements	<u>3,104,773</u>
Total Business-Type Activities Revenue Bonds Payable and Interlocal Agreement	<u><u>\$ 188,104,773</u></u>

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 8 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds and Interlocal Agreements (Continued)

<u>Governmental Activities Revenue Bonds Payable</u>	<u>Amount</u>
<p>\$38,670,000 in Constitutional Fuel Tax Revenue Improvement and Refunding Bonds, Series 2006 due in annual installments of \$2,075,491 to \$3,959,241, including interest, through December 2026; interest ranged from 3.5% to 5.0%; collateralized by a pledge of Constitutional Fuel Tax Revenues accruing to the County under provisions of Section 206.41, Florida Statutes.</p>	<p>\$ 23,385,000</p>
<p>\$88,885,000 in Public Facilities Revenue Bonds, Series 2005, due in annual installments of \$5,724,441 to \$5,729,538, including interest through December 2035; interest ranged from 3.1% to 5.1%; collateralized by a pledge of revenues from the State Revenue Sharing Trust Fund and 8% of the 10% public service tax accruing to the County under provisions of Chapter 210, Florida Statutes, Section 212.20 and Chapter 125, Florida Statutes, Section 166.231.</p>	<p>2,090,000</p>
<p>\$32,265,000 in Capital Improvement Refunding Revenue Bonds, Series 2010 due in annual installments of \$2,779,050 to \$2,784,200, including interest, through December 2026; interest ranged from 3.0% to 5.0%; collateralized by a pledge of local government half-cent sales tax accruing to the County under provisions of Part VI of Chapter 218, Florida Statutes.</p>	<p>25,975,000</p>
<p>\$53,035,000 in Transportation Improvement Refunding Revenue Bonds, Series 2010 due in annual installments of \$4,172,725 to \$4,176,975, including interest, through December 2029; interest ranged from 2.5% to 5.0%; collateralized by a pledge of revenues from a 5-cents per gallon local option fuel tax and 2.0% public service tax accruing to the County under provision of Chapter 125, Florida Statutes, Sections 336.025 and 166.231.</p>	<p>45,245,000</p>

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 8 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds and Interlocal Agreements (Continued)

<u>Governmental Activities Revenue Bonds Payable</u>	<u>Amount</u>
\$71,510,000 in Public Facilities Revenue Refunding Bonds, Series 2014, due in annual installments of \$1,787,556 to \$5,453,600, including interest through December 1, 2035; interest ranged from 3.0% to 5.0%; collateralized by a pledge of revenues from the State Revenue Sharing Trust Funds, and 8% of the 10% public service tax accruing to the County under provisions of Chapter 210, Florida Statutes, Section 212.20 and Chapter 125, Florida Statutes; Chapter 218, Part II, Florida Statutes; Section 166.231, Florida Statutes.	<u>\$ 71,510,000</u>
Total Governmental Activities Revenue Bonds Payable	<u>168,205,000</u>
 <u>Governmental Activities - Interlocal Agreements</u>	
\$2,000,000 interlocal agreement with the City of Lakeland (Lakeland Center) due in annual installments not to exceed \$321,257, through October 2017; collateralized by a portion of the local 4th cent tourism tax accruing to the County under provisions of Chapter 125, Florida Statutes.	630,280
\$2,000,000 interlocal agreement with the City of Lakeland (Joker Merchant Stadium) due in annual installments not to exceed \$201,958, through September 2016; collateralized by a portion of the local 4th cent tourism tax accruing to the County under provisions of Chapter 125, Florida Statutes.	195,113
\$8,730,000 interlocal agreement with the City of Auburndale due in annual installments not to exceed \$937,631, through September 2022; collateralized by a portion of the local 5th cent tourism tax accruing to the County under provisions of Chapter 125, Florida Statutes.	5,845,000
\$5,500,000 interlocal agreement with the City of Auburndale due in annual installments not to exceed \$303,672, through October 2035; collateralized by a portion of the local 4 and 5 percent of the Tourist Development Tax.	<u>5,500,000</u>
Total Governmental Activities - Interlocal Agreements	<u>12,170,393</u>
Total Governmental Activities Revenue Bonds and Interlocal Agreements	<u><u>\$ 180,375,393</u></u>

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 8 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds and Interlocal Agreements (Continued)

Annual debt service requirements to maturity for bonds and interlocal agreements are as follows:

<u>Year Ended September 30,</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	\$ 11,152,351	\$ 7,598,974	\$ 3,716,217	\$ 8,853,315
2017	10,543,042	7,233,728	3,736,217	8,826,259
2018	8,785,000	6,807,414	3,831,217	8,772,601
2019	9,265,000	6,400,857	3,991,217	8,615,551
2020	9,740,000	5,979,133	4,156,217	8,449,014
2021-2025	52,800,000	23,280,242	23,266,085	39,766,808
2026-2030	47,900,000	11,402,017	29,296,085	33,984,566
2031-2035	24,650,000	3,641,477	35,691,518	27,145,870
2036-2040	5,540,000	109,818	46,120,000	16,865,456
2041-2045	-	-	34,300,000	3,485,750
Total	<u>\$ 180,375,393</u>	<u>\$ 72,453,660</u>	<u>\$ 188,104,773</u>	<u>\$ 164,765,190</u>

There are a number of limitations and restrictions contained in the various bond indentures. As of September 30, 2015, all funds are being maintained in accordance with the ordinances and resolutions.

Revenue Bonds – Defeased Bonds

Government Funds – Transportation Improvement Bonds

In 2004, the Board partially defeased the Transportation Improvement Revenue Bonds, Series 2000 by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$35,325,000.

In 2011, the Board partially defeased the Transportation Improvement Refunding Revenue Bonds, Series 2004 by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$39,550,000.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 8 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds – Defeased Bonds (Continued)

Government Funds – Capital Improvement Bonds

In 2004, the Board partially defeased the Capital Improvement Revenue Bonds, Series 2000 by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$18,765,000.

In 2011, the Board defeased the Capital Improvement Refunding Revenue Bonds, Series 2004, by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes, the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$20,575,000.

Government Funds – Constitutional Fuel Tax Revenue Improvement and Refunding Bonds

In 2007, the Board defeased the Constitutional Fuel Tax Revenue Refunding Bonds, Series 1996, by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes, the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$3,620,000.

Government Funds – Public Facilities Revenue Bonds

In 2014, the Board defeased the Public Facilities Revenue Bonds, Series 2005, by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes, the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$ 71,250,000.

Enterprise Funds – Utility System Revenue Bonds

In 2004, the Board defeased the Utility System Revenue Bonds, Series 1997, by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes, the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$8,370,000.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 8 LONG-TERM LIABILITIES (CONTINUED)

Enterprise Funds – Utility System Revenue Bonds (Continued)

In 2013, the Board defeased the Utility System Revenue Bonds, Series 2003, by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes, the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$49,770,000.

In 2014, the Board defeased the Utility System Revenue Bonds, Series 2004A in two separate refundings by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes, the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$ 38,445,000.

In 2014, the Board defeased the Utility System Revenue Refunding Bonds, Series 2004B by depositing funds in an irrevocable trust with an escrow agent to provide for all future debt service payments on these bonds. For financial reporting purposes, the debt has been considered defeased and, therefore, removed as a liability of the Board. As of September 30, 2015, the amount of this defeased debt outstanding but removed as a liability is \$5,650,000.

Revenue Bonds – Pledged Future Revenues

Polk County Board of County Commissioners has pledged future water and sewer customer revenues, net of specified operating expenses, to repay \$185,000,000 in revenue bonds issued in 2010, 2012, 2013, and 2014. Proceeds from the bonds were used to finance the cost of the acquisition and construction of additions, extensions and improvements to the System. Principal and interest on the bonds are payable through 2043, from the water and sewer gross revenues and connection charges. Annual principal and interest on the bonds are expected to require approximately 22% percent of such gross revenues and connection charges. Principal and interest paid in the years ended September 30, 2015 and 2014 were \$12,142,711 and \$11,560,451, respectively.

Closure and Long-Term Care Costs

State and federal laws and regulations require that a final cover be placed on all landfill sites when they are no longer accepting waste and that certain maintenance and monitoring functions are performed at the respective sites for thirty years after closure. Although closure and long-term care costs will be paid only near or after the date that the landfill stops accepting waste, a portion of these closure and long-term care costs are reported as an operating expense in each period based on the landfill capacity used as of each balance sheet date. The \$58,183,243 reported as landfill closure and long-term care liability at September 30, 2015, represents the cumulative amount reported to date based on the use of 90.19% of the estimated capacity for all landfill sites. The remaining \$5,568,625 will be recognized as the remaining estimated capacity is filled. These amounts are estimated based on what it would cost to perform all closure and long-term care as of September 30, 2015. Expected closure dates for County landfills range from 2015 to 2020. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 8 LONG-TERM LIABILITIES (CONTINUED)

Closure and Long-Term Care Costs (Continued)

State and federal laws and regulations require that annual contributions be made to a trust to finance closure and long-term care. At September 30, 2015, cash, investments and receivables of \$69,281,722 are held for these purposes; therefore, the County is in compliance with financial assurance requirements. These assets are reported as Restricted Assets on the statement of net position. Future inflation costs are expected to be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional long-term care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or from future tax revenue.

Compensated Absences

The liability for compensated absences is liquidated in the fund in which an employee's payroll expense is normally recorded. The significant funds that have been used in prior years to liquidate this liability have been the General, Transportation, and Fire Rescue Funds. Total available vacation and sick leave hours are multiplied by the current pay rate to determine the accrued liability. The County uses the last-in, first-out (LIFO) method of recognizing the use of vacation and sick leave hours. Employees are charged for the last day of vacation or sick leave earned when the leave is used. Thus, unless it is anticipated that vacation or sick leave will be used in excess of a normal year's accumulation, no additional expenditures are accrued.

Self-Insurance

In an effort to combat the rising cost of insurance premiums and the unavailability of coverage, the County has initiated self-insured worker's compensation, general liability, employment practices and automobile liability programs. The programs effectively interrelate between an independent risk manager, a loss control consultant, an excess reinsurer, and County management.

Pension and Other Postemployment Benefits (OPEB)

The liabilities for pension and OPEB are liquidated in the fund in which an employee's payroll expense is normally recorded. The significant funds that have been used in prior years to liquidate these liabilities have been the General, Transportation, and Fire Rescue Funds.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 8 LONG-TERM LIABILITIES (CONTINUED)

The changes in aggregate liability for claims and judgments for the past two fiscal years are:

<u>Year Ended September 30,</u>	<u>Beginning Balance</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Current Year Claims Payments</u>	<u>Ending Balance</u>
<u>2015</u>				
Worker's Compensation General and Employment Practices Liability	\$ 9,870,000	\$ 1,443,540	\$ 3,093,540	\$ 8,220,000
Automobile Liability	6,200,000	3,035,903	1,135,903	8,100,000
	1,500,000	480,239	680,239	1,300,000
Total Self-Insurance Liability	<u>\$ 17,570,000</u>	<u>\$ 4,959,682</u>	<u>\$ 4,909,682</u>	<u>\$ 17,620,000</u>
<u>2014</u>				
Worker's Compensation General and Employment Practices Liability	\$ 12,460,000	\$ 1,189,386	\$ 3,779,386	\$ 9,870,000
Automobile Liability	4,830,000	2,236,525	866,525	6,200,000
	1,230,000	741,548	471,548	1,500,000
Total Self-Insurance Liability	<u>\$ 18,520,000</u>	<u>\$ 4,167,459</u>	<u>\$ 5,117,459</u>	<u>\$ 17,570,000</u>

NOTE 9 RISK MANAGEMENT

The County is exposed to various risk of loss related to theft of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. A self-insurance program is effectively maintained by the County to administer insurance activities related to workers' compensation insurance, general and employment practices liability, auto liability and health. The County's self-insurance program covers operations of the Board of County Commissioners and the constitutional officers. Under the program, the County has retention limits for each type of claim, which is covered by commercial insurance purchased by the County. Additional information regarding the self-insured employee health plan can be found in Note 7. The County also maintains fully-insured policies with several different carriers for property insurance with the total insured value for all properties estimated at \$793,654,547.

<u>Claim Type</u>	<u>County Coverage (deductible/self-insured amount)</u>	<u>Excess Carrier's Coverage</u>
Property	Deductible \$250,000 except for as below: Named Windstorm 2% \$10,000 Builders Risk- Utilities \$5,000 PGTV Truck	\$150,000,000 Named Windstorm \$ 25,000,000 Earthquake Aggregate \$ 20,000,000 Flood Aggregate \$ 10,000,000 Flood Aggregate (zones A & V)
General & Employment Practices Liability	\$1,000,000	\$7,000,000 Per Occurrence \$1,000,000 Sublimit for Sexual Molestation
Auto Liability	Sovereign immunity limits only: \$200,000 any one person \$300,000 any one claim	No Excess Coverage 100% Self-insured
Employee Health	\$800,000	Unlimited
Workers Compensation	\$1,250,000 Self-insured Retention \$1,000,000 Employers Liability	Workers Compensation – Statutory Employers Liability – No Excess Coverage

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 10 RETIREMENT 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 \$10,050,839.

Florida Retirement System Pension Plan
Plan Description

The Florida Retirement System Pension Plan (Pension 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.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Plan Description (Continued)

Employees enrolled in the Pension 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 Pension 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 Pension Plan may include up to 4 years of credit for military service toward creditable service. The Pension 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 Pension 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 Pension 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 Pension 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:

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Benefits Provided (Continued)

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. Pension 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 Pension Plan members (except those in DROP) are required to make 3% 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, DROP participants 11.02 percent. The County's contributions to the Pension Plan were \$21,103,282 for the year ended September 30, 2015.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Pension Costs

At September 30, 2015, the County reported a liability of \$110,695,260 for its proportionate share of the Pension 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 0.85702%, which was an increase of 0.01065% from its proportion measured as of June 30, 2014.

For the year ended September 30, 2015, the County recognized pension expense of \$5,173,570 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	\$ 11,686,142	\$ 2,625,355
Changes in Actuarial Assumptions	7,347,216	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	26,432,176
Changes in Proportion and Differences Between the County's Contributions and Proportionate Share of Contributions	2,541,255	14,061,682
County's Contributions Subsequent to the Measurement Date	5,122,943	-
Total	<u>\$ 26,697,556</u>	<u>\$ 43,119,213</u>

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Pension Costs (Continued)

Deferred outflows of resources related to pensions included \$5,122,943 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	Amount
2016	\$ (11,497,351)
2017	(11,497,351)
2018	(11,497,351)
2019	10,310,020
2020	1,896,831
Thereafter	740,602

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, Including Inflation
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 Pension 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:

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Actuarial Assumptions (Continued)

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric) Return	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%
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Discount Rate

The discount rate used to measure the total pension liability was 7.65% for the Pension Plan. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the statutorily specified rate. 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 Pension 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	\$ 286,836,453	\$ 110,695,260	\$ (35,883,145)

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Pension Plan Fiduciary Net Position

Detailed information about the Pension 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 at <http://www.dms.myflorida.com>.

Retiree Health Insurance Subsidy Program

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 September 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 Statutes. 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 \$2,576,443 for the year ended September 30, 2015.

Pension Costs

At September 30, 2015, the County reported a liability of \$63,796,725 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 0.62555 percent, which was an increase of 0.01835 percent from its proportion measured as of June 30, 2014.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Retiree Health Insurance Subsidy Program (Continued)

Pension Costs (Continued)

For the year ended September 30, 2015, the County recognized pension expense of \$4,877,269 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	5,019,137	-
Net Difference Between Projected and Actual Earnings on HIS Program Investments	34,535	-
Changes in Proportion and Differences Between the County's Contributions and Proportionate Share of Contributions	1,586,849	710,205
County's Contributions Subsequent to the Measurement Date	748,069	-
Total	<u>\$ 7,388,590</u>	<u>\$ 710,205</u>

Deferred outflows of resources related to pensions included \$748,069 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 June 30	Amount
2016	\$ 998,492
2017	998,492
2018	998,492
2019	991,473
2020	988,104
Thereafter	955,263

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 10 RETIREMENT PLANS (CONTINUED)

Retiree Health Insurance Subsidy Program (Continued)

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:

HIS Actuarial Assumptions

Inflation	2.60% per year
Salary Increases	3.25%, Average, Including 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% 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	\$ 72,693,399	\$ 63,796,725	\$ 56,378,235

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 at <http://www.dms.myflorida.com>.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 10 RETIREMENT PLANS (CONTINUED)

Retiree Health Insurance Subsidy Program (Continued)

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 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.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 11 OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The postemployment benefits plan is a single-employer defined benefit plan administered by the County. In accordance with Section 112.0801, Florida Statutes and as authorized by County Ordinance 2011-023 effective October 3, 2011, the County offers retiring employees enrolled in the County's plans at the time of retirement and their covered dependents the opportunity to continue to participate in health and/or life insurance plans through the County's Retiree Benefits Program. Retirees who do not choose to continue participation within thirty days of their employment termination date lose eligibility to participate in the future. The postemployment benefits plan does not issue a separate financial statement.

The employee must immediately begin receiving Florida Retirement System (FRS) benefits after leaving County employment to qualify for this benefit. However, an exception to this qualification is that some employees who did not retire, were employed with County government a minimum of 15 years and terminated their employment prior to January 1, 2012, qualified for participation in the Retiree Benefits Program based solely upon their years of service. Retirees age 65 and older and/or their Medicare eligible dependents are required to participate in the fully-insured Medicare plan and must enroll in the Federal Medicare program (Part A & Part B) to be eligible for enrollment in the County's Medicare plan option.

The premiums for the retirees and dependents participating in the self-insured health plans are the same as that of active employees. The County reduces the cost of health insurance for a retiree hired before January 1, 2009, by contributing toward the payment of the retiree's monthly premium for single coverage health insurance. If an employee retired before January 1, 2012, the County contributes 3% of the retiree's premium for each full year of employment that the employee had with a Polk County agency affiliated with the County's health plan. The maximum contribution that the County will provide to a retiree at 3% per year is 75% of the premium. If an employee retires after January 1, 2012, the County contributes the lesser of \$16 per year of service, up to a maximum of \$400 or 3% per year of service up to a maximum of 75%. The County does not make a contribution toward premiums for any employee hired after December 31, 2008. The County also subsidizes the premium rates paid by non-Medicare eligible retirees and their dependents by allowing them to participate in the insurance plans at the blended group (implicitly subsidized) premium rates for both active and non-Medicare eligible retired employees. These rates provide an implicit subsidy because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees.

Retirees may also retain basic life coverage in the amount of \$10,000 on the County's group life insurance plan; however, they are fully responsible for the premium.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 11 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Funding Policy

The County has not advance-funded or established a funding methodology for the annual Other Postemployment Benefit (OPEB) or the net OPEB obligation. For the year ended September 30, 2015, approximately 1,400 retirees and dependents received benefits. The County provided contributions of \$3,882,492 toward the annual OPEB cost comprised of premium contributions and claim benefit payments made on behalf of retirees net of retiree contributions totaling \$3,306,123.

Annual OPEB Cost and Net OPEB Obligation

The County's annual OPEB cost (expense) is calculated based on the annual required contributions of the employer (ARC), and amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

The following table shows the County's annual OPEB cost for the year ended September 30, 2015, the amount contributed to the plan and changes in the County's net OPEB obligation:

Annual Required Contribution	\$ 12,728,000
Interest on Net OPEB Obligation	6,676,000
Adjustment to ARC	<u>(6,414,000)</u>
Annual OPEB Cost (Expense)	12,990,000
Contribution toward the OPEB Cost	<u>(3,882,492)</u>
Increase in Net OPEB Obligation	9,107,508
Net OPEB Obligation, Beginning of Year	<u>166,903,567</u>
Net OPEB Obligation, End of Year	<u><u>\$ 176,011,075</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation as of September 30, 2015 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	New OPEB Obligation
September 30, 2015	\$ 12,990,000	29.89%	\$ 176,011,075
September 30, 2014	12,506,000	21.71%	166,903,567
September 30, 2013	12,506,000	18.00%	157,112,581

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 11 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Fund Status and Funding Progress

The funding status as of September 30, 2015 was as follows:

Actuarial Accrued Liability (a)	\$ 192,593,000
Actuarial Value of Plan Assets (b)	-
Unfunded Actuarial Accrued Liability (c)=(a-b)	<u>\$ 192,593,000</u>
Funded Ratio (b/a)	0.00%
Sheriff	82,622,505
Property Appraiser	5,132,338
Clerk	12,389,113
Tax Collector	8,030,105
Board and Supervisor of Elections	<u>84,279,523</u>
Covered Pay (Active Plan Members) (d)	\$ 192,453,584
UAAL as a Percentage of Covered Pay (c/d)	100.07%

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and termination, mortality, and the healthcare costs trends. 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 about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projection of benefits for financial reporting purposes are based on the substantive plan provisions and include the type of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and participating members. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 11 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Actuarial Methods and Assumptions (Continued)

The results reported for the year ended September 30, 2015 are based on the October 1, 2014 actuarial valuation. This valuation uses the projected unit credit actuarial method. Since the plan is currently funded on a pay-as-you-go basis, the actuarial assumptions include a 4.0% rate of return on unrestricted general funds of the County, which is based on 2.6% assumed inflation and 1.4% real rate of return. The County's unfunded actuarial accrued liability is being amortized as a level percent of pay for a 30-year open period assuming 3.25% annual growth in total payroll. The assumptions for termination, disability, mortality, retirement and the payroll growth rates are based upon the rates used for the July 1, 2014 valuation of the Florida Retirement System. The assumptions for age related morbidity were updated to reflect research by the Society of Actuaries. The current healthcare cost trend rates used were 8.0% pre-Medicare and 6.6% post-Medicare, reducing to rates of 4.5% in 2022 and later.

The County's Unfunded Actuarial Accrued Liability increased from \$175,644,000 at October 1, 2013, to \$192,593,000 at October 1, 2014 due to a number of factors including the passage of time, unfavorable census experience, updates to mortality and retirement assumptions and updates to the age morbidity assumption. These factors were offset by favorable claims experience and lower expected future health care trend rates.

NOTE 12 OPERATING LEASES

The following is a schedule by years of future minimum rental payments required under operating leases for certain land, buildings and equipment used in governmental operations that have initial or remaining noncancelable lease terms as of September 30, 2015:

<u>Year Ended September 30,</u>	<u>Amount</u>
2016	\$ 1,422,791
2017	855,419
2018	688,896
2019	620,265
2020	701,593
Thereafter	259,700
Total Minimum Payments Required	<u><u>\$ 4,548,664</u></u>

Rent expenditures under cancelable and noncancelable lease arrangements for the year ended September 30, 2015 were \$4,431,691. The leases generally provide for automatic termination in any year in which the County fails to appropriate funds for rental payments.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 13 GOVERNMENTAL FUND BALANCE CLASSIFICATIONS

The County's governmental fund balances as of September 30, 2015 were classified as follows:

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:			
Prepays	\$ 835,116	\$ 92,697	\$ 927,813
Advances	1,474,835	-	1,474,835
Inventories	219,925	-	219,925
Total Nonspendable	2,529,876	92,697	2,622,573
Restricted:			
Economic Development	2,074,647	-	2,074,647
General County Admin Events	31,689	-	31,689
Human Services Multi-Purpose Centers and Healthy Families Program	12,543	-	12,543
Roadway Maintenance, Operations, and Capital	-	25,951,140	25,951,140
Community Redevelopment Areas	-	667,540	667,540
Emergency Services	-	3,734,655	3,734,655
Libraries, Museums and Parks, Maintenance Operations and Capital	330,574	14,452,603	14,783,177
Law Enforcement	638,867	2,350,213	2,989,080
Court Related Operation/Technology	838,739	3,122,378	3,961,117
Debt Service	-	9,874,172	9,874,172
Tourism Development	-	6,457,286	6,457,286
Indigent Healthcare	-	37,699,250	37,699,250
Impact Fees	-	6,506,219	6,506,219
Building Code Enforcement	-	2,069,597	2,069,597
Election Activities	-	565,556	565,556
Grant Housing Program	-	903,488	903,488
Rancho Bonito	-	7,499	7,499
Total Restricted	3,927,059	114,361,596	118,288,655
Committed:			
Roadway Maintenance, Operations, and Capital	895,644	53,678,798	54,574,442
Environmental Lands Acquisition and Maintenance	4,244,602	37,557,303	41,801,905
Total Committed	5,140,246	91,236,101	96,376,347
Assigned:			
Project Excess of Expected Expenditures Over Expected Revenues	19,542,951	-	19,542,951
Roadway Maintenance, Operations, and Capital	-	3,487,581	3,487,581
Debt Service	-	7,501,900	7,501,900
General Capital Improvement Projects	-	1,186,195	1,186,195
Environmental Land Maintenance	-	3,148,757	3,148,757
Total Assigned	19,542,951	15,324,433	34,867,384
Unassigned	40,379,474	(1,494,427)	38,885,047
Total Fund Balances	\$ 71,519,606	\$ 219,520,400	\$ 291,040,006

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 14 PROPERTY TAX REVENUES

Taxable values for all property are established as of January 1, which is the date of lien, for the fiscal year starting October 1. Property tax revenues recognized for the year ended September 30, 2015 were levied in January 2014. All taxes are due and payable on November 1, or as soon as the assessments roll is certified and delivered to the Tax Collector. Discounts are allowed for early payment at the rate of four percent in November, three percent in December, two percent in January, and one percent in February. Taxes paid in March are without discount. All unpaid taxes become delinquent as of April 1. Virtually all unpaid taxes are collected via the sale of tax certificates on or prior to June 1; therefore, there were no material taxes receivable at fiscal year-end. Any prepaid taxes paid in June and September are accrued as deferred inflows at the fiscal year-end.

NOTE 15 AFFORDABLE HOUSING ASSISTANCE TRUST FUND – STATE HOUSING INITIATIVE PARTNERSHIP PROGRAM (S.H.I.P.)

The Affordable Housing Assistance Trust Fund (S.H.I.P.) is included in the Nonmajor Governmental Funds. Separate financial information for this fund is reported below:

ASSETS

Cash and Investments	\$ 2,151,840
Interest Receivable	<u>2,456</u>
Total Assets	<u><u>\$ 2,154,296</u></u>

LIABILITIES AND FUND BALANCE

Liabilities:	
Vouchers Payable	\$ 115,290
Accrued Liabilities	11,664
Unearned Revenue	<u>2,027,342</u>
Total Liabilities	<u>2,154,296</u>
 Total Liabilities and Fund Balance	 <u><u>\$ 2,154,296</u></u>

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

**NOTE 15 AFFORDABLE HOUSING ASSISTANCE TRUST FUND – STATE HOUSING INITIATIVE
PARTNERSHIP PROGRAM (S.H.I.P.) (CONTINUED)**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 2,200,000	\$ 2,200,000	\$ 1,184,712	\$ (1,015,288)
Interest Income	10,000	10,000	20,477	10,477
Net Increase (Decrease) in Fair Value of Investments	-	-	(6,444)	(6,444)
Miscellaneous Revenues	208,996	208,996	312,294	103,298
Total Revenues	2,418,996	2,418,996	1,511,039	(907,957)
EXPENDITURES				
Economic Environment	2,418,996	2,418,996	1,511,039	907,957
Total Expenditures	2,418,996	2,418,996	1,511,039	907,957
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	\$ -	\$ -	\$ -	\$ -

NOTE 16 COMMITMENTS AND CONTINGENCIES

Federal Grant Programs

The County participates in a number of federal programs. Grant programs are subject to financial and compliance audits by the grantors or their representatives. The grantor audits of all programs for or including the year ended September 30, 2015 have not been completed. Accordingly, the County's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies, cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 16 COMMITMENTS AND CONTINGENCIES (CONTINUED)

Large Contractual Commitments

The County has large contractual commitments at September 30, 2015 for the following:

Ernie Caldwell Blvd. Phase II-B & Phase III Construction of Class I, Phase V Disposal Facility at the North Central Landfill	\$ 21,056,138 12,550,500
Phase II - Parking Garage	8,164,108
LS 35 & SR 37 Gravity Sewer, Force Main Improvements & LS 99 Upgrade	3,565,331
County Road 655 Berkley Rd., Phase 4 and County Road 559A Improvements	1,830,339
Construction Engineering and Inspection (CEI)	1,739,620
Lift Station 106 Rehabilitation	1,707,219
Northwest Regional WWTF-Phase II Surface Utilities	1,694,700
Professional Engineering Services for Construction of the Class I Phase V Disposal Facility at the North Central Landfill (NCLF)	1,183,240
Southwest Regional Wastewater Treatment Facility	1,048,287
Grandview Parkway and intersection of Dunson Rd.	<u>998,425</u>
Total	<u><u>\$ 55,537,907</u></u>

Litigation

Various suits and claims involving disputed ad valorem real property taxes are pending against Polk County. Portions of these taxes have been voluntarily paid, others have been paid under protest, and in certain instances, there are unpaid balances.

Various other suits and claims arising in the ordinary course of County operations, some of which may involve substantial amounts, are pending against the County. While the ultimate effect of such litigation cannot be ascertained at this time, in the opinion of counsel for the County, the liabilities which may arise from such action would not result in losses which would materially affect the financial position of Polk County or the results of its operations.

**POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE 17 TRANSFERS

Transfers for the year ended September 30, 2015 consisted of the following:

Transfers to the General Fund from:

Nonmajor Governmental Funds	\$ 5,823,377
Waste and Recycling Fund	659,989
Total	<u>\$ 6,483,366</u>

Transfers to Nonmajor Governmental Funds from:

General Fund	\$ 10,232,092
Nonmajor Governmental Funds	46,688,575
Total	<u>\$ 56,920,667</u>

Transfers to Utilities Fund from:

General Fund	\$ 30,968
Total	<u>\$ 30,968</u>

Transfers to Waste and Recycling Fund from:

General Fund	\$ 3,428
Total	<u>\$ 3,428</u>

Transfers are used to 1) move revenues from the fund state law requires to collect them to the fund that state law requires to expend them, 2) provide matching funds for grants, 3) or use unrestricted General Fund and other fund revenues to finance transportation or other activities which must be accounted for in another fund.

NOTE 18 DEFICIT FUND BALANCES

At September 30, 2015, the Polk Commerce Centre CRA Fund had a fund balance deficit of \$1,453,286. The deficit in the Polk Commerce Centre CRA fund will be eliminated through future receipts of ad valorem taxes.

NOTE 19 SUBSEQUENT EVENTS

On November 16, 2015, the County issued \$18,157,000 of its Public Facilities Revenue Refunding Note, Series 2015 to 1) advance refund \$1,015,000 of the Constitutional Fuel Tax Revenue Improvement and Refunding Bonds, Series 2006 bearing interest at 5.00% and maturing December 1, 2017, and all of the 2006 Bonds maturing after December 1, 2017, and 2) pay costs of issuance of the 2015 Note. The County was able to realize net present value savings of \$2,106,559.

POLK COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 20 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 restatement of September 30, 2014 net position of the governmental activities and business-type activities as follows:

	Governmental Activities	Utilities	Waste and Recycling	Rohr Nursing Home	Business-Type Activities
Net position, as previously reported	\$ 3,434,244,813	\$ 347,194,076	\$ 125,949,513	\$ 1,729,376	\$ 473,669,526
Cumulative affect of GASB 68					
Net pension liability	(102,798,636)	(3,831,957)	(910,512)	(875,168)	(5,617,637)
Deferred Outflow of Resources for Unamortized Pension Cost and Subsequent Contributions	425,203	62,997	14,668	15,625	93,289
Deferred Inflow of Resources for Unamortized Pension Cost	(86,640,517)	(2,281,499)	(548,163)	(496,182)	(3,325,844)
Net position, as restated	<u>\$ 3,245,230,863</u>	<u>\$ 341,143,617</u>	<u>\$ 124,505,506</u>	<u>\$ 373,651</u>	<u>\$ 464,819,335</u>

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REQUIRED SUPPLEMENTAL INFORMATION

POLK COUNTY, FLORIDA
SCHEDULE OF FUNDING PROGRESS – OTHER POSTEMPLOYMENT BENEFITS
YEAR ENDED SEPTEMBER 30, 2015

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]
October 1, 2010	\$ -	\$ 228,213,000	\$ 228,213,000	0.00%	\$ 184,845,392	123.46%
October 1, 2010 (rollforward)	-	168,756,000	168,756,000	0.00	177,648,213	94.99
October 1, 2012	-	176,839,000	176,839,000	0.00	180,556,578	97.94
October 1, 2012 (rollforward)	-	175,644,000	175,644,000	0.00	184,453,833	95.22
October 1, 2014	-	192,593,000	192,593,000	0.00	192,453,580	100.07

POLK COUNTY, FLORIDA
SCHEDULE OF COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-
FLORIDA RETIREMENT SYSTEM PENSION PLAN¹
YEAR ENDED SEPTEMBER 30, 2015

	<u>2015</u>
County's proportion of the net pension liability	0.857017154%
County's proportionate share of the net pension liability	\$ 110,695,258
County's covered-employee payroll	\$ 171,452,221
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	64.56%
Plan fiduciary net position as a percentage of the total pension liability	92.00%

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

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

**POLK COUNTY, FLORIDA
SCHEDULE OF COUNTY CONTRIBUTIONS-
FLORIDA RETIREMENT SYSTEM PENSION PLAN¹
YEAR ENDED SEPTEMBER 30, 2015**

	2015
Contractually required contribution	\$ 21,103,282
Contributions in relation to the contractually required contribution	(21,103,282)
Contribution deficiency (excess)	\$ -
County's covered-employee payroll	\$ 171,452,221
Contributions as a percentage of covered-employee payroll	12.31%

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

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

POLK COUNTY, FLORIDA
SCHEDULE OF COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-
HEALTH INSURANCE SUBSIDY PENSION PLAN¹
YEAR ENDED SEPTEMBER 30, 2015

	<u>2015</u>
County's proportion of the net pension liability	0.625554561%
County's proportionate share of the net pension liability	\$ 63,796,725
Polk County's covered-employee payroll	\$ 189,492,682
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	33.67%
Plan fiduciary net position as a percentage of the total pension liability	0.50%

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

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

**POLK COUNTY, FLORIDA
SCHEDULE OF COUNTY CONTRIBUTIONS-
HEALTH INSURANCE SUBSIDY PENSION PLAN¹
YEAR ENDED SEPTEMBER 30, 2015**

	2015
Contractually required contribution	\$ 2,391,259
Contributions in relation to the contractually required contribution	(2,391,259)
Contribution deficiency (excess)	\$ -
County's covered-employee payroll	\$ 189,492,682
Contributions as a percentage of covered-employee payroll	1.26%

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

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

POLK COUNTY, FLORIDA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED SEPTEMBER 30, 2015

NOTE 1 OTHER POSTEMPLOYMENT BENEFITS

The results reported for the year ended September 30, 2015 are based on the October 1, 2014 actuarial valuation. This valuation used the projected unit credit actuarial method. The County's unfunded actuarial accrued liability is being amortized as a level percent of pay for a 30-year open period. Because the OPEB liability is currently unfunded, the actuarial assumptions include a 4.0% rate of return on unrestricted general funds, which is the County's long term expectation of investment returns under its investment policy, and a payroll growth assumption of 3.25% per year, which is also assumed to equal the inflation rate. The initial healthcare cost trend rates are 8.00% pre-Medicare and 6.60% post-Medicare, reducing to ultimate rates of 4.50%. The plan does not include any post-retirement benefit increases.

The County's Actuarial Accrued Liability has increased from \$175,644,000 at October 1, 2013, to \$192,593,000 at October 1, 2014.

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COMBINING AND INDIVIDUAL FUND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

Special Revenue Grants Fund

This fund accounts for the various federal and state grants obtained by the County.

County Transportation Trust Fund

The main sources of revenues are from state-shared revenues and local option gas taxes. These revenues are used for road and bridge maintenance and construction.

Tourist Development Tax Fund

The County's portion of the four and five cent tourism tax revenue is recorded in this fund. These revenues are to be used to promote tourism for the County.

Impact Fees Fund

This fund accounts for impact fees used for the construction or improvement of the County's emergency medical system, roads, and correctional facilities.

Lake and River Enhancement Fund

The annual County vessel registration fee revenues are recorded in this fund. These revenues are used for the maintenance and enhancement of the lakes, rivers, and waters, and for other boating related activities.

Lighting Districts Fund

This fund accounts for the costs of providing street lighting to residents living within the boundaries of the lighting districts. The primary revenue source is from non-ad valorem special assessments restricted for the purpose of street lighting in special districts.

Stormwater MSTU Fund

This fund accounts for MSTU revenue and cost of operating and maintaining the stormwater management system and complying with mandates of the National Pollutant Discharge Elimination System Stormwater (NPDES) permitting program.

Fire Rescue Fund

This fund accounts for the costs of providing fire protection services to the residents living within the unincorporated areas of the County. The primary revenue source is from various special assessments to citizens to be used for fire rescue and emergency medical services.

Emergency 911 Fund

This fund accounts for fees provided by the Florida emergency telephone act and by ordinance No. 86-23. These revenues are to be used for the acquisition, implementation, and maintenance of public safety answering point equipment and "911" service features.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Hazardous Waste Fund

This fund accounts for costs of regulations and inspections of hazardous waste facilities. The primary revenue source is from a 3% tax on gross receipts on commercial hazardous waste facilities pursuant to Section 403.7215, Florida Statutes. According to Florida Statutes, these funds are restricted to be spent on the regulation and inspection of hazardous waste facilities.

Radio Communications Fund

This fund accounts for the cost of constructing and maintaining the County-wide 800 megahertz radio communications system. Primary revenue sources are court fines and radio communication user fees.

Law Enforcement Trust Fund

This fund accounts for the monies obtained from cash forfeitures and the sale of property and equipment confiscated by the Sheriff as provided for in Chapter 932, Florida Statutes, the amounts in the fund are to be expended only for certain law enforcement purposes.

Land Management Trust Fund

This fund accounts for monies obtained from ad valorem taxes, which may only be expended for the purchase and management of environmentally sensitive lands.

Building Fund

This fund accounts for building permit fees. Revenues are used solely to defer the costs of inspections and to enforce the building code, as permitted by Section 125.56 and 553.80, Florida Statutes.

North Ridge CRA Fund

This fund accounts for monies obtained from ad valorem taxes, which may only be expended for the rehabilitation, conservation, or redevelopment of the north ridge area of unincorporated Polk County.

Indigent Healthcare Fund

This fund accounts for receipts and disbursements of monies received from the discretionary half-cent sales tax approved by Polk County voters. Monies may be expended only for healthcare services for qualified residents, including but not limited to, the indigent and medically poor.

Harden/Parkway CRA Fund

This fund was established in 2004 and has a 40-year sunset date. This fund accounts for monies obtained from ad valorem taxes, which may only be expended to fund the design, construction, and payment for all components of the transportation improvements to the Harden/Parkway area.

Polk Commerce Centre CRA Fund

This fund was established in 2006 when Polk County commissioners were assigned to the CRA board. This fund accounts for monies obtained from ad valorem taxes, which may only be expended to fund the design, construction, and payment for all components of the transportation improvements to the Polk Commerce Centre area.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Leisure Services MSTU Fund

The leisure services MSTU was established in 2005 to provide and maintain expanded public access to parks and recreation areas and activities, by improving, acquiring, and operating parks, recreation areas and facilities, historical venues and trails within unincorporated areas of the county. Revenues are provided by ad valorem taxes.

Libraries MSTU Fund

The libraries MSTU fund was established in 2005 to provide and maintain expanded public access to library facilities and programs by improving, acquiring, constructing, and operating library facilities within the unincorporated areas of the County. Revenues are provided by ad valorem taxes.

Rancho Bonito MSTU Fund

The Rancho Bonito MSTU fund was established in 2013 to fund County and law enforcement services, facilities, operations, maintenance and programs properly located within Rancho Bonito. Revenues are provided by ad valorem taxes.

Transportation Millage Fund

This fund accounts for 1 mill of Ad Valorem revenue levied county-wide. In addition, the Board of Commissioners has assigned a portion of the Public Service Tax, assessed on the purchase of utilities such as electricity, water, natural gas, and petroleum gas, to the fund. The primary purpose of the fund is for pavement management, roadway drainage, road capacity, road safety, and general roadway improvements.

Eloise CRA Fund

This fund accounts for monies obtained from ad valorem taxes, which may only be expended for the rehabilitation, conservation, or redevelopment of the Eloise area.

Clerk of the Circuit Courts – Court Fund

This fund accounts for court-related financial resources. The primary revenue source is revenue sharing from Florida Clerks of Court Operations Corporation and is restricted for court-related operations.

Unbudgeted Other Special Revenue Funds

The Clerk of Courts' Records Modernization Trust accounts for the proceeds of specified revenue sources that are legally restricted to expenditures for specified purposes. The Sheriff's Other Special Revenue Funds (Grants Fund and Other Governmental Funds) account for the proceeds of specific revenue sources related to law enforcement education, law enforcement equipment, and other governmental activities that are legally restricted or committed to expenditures for these specified purposes. The Supervisor of Elections' Special Revenue Grants Fund accounts for the proceeds and expenditures of grants that are contractually restricted for election related expenditures.

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources for and payment of the County's long-term debt other than those payable from the operations of enterprise funds.

Public Facilities Revenue Bonds, Series 2005 Fund

The County maintains an interest and Sinking Fund (debt service fund) for the Public Facilities Revenue Bonds—2005 Fund. The transactions in this fund during the year are limited and are primarily only the interest and principal payments required for the fund. Debt service is funded by the public service tax and interest on pooled cash.

Constitutional Fuel Tax Revenue Improvement and Refunding Bonds, Series 2006 Fund

This fund accumulates monies for the payment of the \$38,670,000 Constitutional Fuel Tax Revenue Refunding Bonds, Series 1996, which are serial bonds, due in annual installments of \$2,075,491 to \$3,959,241 through December 2026. Principal and interest are collateralized by a pledge of the County's share of the Constitutional (5th and 6th Cent) Fuel Tax Funds.

Capital Improvement Refunding Revenue Bonds, Series 2010 Fund

This fund accumulates monies for the payment of the \$32,265,000 Capital Improvement Refunding Revenue Bonds, Series 2010, which are serial bonds, due in annual installments of \$2,779,050 to \$2,784,200 through December 2026. Principal and interest are paid from the county share of the half-cent sales tax funds received from the state.

Transportation Improvement Refunding Revenue Bonds, Series 2010 Fund

This fund accumulates monies for the payment of the \$53,035,000 Transportation Improvement Refunding Revenue Bonds, Series 2010, which are serial bonds, due in annual installments of \$4,172,725 to \$4,176,975 through December 2029. Principal and interest are paid from the 5-cents per gallon local option fuel tax and a two percent public service tax levied by the County.

Public Facilities Revenue Refunding Bonds, Series 2014 Fund

This fund accumulates monies for the payment of the \$71,510,000 Public Facilities Revenue Refunding Bond. Series 2014, which are serial bonds, due in annual installments of \$1,787,556 to \$5,453,600 through December 2035. Principal and interest are paid by a pledge of revenues from the State Revenue Sharing Trust Funds and 8% of the 10% public service tax accruing to the County under provisions of Chapter 210, Florida Statutes, Section 212.20 and Chapter 125, Florida Statutes; Chapter 218, Part II, Florida Statutes; Section 166.231, Florida Statutes.

CAPITAL PROJECT FUNDS

Capital Project Funds account for funds used for the acquisition or construction of major capital facilities.

General Capital Improvements Fund

This fund is used to account for the acquisition, construction, modification, improvement and renovation of major capital facilities such as buildings and parks.

Road Construction Fund

This fund is used to account for the acquisition, reconstruction, and maintenance of certain roads in the County which are funded by public service taxes, the second local option gas taxes, and bond proceeds.

Northeast Polk Roadway Fund

This fund was established to spend down the remaining balance on projects in Northeast Polk County transferred from the North Ridge CRA Fund that was sunset in 2015.

Environmental Lands Acquisition Fund

This fund is used to account for the purchase of environmentally sensitive lands which are funded by a 0.2 mil ad valorem tax levy.

Drainage and Water Quality Fund

This fund was established to account for drainage and water quality activities.

**POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2015**

Special Revenue

	Special Revenue Grants	County Transportation Trust	Tourist Development Tax	Impact Fees	Lake and River Enhancement
ASSETS					
Cash and Investments	\$ 3,244,115	\$ 22,286,094	\$ 6,772,044	\$ 6,555,383	\$ 1,805,856
Accounts Receivable	19,240	8,069	239	-	4,637
Interest Receivable	2,456	25,370	6,753	7,452	1,973
Due from Other Governments	4,719,086	2,793,296	-	-	-
Advances from Other Funds	10,752	-	-	-	-
Other Assets	1,656	-	-	-	-
Total Assets	<u>\$ 7,997,305</u>	<u>\$ 25,112,829</u>	<u>\$ 6,779,036</u>	<u>\$ 6,562,835</u>	<u>\$ 1,812,466</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	\$ 1,844,347	\$ 524,497	\$ 274,955	\$ 53,207	\$ 2,787
Accrued Liabilities	230,791	389,915	43,706	-	3,431
Customer Deposits	-	-	-	-	-
Due to Other Governments	569	190,363	-	-	-
Due to Other Funds	-	-	-	-	-
Advances from Other Funds	-	-	-	-	-
Unearned Revenue	5,018,110	11,608	3,090	3,410	903
Total Liabilities	<u>7,093,817</u>	<u>1,116,383</u>	<u>321,751</u>	<u>56,617</u>	<u>7,121</u>
DEFERRED INFLOWS OF RESOURCES					
Taxes Received in Advance	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	1,656	-	-	-	-
Restricted	903,488	23,996,446	6,457,285	6,506,218	1,805,345
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	(1,656)	-	-	-	-
Total Fund Balances	<u>903,488</u>	<u>23,996,446</u>	<u>6,457,285</u>	<u>6,506,218</u>	<u>1,805,345</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 7,997,305</u>	<u>\$ 25,112,829</u>	<u>\$ 6,779,036</u>	<u>\$ 6,562,835</u>	<u>\$ 1,812,466</u>

**POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SEPTEMBER 30, 2015**

Special Revenue						
<u>Lighting Districts</u>	<u>Stormwater MSTU</u>	<u>Fire Rescue</u>	<u>Emergency 911</u>	<u>Hazardous Waste</u>	<u>Radio Communications</u>	<u>Law Enforcement Trust Fund</u>
\$ 517,371	\$ 1,769,650	\$ 4,153,518	\$ 942,865	\$ 96,177	\$ 454,070	\$ 680,971
-	-	13,391	-	-	1,467	-
690	2,006	5,414	656	175	467	374
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 518,061</u>	<u>\$ 1,771,656</u>	<u>\$ 4,172,323</u>	<u>\$ 943,521</u>	<u>\$ 96,352</u>	<u>\$ 456,004</u>	<u>\$ 681,345</u>
\$ 181,299	\$ 139,540	\$ 141,478	\$ 70,914	\$ 7,215	\$ 50,987	\$ 2,658
-	-	1,039,048	22,100	-	19,527	-
-	-	-	-	-	-	-
-	6	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
315	918	2,477	300	80	214	171
181,614	140,464	1,183,003	93,314	7,295	70,728	2,829
-	12,944	579,201	-	-	-	-
-	12,944	579,201	-	-	-	-
-	-	-	-	-	-	-
336,447	1,618,248	2,410,119	850,207	89,057	385,276	678,516
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>336,447</u>	<u>1,618,248</u>	<u>2,410,119</u>	<u>850,207</u>	<u>89,057</u>	<u>385,276</u>	<u>678,516</u>
<u>\$ 518,061</u>	<u>\$ 1,771,656</u>	<u>\$ 4,172,323</u>	<u>\$ 943,521</u>	<u>\$ 96,352</u>	<u>\$ 456,004</u>	<u>\$ 681,345</u>

**POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SEPTEMBER 30, 2015**

Special Revenue

	Land Management Trust Fund	Building Fund	North Ridge CRA	Indigent Healthcare	Harden / Parkway CRA
ASSETS					
Cash and Investments	\$ 37,821,767	\$ 3,864,228	\$ -	\$ 36,980,086	\$ 200,025
Accounts Receivable	-	24,117	-	69,873	-
Interest Receivable	42,197	4,560	-	40,932	224
Due from Other Governments	-	-	-	3,852,187	-
Advances from Other Funds	-	-	-	-	-
Other Assets	-	-	-	-	-
Total Assets	<u>\$ 37,863,964</u>	<u>\$ 3,892,905</u>	<u>\$ -</u>	<u>\$ 40,943,078</u>	<u>\$ 200,249</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	\$ 528	\$ 19,586	\$ -	\$ 1,669,980	\$ -
Accrued Liabilities	-	798,116	-	1,555,120	-
Customer Deposits	-	-	-	-	-
Due to Other Governments	-	-	-	-	-
Due to Other Funds	-	401,761	-	-	-
Advances from Other Funds	-	601,761	-	-	-
Unearned Revenue	19,307	2,086	-	18,729	102
Total Liabilities	<u>19,835</u>	<u>1,823,310</u>	<u>-</u>	<u>3,243,829</u>	<u>102</u>
DEFERRED INFLOWS OF RESOURCES					
Taxes Received in Advance	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	2,069,595	-	37,699,249	200,147
Committed	34,695,372	-	-	-	-
Assigned	3,148,757	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	<u>37,844,129</u>	<u>2,069,595</u>	<u>-</u>	<u>37,699,249</u>	<u>200,147</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 37,863,964</u>	<u>\$ 3,892,905</u>	<u>\$ -</u>	<u>\$ 40,943,078</u>	<u>\$ 200,249</u>

Special Revenue

Polk Commerce Centre CRA	Leisure Services MSTU	Libraries MSTU	Rancho Bonito MSTU	Transportation Millage	Eloise CRA	Clerk of the Circuit Courts Court Fund	Unbudgeted Other Special Revenue Funds
\$ 21,549	\$ 12,686,856	\$ 687,604	\$ 7,496	\$ 20,899,035	\$ 467,110	\$ 3,970,485	\$ 5,612,844
-	-	-	-	-	-	-	77,073
-	14,403	711	8	23,916	522	-	-
-	24,790	-	-	145	-	-	447,607
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	91,041
<u>\$ 21,549</u>	<u>\$ 12,726,049</u>	<u>\$ 688,315</u>	<u>\$ 7,504</u>	<u>\$ 20,923,096</u>	<u>\$ 467,632</u>	<u>\$ 3,970,485</u>	<u>\$ 6,228,565</u>
\$ -	\$ 508,368	\$ 38,183	\$ -	\$ 561,827	\$ -	\$ 24,850	\$ 145,659
-	113,596	-	-	-	-	328,682	138,683
-	-	-	-	-	-	2,598,063	-
-	-	-	1	-	-	1,018,890	46,456
-	-	-	-	-	-	-	480,952
1,474,835	-	-	-	-	-	-	-
-	6,590	325	4	10,943	239	-	593
<u>1,474,835</u>	<u>628,554</u>	<u>38,508</u>	<u>5</u>	<u>572,770</u>	<u>239</u>	<u>3,970,485</u>	<u>812,343</u>
-	72,743	27,301	-	226,693	-	-	-
-	72,743	27,301	-	226,693	-	-	-
-	-	-	-	-	-	-	91,041
-	12,024,752	622,506	7,499	-	467,393	-	5,359,631
-	-	-	-	20,123,633	-	-	-
-	-	-	-	-	-	-	5,035
(1,453,286)	-	-	-	-	-	-	(39,485)
<u>(1,453,286)</u>	<u>12,024,752</u>	<u>622,506</u>	<u>7,499</u>	<u>20,123,633</u>	<u>467,393</u>	<u>-</u>	<u>5,416,222</u>
<u>\$ 21,549</u>	<u>\$ 12,726,049</u>	<u>\$ 688,315</u>	<u>\$ 7,504</u>	<u>\$ 20,923,096</u>	<u>\$ 467,632</u>	<u>\$ 3,970,485</u>	<u>\$ 6,228,565</u>

**POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SEPTEMBER 30, 2015**

	Debt Service				
	Public Facilities Revenue Bonds Series 2005	Constitutional Fuel Tax Revenue Improvement and Refunding Bonds Series 2006	Capital Improvement Refunding Revenue Bonds Series 2010	Transportation Improvement Refunding Revenue Bonds Series 2010	Public Facilities Revenue Refunding Bonds Series 2014
ASSETS					
Cash and Investments	\$ 1,818,112	\$ 2,765,059	\$ 4,715,858	\$ 6,874,132	\$ 1,192,584
Accounts Receivable	-	-	-	-	-
Interest Receivable	2,033	3,092	5,014	7,563	1,334
Due from Other Governments	-	-	-	-	-
Advances from Other Funds	-	-	-	-	-
Other Assets	-	-	-	-	-
Total Assets	<u>\$ 1,820,145</u>	<u>\$ 2,768,151</u>	<u>\$ 4,720,872</u>	<u>\$ 6,881,695</u>	<u>\$ 1,193,918</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	-	-	-	-	-
Customer Deposits	-	-	-	-	-
Due to Other Governments	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Advances from Other Funds	-	-	-	-	-
Unearned Revenue	930	1,416	2,293	3,460	610
Total Liabilities	<u>930</u>	<u>1,416</u>	<u>2,293</u>	<u>3,460</u>	<u>610</u>
DEFERRED INFLOWS OF RESOURCES					
Taxes Received in Advance	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	1,769,533	2,707,214	1,784,050	2,469,192	1,144,183
Committed	-	-	-	-	-
Assigned	49,682	59,521	2,934,529	4,409,043	49,125
Unassigned	-	-	-	-	-
Total Fund Balances	<u>1,819,215</u>	<u>2,766,735</u>	<u>4,718,579</u>	<u>6,878,235</u>	<u>1,193,308</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 1,820,145</u>	<u>\$ 2,768,151</u>	<u>\$ 4,720,872</u>	<u>\$ 6,881,695</u>	<u>\$ 1,193,918</u>

Capital Projects

General Capital Improvements	Road Construction	Northeast Polk Roadway	Environmental Lands Acquisition	Drainage and Water Quality	Total All Nonmajor Governmental Funds
\$ 1,209,434	\$ 3,012,148	\$ 34,588,628	\$ 2,863,004	\$ 357,061	\$ 231,893,219
-	-	-	-	-	218,106
1,459	3,563	39,582	3,251	104	248,254
-	-	-	-	307,774	12,144,885
-	-	-	-	-	10,752
-	-	-	-	-	92,697
<u>\$ 1,210,893</u>	<u>\$ 3,015,711</u>	<u>\$ 34,628,210</u>	<u>\$ 2,866,255</u>	<u>\$ 664,939</u>	<u>\$ 244,607,913</u>
\$ 24,031	\$ 117,929	\$ 1,054,934	\$ 2,179	\$ 78,497	\$ 7,540,435
-	-	-	658	-	4,683,373
-	-	-	-	-	2,598,063
-	-	-	-	-	1,256,285
-	-	-	-	-	882,713
-	-	-	-	-	2,076,596
667	1,630	18,111	1,487	48	5,131,166
24,698	119,559	1,073,045	4,324	78,545	24,168,631
-	-	-	-	-	918,882
-	-	-	-	-	918,882
-	-	-	-	-	92,697
-	-	-	-	-	114,361,596
-	-	33,555,165	2,861,931	-	91,236,101
1,186,195	2,896,152	-	-	586,394	15,324,433
-	-	-	-	-	(1,494,427)
<u>1,186,195</u>	<u>2,896,152</u>	<u>33,555,165</u>	<u>2,861,931</u>	<u>586,394</u>	<u>219,520,400</u>
<u>\$ 1,210,893</u>	<u>\$ 3,015,711</u>	<u>\$ 34,628,210</u>	<u>\$ 2,866,255</u>	<u>\$ 664,939</u>	<u>\$ 244,607,913</u>

POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
YEAR ENDED SEPTEMBER 30, 2015

	Special Revenue				
	Special Revenue Grants	County Transportation Trust	Tourist Development Tax	Impact Fees	Lake and River Enhancement
REVENUES					
Taxes	\$ -	\$ 20,849,326	\$ 9,186,134	\$ -	\$ -
Licenses and Permits	-	30,566	-	-	155,947
Intergovernmental	20,535,744	9,620,601	-	-	-
Charges for Services	700,348	-	-	-	319,505
Fines and Forfeitures	-	-	-	-	-
Special Assessments	-	-	-	27,958	-
Interest Income	21,189	333,783	70,709	133,653	24,760
Net Change in Fair Value of Investments	(6,444)	(66,561)	(17,717)	(19,551)	(5,176)
Miscellaneous	6,612,502	839,122	364,509	21,960	4
Total Revenues	27,863,339	31,606,837	9,603,635	164,020	495,040
EXPENDITURES					
Current:					
General Government	47,725	-	-	-	-
Public Safety	605,102	-	-	2,668	-
Physical Environment	1,897,049	-	-	-	179,200
Transportation	12,212,093	23,597,113	-	4,550,960	-
Economic Environment	7,745,224	-	6,106,418	-	-
Human Services	5,637,335	-	-	-	-
Culture and Recreation	1,078,706	-	-	1,540,830	31,738
Debt Service:					
Principal Retirements	-	-	1,242,734	-	-
Interest and Fiscal Charges	-	-	202,805	-	-
Capital Projects	-	-	-	-	-
Total Expenditures	29,223,234	23,597,113	7,551,957	6,094,458	210,938
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,359,895)	8,009,724	2,051,678	(5,930,438)	284,102
OTHER FINANCING SOURCES (USES)					
Transfers In	1,739,099	-	-	1,050,000	-
Transfers Out	(347,920)	(6,151,000)	(42,000)	(1,164,600)	-
Total Other Financing Sources (Uses)	1,391,179	(6,151,000)	(42,000)	(114,600)	-
NET CHANGE IN FUND BALANCES	31,284	1,858,724	2,009,678	(6,045,038)	284,102
Fund Balances - Beginning of Year	872,204	22,137,722	4,447,607	12,551,256	1,521,243
FUND BALANCES - END OF YEAR	<u>\$ 903,488</u>	<u>\$ 23,996,446</u>	<u>\$ 6,457,285</u>	<u>\$ 6,506,218</u>	<u>\$ 1,805,345</u>

Special Revenue

Lighting Districts	Stormwater MSTU	Fire Rescue	Emergency 911	Hazardous Waste	Radio Communications	Law Enforcement Trust Fund
\$ -	\$ 1,476,959	\$ -	\$ -	\$ 126,000	\$ -	\$ -
-	-	-	-	-	-	-
-	-	62,220	-	-	-	-
-	-	282,473	2,463,751	-	1,238,700	-
-	-	-	-	-	425,819	432,524
2,349,328	-	31,288,201	-	-	-	-
17,200	28,025	157,896	9,281	3,194	12,057	10,004
(1,810)	(5,264)	(14,205)	(1,722)	(458)	(1,226)	(981)
-	-	13,182	1,200	-	141,165	100,152
2,364,718	1,499,720	31,789,767	2,472,510	128,736	1,816,515	541,699
-	-	-	-	-	-	-
-	-	35,221,926	2,706,176	-	2,250,144	646,795
-	844,042	-	-	351,174	-	-
2,461,297	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,461,297	844,042	35,221,926	2,706,176	351,174	2,250,144	646,795
(96,579)	655,678	(3,432,159)	(233,666)	(222,438)	(433,629)	(105,096)
-	2,212	1,650,364	-	-	-	-
(50,000)	(96,586)	-	-	-	-	-
(50,000)	(94,374)	1,650,364	-	-	-	-
(146,579)	561,304	(1,781,795)	(233,666)	(222,438)	(433,629)	(105,096)
483,026	1,056,944	4,191,914	1,083,873	311,495	818,905	783,612
\$ 336,447	\$ 1,618,248	\$ 2,410,119	\$ 850,207	\$ 89,057	\$ 385,276	\$ 678,516

POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015

	Special Revenue				
	Land Management Trust Fund	Building Fund	North Ridge CRA	Indigent Healthcare	Harden / Parkway CRA
REVENUES					
Taxes	\$ 16,374	\$ -	\$ -	\$ 38,640,913	\$ 293,935
Licenses and Permits	-	5,018,314	-	-	-
Intergovernmental	-	-	-	-	-
Charges for Services	-	73,525	-	81,478	-
Fines and Forfeitures	-	570	-	-	-
Special Assessments	-	-	-	-	-
Interest Income	562,981	51,174	363,495	503,398	8,951
Net Change in Fair Value of Investments	(110,707)	(11,963)	-	(107,389)	(587)
Miscellaneous	-	-	12,000	286,856	-
Total Revenues	468,648	5,131,620	375,495	39,405,256	302,299
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	4,085,294	-	-	-
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	-	-	50,946	-	-
Human Services	-	-	1,650,387	32,181,368	-
Culture and Recreation	-	-	94,953	-	-
Debt Service:					
Principal Retirements	-	-	-	-	-
Interest and Fiscal Charges	-	2,401	-	-	-
Capital Projects	-	-	-	-	-
Total Expenditures	-	4,087,695	1,796,286	32,181,368	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	468,648	1,043,925	(1,420,791)	7,223,888	302,299
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	6,519,126	-	402,391
Transfers Out	(100,000)	-	(41,966,294)	-	(745,000)
Total Other Financing Sources (Uses)	(100,000)	-	(35,447,168)	-	(342,609)
NET CHANGE IN FUND BALANCES	368,648	1,043,925	(36,867,959)	7,223,888	(40,310)
Fund Balances - Beginning of Year	37,475,481	1,025,670	36,867,959	30,475,361	240,457
FUND BALANCES - END OF YEAR	<u>\$ 37,844,129</u>	<u>\$ 2,069,595</u>	<u>\$ -</u>	<u>\$ 37,699,249</u>	<u>\$ 200,147</u>

Special Revenue

Polk Commerce Centre CRA	Leisure Services MSTU	Libraries MSTU	Rancho Bonito MSTU	Transportation Millage	Eloise CRA	Clerk of the Circuit Courts Court Fund	Unbudgeted Other Special Revenue Funds
\$ 1,015	\$ 6,250,233	\$ 3,124,292	\$ 7,577	\$ 27,183,444	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	12,234,684	2,071,113
-	503,959	-	-	-	-	-	1,152,714
-	-	-	-	-	-	-	1,327,091
-	-	-	-	-	-	-	-
-	220,115	15,305	84	414,577	7,080	-	32,304
-	(37,786)	(1,864)	(22)	(62,746)	(1,370)	-	-
-	90,337	-	-	408,320	-	-	323,164
1,015	7,026,858	3,137,733	7,639	27,943,595	5,710	12,234,684	4,906,386
-	-	-	151	-	-	12,234,684	2,120,931
-	-	-	-	-	-	-	3,012,712
-	-	-	-	-	-	-	-
100,000	-	-	-	31,624,299	-	-	-
-	-	-	-	-	19,950	-	-
-	-	-	-	-	215	-	-
-	8,886,464	3,060,312	-	-	308	-	-
-	-	-	-	-	-	-	-
4,257	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
104,257	8,886,464	3,060,312	151	31,624,299	20,473	12,234,684	5,133,643
(103,242)	(1,859,606)	77,421	7,488	(3,680,704)	(14,763)	-	(227,257)
20,534	9,360	4,679	11	36,816	28,401	-	551
-	(389,670)	(182,609)	-	(922,734)	-	-	-
20,534	(380,310)	(177,930)	11	(885,918)	28,401	-	551
(82,708)	(2,239,916)	(100,509)	7,499	(4,566,622)	13,638	-	(226,706)
(1,370,578)	14,264,668	723,015	-	24,690,255	453,755	-	5,642,928
\$ (1,453,286)	\$ 12,024,752	\$ 622,506	\$ 7,499	\$ 20,123,633	\$ 467,393	\$ -	\$ 5,416,222

POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015

	Debt Service				
	Public Facilities Revenue Bonds Series 2005	Constitutional Fuel Tax Revenue Improvement & Refunding Bonds Series 2006	Capital Improvement Refunding Revenue Bonds Series 2010	Transportation Improvement Refunding Revenue Bonds Series 2010	Public Facilities Revenue Refunding Bonds Series 2014
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ 1,332,000	\$ -
Licenses and Permits	-	-	-	-	-
Intergovernmental	884,000	-	2,848,130	-	3,335,000
Charges for Services	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-
Special Assessments	-	-	-	-	-
Interest Income	16,708	25,255	56,589	88,549	13,989
Net Change in Fair Value of Investments	(5,334)	(8,112)	(13,154)	(19,841)	(3,499)
Miscellaneous	-	-	-	-	-
Total Revenues	895,374	17,143	2,891,565	1,400,708	3,345,490
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	-	-	-	-	-
Human Services	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Debt Service:					
Principal Retirements	2,010,000	2,605,000	1,665,000	2,075,000	-
Interest and Fiscal Charges	125,438	1,164,529	1,090,376	2,060,199	3,373,330
Capital Projects	-	-	-	-	-
Total Expenditures	2,135,438	3,769,529	2,755,376	4,135,199	3,373,330
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,240,064)	(3,752,386)	136,189	(2,734,491)	(27,840)
OTHER FINANCING SOURCES (USES)					
Transfers In	1,050,000	3,896,000	-	3,000,000	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	1,050,000	3,896,000	-	3,000,000	-
NET CHANGE IN FUND BALANCES	(190,064)	143,614	136,189	265,509	(27,840)
Fund Balances - Beginning of Year	2,009,279	2,623,121	4,582,390	6,612,726	1,221,148
FUND BALANCES - END OF YEAR	<u>\$ 1,819,215</u>	<u>\$ 2,766,735</u>	<u>\$ 4,718,579</u>	<u>\$ 6,878,235</u>	<u>\$ 1,193,308</u>

Capital Projects

General Capital Improvements	Road Construction	Northeast Polk Roadway	Environmental Lands Acquisition	Drainage and Water Quality	Total All Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ 7,663	\$ -	\$ 108,495,865
-	-	-	-	-	5,204,827
210,000	-	-	-	-	51,801,492
-	-	-	-	-	6,816,453
-	-	-	-	-	2,186,004
-	-	-	-	-	33,665,487
25,588	57,018	193,660	46,450	10,828	3,535,849
(3,827)	(9,349)	(103,847)	(8,528)	(272)	(651,312)
-	53,880	-	-	937,090	10,205,443
231,761	101,549	89,813	45,585	947,646	221,260,108
-	-	-	-	-	14,403,491
-	-	-	-	-	48,530,817
-	-	-	-	-	3,271,465
-	-	-	-	-	74,545,762
-	-	-	-	-	13,922,538
-	-	-	-	-	39,469,305
-	-	-	-	-	14,693,311
-	-	-	-	-	9,597,734
-	-	-	-	-	8,023,335
1,072,644	1,228,077	3,176,933	288,159	1,932,462	7,698,275
1,072,644	1,228,077	3,176,933	288,159	1,932,462	234,156,033
(840,883)	(1,126,528)	(3,087,120)	(242,574)	(984,816)	(12,895,925)
768,837	-	36,642,285	100,000	-	56,920,666
(322,867)	-	-	(30,672)	-	(52,511,952)
445,970	-	36,642,285	69,328	-	4,408,714
(394,913)	(1,126,528)	33,555,165	(173,246)	(984,816)	(8,487,211)
1,581,108	4,022,680	-	3,035,177	1,571,210	228,007,611
\$ 1,186,195	\$ 2,896,152	\$ 33,555,165	\$ 2,861,931	\$ 586,394	\$ 219,520,400

**POLK COUNTY, FLORIDA
SPECIAL REVENUE GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 38,448,926	\$ 39,926,841	\$ 20,535,744	\$ (19,391,097)
Charges for Services	1,104,445	1,104,445	700,348	(404,097)
Interest Income	22,000	22,000	21,189	(811)
Net Change in Fair Value of Investments	-	-	(6,444)	(6,444)
Miscellaneous Revenue	22,272,178	22,523,903	6,612,502	(15,911,401)
Total Revenues	61,847,549	63,577,189	27,863,339	(35,713,850)
EXPENDITURES				
Current:				
General Government	54,760	323,072	47,725	275,347
Public Safety	1,187,083	1,317,277	605,102	712,175
Physical Environment	2,692,519	3,332,519	1,897,049	1,435,470
Transportation	33,734,446	33,853,933	12,212,093	21,641,840
Economic Environment	19,558,594	19,025,260	7,745,224	11,280,036
Human Services	6,572,995	7,014,188	5,637,335	1,376,853
Culture and Recreation	2,908,854	2,033,643	1,078,706	954,937
Total Expenditures	66,709,251	66,899,892	29,223,234	37,676,658
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,861,702)	(3,322,703)	(1,359,895)	1,962,808
OTHER FINANCING SOURCES (USES)				
Transfers In	2,377,806	2,450,631	1,739,099	(711,532)
Transfers Out	(2,200,000)	(3,030,197)	(347,920)	2,682,277
Total Other Financing Sources (Uses)	177,806	(579,566)	1,391,179	1,970,745
NET CHANGE IN FUND BALANCE	(4,683,896)	(3,902,269)	31,284	3,933,553
Fund Balance - Beginning of Year	872,204	872,204	872,204	-
FUND BALANCE - END OF YEAR	<u>\$ (3,811,692)</u>	<u>\$ (3,030,065)</u>	<u>\$ 903,488</u>	<u>\$ 3,933,553</u>

**POLK COUNTY, FLORIDA
COUNTY TRANSPORTATION TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 18,152,592	\$ 18,152,592	\$ 20,849,326	\$ 2,696,734
Licenses and Permits	12,588	12,588	30,566	17,978
Intergovernmental	8,377,544	8,377,544	9,620,601	1,243,057
Interest Income	160,996	160,996	333,783	172,787
Net Change in Fair Value of Investments	-	-	(66,561)	(66,561)
Miscellaneous	627,980	627,980	839,122	211,142
Total Revenues	27,331,700	27,331,700	31,606,837	4,275,137
EXPENDITURES				
Current:				
Transportation	33,474,969	29,404,104	23,597,113	5,806,991
Total Expenditures	33,474,969	29,404,104	23,597,113	5,806,991
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,143,269)	(2,072,404)	8,009,724	10,082,128
OTHER FINANCING SOURCES (USES)				
Transfers Out	(6,151,000)	(6,151,000)	(6,151,000)	-
Total Other Financing Sources (Uses)	(6,151,000)	(6,151,000)	(6,151,000)	-
NET CHANGE IN FUND BALANCE	(12,294,269)	(8,223,404)	1,858,724	10,082,128
Fund Balance - Beginning of Year	22,137,722	22,137,722	22,137,722	-
FUND BALANCE - END OF YEAR	<u>\$ 9,843,453</u>	<u>\$ 13,914,318</u>	<u>\$ 23,996,446</u>	<u>\$ 10,082,128</u>

POLK COUNTY, FLORIDA
TOURIST DEVELOPMENT TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 7,810,489	\$ 7,810,489	\$ 9,186,134	\$ 1,375,645
Interest Income	38,717	38,717	70,709	31,992
Net Change in Fair Value of Investments	-	-	(17,717)	(17,717)
Miscellaneous	405,750	405,750	364,509	(41,241)
Total Revenues	8,254,956	8,254,956	9,603,635	1,348,679
EXPENDITURES				
Current:				
Economic Environment	6,242,664	6,353,321	6,106,418	246,903
Debt Service:				
Principal Retirements	1,258,081	1,258,081	1,242,734	15,347
Interest and Fiscal Charges	191,850	191,850	202,805	(10,955)
Total Expenditures	7,692,595	7,803,252	7,551,957	251,295
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	562,361	451,704	2,051,678	1,599,974
OTHER FINANCING SOURCES (USES)				
Transfers Out	(42,000)	(42,000)	(42,000)	-
Total Other Financing Sources (Uses)	(42,000)	(42,000)	(42,000)	-
NET CHANGE IN FUND BALANCE	520,361	409,704	2,009,678	1,599,974
Fund Balance - Beginning of Year	4,447,607	4,447,607	4,447,607	-
FUND BALANCE - END OF YEAR	\$ 4,967,968	\$ 4,857,311	\$ 6,457,285	\$ 1,599,974

**POLK COUNTY, FLORIDA
IMPACT FEES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Special Assessments	\$ -	\$ -	\$ 27,958	\$ 27,958
Interest Income	120,802	120,802	133,653	12,851
Net Change in Fair Value of Investments	-	-	(19,551)	(19,551)
Miscellaneous Revenue	-	-	21,960	21,960
Total Revenues	120,802	120,802	164,020	43,218
EXPENDITURES				
Current:				
Public Safety	60,000	193,000	2,668	190,332
Transportation	9,292,588	6,252,737	4,550,960	1,701,777
Culture and Recreation	2,906,752	2,016,438	1,540,830	475,608
Total Expenditures	12,259,340	8,462,175	6,094,458	2,367,717
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(12,138,538)	(8,341,373)	(5,930,438)	2,410,935
OTHER FINANCING SOURCES (USES)				
Transfers In	1,050,000	1,050,000	1,050,000	-
Transfers Out	(1,364,652)	(1,364,652)	(1,164,600)	200,052
Total Other Financing Sources (Uses)	(314,652)	(314,652)	(114,600)	200,052
NET CHANGE IN FUND BALANCE	(12,453,190)	(8,656,025)	(6,045,038)	2,610,987
Fund Balance - Beginning of Year	12,551,256	12,551,256	12,551,256	-
FUND BALANCE - END OF YEAR	\$ 98,066	\$ 3,895,231	\$ 6,506,218	\$ 2,610,987

**POLK COUNTY, FLORIDA
LAKE AND RIVER ENHANCEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Licenses and Permits	\$ 144,027	\$ 144,027	\$ 155,947	\$ 11,920
Charges for Services	280,059	280,059	319,505	39,446
Interest Income	11,272	11,272	24,760	13,488
Net Change in Fair Value of Investments	-	-	(5,176)	(5,176)
Miscellaneous	-	-	4	4
Total Revenues	435,358	435,358	495,040	59,682
EXPENDITURES				
Current:				
Physical Environment	253,299	253,299	179,200	74,099
Culture and Recreation	253,533	164,369	31,738	132,631
Total Expenditures	506,832	417,668	210,938	206,730
NET CHANGE IN FUND BALANCE	(71,474)	17,690	284,102	266,412
Fund Balance - Beginning of Year	1,521,243	1,521,243	1,521,243	-
FUND BALANCE - END OF YEAR	<u>\$ 1,449,769</u>	<u>\$ 1,538,933</u>	<u>\$ 1,805,345</u>	<u>\$ 266,412</u>

**POLK COUNTY, FLORIDA
LIGHTING DISTRICTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Special Assessments	\$ 2,676,347	\$ 2,676,347	\$ 2,349,328	\$ (327,019)
Interest Income	15,000	15,000	17,200	2,200
Net Change in Fair Value of Investments	-	-	(1,810)	(1,810)
Total Revenues	2,691,347	2,691,347	2,364,718	(326,629)
EXPENDITURES				
Current:				
Transportation	2,791,347	2,791,347	2,461,297	330,050
Total Expenditures	2,791,347	2,791,347	2,461,297	330,050
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(100,000)	(100,000)	(96,579)	3,421
OTHER FINANCING SOURCES (USES)				
Transfers Out	(50,000)	(50,000)	(50,000)	-
Total Other Financing Sources (Uses)	(50,000)	(50,000)	(50,000)	-
NET CHANGE IN FUND BALANCE	(150,000)	(150,000)	(146,579)	3,421
Fund Balance - Beginning of Year	483,026	483,026	483,026	-
FUND BALANCE - END OF YEAR	<u>\$ 333,026</u>	<u>\$ 333,026</u>	<u>\$ 336,447</u>	<u>\$ 3,421</u>

**POLK COUNTY, FLORIDA
STORMWATER MSTU FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 1,449,669	\$ 1,449,669	\$ 1,476,959	\$ 27,290
Interest Income	12,941	12,941	28,025	15,084
Net Change in Fair Value of Investments	-	-	(5,264)	(5,264)
Total Revenues	1,462,610	1,462,610	1,499,720	37,110
EXPENDITURES				
Current:				
Physical Environment	716,180	1,111,180	844,042	267,138
Total Expenditures	716,180	1,111,180	844,042	267,138
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	746,430	351,430	655,678	304,248
OTHER FINANCING SOURCES (USES)				
Transfers In	1,500	1,500	2,212	712
Transfers Out	(96,894)	(96,894)	(96,586)	308
Total Other Financing Sources (Uses)	(95,394)	(95,394)	(94,374)	1,020
NET CHANGE IN FUND BALANCE	651,036	256,036	561,304	305,268
Fund Balance - Beginning of Year	1,056,944	1,056,944	1,056,944	-
FUND BALANCE - END OF YEAR	<u>\$ 1,707,980</u>	<u>\$ 1,312,980</u>	<u>\$ 1,618,248</u>	<u>\$ 305,268</u>

**POLK COUNTY, FLORIDA
FIRE RESCUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 40,000	\$ 40,000	\$ 62,220	\$ 22,220
Charges for Services	200,000	200,000	282,473	82,473
Special Assessments	30,499,277	30,499,277	31,288,201	788,924
Interest Income	33,130	33,130	157,896	124,766
Net Change in Fair Value of Investments	-	-	(14,205)	(14,205)
Miscellaneous	-	-	13,182	13,182
Total Revenues	30,772,407	30,772,407	31,789,767	1,017,360
EXPENDITURES				
Current:				
Public Safety	35,999,924	35,997,057	35,221,926	775,131
Total Expenditures	35,999,924	35,997,057	35,221,926	775,131
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,227,517)	(5,224,650)	(3,432,159)	1,792,491
OTHER FINANCING SOURCES (USES)				
Transfers In	1,636,274	1,636,274	1,650,364	14,090
Total Other Financing Sources (Uses)	1,636,274	1,636,274	1,650,364	14,090
NET CHANGE IN FUND BALANCE	(3,591,243)	(3,588,376)	(1,781,795)	1,806,581
Fund Balance - Beginning of Year	4,191,914	4,191,914	4,191,914	-
FUND BALANCE - END OF YEAR	<u>\$ 600,671</u>	<u>\$ 603,538</u>	<u>\$ 2,410,119</u>	<u>\$ 1,806,581</u>

**POLK COUNTY, FLORIDA
EMERGENCY 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for Services	\$ 2,566,323	\$ 2,566,323	\$ 2,463,751	\$ (102,572)
Interest Income	7,326	7,326	9,281	1,955
Net Change in Fair Value of Investments	-	-	(1,722)	(1,722)
Miscellaneous	-	-	1,200	1,200
Total Revenues	2,573,649	2,573,649	2,472,510	(101,139)
EXPENDITURES				
Current:				
Public Safety	2,971,218	2,971,218	2,706,176	265,042
Total Expenditures	2,971,218	2,971,218	2,706,176	265,042
NET CHANGE IN FUND BALANCE	(397,569)	(397,569)	(233,666)	163,903
Fund Balance - Beginning of Year	1,083,873	1,083,873	1,083,873	-
FUND BALANCE - END OF YEAR	<u>\$ 686,304</u>	<u>\$ 686,304</u>	<u>\$ 850,207</u>	<u>\$ 163,903</u>

**POLK COUNTY, FLORIDA
HAZARDOUS WASTE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 110,000	\$ 110,000	\$ 126,000	\$ 16,000
Interest Income	2,040	2,040	3,194	1,154
Net Change in Fair Value of Investments	-	-	(458)	(458)
Total Revenues	112,040	112,040	128,736	16,696
EXPENDITURES				
Current:				
Physical Environment	351,449	351,449	351,174	275
Total Expenditures	351,449	351,449	351,174	275
NET CHANGE IN FUND BALANCE	(239,409)	(239,409)	(222,438)	16,971
Fund Balance - Beginning of Year	311,495	311,495	311,495	-
FUND BALANCE - END OF YEAR	<u>\$ 72,086</u>	<u>\$ 72,086</u>	<u>\$ 89,057</u>	<u>\$ 16,971</u>

**POLK COUNTY, FLORIDA
RADIO COMMUNICATIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for Services	\$ 1,041,025	\$ 1,121,025	\$ 1,238,700	\$ 117,675
Fines and Forfeitures	470,000	470,000	425,819	(44,181)
Interest Income	5,630	5,630	12,057	6,427
Net Change in Fair Value of Investments	-	-	(1,226)	(1,226)
Miscellaneous	100,000	100,000	141,165	41,165
Total Revenues	1,616,655	1,696,655	1,816,515	119,860
EXPENDITURES				
Current:				
Public Safety	2,094,662	2,294,662	2,250,144	44,518
Total Expenditures	2,094,662	2,294,662	2,250,144	44,518
NET CHANGE IN FUND BALANCE	(478,007)	(598,007)	(433,629)	164,378
Fund Balance - Beginning of Year	818,905	818,905	818,905	-
FUND BALANCE - END OF YEAR	<u>\$ 340,898</u>	<u>\$ 220,898</u>	<u>\$ 385,276</u>	<u>\$ 164,378</u>

**POLK COUNTY, FLORIDA
LAW ENFORCEMENT TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Fines and Forfeitures	\$ 71,000	\$ 71,000	\$ 432,524	\$ 361,524
Interest Income	3,500	3,500	10,004	6,504
Net Change in Fair Value of Investments	-	-	(981)	(981)
Miscellaneous	-	-	100,152	100,152
Total Revenues	74,500	74,500	541,699	467,199
EXPENDITURES				
Current:				
Public Safety	486,649	685,187	646,795	38,392
Total Expenditures	486,649	685,187	646,795	38,392
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(412,149)	(610,687)	(105,096)	505,591
NET CHANGE IN FUND BALANCE	(412,149)	(610,687)	(105,096)	505,591
Fund Balance - Beginning of Year	783,612	783,612	783,612	-
FUND BALANCE - END OF YEAR	<u>\$ 371,463</u>	<u>\$ 172,925</u>	<u>\$ 678,516</u>	<u>\$ 505,591</u>

**POLK COUNTY, FLORIDA
LAND MANAGEMENT TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ -	\$ -	\$ 16,374	\$ 16,374
Interest Income	262,577	262,577	562,981	300,404
Net Change in Fair Value of Investments	-	-	(110,707)	(110,707)
Total Revenues	262,577	262,577	468,648	206,071
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	262,577	262,577	468,648	206,071
OTHER FINANCING SOURCES (USES)				
Transfers Out	(100,000)	(100,000)	(100,000)	-
Total Other Financing Sources (Uses)	(100,000)	(100,000)	(100,000)	-
NET CHANGE IN FUND BALANCE	162,577	162,577	368,648	206,071
Fund Balance - Beginning of Year	37,475,481	37,475,481	37,475,481	-
FUND BALANCE - END OF YEAR	<u>\$ 37,638,058</u>	<u>\$ 37,638,058</u>	<u>\$ 37,844,129</u>	<u>\$ 206,071</u>

**POLK COUNTY, FLORIDA
BUILDING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Licenses and Permits	\$ 3,848,972	\$ 3,848,972	\$ 5,018,314	\$ 1,169,342
Charges for Services	43,605	43,605	73,525	29,920
Fines and Forfeitures	-	-	570	570
Interest Income	16,950	16,950	51,174	34,224
Net Change in Fair Value of Investments	-	-	(11,963)	(11,963)
Miscellaneous	1,576,755	1,576,755	-	(1,576,755)
Total Revenues	5,486,282	5,486,282	5,131,620	(354,662)
EXPENDITURES				
Current:				
Public Safety	4,456,923	4,834,923	4,085,294	749,629
Debt Service:				
Principal Retirements	201,761	201,761	-	201,761
Interest and Fiscal Charges	17,500	17,500	2,401	15,099
Total Expenditures	4,676,184	5,054,184	4,087,695	966,489
NET CHANGE IN FUND BALANCE	810,098	432,098	1,043,925	611,827
Fund Balance - Beginning of Year	1,025,670	1,025,670	1,025,670	-
FUND BALANCE - END OF YEAR	<u>\$ 1,835,768</u>	<u>\$ 1,457,768</u>	<u>\$ 2,069,595</u>	<u>\$ 611,827</u>

**POLK COUNTY, FLORIDA
NORTH RIDGE CRA FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Interest Income	\$ 264,235	\$ 264,235	\$ 363,495	\$ 99,260
Miscellaneous	-	-	12,000	12,000
Total Revenues	264,235	264,235	375,495	111,260
EXPENDITURES				
Current:				
Economic Environment	127,539	50,946	50,946	-
Human Services	17,155,572	1,650,389	1,650,387	2
Culture and Recreation	563,766	94,953	94,953	-
Total Expenditures	17,846,877	1,796,288	1,796,286	2
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(17,582,642)	(1,532,053)	(1,420,791)	111,262
OTHER FINANCING SOURCES (USES)				
Transfers In	6,542,387	6,542,387	6,519,126	(23,261)
Transfers Out	(5,324,009)	(42,095,958)	(41,966,294)	129,664
Total Other Financing Sources (Uses)	1,218,378	(35,553,571)	(35,447,168)	106,403
NET CHANGE IN FUND BALANCE	(16,364,264)	(37,085,624)	(36,867,959)	217,665
Fund Balance - Beginning of Year	36,867,959	36,867,959	36,867,959	-
FUND BALANCE - END OF YEAR	<u>\$ 20,503,695</u>	<u>\$ (217,665)</u>	<u>\$ -</u>	<u>\$ 217,665</u>

**POLK COUNTY, FLORIDA
INDIGENT HEALTH CARE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 33,523,344	\$ 33,523,344	\$ 38,640,913	\$ 5,117,569
Charges for Services	87,791	87,791	81,478	(6,313)
Interest Income	168,046	168,046	503,398	335,352
Net Change in Fair Value of Investments	-	-	(107,389)	(107,389)
Miscellaneous	15,313	15,313	286,856	271,543
Total Revenues	33,794,494	33,794,494	39,405,256	5,610,762
EXPENDITURES				
Current:				
Human Services	39,614,100	39,614,100	32,181,368	7,432,732
Total Expenditures	39,614,100	39,614,100	32,181,368	7,432,732
NET CHANGE IN FUND BALANCE	(5,819,606)	(5,819,606)	7,223,888	13,043,494
Fund Balance - Beginning of Year	30,475,361	30,475,361	30,475,361	-
FUND BALANCE - END OF YEAR	<u>\$ 24,655,755</u>	<u>\$ 24,655,755</u>	<u>\$ 37,699,249</u>	<u>\$ 13,043,494</u>

**POLK COUNTY, FLORIDA
HARDEN / PARKWAY CRA FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 278,522	\$ 278,522	\$ 293,935	\$ 15,413
Interest Income	1,370	1,370	8,951	7,581
Net Change in Fair Value of Investments	-	-	(587)	(587)
Total Revenues	279,892	279,892	302,299	22,407
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	279,892	279,892	302,299	22,407
OTHER FINANCING SOURCES (USES)				
Transfers In	401,896	401,896	402,391	495
Transfers Out	(745,000)	(745,000)	(745,000)	-
Total Other Financing Sources (Uses)	(343,104)	(343,104)	(342,609)	495
NET CHANGE IN FUND BALANCE	(63,212)	(63,212)	(40,310)	22,902
Fund Balance - Beginning of Year	240,457	240,457	240,457	-
FUND BALANCE - END OF YEAR	<u>\$ 177,245</u>	<u>\$ 177,245</u>	<u>\$ 200,147</u>	<u>\$ 22,902</u>

**POLK COUNTY, FLORIDA
POLK COMMERCE CENTRE CRA FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ 1,015	\$ 1,015
Total Revenues	-	-	1,015	1,015
EXPENDITURES				
Current:				
Transportation	100,000	100,000	100,000	-
Debt Service:				
Interest and Fiscal Charges	20,873	20,873	4,257	16,616
Total Expenditures	120,873	120,873	104,257	16,616
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(120,873)	(120,873)	(103,242)	17,631
OTHER FINANCING SOURCES (USES)				
Transfers In	120,873	120,873	20,534	(100,339)
Total Other Financing Sources (Uses)	120,873	120,873	20,534	(100,339)
NET CHANGE IN FUND BALANCE	-	-	(82,708)	(82,708)
Fund Balance - Beginning of Year	(1,370,578)	(1,370,578)	(1,370,578)	-
FUND BALANCE - END OF YEAR	<u>\$ (1,370,578)</u>	<u>\$ (1,370,578)</u>	<u>\$ (1,453,286)</u>	<u>\$ (82,708)</u>

**POLK COUNTY, FLORIDA
LEISURE SERVICES MSTU FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 6,116,151	\$ 6,116,151	\$ 6,250,233	\$ 134,082
Charges for Services	552,416	552,416	503,959	(48,457)
Interest Income	126,472	126,472	220,115	93,643
Net Change in Fair Value of Investments	-	-	(37,786)	(37,786)
Miscellaneous	32,775	32,775	90,337	57,562
Total Revenues	6,827,814	6,827,814	7,026,858	199,044
EXPENDITURES				
Current:				
Culture and Recreation	16,617,052	15,488,907	8,886,464	6,602,443
Total Expenditures	16,617,052	15,488,907	8,886,464	6,602,443
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,789,238)	(8,661,093)	(1,859,606)	6,801,487
OTHER FINANCING SOURCES (USES)				
Transfers In	2,129,706	2,129,706	9,360	(2,120,346)
Transfers Out	(2,489,816)	(2,522,066)	(389,670)	2,132,396
Total Other Financing Sources (Uses)	(360,110)	(392,360)	(380,310)	12,050
NET CHANGE IN FUND BALANCE	(10,149,348)	(9,053,453)	(2,239,916)	6,813,537
Fund Balance - Beginning of Year	14,264,668	14,264,668	14,264,668	-
FUND BALANCE - END OF YEAR	<u>\$ 4,115,320</u>	<u>\$ 5,211,215</u>	<u>\$ 12,024,752</u>	<u>\$ 6,813,537</u>

**POLK COUNTY, FLORIDA
LIBRARIES MSTU FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 3,057,350	\$ 3,057,350	\$ 3,124,292	\$ 66,942
Interest Income	10,041	10,041	15,305	5,264
Net Change in Fair Value of Investments	-	-	(1,864)	(1,864)
Total Revenues	3,067,391	3,067,391	3,137,733	70,342
EXPENDITURES				
Current:				
Culture and Recreation	3,133,469	3,133,469	3,060,312	73,157
Total Expenditures	3,133,469	3,133,469	3,060,312	73,157
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(66,078)	(66,078)	77,421	143,499
OTHER FINANCING SOURCES (USES)				
Transfers In	3,200	3,200	4,679	1,479
Transfers Out	(183,262)	(183,262)	(182,609)	653
Total Other Financing Sources (Uses)	(180,062)	(180,062)	(177,930)	2,132
NET CHANGE IN FUND BALANCE	(246,140)	(246,140)	(100,509)	145,631
Fund Balance - Beginning of Year	723,015	723,015	723,015	-
FUND BALANCE - END OF YEAR	<u>\$ 476,875</u>	<u>\$ 476,875</u>	<u>\$ 622,506</u>	<u>\$ 145,631</u>

**POLK COUNTY, FLORIDA
RANCHO BONITO MSTU FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 8,050	\$ 8,050	\$ 7,577	\$ (473)
Interest Income	-	-	84	84
Net Change in Fair Value of Investments	-	-	(22)	(22)
Total Revenues	8,050	8,050	7,639	(411)
EXPENDITURES				
Current:				
General Government	8,050	8,050	151	7,899
Total Expenditures	8,050	8,050	151	7,899
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	7,488	7,488
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	11	11
Total Other Financing Sources (Uses)	-	-	11	11
NET CHANGE IN FUND BALANCE	-	-	7,499	7,499
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,499</u>	<u>\$ 7,499</u>

**POLK COUNTY, FLORIDA
TRANSPORTATION MILLAGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 26,687,386	\$ 26,687,386	\$ 27,183,444	\$ 496,058
Interest Income	257,032	257,032	414,577	157,545
Net Change in Fair Value of Investments	-	-	(62,746)	(62,746)
Miscellaneous	-	-	408,320	408,320
Total Revenues	26,944,418	26,944,418	27,943,595	999,177
EXPENDITURES				
Current:				
Transportation	54,566,894	47,385,081	31,624,299	15,760,782
Total Expenditures	54,566,894	47,385,081	31,624,299	15,760,782
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(27,622,476)	(20,440,663)	(3,680,704)	16,759,959
OTHER FINANCING SOURCES (USES)				
Transfers In	25,700	25,700	36,816	11,116
Transfers Out	(925,729)	(925,729)	(922,734)	2,995
Total Other Financing Sources (Uses)	(900,029)	(900,029)	(885,918)	14,111
NET CHANGE IN FUND BALANCE	(28,522,505)	(21,340,692)	(4,566,622)	16,774,070
Fund Balance - Beginning of Year	24,690,255	24,690,255	24,690,255	-
FUND BALANCE - END OF YEAR	<u>\$ (3,832,250)</u>	<u>\$ 3,349,563</u>	<u>\$ 20,123,633</u>	<u>\$ 16,774,070</u>

**POLK COUNTY, FLORIDA
ELOISE CRA FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest Income	\$ 3,083	\$ 3,083	\$ 7,080	\$ 3,997
Net Change in Fair Value of Investments	-	-	(1,370)	(1,370)
Total Revenues	3,083	3,083	5,710	2,627
EXPENDITURES				
Current:				
Economic Environment	159,140	159,140	19,950	139,190
Human Services	125,000	125,000	215	124,785
Culture and Recreation	-	-	308	(308)
Total Expenditures	284,140	284,140	20,473	263,667
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(281,057)	(281,057)	(14,763)	266,294
OTHER FINANCING SOURCES (USES)				
Transfers In	28,127	28,127	28,401	274
Total Other Financing Sources (Uses)	28,127	28,127	28,401	274
NET CHANGE IN FUND BALANCE	(252,930)	(252,930)	13,638	266,568
Fund Balance - Beginning of Year	453,755	453,755	453,755	-
FUND BALANCE - END OF YEAR	<u>\$ 200,825</u>	<u>\$ 200,825</u>	<u>\$ 467,393</u>	<u>\$ 266,568</u>

**POLK COUNTY, FLORIDA
CLERK OF THE CIRCUIT COURTS – COURT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 12,226,341	\$ 12,234,684	\$ 12,234,684	\$ -
Total Revenues	12,226,341	12,234,684	12,234,684	-
EXPENDITURES				
Current:				
General Government	12,226,341	12,234,684	12,234,684	-
Total Expenditures	12,226,341	12,234,684	12,234,684	-
NET CHANGE IN FUND BALANCE	-	-	-	-
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

POLK COUNTY, FLORIDA
PUBLIC FACILITIES REVENUE BONDS, SERIES 2005 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 884,000	\$ 884,000	\$ 884,000	\$ -
Interest Income	5,000	5,000	16,708	11,708
Net Change in Fair Value of Investments	-	-	(5,334)	(5,334)
Total Revenues	889,000	889,000	895,374	6,374
EXPENDITURES				
Debt Service:				
Principal Retirements	2,010,000	2,010,000	2,010,000	-
Interest and Fiscal Charges	127,612	127,612	125,438	2,174
Total Expenditures	2,137,612	2,137,612	2,135,438	2,174
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,248,612)	(1,248,612)	(1,240,064)	8,548
OTHER FINANCING SOURCES (USES)				
Transfers In	1,050,000	1,050,000	1,050,000	-
Total Other Financing Sources (Uses)	1,050,000	1,050,000	1,050,000	-
NET CHANGE IN FUND BALANCE	(198,612)	(198,612)	(190,064)	8,548
Fund Balance - Beginning of Year	2,009,279	2,009,279	2,009,279	-
FUND BALANCE - END OF YEAR	<u>\$ 1,810,667</u>	<u>\$ 1,810,667</u>	<u>\$ 1,819,215</u>	<u>\$ 8,548</u>

**POLK COUNTY, FLORIDA
CONSTITUTIONAL FUEL TAX
REVENUE IMPROVEMENT AND REFUNDING BONDS, SERIES 2006 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Interest Income	\$ 6,453	\$ 6,453	\$ 25,255	\$ 18,802
Net Change in Fair Value of Investments	-	-	(8,112)	(8,112)
Total Revenues	6,453	6,453	17,143	10,690
EXPENDITURES				
Debt Service:				
Principal Retirements	2,605,000	2,605,000	2,605,000	-
Interest and Fiscal Charges	1,166,029	1,166,029	1,164,529	1,500
Total Expenditures	3,771,029	3,771,029	3,769,529	1,500
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,764,576)	(3,764,576)	(3,752,386)	12,190
OTHER FINANCING SOURCES (USES)				
Transfers In	3,896,000	3,896,000	3,896,000	-
Total Other Financing Sources (Uses)	3,896,000	3,896,000	3,896,000	-
NET CHANGE IN FUND BALANCE	131,424	131,424	143,614	12,190
Fund Balance - Beginning of Year	2,623,121	2,623,121	2,623,121	-
FUND BALANCE - END OF YEAR	<u>\$ 2,754,545</u>	<u>\$ 2,754,545</u>	<u>\$ 2,766,735</u>	<u>\$ 12,190</u>

POLK COUNTY, FLORIDA
CAPITAL IMPROVEMENT REFUNDING REVENUE BONDS, SERIES 2010 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 2,848,130	\$ 2,848,130	\$ 2,848,130	\$ -
Interest Income	4,022	4,022	56,589	52,567
Net Change in Fair Value of Investments	-	-	(13,154)	(13,154)
Total Revenues	2,852,152	2,852,152	2,891,565	39,413
EXPENDITURES				
Debt Service:				
Principal Retirements	1,665,000	1,665,000	1,665,000	-
Interest and Fiscal Charges	1,091,625	1,091,625	1,090,376	1,249
Total Expenditures	2,756,625	2,756,625	2,755,376	1,249
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	95,527	95,527	136,189	40,662
OTHER FINANCING SOURCES (USES)				
Transfers In	4,022	4,022	-	(4,022)
Transfers Out	(4,022)	(4,022)	-	4,022
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	95,527	95,527	136,189	40,662
Fund Balance - Beginning of Year	4,582,390	4,582,390	4,582,390	-
FUND BALANCE - END OF YEAR	<u>\$ 4,677,917</u>	<u>\$ 4,677,917</u>	<u>\$ 4,718,579</u>	<u>\$ 40,662</u>

POLK COUNTY, FLORIDA
TRANSPORTATION IMPROVEMENT REFUNDING REVENUE BONDS, SERIES 2010 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 1,332,000	\$ 1,332,000	\$ 1,332,000	\$ -
Interest Income	5,686	5,686	88,549	82,863
Net Change in Fair Value of Investments	-	-	(19,841)	(19,841)
Total Revenues	1,337,686	1,337,686	1,400,708	63,022
EXPENDITURES				
Debt Service:				
Principal Retirements	2,075,000	2,075,000	2,075,000	-
Interest and Fiscal Charges	2,060,950	2,060,950	2,060,199	751
Total Expenditures	4,135,950	4,135,950	4,135,199	751
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,798,264)	(2,798,264)	(2,734,491)	63,773
OTHER FINANCING SOURCES (USES)				
Transfers In	3,005,686	3,005,686	3,000,000	(5,686)
Transfers Out	(5,686)	(5,686)	-	5,686
Total Other Financing Sources (Uses)	3,000,000	3,000,000	3,000,000	-
NET CHANGE IN FUND BALANCE	201,736	201,736	265,509	63,773
Fund Balance - Beginning of Year	6,612,726	6,612,726	6,612,726	-
FUND BALANCE - END OF YEAR	<u>\$ 6,814,462</u>	<u>\$ 6,814,462</u>	<u>\$ 6,878,235</u>	<u>\$ 63,773</u>

POLK COUNTY, FLORIDA
PUBLIC FACILITIES REVENUE REFUNDING BONDS, SERIES 2014 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 3,335,000	\$ 3,335,000	\$ 3,335,000	\$ -
Interest Income	-	-	13,989	13,989
Net Change in Fair Value of Investments	-	-	(3,499)	(3,499)
Total Revenues	3,335,000	3,335,000	3,345,490	10,490
EXPENDITURES				
Debt Service:				
Interest and Fiscal Charges	3,372,581	3,373,781	3,373,330	451
Total Expenditures	3,372,581	3,373,781	3,373,330	451
NET CHANGE IN FUND BALANCE	(37,581)	(38,781)	(27,840)	10,941
Fund Balance - Beginning of Year	1,221,148	1,221,148	1,221,148	-
FUND BALANCE - END OF YEAR	<u>\$ 1,183,567</u>	<u>\$ 1,182,367</u>	<u>\$ 1,193,308</u>	<u>\$ 10,941</u>

POLK COUNTY, FLORIDA
GENERAL CAPITAL IMPROVEMENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ 210,000	\$ 210,000	\$ 210,000	\$ -
Interest Income	14,706	14,706	25,588	10,882
Net Change in Fair Value of Investments	-	-	(3,827)	(3,827)
Total Revenues	224,706	224,706	231,761	7,055
EXPENDITURES				
Capital Projects	6,941,711	6,448,878	1,072,644	5,376,234
Total Expenditures	6,941,711	6,448,878	1,072,644	5,376,234
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,717,005)	(6,224,172)	(840,883)	5,383,289
OTHER FINANCING SOURCES (USES)				
Transfers In	768,837	768,837	768,837	-
Transfers Out	(322,867)	(322,867)	(322,867)	-
Total Other Financing Sources (Uses)	445,970	445,970	445,970	-
NET CHANGE IN FUND BALANCE	(6,271,035)	(5,778,202)	(394,913)	5,383,289
Fund Balance - Beginning of Year	1,581,108	1,581,108	1,581,108	-
FUND BALANCE - END OF YEAR	<u>\$ (4,689,927)</u>	<u>\$ (4,197,094)</u>	<u>\$ 1,186,195</u>	<u>\$ 5,383,289</u>

**POLK COUNTY, FLORIDA
ROAD CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Interest Income	\$ 33,466	\$ 33,466	\$ 57,018	\$ 23,552
Net Change in Fair Value of Investments	-	-	(9,349)	(9,349)
Miscellaneous	-	-	53,880	53,880
Total Revenues	33,466	33,466	101,549	68,083
EXPENDITURES				
Capital Projects	4,560,208	3,469,467	1,228,077	2,241,390
Total Expenditures	4,560,208	3,469,467	1,228,077	2,241,390
NET CHANGE IN FUND BALANCE	(4,526,742)	(3,436,001)	(1,126,528)	2,309,473
Fund Balance - Beginning of Year	4,022,680	4,022,680	4,022,680	-
FUND BALANCE - END OF YEAR	<u>\$ (504,062)</u>	<u>\$ 586,679</u>	<u>\$ 2,896,152</u>	<u>\$ 2,309,473</u>

**POLK COUNTY, FLORIDA
NORTHEAST POLK ROADWAY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Interest Income	\$ -	\$ -	\$ 193,660	\$ 193,660
Net Change in Fair Value of Investments	-	-	(103,847)	(103,847)
Total Revenues	-	-	89,813	89,813
EXPENDITURES				
Capital Projects	-	15,746,964	3,176,933	12,570,031
Total Expenditures	-	15,746,964	3,176,933	12,570,031
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(15,746,964)	(3,087,120)	12,659,844
OTHER FINANCING SOURCES (USES)				
Transfers	-	-	36,642,285	36,642,285
Total Other Financing Sources (Uses)	-	-	36,642,285	36,642,285
NET CHANGE IN FUND BALANCE	-	(15,746,964)	33,555,165	49,302,129
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ (15,746,964)</u>	<u>\$ 33,555,165</u>	<u>\$ 49,302,129</u>

**POLK COUNTY, FLORIDA
ENVIRONMENTAL LANDS ACQUISITION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ 7,663	\$ 7,663
Interest Income	22,874	22,874	46,450	23,576
Net Change in Fair Value of Investments	-	-	(8,528)	(8,528)
Total Revenues	22,874	22,874	45,585	22,711
EXPENDITURES				
Capital Projects	2,258,720	1,991,718	288,159	1,703,559
Total Expenditures	2,258,720	1,991,718	288,159	1,703,559
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,235,846)	(1,968,844)	(242,574)	1,726,270
OTHER FINANCING SOURCES (USES)				
Transfers In	100,000	100,000	100,000	-
Transfers Out	(149,172)	(189,172)	(30,672)	158,500
Total Other Financing Sources (Uses)	(49,172)	(89,172)	69,328	158,500
NET CHANGE IN FUND BALANCE	(2,285,018)	(2,058,016)	(173,246)	1,884,770
Fund Balance - Beginning of Year	3,035,177	3,035,177	3,035,177	-
FUND BALANCE - END OF YEAR	<u>\$ 750,159</u>	<u>\$ 977,161</u>	<u>\$ 2,861,931</u>	<u>\$ 1,884,770</u>

**POLK COUNTY, FLORIDA
DRAINAGE AND WATER QUALITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2015**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest Income	\$ 11,656	\$ 11,656	\$ 10,828	\$ (828)
Net Change in Fair Value of Investments	-	-	(272)	(272)
Miscellaneous	1,021,000	1,021,000	937,090	(83,910)
Total Revenues	1,032,656	1,032,656	947,646	(85,010)
EXPENDITURES				
Capital Projects	2,663,262	2,495,725	1,932,462	563,263
Total Expenditures	2,663,262	2,495,725	1,932,462	563,263
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,630,606)	(1,463,069)	(984,816)	478,253
NET CHANGE IN FUND BALANCE	(1,630,606)	(1,463,069)	(984,816)	478,253
Fund Balance - Beginning of Year	1,571,210	1,571,210	1,571,210	-
FUND BALANCE - END OF YEAR	<u>\$ (59,396)</u>	<u>\$ 108,141</u>	<u>\$ 586,394</u>	<u>\$ 478,253</u>

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INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies, and to other governments on a cost reimbursement basis.

FLEET MANAGEMENT FUND

This fund accounts for all activities necessary to provide for the maintenance, replacement, and management of the County's fleet of vehicles.

EMPLOYEE HEALTH INSURANCE FUND

This fund accounts for the provision of health benefits to County employees, retirees, and their dependents through the County's self-insurance health program.

INFORMATION TECHNOLOGY FUND

This fund accounts for the operations of the computer replacement and information technology enhancement and maintenance programs.

**POLK COUNTY, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF FUND NET POSITION
SEPTEMBER 30, 2015**

	Fleet Management	Employee Health Insurance	Information Technology	Total
ASSETS				
CURRENT ASSETS				
Cash and Investments	\$ 12,646,037	\$ 29,468,767	\$ 1,349,972	\$ 43,464,776
Accounts Receivable	155,883	305	1,628	157,816
Interest Receivable	14,952	30,697	-	45,649
Due from Other Governments	-	133,759	-	133,759
Inventory, at Cost	362,375	-	-	362,375
Other Assets	1,758,830	-	-	1,758,830
Total Current Assets	<u>14,938,077</u>	<u>29,633,528</u>	<u>1,351,600</u>	<u>45,923,205</u>
NONCURRENT ASSETS				
Capital Assets:				
Buildings and Improvements	2,175,724	-	3,805,879	5,981,603
Equipment	75,476,787	5,991	4,663,007	80,145,785
Intangibles	-	-	6,386,333	6,386,333
Less: Accumulated Depreciation	<u>(53,091,462)</u>	<u>(5,991)</u>	<u>(11,476,354)</u>	<u>(64,573,807)</u>
Total Capital Assets, Net of Accumulated Depreciation	<u>24,561,049</u>	<u>-</u>	<u>3,378,865</u>	<u>27,939,914</u>
Total Assets	<u>39,499,126</u>	<u>29,633,528</u>	<u>4,730,465</u>	<u>73,863,119</u>
LIABILITIES				
CURRENT LIABILITIES				
Vouchers Payable	501,665	1,068,452	107,733	1,677,850
Accrued Liabilities	91,170	53,445	160,881	305,496
Unearned Revenue	-	245,882	-	245,882
Accrued Compensated Absences, Current Portion	16,798	-	24,811	41,609
Claims Payable	-	2,913,000	-	2,913,000
Total Current Liabilities	<u>609,633</u>	<u>4,280,779</u>	<u>293,425</u>	<u>5,183,837</u>
NONCURRENT LIABILITIES				
Accrued Compensated Absences	187,496	57,903	276,933	522,332
Other Postemployment Benefits Payable	1,288,563	407,138	1,900,545	3,596,246
Total Noncurrent Liabilities	<u>1,476,059</u>	<u>465,041</u>	<u>2,177,478</u>	<u>4,118,578</u>
Total Liabilities	<u>2,085,692</u>	<u>4,745,820</u>	<u>2,470,903</u>	<u>9,302,415</u>
NET POSITION				
Net Investment in Capital Assets	24,561,049	-	3,378,865	27,939,914
Unrestricted (Deficit)	<u>12,852,385</u>	<u>24,887,708</u>	<u>(1,119,303)</u>	<u>36,620,790</u>
Total Net Position	<u><u>\$ 37,413,434</u></u>	<u><u>\$ 24,887,708</u></u>	<u><u>\$ 2,259,562</u></u>	<u><u>\$ 64,560,704</u></u>

POLK COUNTY, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
YEAR ENDED SEPTEMBER 30, 2015

	Fleet Management	Employee Health Insurance	Information Technology	Total
OPERATING REVENUES				
Charges for Services	\$ 11,856,111	\$ 46,353,724	\$ 7,018,222	\$ 65,228,057
Other Revenue	2,537	525,175	57,379	585,091
Total Operating Revenues	<u>11,858,648</u>	<u>46,878,899</u>	<u>7,075,601</u>	<u>65,813,148</u>
OPERATING EXPENSES				
Personal Services	2,481,068	943,183	4,238,179	7,662,430
Operations and Maintenance	4,515,722	3,244,216	2,233,614	9,993,552
Depreciation	5,647,736	-	1,248,882	6,896,618
Health Care Program	-	41,895,085	-	41,895,085
Total Operating Expenses	<u>12,644,526</u>	<u>46,082,484</u>	<u>7,720,675</u>	<u>66,447,685</u>
OPERATING INCOME (LOSS)	(785,878)	796,415	(645,074)	(634,537)
NONOPERATING REVENUES (EXPENSES)				
Interest Income	199,746	411,311	20,815	631,872
Net Change in Fair Value of Investments	(39,228)	(80,535)	(4,272)	(124,035)
Gain (Loss) on Disposal of Equipment	1,045,792	-	(1,296)	1,044,496
Total Nonoperating Revenues (Expenses)	<u>1,206,310</u>	<u>330,776</u>	<u>15,247</u>	<u>1,552,333</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	420,432	1,127,191	(629,827)	917,796
CAPITAL CONTRIBUTIONS				
Capital Contributions	12,631	-	23,062	35,693
Transfer of Capital Assets - Governmental Funds	-	-	(80,363)	(80,363)
Total Capital Contributions	<u>12,631</u>	<u>-</u>	<u>(57,301)</u>	<u>(44,670)</u>
CHANGE IN NET POSITION	433,063	1,127,191	(687,128)	873,126
Net Position - Beginning of Year	<u>36,980,371</u>	<u>23,760,517</u>	<u>2,946,690</u>	<u>63,687,578</u>
NET POSITION - END OF YEAR	<u>\$ 37,413,434</u>	<u>\$ 24,887,708</u>	<u>\$ 2,259,562</u>	<u>\$ 64,560,704</u>

**POLK COUNTY, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2015**

	Fleet Management	Employee Health Insurance	Information Technology	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers	\$ 2,093,528	\$ -	\$ -	\$ 2,093,528
Cash Received from Internal Services	9,833,600	46,238,869	7,018,505	63,090,974
Cash Paid to Suppliers for Goods and Services	(6,079,287)	(44,814,482)	(2,317,397)	(53,211,166)
Cash Paid to Employees for Services	(2,391,193)	(926,487)	(4,154,078)	(7,471,758)
Cash Received from Other Sources	2,537	525,175	57,379	585,091
Net Cash from Operating Activities	3,459,185	1,023,075	604,409	5,086,669
CASH FLOWS FROM CAPITAL AND FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	(5,133,916)	-	(609,383)	(5,743,299)
Proceeds from Sale of Capital Assets	1,117,053	-	-	1,117,053
Net Cash from Capital and Related Financing Activities	(4,016,863)	-	(609,383)	(4,626,246)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from Sale of Investments	10,145,475	21,176,116	1,054,993	32,376,584
Purchases of Investments	(11,911,391)	(26,482,070)	(1,274,242)	(39,667,703)
Investment Earnings Received	204,820	420,568	20,815	646,203
Net Cash from Investing Activities	(1,561,096)	(4,885,386)	(198,434)	(6,644,916)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(2,118,774)	(3,862,311)	(203,408)	(6,184,493)
Cash and Cash Equivalents - Beginning of Year	4,970,868	11,481,475	501,848	16,954,191
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 2,852,094</u>	<u>\$ 7,619,164</u>	<u>\$ 298,440</u>	<u>\$ 10,769,698</u>
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Net Income (Loss) from Operations	\$ (785,878)	\$ 796,415	\$ (645,074)	\$ (634,537)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation	5,647,736	-	1,248,882	6,896,618
(Increase) Decrease in:				
Accounts Receivable	71,017	(305)	283	70,995
Due from Other Governments	-	(133,759)	-	(133,759)
Inventory	214,378	-	-	214,378
Other Assets	(1,758,830)	-	2,102	(1,756,728)
Increase (Decrease) in:				
Vouchers Payable	(30,182)	663,664	(85,885)	547,597
Accrued Liabilities	11,069	21,155	21,796	54,020
Unearned Revenue	-	19,209	-	19,209
Claims Payable	-	(360,000)	-	(360,000)
Accrued Compensated Absences	6,091	(7,986)	(50,916)	(52,811)
Postemployment Health Care Benefits Payable	83,784	24,682	113,221	221,687
Total Adjustments	4,245,063	226,660	1,249,483	5,721,206
Net Cash from Operating Activities	<u>\$ 3,459,185</u>	<u>\$ 1,023,075</u>	<u>\$ 604,409</u>	<u>\$ 5,086,669</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Contribution of Capital Assets	<u>\$ 12,631</u>	<u>\$ -</u>	<u>\$ 23,062</u>	<u>\$ 35,693</u>
RECONCILIATION OF INTERNAL SERVICE FUND CASH TO POOLED CASH AND INVESTMENTS				
Internal Service Fund Pooled Cash and Cash Equivalents	\$ 2,852,094	\$ 7,619,164	\$ 298,440	\$ 10,769,698
Internal Service Fund Pooled Investments	9,793,943	21,849,603	1,051,532	32,695,078
Total Pooled Cash and Investments	<u>\$ 12,646,037</u>	<u>\$ 29,468,767</u>	<u>\$ 1,349,972</u>	<u>\$ 43,464,776</u>
RECONCILIATION OF INTERNAL SERVICE FUND CASH AND INVESTMENTS TO COMBINING BALANCE SHEET CASH AND INVESTMENTS				
Cash, Cash Equivalents and Investments	<u>\$ 12,646,037</u>	<u>\$ 29,468,767</u>	<u>\$ 1,349,972</u>	<u>\$ 43,464,776</u>
Total Cash and Investments	<u>\$ 12,646,037</u>	<u>\$ 29,468,767</u>	<u>\$ 1,349,972</u>	<u>\$ 43,464,776</u>

AGENCY FUNDS

Agency Funds account for all assets held as custodian or agent for individuals, governmental entities and nonpublic organizations. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

COUNTY COURT FUND

This fund accounts for the fine and forfeiture collections generated from criminal cases which is then disbursed to state or local agencies.

REGISTRY OF COURT FUND

This fund accounts for deposits from civil cases at the direction of the court, the funds are held until the court directs the fund to be disbursed.

JURY AND WITNESS FUND

This fund accounts for money used by the state attorney, public defender, and regional counsel to pay their witnesses when called for trial.

DOMESTIC RELATIONS FUND

This fund accounts for the money collected for court order child support payments.

TAX DEED FUND

This fund accounts for the proceeds from sales of property held due to delinquent property taxes.

INTANGIBLE TAX AND DOCUMENTARY STAMP FUND

This fund accounts for the documentary stamps and intangible taxes collected on items recorded in the Official Records to be remitted to the state.

COUNTY COURT/CIVIL COURT FUND

This fund accounts for the money collected on civil cases for funds collected for sheriff services.

CASH BONDS FUND

This fund accounts for cash bonds received on criminal cases as well as civil bonds deposited by parties in civil cases.

TAXES FUND

This fund accounts for the collection and distribution of the following taxes and fees: ad valorem taxes on real and tangible property and non-ad valorem assessments on property within Polk County, vehicle, vessel and mobile home registration taxes and title fees, driver license fees, tourist development taxes, business tax receipts, hunting and fishing licenses and sales tax on vehicle, vessel and mobile home sales with non-dealers.

FEES AND SUSPENSE FUND

This fund accounts for fees and related sales taxes collected for other governmental units, judgement levies, charity fundraisers, forfeitures and F.S. Chapter 705 property awaiting award or distribution.

INMATE FUND

This fund accounts for monies collected from inmates who have money in their possession at the time of their arrest and subsequent deposits to their accounts during incarceration.

OTHER AGENCY FUND

This fund accounts for all the other funds collected by the Clerk to be disbursed out to other agencies, these funds mainly come from civil cases and Official Records filings.

**POLK COUNTY, FLORIDA
AGENCY FUND
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
ALL AGENCY FUNDS
SEPTEMBER 30, 2015**

	County Court Fund	Registry of Court Fund	Jury and Witness Fund	Domestic Relations Fund	Tax Deed Fund	Intangible Tax and Documentary Stamp Fund
ASSETS						
Cash and Cash Equivalents	\$ 1,513,816	\$ 5,074,795	\$ 58,741	\$ 340,959	\$ 3,281,703	\$ 227,877
Due from Other Governments	-	-	-	-	-	-
Total Assets	<u>\$ 1,513,816</u>	<u>\$ 5,074,795</u>	<u>\$ 58,741</u>	<u>\$ 340,959</u>	<u>\$ 3,281,703</u>	<u>\$ 227,877</u>
LIABILITIES						
Due to Other Governments	\$ 662,774	\$ -	\$ -	\$ -	\$ -	\$ 227,877
Due to Others	851,042	-	-	340,959	3,281,703	-
Deposits	-	5,074,795	58,741	-	-	-
Total Liabilities	<u>\$ 1,513,816</u>	<u>\$ 5,074,795</u>	<u>\$ 58,741</u>	<u>\$ 340,959</u>	<u>\$ 3,281,703</u>	<u>\$ 227,877</u>

County Court/ Civil Court Fund	Cash Bonds Fund	Taxes Fund	Fees and Suspense Fund	Inmate Fund	Other Agency Fund	Totals
\$ 72,732	\$ 721,271	\$ 4,566,523	\$ 1,044,952	\$ 224,885	\$ 511,428	\$ 17,639,682
-	-	-	507	-	-	507
<u>\$ 72,732</u>	<u>\$ 721,271</u>	<u>\$ 4,566,523</u>	<u>\$ 1,045,459</u>	<u>\$ 224,885</u>	<u>\$ 511,428</u>	<u>\$ 17,640,189</u>
\$ -	\$ -	\$ 3,273,509	\$ 7,335	\$ -	\$ 309,603	\$ 4,481,098
72,732	-	1,293,014	-	179,753	201,825	6,221,028
-	721,271	-	1,038,124	45,132	-	6,938,063
<u>\$ 72,732</u>	<u>\$ 721,271</u>	<u>\$ 4,566,523</u>	<u>\$ 1,045,459</u>	<u>\$ 224,885</u>	<u>\$ 511,428</u>	<u>\$ 17,640,189</u>

**POLK COUNTY, FLORIDA
AGENCY FUND
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED SEPTEMBER 30, 2015**

	Balance October 1, 2014	Additions	Deductions	Balance September 30, 2015
COUNTY COURT FUND				
ASSETS				
Cash and Cash Equivalents	<u>\$ 1,357,505</u>	<u>\$ 9,393,310</u>	<u>\$ 9,236,999</u>	<u>\$ 1,513,816</u>
LIABILITIES				
Due to Other Governments	\$ 666,951	\$ 8,209,207	\$ 8,213,384	\$ 662,774
Due to Others	690,554	1,184,103	1,023,615	851,042
	<u>\$ 1,357,505</u>	<u>\$ 9,393,310</u>	<u>\$ 9,236,999</u>	<u>\$ 1,513,816</u>
REGISTRY OF COURT FUND				
ASSETS				
Cash and Cash Equivalents	<u>\$ 7,942,577</u>	<u>\$ 44,477,570</u>	<u>\$ 47,345,352</u>	<u>\$ 5,074,795</u>
LIABILITIES				
Deposits	<u>\$ 7,942,577</u>	<u>\$ 44,477,570</u>	<u>\$ 47,345,352</u>	<u>\$ 5,074,795</u>
JURY AND WITNESS FUND				
ASSETS				
Cash and Cash Equivalents	<u>\$ 43,683</u>	<u>\$ 70,000</u>	<u>\$ 54,942</u>	<u>\$ 58,741</u>
LIABILITIES				
Deposits	<u>\$ 43,683</u>	<u>\$ 70,000</u>	<u>\$ 54,942</u>	<u>\$ 58,741</u>
DOMESTIC RELATIONS FUND				
ASSETS				
Cash and Cash Equivalents	<u>\$ 333,574</u>	<u>\$ 2,986,333</u>	<u>\$ 2,978,948</u>	<u>\$ 340,959</u>
LIABILITIES				
Due to Others	<u>\$ 333,574</u>	<u>\$ 2,986,333</u>	<u>\$ 2,978,948</u>	<u>\$ 340,959</u>

**POLK COUNTY, FLORIDA
AGENCY FUND
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015**

	Balance October 1, 2014	Additions	Deductions	Balance September 30, 2015
TAX DEED FUND				
ASSETS				
Cash and Cash Equivalents	<u>\$ 2,890,300</u>	<u>\$ 5,546,800</u>	<u>\$ 5,155,397</u>	<u>\$ 3,281,703</u>
LIABILITIES				
Due to Others	<u>\$ 2,890,300</u>	<u>\$ 5,546,800</u>	<u>\$ 5,155,397</u>	<u>\$ 3,281,703</u>
INTANGIBLE TAX AND DOCUMENTARY STAMP FUND				
ASSETS				
Cash and Cash Equivalents	<u>\$ 228,852</u>	<u>\$ 77,406,277</u>	<u>\$ 77,407,252</u>	<u>\$ 227,877</u>
LIABILITIES				
Due to Other Governments	<u>\$ 228,852</u>	<u>\$ 77,406,277</u>	<u>\$ 77,407,252</u>	<u>\$ 227,877</u>
COUNTY COURT / CIVIL COURT FUND				
ASSETS				
Cash and Cash Equivalents	<u>\$ 72,612</u>	<u>\$ 677</u>	<u>\$ 557</u>	<u>\$ 72,732</u>
LIABILITIES				
Due to Others	<u>\$ 72,612</u>	<u>\$ 677</u>	<u>\$ 557</u>	<u>\$ 72,732</u>
CASH BONDS FUND				
ASSETS				
Cash and Cash Equivalents	<u>\$ 1,043,337</u>	<u>\$ 1,010,765</u>	<u>\$ 1,332,831</u>	<u>\$ 721,271</u>
LIABILITIES				
Deposits	<u>\$ 1,043,337</u>	<u>\$ 1,010,765</u>	<u>\$ 1,332,831</u>	<u>\$ 721,271</u>

**POLK COUNTY, FLORIDA
AGENCY FUND
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015**

	Balance October 1, 2014	Additions	Deductions	Balance September 30, 2015
TAXES FUND				
ASSETS				
Cash and Cash Equivalents	\$ 3,930,212	\$ 349,440,633	\$ 348,804,322	\$ 4,566,523
LIABILITIES				
Due to Other Governments	\$ 3,076,792	\$ 327,294,178	\$ 327,097,461	\$ 3,273,509
Due to Others	853,420	22,146,455	21,706,861	1,293,014
	<u>\$ 3,930,212</u>	<u>\$ 349,440,633</u>	<u>\$ 348,804,322</u>	<u>\$ 4,566,523</u>
FEES AND SUSPENSE FUND				
ASSETS				
Cash and Cash Equivalents	\$ 1,324,578	\$ 751,894	\$ 1,031,520	\$ 1,044,952
Due from Other Governments	137	477	107	507
	<u>\$ 1,324,715</u>	<u>\$ 752,371</u>	<u>\$ 1,031,627</u>	<u>\$ 1,045,459</u>
LIABILITIES				
Due to Other Governments	\$ 88,252	\$ 256,660	\$ 337,577	\$ 7,335
Deposits	1,236,463	495,711	694,050	1,038,124
	<u>\$ 1,324,715</u>	<u>\$ 752,371</u>	<u>\$ 1,031,627</u>	<u>\$ 1,045,459</u>
FINES, DRD, COST OF ARREST FUND				
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 48,122	\$ 48,122	\$ -
LIABILITIES				
Due to Other Governments	\$ -	\$ 48,122	\$ 48,122	\$ -
INMATE FUND				
ASSETS				
Cash and Cash Equivalents	\$ 217,758	\$ 2,734,903	\$ 2,727,776	\$ 224,885
LIABILITIES				
Due to Other Governments	\$ 179,351	\$ 2,154,348	\$ 2,153,946	\$ 179,753
Deposits	38,407	580,555	573,830	45,132
	<u>\$ 217,758</u>	<u>\$ 2,734,903</u>	<u>\$ 2,727,776</u>	<u>\$ 224,885</u>

**POLK COUNTY, FLORIDA
AGENCY FUND
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015**

	Balance October 1, 2014	Additions	Deductions	Balance September 30, 2015
OTHER AGENCY FUND				
ASSETS				
Cash and Cash Equivalents	\$ 537,378	\$ 10,400,943	\$ 10,426,893	\$ 511,428
LIABILITIES				
Due to Other Governments	\$ 335,020	\$ 4,882,285	\$ 4,907,702	\$ 309,603
Due to Others	202,358	5,518,658	5,519,191	201,825
	<u>\$ 537,378</u>	<u>\$ 10,400,943</u>	<u>\$ 10,426,893</u>	<u>\$ 511,428</u>
TOTALS - AGENCY FUNDS				
ASSETS				
Cash and Cash Equivalents	\$ 19,922,366	\$ 504,268,227	\$ 506,550,911	\$ 17,639,682
Due from Other Governments	137	477	107	507
	<u>\$ 19,922,503</u>	<u>\$ 504,268,704</u>	<u>\$ 506,551,018</u>	<u>\$ 17,640,189</u>
LIABILITIES				
Due to Other Governments	\$ 4,395,867	\$ 418,048,607	\$ 417,963,376	\$ 4,481,098
Due to Others	5,222,169	39,585,496	38,586,637	6,221,028
Deposits	10,304,467	46,634,601	50,001,005	6,938,063
	<u>\$ 19,922,503</u>	<u>\$ 504,268,704</u>	<u>\$ 506,551,018</u>	<u>\$ 17,640,189</u>

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STATISTICAL SECTION (UNAUDITED)

The statistical data presents physical, economic, social, and political characteristics of Polk County. It is intended to provide users with a more broad and complete understanding of the County and its financial affairs than is possible from the financial statements and supporting schedules included in the financial section.

Contents

Financial Trends

These schedules contain trend information designed 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, property taxes.

Debt Capacity

These schedules present information to help the reader assess the factors of 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 designed to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.

Operating Information

These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County 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.

**POLK COUNTY, FLORIDA
NET POSITION BY COMPONENT
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year			
	2006	2007	2008	2009
Governmental Activities				
Net Invested in Capital Assets	\$ 3,114,539,025	\$ 3,252,902,615	\$ 3,307,559,702	\$ 3,357,988,212
Restricted	368,975,423	253,821,972	226,513,598	235,599,680
Unrestricted	75,020,648	158,062,713	130,691,377	77,111,095
Total Governmental Activities Net Position	<u>\$ 3,558,535,096</u>	<u>\$ 3,664,787,300</u>	<u>\$ 3,664,764,677</u>	<u>\$ 3,670,698,987</u>
Business-Type Activities				
Net Invested in Capital Assets	\$ 220,775,283	\$ 257,877,094	\$ 287,723,841	\$ 312,870,500
Restricted	33,231,836	24,529,687	26,344,675	28,596,368
Unrestricted	86,220,093	95,365,298	87,838,886	72,906,655
Total Business-Type Activities Net Position	<u>\$ 340,227,212</u>	<u>\$ 377,772,079</u>	<u>\$ 401,907,402</u>	<u>\$ 414,373,523</u>
Primary Government				
Net Invested in Capital Assets	\$ 3,335,314,308	\$ 3,510,779,709	\$ 3,595,283,543	\$ 3,670,858,712
Restricted	402,207,259	278,351,659	252,858,273	264,196,048
Unrestricted	161,240,741	253,428,011	218,530,263	150,017,750
Total Primary Government Net Position	<u>\$ 3,898,762,308</u>	<u>\$ 4,042,559,379</u>	<u>\$ 4,066,672,079</u>	<u>\$ 4,085,072,510</u>

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$ 3,395,974,885	\$ 3,394,238,901	\$ 3,380,518,836	\$ 3,343,123,129	\$ 3,295,884,984	\$ 3,254,563,988
236,735,654	188,583,685	166,188,534	152,319,970	153,476,375	118,288,655
15,743,716	27,480,451	9,030,450	3,093,083	(15,116,546)	(163,365,832)
<u>\$ 3,648,454,255</u>	<u>\$ 3,610,303,037</u>	<u>\$ 3,555,737,820</u>	<u>\$ 3,498,536,182</u>	<u>\$ 3,434,244,813</u>	<u>\$ 3,209,486,811</u>
\$ 296,259,475	\$ 285,152,606	\$ 320,067,713	\$ 330,488,480	\$ 320,023,881	\$ 322,060,952
29,695,245	41,502,026	45,784,109	19,551,752	18,664,740	16,734,479
90,569,155	112,280,426	87,768,675	103,119,602	134,980,905	154,786,344
<u>\$ 416,523,875</u>	<u>\$ 438,935,058</u>	<u>\$ 453,620,497</u>	<u>\$ 453,159,834</u>	<u>\$ 473,669,526</u>	<u>\$ 493,581,775</u>
\$ 3,692,234,360	\$ 3,679,391,507	\$ 3,700,586,549	\$ 3,673,611,609	\$ 3,615,908,865	\$ 3,576,624,940
266,430,899	230,085,711	211,972,643	171,871,722	172,141,115	135,023,134
106,312,871	139,760,877	96,799,125	106,212,685	119,864,359	(8,579,488)
<u>\$ 4,064,978,130</u>	<u>\$ 4,049,238,095</u>	<u>\$ 4,009,358,317</u>	<u>\$ 3,951,696,016</u>	<u>\$ 3,907,914,339</u>	<u>\$ 3,703,068,586</u>

**POLK COUNTY, FLORIDA
CHANGES IN NET POSITION
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year			
	2006	2007	2008	2009
Expenses				
Governmental Activities:				
General Government	\$ 121,551,172	\$ 125,791,731	\$ 146,956,229	\$ 147,105,276
Public Safety	175,820,376	192,070,367	213,834,783	224,532,627
Physical Environment	15,985,092	12,967,889	10,553,907	11,752,822
Transportation	99,209,568	113,049,037	141,560,765	128,860,893
Economic Environment	18,837,915	24,633,535	27,464,886	25,252,255
Human Services	44,740,975	71,788,805	85,404,926	35,247,693
Culture and Recreation	8,934,204	12,788,510	14,249,488	15,643,849
Debt Service:				
Interest on Long-Term Debt	11,701,095	12,268,726	12,457,117	11,923,314
Other Debt Service	-	670,127	5,775	5,500
Total Governmental Activities	<u>496,780,397</u>	<u>566,028,727</u>	<u>652,487,876</u>	<u>600,324,229</u>
Business-Type Activities:				
Water and Sewer	37,108,954	40,936,467	48,766,613	47,334,743
Garbage Collection/Disposal	35,234,730	38,492,109	40,854,107	41,727,120
Rohr Home	3,777,436	4,407,184	4,840,680	5,229,224
Total Business-Type Activities Expenses	<u>76,121,120</u>	<u>83,835,760</u>	<u>94,461,400</u>	<u>94,291,087</u>
Total Primary Government Expenses	<u>\$ 572,901,517</u>	<u>\$ 649,864,487</u>	<u>\$ 746,949,276</u>	<u>\$ 694,615,316</u>
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	\$ 47,534,023	\$ 47,169,680	\$ 39,474,758	\$ 46,791,942
Public Safety	54,100,685	58,404,455	65,819,247	66,468,581
Physical Environment	1,947,651	2,194,063	3,846,516	2,708,729
Transportation	37,240,311	36,547,343	33,855,849	16,876,087
Economic Environment	1,071,828	1,524,737	284,401	255,878
Human Services	2,272,262	3,374,810	3,463,769	3,324,356
Culture and Recreation	2,981,195	1,694,176	1,486,193	1,115,275
Operating Grants and Contributions	42,095,437	39,163,876	45,841,355	38,500,573
Capital Grants and Contributions	14,928,096	24,424,013	25,063,373	20,088,881
Total Governmental Activities Program Revenues	<u>204,171,488</u>	<u>214,497,153</u>	<u>219,135,461</u>	<u>196,130,302</u>
Business-Type Activities:				
Charges for Services:				
Water and Sewer	54,383,792	50,916,855	51,154,477	45,140,573
Garbage Collection/Disposal	41,179,745	40,212,683	39,957,138	35,384,649
Rohr Home	3,452,342	4,575,075	5,214,928	5,087,553
Operating Grants and Contributions	82,420	234,451	1,233,250	-
Capital Grants and Contributions	13,762,960	12,522,015	9,009,641	5,319,958
Total Business-Type Activities Program Revenues	<u>112,861,259</u>	<u>108,461,079</u>	<u>106,569,434</u>	<u>90,932,733</u>
Total Primary Government Program Revenues	<u>\$ 317,032,747</u>	<u>\$ 322,958,232</u>	<u>\$ 325,704,895</u>	<u>\$ 287,063,035</u>

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$ 131,653,631	\$ 112,598,626	\$ 110,078,971	\$ 103,605,266	\$ 103,142,641	\$ 106,269,143
247,201,013	220,644,026	210,566,850	214,611,466	225,028,502	219,642,284
9,118,306	8,233,955	7,834,716	7,225,524	7,192,813	8,849,680
126,630,202	116,721,262	127,506,085	131,794,835	134,520,164	120,607,902
24,664,070	17,956,238	17,255,226	19,017,660	16,486,708	20,970,749
38,464,068	49,004,048	52,336,517	45,313,412	44,615,646	43,438,103
15,529,282	14,637,775	13,993,492	13,541,668	16,037,738	15,891,522
11,151,553	11,856,609	9,108,671	9,563,343	11,389,933	7,512,970
6,525	3,650,000	-	-	260,000	-
604,418,650	555,302,539	548,680,528	544,673,174	558,674,145	543,182,353
48,469,852	48,803,998	50,714,388	50,774,356	53,800,262	53,461,214
43,066,353	10,653,153	27,972,738	31,204,164	29,549,650	30,053,873
6,034,903	5,606,396	5,573,542	5,345,517	5,651,668	5,591,712
97,571,108	65,063,547	84,260,668	87,324,037	89,001,580	89,106,799
\$ 701,989,758	\$ 620,366,086	\$ 632,941,196	\$ 631,997,211	\$ 647,675,725	\$ 632,289,152
\$ 38,031,711	\$ 38,215,727	\$ 40,239,900	\$ 33,631,443	\$ 30,626,565	\$ 36,236,245
63,140,637	67,172,294	69,383,644	68,330,068	69,117,893	73,064,996
2,628,731	2,346,194	1,709,568	2,504,693	1,477,612	1,864,546
12,648,036	5,629,093	4,677,442	4,415,322	5,296,043	4,401,814
402,204	444,714	412,052	280,575	363,684	317,089
3,615,869	3,212,869	2,980,932	2,325,203	1,937,828	1,843,022
749,687	853,550	626,228	613,564	585,083	624,396
40,909,504	31,354,398	30,002,057	32,333,945	28,545,720	23,844,332
19,894,541	17,948,314	12,280,841	8,179,826	9,913,802	5,719,753
182,020,920	167,177,153	162,312,664	152,614,639	147,864,230	147,916,193
44,961,630	49,227,115	51,252,821	54,360,685	59,018,202	65,041,048
35,756,298	32,913,597	33,818,946	37,195,482	34,308,297	36,590,939
5,333,134	5,366,036	5,487,428	5,458,664	5,194,508	5,428,674
95,239	479,256	1,305,974	192,892	1,400,308	635,427
9,114,662	1,346,385	237,414	1,046,001	751,712	4,311,391
95,260,963	89,332,389	92,102,583	98,253,724	100,673,027	112,007,479
\$ 277,281,883	\$ 256,509,542	\$ 254,415,247	\$ 250,868,363	\$ 248,537,257	\$ 259,923,672

**POLK COUNTY, FLORIDA
CHANGES IN NET POSITION
LAST TEN YEARS (CONTINUED)
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year			
	2006	2007	2008	2009
General Fund				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	110,154,823	126,219,687	77,865,239	74,331,751
Nonspendable (1)	-	-	-	-
Restricted (1)	-	-	-	-
Committed (1)	-	-	-	-
Assigned (1)	-	-	-	-
Unassigned (1)	-	-	-	-
Total General Fund	<u>\$ 110,154,823</u>	<u>\$ 126,219,687</u>	<u>\$ 77,865,239</u>	<u>\$ 74,331,751</u>
All Other Governmental Funds				
Unreserved, reported in:				
Special Revenue Funds	\$ 208,565,997	\$ 230,002,308	\$ 227,301,730	\$ 243,751,574
Debt Service Funds	18,840,670	22,009,127	23,310,720	24,897,022
Capital Projects Funds	141,568,756	160,322,478	177,104,445	94,346,002
Nonspendable (1)	-	-	-	-
Restricted (1)	-	-	-	-
Committed (1)	-	-	-	-
Assigned (1)	-	-	-	-
Unassigned (1)	-	-	-	-
Total all Other Governmental Funds	<u>\$ 368,975,423</u>	<u>\$ 412,333,913</u>	<u>\$ 427,716,895</u>	<u>\$ 362,994,598</u>

Note:

(1) Fund balance classifications were revised beginning in 2011 with the implementation of GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions".

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$ 301,983	\$ -	\$ -	\$ -	\$ -	\$ -
84,560,504	-	-	-	-	-
-	1,048,565	2,166,961	1,973,966	2,422,318	2,529,876
-	283,097	253,984	3,855,045	3,834,633	3,927,059
-	-	387,648	1,573,131	859,383	5,140,246
-	-	16,076,877	23,075,160	12,650,559	19,542,951
-	71,162,488	44,483,532	37,330,730	41,990,434	40,379,474
<u>\$ 84,862,487</u>	<u>\$ 72,494,150</u>	<u>\$ 63,369,002</u>	<u>\$ 67,808,032</u>	<u>\$ 61,757,327</u>	<u>\$ 71,519,606</u>
\$ 239,447,361	\$ -	\$ -	\$ -	\$ -	\$ -
23,472,585	-	-	-	-	-
43,114,357	-	-	-	-	-
-	56,412	23,653	-	1,950	92,697
-	188,583,685	167,139,807	154,060,530	149,641,742	114,361,596
-	60,901,656	59,652,613	56,047,382	62,420,804	91,236,101
-	34,324,198	27,880,817	21,241,820	17,312,112	15,324,433
-	(1,377,375)	(1,549,015)	(1,278,101)	(1,368,997)	(1,494,427)
<u>\$ 306,034,303</u>	<u>\$ 282,488,576</u>	<u>\$ 253,147,875</u>	<u>\$ 230,071,631</u>	<u>\$ 228,007,611</u>	<u>\$ 219,520,400</u>

POLK COUNTY, FLORIDA
FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year			
	2006	2007	2008	2009
General Fund				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	110,154,823	126,219,687	77,865,239	74,331,751
Nonspendable (1)	-	-	-	-
Restricted (1)	-	-	-	-
Committed (1)	-	-	-	-
Assigned (1)	-	-	-	-
Unassigned (1)	-	-	-	-
Total General Fund	<u>\$ 110,154,823</u>	<u>\$ 126,219,687</u>	<u>\$ 77,865,239</u>	<u>\$ 74,331,751</u>
All Other Governmental Funds				
Unreserved, reported in:				
Special Revenue Funds	\$ 208,565,997	\$ 230,002,308	\$ 227,301,730	\$ 243,751,574
Debt Service Funds	18,840,670	22,009,127	23,310,720	24,897,022
Capital Projects Funds	141,568,756	160,322,478	177,104,445	94,346,002
Nonspendable (1)	-	-	-	-
Restricted (1)	-	-	-	-
Committed (1)	-	-	-	-
Assigned (1)	-	-	-	-
Unassigned (1)	-	-	-	-
Total all Other Governmental Funds	<u>\$ 368,975,423</u>	<u>\$ 412,333,913</u>	<u>\$ 427,716,895</u>	<u>\$ 362,994,598</u>

Note:

(1) Fund balance classifications were revised beginning in 2011 with the implementation of GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions".

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$ 301,983	\$ -	\$ -	\$ -	\$ -	\$ -
84,560,504	-	-	-	-	-
-	1,048,565	2,166,961	1,973,966	2,422,318	2,529,876
-	283,097	253,984	3,855,045	3,834,633	3,927,059
-	-	387,648	1,573,131	859,383	5,140,246
-	-	16,076,877	23,075,160	12,650,559	19,542,951
-	71,162,488	44,483,532	37,330,730	41,990,434	40,379,474
<u>\$ 84,862,487</u>	<u>\$ 72,494,150</u>	<u>\$ 63,369,002</u>	<u>\$ 67,808,032</u>	<u>\$ 61,757,327</u>	<u>\$ 71,519,606</u>
\$ 239,447,361	\$ -	\$ -	\$ -	\$ -	\$ -
23,472,585	-	-	-	-	-
43,114,357	-	-	-	-	-
-	56,412	23,653	-	1,950	92,697
-	188,583,685	167,139,807	154,060,530	149,641,742	114,361,596
-	60,901,656	59,652,613	56,047,382	62,420,804	91,236,101
-	34,324,198	27,880,817	21,241,820	17,312,112	15,324,433
-	(1,377,375)	(1,549,015)	(1,278,101)	(1,368,997)	(1,494,427)
<u>\$ 306,034,303</u>	<u>\$ 282,488,576</u>	<u>\$ 253,147,875</u>	<u>\$ 230,071,631</u>	<u>\$ 228,007,611</u>	<u>\$ 219,520,400</u>

POLK COUNTY, FLORIDA
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year			
	2006	2007	2008	2009
Revenues				
Taxes	\$ 358,176,440	\$ 361,980,988	\$ 352,798,478	\$ 340,629,706
Licenses and Permits	8,148,919	6,933,129	7,458,163	6,227,245
Intergovernmental	54,274,318	105,368,451	99,547,937	97,236,349
Charges for Services	57,648,293	52,099,419	54,490,040	54,280,243
Fines and Forfeitures	11,188,111	11,009,497	10,871,456	9,223,426
Special Assessments	60,099,009	59,440,194	58,681,131	42,192,725
Interest	21,747,345	33,001,214	22,673,517	18,111,662
Net Change in Fair Market Value of Investments	1,138,811	890,967	(502,914)	1,670,398
Miscellaneous	11,026,062	15,249,226	33,962,672	20,122,817
Total Revenues	<u>\$ 583,447,308</u>	<u>\$ 645,973,085</u>	<u>\$ 639,980,480</u>	<u>\$ 589,694,571</u>
Expenditures				
General Government	\$ 109,417,724	\$ 119,738,506	\$ 124,162,349	\$ 117,095,231
Public Safety	174,871,733	191,193,056	200,766,798	213,998,885
Physical Environment	10,191,479	13,013,427	13,384,559	9,005,477
Transportation	54,058,551	110,127,528	135,450,606	112,614,973
Economic Environment	18,777,210	25,992,224	29,292,594	25,753,437
Human Services	44,964,661	73,000,078	85,689,379	40,982,897
Culture and Recreation	11,359,963	30,509,424	15,689,647	18,428,483
Debt Service				
Principal Retirement	5,979,255	13,085,001	15,572,873	16,893,372
Interest	10,129,918	13,321,224	12,672,789	12,399,053
Bond Issue Costs	1,485,775	-	-	-
Capital Projects	49,870,323	36,099,337	38,673,612	91,278,544
Total Expenditures	<u>\$ 491,106,592</u>	<u>\$ 626,079,805</u>	<u>\$ 671,355,206</u>	<u>\$ 658,450,352</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ 92,340,716</u>	<u>\$ 19,893,280</u>	<u>\$ (31,374,726)</u>	<u>\$ (68,755,781)</u>
Other Financing Sources (Uses)				
Bonds Issued	\$ 102,885,000	\$ 53,209,000	\$ -	\$ -
Payments to Escrow Agent	-	-	-	-
Insurance Proceeds	-	(15,099,846)	-	-
Premium on Bonds	2,618,885	1,854,187	-	-
Transfers In	26,202,637	38,384,565	76,813,646	35,680,150
Transfers Out	(26,086,249)	(38,853,389)	(78,410,386)	(35,180,154)
Proceeds from the Sale of Capital Assets	-	-	-	-
Proceeds from Issuance of Bonds (Refunding)	-	-	-	-
Total Other Financing Sources (Uses)	<u>\$ 105,620,273</u>	<u>\$ 39,494,517</u>	<u>\$ (1,596,740)</u>	<u>\$ 499,996</u>
Net Change in Fund Balance	<u>\$ 197,960,989</u>	<u>\$ 59,387,797</u>	<u>\$ (32,971,466)</u>	<u>\$ (68,255,785)</u>
Debt service as a Percentage of Noncapital Expenditures	3.9%	5.4%	5.2%	6.2%

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$ 314,583,312	\$ 281,894,373	\$ 271,088,886	\$ 264,332,941	\$ 275,706,614	\$ 291,087,882
5,661,414	5,302,264	5,331,550	5,763,182	6,174,865	6,978,955
110,449,762	97,803,674	92,854,299	100,151,316	97,581,268	93,179,130
50,776,155	51,895,478	52,805,417	55,722,198	56,220,978	58,401,444
3,352,235	3,841,347	3,099,750	3,324,339	3,257,819	4,189,585
36,188,333	30,737,118	32,919,271	32,986,754	33,104,295	33,796,129
9,871,447	5,947,409	5,728,447	2,809,376	4,261,157	4,855,159
239,941	(235,179)	718,935	(5,775,806)	2,685,845	(858,747)
20,449,399	19,546,422	19,771,754	18,427,058	19,103,451	16,543,834
\$ 551,571,998	\$ 496,732,906	\$ 484,318,309	\$ 477,741,358	\$ 498,096,292	\$ 508,173,371
\$ 110,182,329	\$ 102,149,741	\$ 96,648,169	\$ 101,361,491	\$ 107,534,693	\$ 104,451,127
218,853,018	208,543,862	206,018,477	209,489,887	213,962,474	219,647,997
7,405,014	6,743,536	7,261,795	7,599,038	6,618,272	8,812,990
99,072,704	80,041,111	81,034,665	76,568,333	78,258,427	74,876,102
26,435,137	18,464,529	17,868,768	19,012,090	16,933,435	15,490,020
49,610,299	58,015,961	54,899,600	45,721,572	44,615,033	43,962,121
15,363,648	19,006,809	20,017,311	16,953,340	17,022,284	15,195,820
16,591,661	16,905,000	19,110,000	15,890,773	9,183,411	9,597,734
11,392,554	11,141,068	9,639,819	8,949,526	8,765,533	8,023,335
-	-	-	-	-	-
50,661,275	18,713,702	10,369,492	10,424,900	5,552,909	7,698,275
\$ 605,567,639	\$ 539,725,319	\$ 522,868,096	\$ 511,970,950	\$ 508,446,471	\$ 507,755,521
\$ (53,995,641)	\$ (42,992,413)	\$ (38,549,787)	\$ (34,229,592)	\$ (10,350,179)	\$ 417,850
\$ -	\$ 85,300,000	\$ -	\$ -	\$ -	\$ -
-	(81,676,531)	-	-	-	-
-	-	-	-	-	-
-	4,243,780	-	-	-	-
39,531,762	23,103,512	15,698,498	33,240,244	22,165,824	63,404,033
(32,562,172)	(24,097,162)	(15,755,762)	(17,812,381)	(20,608,881)	(62,778,440)
-	204,750	141,201	164,515	152,739	231,625
-	-	-	-	525,772	-
\$ 6,969,590	\$ 7,078,349	\$ 83,937	\$ 15,592,378	\$ 2,235,454	\$ 857,218
\$ (47,026,051)	\$ (35,914,064)	\$ (38,465,850)	\$ (18,637,214)	\$ (8,114,725)	\$ 1,275,068
6.0%	6.2%	6.2%	5.3%	3.9%	3.8%

POLK COUNTY, FLORIDA
JUST VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(RATE PER \$1,000 OF ASSESSED VALUE)

Real Property - Just Value (1)					
Fiscal Year	Residential Property	Commercial Property	Industrial Property	Agriculture Property	Other Property
2006	\$ 19,187,343,994	\$ 3,075,203,891	\$ 1,253,095,890	\$ 1,516,071,776	\$ 2,969,664,213
2007	26,999,469,197	4,137,676,884	1,531,200,311	2,069,811,164	3,225,636,287
2008	31,384,172,410	4,632,918,746	1,911,166,103	2,596,121,745	3,410,105,931
2009	32,672,956,646	4,908,981,022	2,098,536,173	2,680,844,081	3,393,377,533
2010	26,752,833,828	4,754,311,891	1,923,489,255	2,452,614,521	3,310,852,765
2011	21,303,582,960	4,048,895,637	1,602,055,199	2,018,471,598	3,117,556,403
2012	19,297,238,891	3,739,548,099	1,528,104,333	1,790,740,413	3,073,752,672
2013	17,793,857,357	3,904,127,611	1,527,153,862	1,701,901,000	3,093,822,099
2014	19,419,985,594	3,966,947,491	1,562,887,796	1,710,090,900	3,141,635,466
2015	21,763,758,795	4,043,574,880	1,618,218,236	1,837,078,764	3,194,730,439

Source: Polk County Property Appraiser

Note:

- (1) Just values are determined by the Polk County Property Appraiser on January 1 of each year market value as is at 100% of fair required by Florida Statutes, Section 192.042. Taxable values are based on just value after deducting allowable exemptions.

Total Just Value	Personal Property	Total Real and Personal Property	Less: Tax-exempt Property	Total Taxable Value	Total Direct Tax Rate
\$ 28,001,379,764	\$ 5,907,916,220	\$ 33,909,295,984	\$ 10,106,531,401	\$ 23,802,764,583	8.7270
37,963,793,843	6,188,325,036	44,152,118,879	13,832,959,994	30,319,158,885	8.3330
43,934,484,935	5,745,395,834	49,679,880,769	14,032,611,449	35,647,269,320	6.8665
45,754,695,455	5,939,146,939	51,693,842,394	17,312,834,305	34,381,008,089	6.8665
39,194,102,260	5,661,005,660	44,855,107,920	14,556,679,860	30,298,428,060	6.8665
32,090,561,797	5,739,919,867	37,830,481,664	11,854,326,888	25,976,154,776	6.8665
29,429,384,408	5,797,920,118	35,227,304,526	10,850,286,520	24,377,018,006	6.8665
28,020,861,929	5,686,296,368	33,707,158,297	10,530,065,413	23,177,092,884	6.8665
29,801,547,247	5,853,800,018	35,655,347,265	11,619,884,272	24,035,462,993	6.8665
32,457,361,114	5,856,412,000	38,313,773,114	13,016,657,541	25,297,115,573	6.8665

**POLK COUNTY, FLORIDA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS**

	Year Taxes Are Payable									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
County Direct Rates										
General Fund	8.6270	8.2730	6.8065	6.8065	6.8065	6.8065	6.8065	6.8665	6.8665	6.8665
Debt Service	0.1000	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	-	-	-
Total direct rate	8.7270	8.3330	6.8665	6.8665	6.8665	6.8665	6.8665	6.8665	6.8665	6.8665
City Rates										
Auburndale	4.5160	4.4100	3.3317	3.3317	3.8393	3.8393	3.8393	4.2657	4.2657	4.2657
Bartow	4.5000	4.5000	3.1161	3.9962	3.9962	3.9962	3.9962	3.9962	3.9960	3.9075
Davenport	6.5000	6.5000	4.6911	4.5695	5.9792	6.0000	6.9900	7.7500	7.7500	7.5000
Dundee	7.0000	7.0000	7.0000	7.0000	7.0000	7.0000	7.6495	7.6495	7.9495	7.9495
Eagle Lake	8.5000	8.5000	6.7614	7.4225	7.6516	7.6516	7.6516	7.6516	7.6516	7.6516
Ft Meade	3.5000	3.5000	2.7959	3.0435	3.3509	3.3509	3.3509	5.6484	5.6484	5.6484
Frostproof	7.0000	8.5000	7.1395	7.8209	7.8209	7.8209	7.8209	7.8209	8.0587	8.0587
Haines City	6.9900	6.8900	6.8185	6.9900	6.9900	6.9900	6.9900	7.9900	7.7900	7.7900
Highland Park	7.4294	7.4294	7.3161	7.3161	8.3161	9.9759	9.9759	9.9759	9.9759	9.9759
Hillcrest Heights	0.4361	0.3571	0.3306	0.3149	0.3125	0.3100	0.3100	0.3075	1.5000	1.4131
Lake Alfred	7.0580	7.0580	6.5800	6.5800	6.5800	6.5800	6.9990	7.5890	7.5890	7.5890
Lake Hamilton	7.1480	7.1480	5.5766	6.0000	7.0000	7.0000	7.5930	8.2117	8.4276	8.4276
Lake Wales	8.9400	8.4400	7.3521	7.3277	7.3277	7.3277	7.9998	8.5119	8.5866	8.3638
Lakeland	3.5450	3.5450	3.2296	3.4031	3.6538	4.1644	4.1644	4.6644	4.6644	4.6644
Mulberry	8.5000	8.5000	7.8358	8.0573	8.0500	8.9000	8.9000	8.9000	8.4000	7.6500
Polk City	6.7425	6.7425	6.6707	6.7425	7.8000	8.6547	8.6547	8.6547	8.6547	8.6000
Winter Haven	6.9500	6.9000	5.8644	5.7900	5.7900	5.7900	5.7900	5.7900	5.7900	5.7900
County School District										
Local	0.7600	0.7600	0.7600	0.7480	0.9980	0.9980	2.2480	1.5000	2.2480	2.2480
State	5.3180	5.0100	4.7520	5.1360	5.0880	5.2940	5.4220	5.9920	5.2990	4.9600
Capital Improvements	2.0000	2.0000	2.0000	1.7500	1.5000	1.5000	-	-	-	-
Unincorporated County MSTU										
Parks	0.5000	0.5000	0.4219	0.4219	0.4219	0.4219	0.4219	0.4219	0.4219	0.4219
Library	0.2500	0.2500	0.2109	0.2109	0.2109	0.2109	0.2109	0.2109	0.2109	0.2109
Storm	-	-	-	-	-	-	-	-	0.1000	0.1000
Rancho Bonito Area MSTU	-	-	-	-	-	-	-	-	-	9.2672
Special Districts:										
Peace River Basin	0.1950	0.1950	0.1827	0.1827	0.1827	0.1827	-	-	-	-
Lake Region LMD	0.3635	0.3635	0.3134	0.3350	0.3833	0.4478	0.4829	0.4996	0.4924	0.4924
South FL WMD	0.2840	0.2840	0.2549	0.2549	0.2549	0.2549	0.1785	0.1757	0.1685	0.1577
Everglades Construction	0.1000	0.1000	0.0894	0.0894	0.0894	0.0894	0.0624	0.0613	0.0587	0.0548
Okeechobee	0.3130	0.3130	0.2797	0.2797	0.2797	0.2797	0.1954	0.1919	0.1838	0.1717
SW FLA WMD	0.4220	0.4220	0.3866	0.3866	0.3866	0.3770	0.3928	0.3928	0.3818	0.3658
Hillsborough River Basin	0.2850	0.2850	0.2547	0.2547	0.2421	0.2300	-	-	-	-
Alafia River Basin	0.2400	0.2400	0.2163	0.2163	0.2163	0.2163	-	-	-	-
Lakeland Mass/Transit	0.4880	0.4880	0.4880	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000

Source: Polk County Tax Collector's Office

**POLK COUNTY, FLORIDA
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2015			2006		
	Taxable Value	Rank	Percentage of Total County Taxable Value	Taxable Value	Rank	Percentage of Total County Taxable Value
Duke Energy/Florida Power	\$ 1,000,103,381	1	3.95%	\$ 569,829,673	1	2.39%
Tampa Electric	537,855,880	2	2.13%	418,720,980	2	1.76%
Mosaic	516,031,384	3	2.04%	-		-
Publix Supermarkets	311,691,834	4	1.23%	323,667,524	4	1.36%
Coca Cola	229,288,739	5	0.91%	-		-
Verizon	187,929,565	6	0.74%	262,452,242	5	1.10%
Gulfstream Natural Gas	148,014,194	7	0.59%	-		-
Walmart	127,796,073	8	0.51%	142,807,521	9	0.60%
The Florida LLp/ Invitatin Homes	120,471,468	9	0.48%	-		-
Calpine Osprey	120,135,073	10	-	152,133,192	8	0.64%
Cargill	-		-	336,333,806	3	1.41%
IMC Phosphates	-		-	194,982,614	6	0.82%
Gulfstream Gas	-		-	172,089,191	7	0.72%
Avatar Properties, Inc	-		-	114,348,218	10	0.48%
Total	<u>\$ 3,299,317,591</u>		13.04%	<u>\$ 2,687,364,961</u>		11.29%
Total Taxable Value:	\$ 25,297,115,573			\$ 23,802,764,583		

Source: Polk County Property Appraiser

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

<u>Fiscal Year</u>	<u>Total Tax Levy for (2)</u>	<u>Current Tax Collections (1)</u>	<u>Adjustments and Discounts Allowed on Current Collections</u>	<u>Current Collections, Adjustments and Discounts as a percent (%) of Current Levy</u>	<u>Delinquent Tax Collections (1)</u>	<u>Total Tax Collections Adjustments and Discounts Allowed</u>
2006	\$ 207,717,380	\$ 199,981,390	\$ 6,868,142	99.58%	\$ 1,131,082	\$ 207,980,614
2007	252,650,981	243,398,272	8,110,624	99.55%	840,398	252,349,294
2008	244,795,490	234,276,092	7,719,596	98.86%	2,097,260	244,092,948
2009	236,717,691	226,754,272	7,339,158	98.89%	2,141,104	236,234,534
2010	208,673,287	201,588,617	6,651,269	99.79%	1,379,366	209,619,252
2011	179,322,329	172,679,893	5,807,277	99.53%	1,441,464	179,928,634
2012	168,385,828	161,578,807	5,506,772	99.23%	941,596	168,027,175
2013	159,938,591	153,389,026	5,314,246	99.23%	945,826	159,649,098
2014	165,896,955	159,591,391	5,583,737	99.56%	813,947	165,989,075
2015	174,474,047	167,845,853	5,912,643	99.59%	1,016,823	174,775,319

Notes:

(1) Current and delinquent collections include penalties.

(2) Property taxes become due and payable on November 1 of each 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 never be 100% of the tax levy. Taxes become delinquent on April 1 of each year and tax certificates for the full amount of any unpaid taxes and assessments must be sold not later than June 1 of each year.

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POLK COUNTY, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

Governmental Activities						
Fiscal Year	Sales Tax Increment Bonds	Constitutional Fuel Tax Bonds	Local Option Fuel Tax / Public Service Tax Bonds	Public Service Tax Bonds/Revenue Sharing Moneys Tax Bonds	Deferred Amounts: Premium/Discount	Net Bonds Payable
2006	\$ 70,345,000	\$ 16,080,000	\$ 60,090,000	\$ 88,885,000	\$ 260,350	\$ 235,660,350
2007	64,320,000	38,670,000	59,495,000	87,535,000	1,584,848	251,604,848
2008	57,765,000	37,300,000	57,440,000	85,965,000	1,529,740	239,999,740
2009	50,935,000	35,865,000	55,290,000	84,350,000	1,474,632	227,914,632
2010	43,810,000	34,290,000	53,045,000	82,680,000	1,419,524	215,244,524
2011	38,370,000	32,555,000	53,035,000	80,950,000	4,804,962	209,714,962
2012	30,830,000	30,575,000	51,290,000	79,150,000	4,596,264	196,441,264
2013	29,260,000	28,380,000	49,335,000	77,285,000	6,658,261	190,918,261
2014	27,640,000	25,990,000	47,320,000	75,610,000	9,849,122	186,409,122
2015	25,975,000	23,385,000	45,245,000	73,600,000	9,210,852	177,415,852

Note:

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

Governmental Activities

Interlocal Agreements	Commercial Paper	Capital Leases	Total Governmental Debt
\$ 2,925,321	\$ 14,000,000	\$ 2,395,854	\$ 254,981,525
7,096,587	25,314,000	1,640,853	285,656,288
13,267,166	22,089,000	842,980	276,198,886
12,271,774	18,864,000	-	259,050,406
11,320,113	15,639,000	-	242,203,637
10,005,113	12,414,000	-	232,134,075
8,985,113	7,189,000	-	212,615,377
9,136,538	-	-	200,054,799
7,913,127	-	-	194,322,249
12,170,393	-	-	189,586,245

POLK COUNTY, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE (CONTINUED)
LAST TEN YEARS

Business-Type Activities						
Fiscal Year	Water and Sewer Bonds (1)	Deferred Amounts: Premium/Discount	Net Bonds Payable	Capital Leases	Contracts Payable	
2006	\$ 115,425,483	\$ (434,517)	\$ 114,990,966	\$ 157,057	\$ 281,259	
2007	113,835,000	(300,415)	113,534,585	73,255	79,882	
2008	111,720,000	(168,736)	111,551,264	24,665	71,842	
2009	109,510,000	10,649	109,520,649	-	71,842	
2010	153,555,000	1,419,379	154,974,379	-	71,842	
2011	151,135,000	1,476,262	152,611,262	-	71,842	
2012	148,600,000	1,409,676	150,009,676	-	71,842	
2013	139,985,000	8,897,515	148,882,515	-	71,842	
2014	188,175,000	8,179,037	196,354,037	-	71,842	
2015	185,000,000	7,560,715	192,560,715	-	71,842	

Notes:

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

(1) Total consists of more than one issuance.

Business-Type Activities

Interlocal Agreements	Total Business-Type Debt	Total Primary Government	Percentage of Personal Income	Per Capita
\$ -	\$ 115,429,282	\$ 370,410,807	2.09%	656
-	113,687,722	399,344,010	2.19%	687
-	111,647,771	387,846,657	2.09%	662
-	109,592,491	368,642,897	1.94%	631
-	155,046,221	397,249,858	2.04%	660
-	152,683,104	384,817,179	1.90%	636
-	150,081,518	362,696,895	1.67%	598
-	148,954,357	349,009,156	1.65%	568
3,305,990	199,731,869	394,054,118	1.94%	632
3,104,773	195,737,330	385,323,575	1.86%	609

**POLK COUNTY, FLORIDA
PLEDGED REVENUE COVERAGE
SALES TAX REVENUE BONDS
LAST TEN YEARS**

Fiscal Year	Sales Taxes		Debt Service		Total	Coverage
			Principal	Interest		
2006	\$	30,702,832	\$ 4,180,000	\$ 3,526,387	\$ 7,706,387	3.98
2007		29,161,326	6,025,000	3,318,525	9,343,525	3.12
2008		27,193,729	6,555,000	3,063,798	9,618,798	2.83
2009		24,206,014	6,830,000	2,784,156	9,614,156	2.52
2010		23,315,093	7,125,000	2,484,144	9,609,144	2.43
2011		24,160,286	7,280,000	1,907,338	9,187,338	2.63
2012		25,873,338	7,540,000	1,393,313	8,933,313	2.90
2013		27,423,241	1,570,000	1,186,750	2,756,750	9.95
2014		28,968,235	1,620,000	1,138,900	2,758,900	10.50
2015		30,519,501	1,665,000	1,089,625	2,754,625	11.08

Note:

Details regarding the County's outstanding debt can be found in the financial statements.

**POLK COUNTY, FLORIDA
 PLEDGED REVENUE COVERAGE
 CONSTITUTIONAL FUEL TAX REVENUE REFUNDING BONDS
 LAST TEN YEARS**

Fiscal Year	Constitutional Fuel Taxes	Debt Service		Total	Coverage
		Principal	Interest		
2006	\$ 6,682,452	\$ 1,085,000	\$ 848,003	\$ 1,933,003	3.46
2007	6,774,169	1,135,000	1,263,617	2,398,617	2.82
2008	6,478,577	1,370,000	1,716,591	3,086,591	2.10
2009	6,338,180	1,435,000	1,660,491	3,095,491	2.05
2010	6,183,857	1,575,000	1,600,291	3,175,291	1.95
2011	6,140,204	1,735,000	1,538,429	3,273,429	1.88
2012	6,207,627	1,980,000	1,468,466	3,448,466	1.80
2013	6,093,497	2,195,000	1,384,966	3,579,966	1.70
2014	6,337,152	2,390,000	1,286,741	3,676,741	1.72
2015	6,581,836	2,605,000	1,164,529	3,769,529	1.75

Note:

Details regarding the County's outstanding debt can be found in the financial statements.

**POLK COUNTY, FLORIDA
PLEDGED REVENUE COVERAGE
LOCAL OPTION FUEL TAX AND PUBLIC SERVICE TAX BONDS
LAST TEN YEARS**

Fiscal Year	Local Option Fuel Taxes	Public Service Tax (1)	Debt Service		Total	Coverage
			Principal	Interest		
2006	\$ 7,241,386	\$ 5,332,153	\$ -	\$ 2,965,788	\$ 2,965,788	4.24
2007	7,430,944	5,319,663	595,000	2,950,373	3,545,373	3.60
2008	7,224,861	5,391,987	2,055,000	2,891,559	4,946,559	2.55
2009	7,089,743	5,634,629	2,150,000	2,797,460	4,947,460	2.57
2010	6,943,812	6,148,279	2,245,000	2,697,450	4,942,450	2.65
2011	6,673,807	5,868,625	2,145,000	2,411,215	4,556,215	2.75
2012	6,586,611	5,664,761	1,745,000	2,239,738	3,984,738	3.07
2013	6,523,909	5,801,829	1,955,000	2,188,600	4,143,600	2.97
2014	6,953,052	5,996,762	2,015,000	2,129,050	4,144,050	3.12
2015	7,236,822	6,067,695	2,075,000	2,059,450	4,134,450	3.22

Notes:

Details regarding the County's outstanding debt can be found in the financial statements.

- (1) The Transportation Improvement Revenue Bonds are collateralized by a pledge of revenues from the 5-cents per gallon local option fuel tax and 2.0% public service tax. Public Service Tax amounts have been revised to only report the amount that is pledged. Previously, the total amount of Public Service Tax was reported.

**POLK COUNTY, FLORIDA
PLEDGED REVENUE COVERAGE
PUBLIC SERVICE TAX BONDS
LAST TEN YEARS**

Fiscal Year	Public Service Tax (1)	Revenue Sharing Monies (2)	Debt Service Requirements			Coverage
			Principal	Interest	Total	
2006	\$ 21,328,519	\$ 5,552,129	\$ -	\$ 2,270,629	\$ 2,270,629	11.84
2007	21,278,598	6,042,746	1,350,000	4,186,538	5,536,538	4.93
2008	21,567,926	5,948,343	1,570,000	4,135,006	5,705,006	4.82
2009	22,538,433	5,601,273	1,615,000	4,084,231	5,699,231	4.94
2010	24,592,620	5,026,561	1,670,000	4,026,911	5,696,911	5.20
2011	23,473,885	5,021,627	1,730,000	3,961,235	5,691,235	5.01
2012	22,658,565	5,175,000	1,800,000	3,894,010	5,694,010	4.89
2013	23,206,800	5,473,649	1,865,000	3,826,416	5,691,416	5.04
2014	23,986,521	5,799,624	1,935,000	3,458,053	5,393,053	5.52
2015	24,751,615	6,211,265	2,010,000	3,497,194	5,507,194	5.62

Note:

Details regarding the County's outstanding debt can be found in the financial statements.

- (1) The Public Facilities Revenue Bonds are collateralized by a pledge of 8.0% public service tax.
- (2) The Public Facilities Revenue bonds are also collateralized by a pledge of 50 % of the previous fiscal year's of Revenue Sharing Monies received. In previous years, this pledged revenue source was omitted from this schedule in error.

**POLK COUNTY, FLORIDA
PLEDGED REVENUE COVERAGE
WATER AND SEWER BONDS
LAST TEN YEARS**

Year	Gross Revenues (2)	Operating Expenses (1)	Net Revenues Available for Debt Service	Debt Service		Total	Coverage
				Principal	Interest		
2006	\$ 41,199,248	\$ 24,889,569	\$ 16,309,679	\$ 1,935,000	\$ 5,820,751	\$ 7,755,751	2.10
2007	42,876,747	28,060,120	14,816,627	2,025,000	5,730,896	7,755,896	1.91
2008	41,555,426	32,794,380	8,761,046	2,115,000	5,640,701	7,755,701	1.13
2009	41,751,381	33,722,513	8,028,868	2,210,000	5,544,866	7,754,866	1.04
2010	42,229,479	33,283,110	8,946,369	2,315,000	5,441,679	7,756,679	1.15
2011	46,136,831	30,008,935	16,127,896	2,420,000	8,214,025	10,634,025	1.52
2012	48,190,199	33,754,650	14,435,549	2,535,000	7,969,564	10,504,564	1.37
2013	49,727,954	32,312,821	17,415,133	2,660,000	7,334,165	9,994,165	1.74
2014	53,604,980	32,339,999	21,264,981	2,790,000	8,798,252	11,588,252	1.84
2015	58,422,466	32,968,618	25,453,848	3,175,000	8,967,711	12,142,711	2.10

Notes:

(1) Expenses are exclusive of depreciation.

(2) Gross revenues exclude connection fees associated with the implementation of Governmental Accounting Standards Board Statement No. 33 - Accounting and Financial Reporting for Nonexchange Transactions. It also does not include miscellaneous revenue and interest income.

**POLK COUNTY, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS**

Year	Population (1)	Personal Income (in thousands)	Per Capita Personal Income	Public School Enrollment (3)	Unemployment Rate
2006	565,049	\$ 17,752,709	\$ 31,418	91,494	3.4%
2007	581,058	18,203,966	31,329	92,015	4.8%
2008	585,733	18,563,050	31,692	92,449	7.9%
2009	584,343	19,033,220	32,572	93,746	12.8%
2010	602,095 (4)	19,469,344	32,336	93,115	13.3%
2011	604,792	20,228,478	33,447	93,810	12.0%
2012	606,888	21,693,818	35,746	94,920	9.7%
2013	613,950	21,115,582	34,393	95,333	8.0%
2014	623,174	20,347,877	32,652	99,728	7.3%
2015	633,052	20,670,414 (2)	32,652	97,953	6.2%

Notes:

(1) Data provided by the University of Florida Bureau of Economic and Business Research.

(2) Per capita personal income was not available for 2015. The 2014 per capita income information was used, along with 2015 population data to determine the personal income data.

(3) Florida Department of Education

(4) U.S. Census Bureau, 2010 census

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

Employer	2015			2006		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Polk County School Board	13,135 (1)	1	4.64%	13,000	1	4.82%
Publix Super Markets	10,249	2	3.62%	8,300	2	3.07%
Walmart	6,238	3	2.20%	5,100	3	1.89%
Lakeland Regional Medical Center	4,499	4	1.59%	4,000	6	1.48%
Polk County Government	4,472	5	1.58%	4,587	4	1.70%
Winter Haven Hospital	2,567	6	0.91%	2,500	8	0.93%
City of Lakeland	2,359	7	0.83%	2,500	9	0.93%
Geico	2,139	8	0.76%	2,200	10	0.81%
Mosiac Fertilizer	1,993	9	0.70%	4,000	7	1.48%
Watson Clinic	1,600	10	0.57%	-	-	0.00%
State of Florida	-	-	-	4,300	5	1.59%
	<u>36,116</u>		<u>12.75%</u>	<u>37,487</u>		<u>13.88%</u>
Average annual labor force :	283,168			269,985		

Sources:

Central Florida Development Council

Florida Department of Economic Opportunity, Labor Market Statistics Center

(1) Polk County School Board

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POLK COUNTY, FLORIDA
OPERATING INDICATORS BY FUNCTION AND PROGRAM
LAST TEN YEARS

	Fiscal Year			
	2006	2007	2008	2009
General Government				
Business Licenses (1)	38,275	38,000	34,157	34,805
County Attorney				
Request for legal service	2,279	2,301	1,922	2,224
Land Development				
# of residential plans reviewed	1,165	1,284	1,573	1,079
# of non-residential plans reviewed	951	1,096	721	325
# of inspections performed	4,382	8,884	9,633	6,292
# of subdivision final platted lots	645	600	1,721	170
# of non-residential plats processed	648	507	-	-
# conditional uses/planned developments	-	-	-	-
Public Safety				
Fire Rescue (2)				
Responses per year	28,000	32,386	26,830	26,687
Average response time (minutes)	9.0	8.7	7.0	7.0
Ambulance Services				
Responses per year	72,850	64,352	79,890	78,803
Average response time (minutes)	9.5	10.1	8.6	8.1
Communications Center (3)				
911 Calls	66,000	68,808	66,170	79,000
Sheriff				
Average Inmate Population	2,545	2,455	2,374	2,327
% Crime Rate per Capita	3.0%	3.3%	3.4%	3.2%
Calls for Service	243,177	271,637	277,109	273,751
911 Calls	-	-	-	-
Building Permits				
Single-residential	5,502	2,095	1,654	781
Commercial	157	170	138	89
Physical Environment				
Utilities - Number of customers				
Water	54,659	56,097	55,782	56,530
Sewer	36,631	38,112	38,448	39,728
Re-use	4,916	5,578	3,268	3,334
Waste and Recycling				
Tons Collected	783,464	733,188	717,235	631,285
Tons Recycled	8,141	8,686	8,904	10,079
Environmental Lands				
Acres acquired	1,658	205	226	4,585
Transportation				
Transportation				
Lane miles of roads resurfaced	52	98	131	60
Roadway Maintenance				
Mowing (Acres)	39,210	43,133	32,450	25,162
Chemical Mowing (Acres)	28,029	8,672	8,436	8,259
Shoulders Maintained (Feet)	1,161,558	1,614,940	1,274,665	936,672
Drainage Ditches Cleaned (Feet)	472,256	380,398	452,841	437,131

Fiscal Year					
2010	2011	2012	2013	2014	2015
36,120	32,685	33,998	33,479	34,037	34,737
2,738	1,395	1,352	1,047	1,137	1,153
679	721	880	1166	1393	1766
180	241	307	254	310	367
4,059	*	*	*	*	*
172	220	162	703	774	1073
-	-	73	103	95	113
15	15	33	27	40	51
26,935	76,258	74,880	75,034	79,385	81,429
7.5	7.4	7.2	7.1	6.9	7.2
77,686	-	-	-	-	-
8.1	-	-	-	-	-
80,000	-	-	-	-	-
2,194	2,109	2,407	2,463	2,463	2,423
3.0%	2.7%	2.5%	2.3%	2.1%	1.96%
319,846	327,007	344,121	310,906	305,660	315,097
-	271,578	355,374	397,011	422,009	430,472
726	662	822	1,105	1,317	1,524
44	181	223	301	242	233
57,539	57,905	58,321	59,291	60,147	61,086
40,618	41,067	41,519	42,466	43,318	44,177
3,493	3,914	4,113	4,402	4,832	5,252
579,327	586,363	558,493	595,289	602,564	622,322
9,982	14,267	27,336	14,841	15,271	17,886
22	34	1.25	-	117	70
54	31	116	180	166	171
25,214	21,550	25,584	31,120	37,484	49,320
7,460	7,056	6,713	7,904	9,236	6,750
810,478	509,686	668,012	596,589	834,208	925,294
316,555	415,881	331,748	381,890	966,070	468,376

POLK COUNTY, FLORIDA
OPERATING INDICATORS BY FUNCTION AND PROGRAM (CONTINUED)
LAST TEN YEARS

	Fiscal Year			
	2006	2007	2008	2009
Economic Environment				
Business Development				
Businesses Recruited	18	7	13	7
Jobs Created	994	570	1,176	543
Sports Marketing				
Number of events assisted or managed	175	207	226	225
Human Services				
Veterans Services				
Veterans Assisted	7,754	7,045	8,269	7,239
Outreach services	2,749	2,800	4,207	2,343
Elderly Services				
In-home Nutrition Meals	250,068	220,155	209,329	212,046
Congregate meals served	91,837	100,959	101,871	101,447
In-Home Service (clients)	1,723	1,844	873	885
Medicaid Waiver Programs (clients) (4)	310	332	280	341
Culture and Recreation				
Parks and Recreation				
Special Events patrons	11,658	12,220	18,311	21,681
Summer Camp attendees	555	526	500	508
Campground rentals	10,025	9,378	9,123	8,667
Homeland Heritage Park patrons	5,182	4,536	4,387	4,319
Historical Museum				
Total patrons	28,136	31,194	28,779	36,415
Historical Library				
Total patrons	7,624	9,123	11,603	62,909

Notes:

* Information not available

- Operating indicator was not performed during fiscal year.

- (1) In years 2006, 2007, and 2008, the reported numbers included inactive licenses. Changes have been made to those years to reflect only Business licenses sold.
- (2) In 2011, the Public Safety Department was eliminated and the Emergency Medical Services (EMS) and Emergency Management Division were absorbed by the Fire Rescue Division. The information provided represents the totals for the consolidated Fire Rescue Division.
- (3) Communications Center transferred to the Sheriff's Office during 2011. Previous amounts only included BoCC Communications Center. The amounts reported in 2011 and 2012 includes all Communications Centers now under the Sheriff.
- (4) Beginning in 2014, this program transitioned to Medicaid Reform. No longer serving Medicaid clients.

Fiscal Year					
2010	2011	2012	2013	2014	2015
10	6	11	5	11	8
1,268	498	597	454	1,308	1,614
203	220	225	216	216	229
4,276	2,623	2,588	2,419	2,535	2,618
1,253	*	18	45	26	19
196,661	153,544	143,811	123,082	111,030	118,030
101,933	99,737	100,454	93,853	106,340	88,839
804	497	529	404	471	151
284	263	248	221	N/A	N/A
19,468	20,796	58,447	63,043	64,012	57,903
590	610	492	510	520	477
8,777	9,117	8,282	9,117	9,415	9,873
4,405	4,343	2,031	5,344	5,263	5,916
30,298	37,587	33,818	33,070	40,107	39,581
83,825	114,361	123,114	91,354	102,439	79,721

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

Function	Full-time Equivalent Employees									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government	1,143	1,120	1,147	1,098	1,154	1,112	1,047	1,042	1,060	1,085
Public safety	2,320	2,458	2,499	2,455	2,416	2,493	2,389	2,388	2,419	2,384
Physical environment	75	77	77	59	54	55	55	59	59	59
Transportation	287	295	298	286	280	258	258	255	255	254
Economic environment	55	65	65	33	34	34	34	33	31	31
Human services	356	386	374	439	329	277	340	342	331	314
Culture and recreation	83	93	93	93	90	82	82	82	82	82
Utilities	217	221	224	226	215	205	207	209	214	216
Waste and Recycling	51	56	55	56	56	51	51	51	46	47
Total	4,587	4,771	4,832	4,745	4,628	4,567	4,463	4,461	4,497	4,472

Source: Polk County Office of Budget and Management Services
Constitutional Officers

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POLK COUNTY, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION AND PROGRAM
LAST TEN YEARS

	Fiscal Year			
	2006	2007	2008	2009
General Government				
Square footage of Building Space	3,457,197	3,503,901	3,473,730	3,618,304
Public Safety				
Fire Rescue (2)				
Stations	-	-	-	-
Vehicles	-	-	-	-
Fire Protection				
Stations	28	29	31	30
Vehicles	141	154	137	159
Ambulance Services				
Stations	22	22	22	22
Vehicles	59	51	51	51
Physical Environment				
Utilities				
Miles of sewer and water lines				
Water	647	672	811	845
Sewer	375	400	495	519
Re-use	168	177	*	163
Utility Plants				
Water	45	45	55	40
Sewer	11	11	10	9
Lift Stations	270	290	300	305
Potable Hydrants	*	*	3,353	3,073
Environmental Lands				
Number of acres owned	13,232	13,427	13,693	18,278
Transportation				
Miles of Roads				
Paved	2,235	2,261	2,290	2,319
Unpaved	435	399	374	352
Economic Environment (1)	-	-	-	-
Human Services				
Fixed-Route/WHAT Buses	19	18	17	19
Paratransit Vans	37	36	35	35
Culture and Recreation				
Recreational Parks	53	43	45	46
Boat Ramps/Launch Lanes	29	34	34	37
Historical Library	1	1	1	1
Historical Museum	1	1	1	1

Source: Various County Departments.

Notes:

* Information not available.

(1) There were no capital assets to report for Economic Environment.

(2) In 2011, the Public Safety Department was eliminated and the Emergency Medical Services (EMS) and Emergency Management Division were absorbed by the Fire Rescue Division. The information provided represents the totals for the consolidated Fire Rescue Division.

Fiscal Year					
2010	2011	2012	2013	2014	2015
3,749,658	3,900,614	3,889,086	4,035,156	4,086,513	4,086,513
-	45	45	45	45	45
-	272	272	259	241	241
32	-	-	-	-	-
158	-	-	-	-	-
19	-	-	-	-	-
51	-	-	-	-	-
856	858	915	903	928	931
529	531	562	553	583	560
167	171	187	191	195	194
38	39	57	55	54	54
9	9	8	8	7	7
293	293	292	297	299	303
3,128	3,145	3416	3495	3538	3622
18,300	18,334	18,335	18,335	18,453	18,523
2337	2346	2429	2439	2381	2385
342	337	261	260	296	292
-	-	-	-	-	-
17	23	23	20	15	15
33	31	32	40	39	40
49	52	54	56	56	56
37	40	51	52	52	41
1	1	1	1	1	1
1	1	1	1	1	1

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**OTHER SUPPLEMENTAL SCHEDULES
(UNAUDITED)**

Capital Improvement Revenue Bonds Series 2010

Continuing Disclosure

Distribution Percentages
Historical Sales Tax Revenues of the County

Public Facilities Revenue Bonds, Series 2005 and 2014

Continuing Disclosure

County Revenue Sharing Apportionment Factor Data
Revenue Sharing Trust Fund for Counties Receipts
Pledged Revenue Share Monies
Pro Forma Debt Coverage

Constitutional Fuel Tax Revenue Refunding Bonds, Series 2006

Continuing Disclosure

Historical Distribution of Constitutional Fuel Tax Revenues
to Polk County
Historical and Pro Forma Debt Service Coverage
Historical Gasoline Sales, Population Count, Distribution Factor and
Relative Land Area for Polk County

Transportation Improvement Revenue Bonds, Series 2010

Continuing Disclosure

Annual Share of Polk County Fuel Tax Revenue
Motor Fuel Gallons sold in Polk County
Polk County Distribution Percentages (Under Ordinance No. 87.04)
Annual Public Service Tax Revenue

**Utility Systems Revenue Bonds, Series 2004A, 2004B, 2010, 2012, 2013, 2014A,
2014B, and 2014C Continuing Disclosure**

Historical Revenues and Expenses and Debt Service Coverage
Residential Water, Wastewater and Reclaimed Water Rates
Water System Permitted Capacity, Actual Demand and Peak Demand
Wastewater System Permitted Capacity, Actual Flows and Peak Flows

**POLK COUNTY, FLORIDA
CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 2010
CONTINUING DISCLOSURE**

There are seventeen incorporated municipalities in the County, and for the County's Fiscal Year ended September 30, 2015, the approximate distribution factors for the County and the municipalities were as follows:

<u>Recipient</u>	<u>Approximate Share of Sales Tax Distribution</u>	<u>Recipient</u>	<u>Approximate Share of Sales Tax Distribution</u>
Polk County	69.644687	City of Lake Alfred	0.661982
City of Auburndale	1.842787	City of Lake Hamilton	0.164842
City of Bartow	2.261294	City of Lakeland	12.901733
City of Davenport	0.395387	City of Lake Wales	1.896864
City of Dundee	0.497401	City of Mulberry	0.493091
City of Eagle Lake	0.301210	City of Polk City	0.206641
City of Fort Meade	0.749367	City of Winter Haven	4.739417
City of Frostproof	0.386766	City of Hillcrest Heights	0.032655
City of Haines City	2.793309	Village of Highland Park	0.030565

Source: State of Florida, Department of Revenue

<u>County Fiscal Year Ended September 30,</u>	<u>Sales Tax Receipts</u>	<u>% Change</u>
2011	\$ 24,160,285.97	3.63
2012	\$ 25,873,337.85	7.09
2013	\$ 27,423,241.02	5.99
2014	\$ 28,968,235.35	5.63
2015	\$ 30,519,500.84	5.36

Source: Polk County, Florida, Clerk of Circuit Court-Finance Department

**POLK COUNTY, FLORIDA
PUBLIC FACILITIES REVENUE BONDS, SERIES 2005 AND 2014
CONTINUING DISCLOSURE**

County Revenue Sharing Apportionment Factor Data

State Fiscal Year Ended June 30,	County Population (1)	Total Eligible Counties Population (1)	County Unincorporated Population (1)	State Unincorporated Population (1)	Annual Polk County Sales Tax Collections	Annual Statewide Sales Tax Collections
2011	580,757	18,624,024	360,384	9,105,683	371,310,872	16,135,004,130
2012	598,621	18,673,368	372,357	9,230,433	399,279,515	16,997,643,303
2013	601,249	18,777,429	374,109	9,286,660	428,625,087	18,040,245,249
2014	603,534	18,949,364	373,856	9,362,892	453,783,444	19,307,262,897
2015	610,650	19,135,459	378,256	9,459,718	487,754,412	20,702,466,853

**Revenue Sharing Trust Fund For Counties Receipts
State Fiscal Year Ended June 30**

	2011	2012	2013	2014	2015
Cigarette Tax	\$ 8,192,260	\$ 8,120,956	\$ 7,588,390	\$ 7,020,239	\$ 7,216,992
Sales Tax	331,113,975	346,750,351	366,351,387	392,479,416	421,812,836
Total Receipts	<u>\$ 339,306,235</u>	<u>\$ 354,871,307</u>	<u>\$ 373,939,777</u>	<u>\$ 399,499,655</u>	<u>\$ 429,029,828</u>
Guaranteed Entitlement for Florida Counties	\$ 30,329,957	\$ 30,329,957	\$ 30,329,957	\$ 30,329,957	\$ 30,329,957
Second Guaranteed Entitlement for Florida Counties	\$ 64,756,373	\$ 64,756,373	\$ 64,756,373	\$ 64,756,373	\$ 64,756,373

Source: Department of Revenue of the State of Florida

Note:

- (1) In prior years, total population numbers were reported for each fiscal year. The adjusted population estimates exclude the estimated number of inmates and patients in institutions operated by the federal government, the Florida Departments of Corrections, Department of Health, and Department of Children and Family Services. Pursuant to s.186.901, F. S., such inmates and patients are not considered residents for the purpose of determining revenue-sharing allocations.

POLK COUNTY, FLORIDA
PUBLIC FACILITIES REVENUE BONDS, SERIES 2005 AND 2014 (CONTINUED)
CONTINUING DISCLOSURE

Pledged Revenue Share Monies

Fiscal Year Ended September 30,	Revenue Sharing Money (1)	Pledged Revenue Sharing Monies (Equals 50 % of Previous Fiscal Year's Revenue Sharing Monies) (2)
2011	\$ 10,350,001	\$ 5,021,627
2012	10,947,298	5,175,000
2013	11,599,248	5,473,649
2014	12,422,530	5,799,624
2015	13,554,377	6,211,265

Notes:

(1) Not pledged as a source of security for the Series 2005 and 2014 Bonds.

(2) Pledged as a source of security for the Series 2005 and 2014 Bonds.

Pro Forma Debt Service Coverage

Fiscal Year Ended September 30,	Pledged Public Service Tax Revenues (1)	Pledged Revenue Sharing Monies	Total Pledged Funds	Maximum Annual Debt Service	Debt Service Coverage
2011	\$ 23,473,885	\$ 5,021,627	\$ 28,495,512	\$ 5,729,538	4.97x
2012	22,658,565	5,175,000	27,833,565	5,729,538	4.86x
2013	23,206,800	5,473,649	28,680,449	5,729,538	5.01x
2014	23,986,521	5,799,624	29,786,145	5,729,538	5.20x
2015	24,751,615	6,211,265	30,962,880	5,507,194	5.62x

Source: Polk County, Florida, Clerk of Circuit Court-Finance Department

Note:

(1) Amounts have been revised to report only the 8.0% pledged amount. In previous years, all Public Service Tax collected was reported.

POLK COUNTY, FLORIDA
CONSTITUTIONAL FUEL TAX REVENUE REFUNDING BONDS, SERIES 2006
CONTINUING DISCLOSURE

Historical Distribution of Constitutional Fuel Tax Revenues to Polk County

<u>Fiscal Year Ended September 30,</u>	<u>Constitutional Fuel Tax Allocated to the County</u>	<u>Percentage Increase/(Decrease)</u>
2011	\$ 6,140,204	(0.71)
2012	6,207,627	1.10
2013	6,093,497	(1.84)
2014	6,337,152	4.00
2015	6,551,835	3.39

Historical and Pro Forma Debt Service Coverage

<u>Fiscal Year Ended September 30,</u>	<u>Constitutional Fuel Tax Revenues</u>	<u>Maximum Annual Debt Service</u>	<u>Debt Service Coverage (1)</u>
2011	\$ 6,140,204	\$ 3,959,241	1.55
2012	6,207,627	3,959,241	1.57
2013	6,093,497	3,959,241	1.54
2014	6,337,152	3,959,241	1.60
2015	6,551,835	3,959,241	1.65

Source: Polk County, Florida, Clerk of Circuit Court-Finance Department

Note:

- (1) The Debt Coverage ratio presented here does not account for any interest income earned on Constitutional Fuel Tax Revenues.

POLK COUNTY, FLORIDA
CONSTITUTIONAL FUEL TAX REVENUE REFUNDING BONDS, SERIES 2006 (CONTINUED)
CONTINUING DISCLOSURE

Historical Gasoline Sales, Population Count, Distribution Factor and Relative Land Area for Polk County

State Fiscal Year Ended June 30,	Polk County Motor Fuel Gallons	Polk County Motor Fuel Diesel Gallons	Polk County Total Taxable Gallons	State of Florida Total Taxable Gallons
2011	226,219,842	76,291,043	302,510,886	9,610,739,101
2012	221,613,734	71,081,836	292,695,570	9,481,424,607
2013	219,855,408	72,678,849	292,534,257	9,543,990,278
2014	226,832,841	73,987,241	300,820,082	9,783,049,247
2015	239,816,327	75,871,564	315,687,892	10,084,821,053

The population count of Polk County and the State of Florida is set forth below for the years indicated:

State Fiscal Year Ended June 30,	Polk County Population Count (1)	State of Florida Population Count (1)	Distribution Factor
2011	580,757	18,624,024	3.2274
2012	598,621	18,673,368	3.2399
2013	601,249	18,777,429	3.2131
2014	603,534	18,949,364	3.1784
2015	610,650	19,135,459	3.1690

Source: Florida Department of Revenue

Notes:

For the State Fiscal Years ended June 30, 2011 through 2015, Polk County land area has comprised 0.83950% of the total land area of the State of Florida.

- (1) Population counts presented here are used by the Florida Department of Revenue to determine Constitutional Fuel Tax distributions and are based on the most recent United States Census Bureau numbers as updated by the Population Estimate Reports (excluding inmates) for the years indicated. Population counts were revised to reflect the fiscal year they were used to calculate the distribution factor.

**POLK COUNTY, FLORIDA
TRANSPORTATION IMPROVEMENT REVENUE BONDS, SERIES 2010
CONTINUING DISCLOSURE**

Annual Share of Polk County Fuel Tax Revenues

Fiscal Year Ended September 30,	Share for Polk County
2011	\$ 6,673,807
2012	6,586,611
2013	6,523,909
2014	6,953,052
2015	7,236,822

Motor Fuel Gallons Sold in Polk County

State Fiscal Year Ended June 30,	Gallons of Motor Fuel Sold (1)
2011	226,219,842
2012	221,613,734
2013	219,855,408
2014	226,832,841
2015	239,816,327

Source: Polk County, Florida, Clerk of Circuit Court-Finance Department

Note:

- (1) Data on this table does not include gallons of diesel fuel sold. Diesel fuel is not subject to taxation under Section 336.025(1)(b), Florida Statutes.

**POLK COUNTY, FLORIDA
TRANSPORTATION IMPROVEMENT REVENUE BONDS, SERIES 2010 (CONTINUED)
CONTINUING DISCLOSURE**

**Polk County Distribution Percentages
Under Ordinance No. 87.04 (1)**

Determined on July 1,	County Percentage
2011	64.983%
2012	65.078%
2013	65.250%
2014	65.148%
2015	64.940%

Public Service Tax Revenue (2)

Fiscal Year Ended September 30,	Metered/ Bottled Gas	Electricity	Water	Fuel Oil	Total
2011	\$ 137,941	\$ 4,933,544	\$ 796,986	\$ 154	\$ 5,868,625
2012	120,380	4,752,359	791,902	120	5,664,761
2013	124,225	4,901,892	775,583	129	5,801,829
2014	126,833	5,059,997	809,800	132	5,996,762
2015	120,372	5,208,543	858,989	165	6,188,069

Source: Polk County, Florida Clerk of Circuit Court - Finance Department

Notes:

- (1) Ordinance No. 87-04 enacted by the Polk County Board of County Commissioners on June 23, 1987 pursuant to which distribution percentages are established on July 1st of each year based on the following formula: 40% of the distribution is based on the percentage of miles of roads maintained by the County or the respective municipalities with the County; 60% of the distribution is based on the pro rata population of the respective municipalities and the unincorporated area of the County.
- (2) The Transportation Improvement Revenue Bonds are collateralized by a pledge of revenues from the 5-cents per gallon local option fuel tax and 2% public service tax. Public Service Tax amounts have been revised to only report the amount that is pledged. Previously, the total amount of Public Service Tax was reported.

POLK COUNTY, FLORIDA
UTILITY SYSTEMS REVENUE BONDS, SERIES 2004A, 2004B, 2010, 2012, 2013, 2014A,
2014B, AND 2014C
CONTINUING DISCLOSURE

	2011	2012	2013	2014	2015
Gross Revenues (1)					
Charges for Services (2)	\$ 46,136,831	\$ 48,190,199	\$ 49,727,954	\$ 53,604,980	\$ 58,422,466
Miscellaneous Revenue (3)(4)	2,588,004	2,267,179	3,731,558	2,214,567	2,331,195
Sub-total Charges for Service & Miscellaneous Income	\$ 48,724,835	\$ 50,457,378	\$ 53,459,512	\$ 55,819,547	\$ 60,753,661
Interest Income (5)	1,233,342	870,967	442,562	1,156,768	1,291,836
Sub-total Operating and Non-operating Income	\$ 49,958,177	\$ 51,328,345	\$ 53,902,074	\$ 56,976,315	\$ 62,045,497
Less income from Connection Charges (6)	21,195	76,895	82,618	159,328	260,261
Total Gross Revenues	\$ 49,936,982	\$ 51,251,450	\$ 53,819,456	\$ 56,816,987	\$ 61,785,236
Cost of Operation and Maintenance (7)					
Personal Services	\$ 10,994,448	\$ 11,026,171	\$ 10,952,290	\$ 11,098,177	\$ 11,562,051
Operations, Maintenance and Other Expenses (8)	17,586,695	19,400,404	18,067,232	17,930,172	18,044,682
Indirect (9)	2,094,928	1,954,991	1,880,929	1,845,791	1,814,091
Total Cost of Operation and Maintenance	\$ 30,676,071	\$ 32,381,566	\$ 30,900,451	\$ 30,874,140	\$ 31,420,824
Net Revenues Available for Debt Service (A)	\$ 19,260,911	\$ 18,869,884	\$ 22,919,005	\$ 25,942,847	\$ 30,364,412
Plus Available Connection Charges (B)(10)(11)					
Available Connection Charges	\$ 3,090,284	\$ 3,062,622	\$ 4,632,731	\$ 5,413,222	\$ 6,618,582
Interest Income or Connection Charges (6)	21,195	76,895	82,618	159,328	260,261
Total Available Connection Charges (B)	\$ 3,111,479	\$ 3,139,517	\$ 4,715,349	\$ 5,572,550	\$ 6,878,843
Net Revenues Plus Available Connection Charges Available for Debt Service (C)	\$ 22,372,390	\$ 22,009,401	\$ 27,634,354	\$ 31,515,397	\$ 37,243,255
Annual Bond Service Requirement (D)	\$ 10,634,025	\$ 10,504,564	\$ 9,994,165	\$ 11,588,252	\$ 12,142,711
Test A					
Debt Service Coverage Ratio (A/D)	1.81	1.80	2.29	2.24	2.50
Excluding Available Connection Charges (1.10x Required)					
Or					
Test B					
Debt Service Coverage Ratio (A/D)	1.81	1.80	2.29	2.24	2.50
Excluding Available Connection Charges (1.00x Required)					
And					
Debt Service Coverage Ratio (C/D)	2.10	2.10	2.77	2.72	3.07
Including Expansion Projects Connection Charges (1.25x Required)					

Source: Polk County, Florida Utilities Department

Notes:

- (1) Gross Revenues and Cost of Operation and Maintenance for the fiscal years ended September 30, 2011 through and including 2015 are audited.
- (2) Charges for services increased from \$46.1 million in the fiscal year ended September 30, 2011 to \$58.4 million in the fiscal year ended September 30, 2015 or 27% based on a combination of growth in water, sewer, and reclaimed water customers and the implementation of five percent (5%) annual rate increases on October 1, 2010, 2011, 2012, 2013 and 2014. The increase in customer growth over the period was mitigated by a decline in water use during the past five fiscal years. Connection Charges of \$3,090,284, \$3,062,622, \$4,632,731, \$5,413,222 and \$6,618,582.29 for fiscal year-ended September 30, 2011 through 2015, respectively, are excluded from Charges for Services.

POLK COUNTY, FLORIDA
UTILITY SYSTEMS REVENUE BONDS, SERIES 2004A, 2004B, 2010, 2012, 2013, 2014A,
2014B, AND 2014C (CONTINUED)
CONTINUING DISCLOSURE

Notes (continued):

- (3) Miscellaneous revenues includes Subsidy Payments. Pursuant to the Sequestration Transparency Act of 2012, as a consequence of the Joint Select Committee on Deficit Reduction's failure to propose, and Congress' failure to enact, a plan to reduce the federal deficit by \$1.2 trillion (as required by the Budget Control Act of 2011 by January 2, 2013), the President of the United States, in his report to Congress of sequestration for fiscal year 2013, included in such sequestration the payments authorized for direct-pay bonds, such as the Series 2010 Bonds, issued under the Recovery and Reinvestment Act of 2009. the sequestration cut for direct-pay bonds was initially scheduled to last through fiscal year 2021. However, the Bipartisan Budget Act of 2013, extended the sequestration cut through fiscal year 2023. Congress recently approved a bill which would further extend sequestration through fiscal year 2024. The President is expected to sign such bill in the near future. On March 4, 2013, the Internal Revenue Service announced that payments to issuers of direct pay bonds, such as the Series 2010 Bonds, were subject to a reduction of 8.7% of the amount budgeted through September 30, 2013. On September 30, 2013, the Internal Revenue Service announced that payments to issuers of direct pay bonds, such as the Series 2010 Bonds, are subject to a reduction of 7.2% of the amount budgeted for such payment through September 30, 2014. For the County's October 1, 2013 Subsidy Payment, the County received an amount equal to \$439,615.48 which represented an 8.7% reduction of the full amount due (\$481,506.55). The County's Subsidy Payments received April 1, 2014 and October 1, 2014 were each \$446,838.07 which represented a 7.2 % reduction. Payments received April 1, 2015 and October 1, 2015 were each \$446,356.57 which represented a 7.3 % reduction. No assurance can be given that legislative proposals may be introduced or enacted by Congress that would or might apply to, or have an adverse affect upon, the County's receipt of Subsidy Payments. Payment of debt service on the Series 2010 Bonds is not contingent upon receipt by the County of the Subsidy Payments and the County does not expect that any such reduction in Subsidy Payments will affect its ability to pay debt service on the Bonds.
- (4) When compared to information presented in the County's Comprehensive Annual Financial Report for the Fiscal Year ended September 30, 2012, Miscellaneous Revenue for fiscal year ended September 30, 2011 was understated by \$377,529, respectively. The amount represents grant proceeds which is not a component of Gross Revenues, and was deducted twice in error when such Comprehensive Annual Financial Report was prepared. Miscellaneous Revenue for fiscal year ended September 30, 2014, decreased from fiscal year 2013 due to proceeds received from insurance claims and reimbursements for aquifer storage received in fiscal year 2013.
- (5) Amounts reflect interest and investment earnings on all accounts created by the Resolution, including investment income derived from Connection Charges on deposit, as reported by County staff. These amounts do not include any adjustments for the market value of the investments.
- (6) Gross Revenue exclude income derived from Connection Charges, including investment income; however, such amount is includable in Test B of the rate covenant whereby Available Connection Charges and investment income derived from Available Connection Charges not added to Net Revenues.

POLK COUNTY, FLORIDA
UTILITY SYSTEMS REVENUE BONDS, SERIES 2004A, 2004B, 2010, 2012, 2013, 2014A,
2014B, AND 2014C (CONTINUED)
CONTINUING DISCLOSURE

Notes (continued):

- (7) Amounts exclude depreciation and amortization expenses, payments in lieu of taxes (PILOT) of \$1,333,515, \$1,376,563, \$1,412,370, \$1,465,859, and \$1,547,795 for the fiscal years-ended 2011 through 2015, respectively, and capitalized labor. Based on the County's review of budget to actuals results, the actual expenses were approximately 90% of the adopted budget for each year.

- (8) Includes all operating expenses and losses on disposition of equipment. Other expenses include only GIS mapping charges.

- (9) Amount reflects an Operating transfer from the Water and Sewer Fund to the General Fund to account for allocated operating and administrative expenses associated with utility services.

- (10) As of the issuance of the Series 2013 Bonds, issued December 19, 2013, and based on updated information related to funding and timing of certain projects in the County's capital improvement program, the Water Expansion Project Percentage has been recalculated and is equal to 31.17% and the Sewer Expansion Project Percentage has been recalculated and is equal to 52.25%.

- (11) Due to the recent recession, customer growth has declined which has similarly caused Connection Charges to decline in recent years. Connection Charges from new development have declined since October 1, 2008, but have remained stable over the last six (7) years.

POLK COUNTY, FLORIDA
RESIDENTIAL WATER, WASTEWATER AND RECLAIMED WATER RATES
CONTINUING DISCLOSURE

Residential Water Rates

Effective Date	10/01/2013	10/01/2014	(1)
Indexing Rate	5 %	5 %	
Base Charge	\$ 9.23	\$ 9.69	
Usage Block Ranges (in thousands of gallons)			
0 - 3	\$ 1.75	\$ 1.84	
4 - 10	2.33	2.45	
11 - 20	4.63	4.86	
21 - 30	6.96	7.31	
31 - 40	9.27	9.73	
Over 40	16.24	17.05	

Residential Wastewater Rates

Effective Date (1)	10/01/2013	10/01/2014
Indexing Rate	5 %	5 %
Base Charge	\$ 34.42	\$ 36.14
Usage per thousand gallons up to 7,000 gallons		
	\$ 6.17	\$ 6.48

Residential Reclaimed Water Rates

Effective Date	10/01/2013	10/01/2014
Indexing Rate	5 %	5 %
Reclaimed Water Base Charge	N/A	N/A
Usage Block Ranges (in thousands of gallons)		
0 - 20	\$ 1.34	\$ 1.41
21 - 30	4.02	4.22
31 - 40	5.36	5.63
Over 40	8.05	8.45

Note:

(1) No additional rate increases have been approved by the Board beyond October 1, 2014.

**POLK COUNTY, FLORIDA
COMMERCIAL/MULTI-FAMILY WATER, WASTEWATER AND
RECLAIMED WATER RATES
CONTINUING DISCLOSURE**

Commercial/Multi-Family Water Rates

Effective Date	10/01/2013	10/01/2014	(1)
Indexing Rate	5 %	5 %	
5/8" & 3/4" Base Charge	\$ 13.85	\$ 14.54	
5/8" & 3/4" Usage Block Ranges (in thousands of gallons)			
0 - 15	\$ 2.33	\$ 2.45	
16 - 30	4.63	4.86	
31 - 60	9.27	9.73	
over 60	16.24	17.05	
1" Base Charge	\$ 23.07	\$ 24.22	
1" Usage Block Ranges (in thousands of gallons)			
0 - 25	\$ 2.33	\$ 2.45	
26 - 50	4.63	4.86	
51 - 100	9.27	9.73	
over 100	16.24	17.05	
1-1/2" Base Charge	\$ 46.14	\$ 48.45	
1- 1/2" Usage Block Ranges (in thousands of gallons)			
0 - 50	\$ 2.33	\$ 2.45	
51 - 100	4.63	4.86	
101 - 200	9.27	9.73	
over 200	16.24	17.05	
2" Base Charge	\$ 73.82	\$ 77.51	
2" Usage Block Ranges (in thousands of gallons)			
0 - 80	\$ 2.33	\$ 2.45	
81 - 160	4.63	4.86	
161 - 320	9.27	9.73	
over 320	16.24	17.05	
3" Base Charge	\$ 138.40	\$ 145.32	
3" Usage Block Ranges (in thousands of gallons)			
0 - 150	\$ 2.33	\$ 2.45	
151 - 300	4.63	4.86	
301 - 600	9.27	9.73	
over 600	16.24	17.05	
4" Base Charge	\$ 230.69	\$ 242.22	
4" Usage Block Ranges (in thousands of gallons)			
0 - 250	\$ 2.33	\$ 2.45	
251 - 500	4.63	4.86	
501 - 1,000	9.27	9.73	
over 1,000	16.24	17.05	
6" Base Charge	\$ 461.36	\$ 484.43	
6" Usage Block Ranges (in thousands of gallons)			
0 - 500	\$ 2.33	\$ 2.45	
501 - 1,000	4.63	4.86	
1,001 - 2,000	9.27	9.73	
over 2,000	16.24	17.05	

Note:

(1) No additional rate increases have been approved by the Board beyond October 1, 2014.

**POLK COUNTY, FLORIDA
COMMERCIAL/MULTI-FAMILY WATER, WASTEWATER AND
RECLAIMED WATER RATES (CONTINUED)
CONTINUING DISCLOSURE**

Commercial/Multi-Family Water Rates (continued)

Effective Date	10/01/2013	10/01/2014 (1)
Indexing Rate	5 %	5 %
8" Base Charge	\$ 738.19	\$ 775.10
8" Usage Block Ranges (in thousands of gallons)		
0 - 800	\$ 2.33	\$ 2.45
801 - 1,600	4.63	4.86
1,601 - 3,200	9.27	9.73
over 3,200	16.24	17.05
10" Base Charge	\$ 1,061.14	\$ 1,114.20
10" Usage Block Ranges (in thousands of gallons)		
0 - 1,150	\$ 2.33	\$ 2.45
1,151 - 2,300	4.63	4.86
2,301 - 4,600	9.27	9.73
over 4,600	16.24	17.05
12" Base Charge	\$ 1,985.15	\$ 2,084.41
12" Usage Block Ranges (in thousands of gallons)		
0 - 2,150	\$ 2.33	\$ 2.45
2,151 - 4,300	4.63	4.86
4,301 - 8,600	9.27	9.73
over 8,600	16.24	17.05

Note:

(1) No additional rate increases have been approved by the Board beyond October 1, 2014.

Commercial/Multi-Family Wastewater Rates

Effective Date	10/01/2013	10/01/2014 (1)
Indexing Rate	5 %	5 %
Base Charge 5/8" & 3/4" Meter	\$ 51.62	\$ 54.20
Base Charge 1" Meter	86.04	90.34
Base Charge 1 - 1/2" Meter	172.06	180.66
Base Charge 2" Meter	275.31	289.08
Base Charge 3" Meter	516.22	542.03
Base Charge 4" Meter	860.36	903.38
Base Charge 6" Meter	1,720.72	1,806.76
Base Charge 8" Meter	2,753.14	2,890.80
Base Charge 10" Meter	3,957.65	4,155.53
Base Charge 12" Meter	7,398.94	7,768.89
Usage Charge Per 1,000 Gallons	\$ 6.17	\$ 6.48

Note:

(1) No additional rate increases have been approved by the Board beyond October 1, 2014.

**POLK COUNTY, FLORIDA
COMMERCIAL/MULTI-FAMILY WATER, WASTEWATER AND
RECLAIMED WATER RATES (CONTINUED)
CONTINUING DISCLOSURE**

Commercial/Multi-Family Reclaimed Water Rates

5/8 Inch & 3/4 Inch Rates

Effective Date	10/01/2013	10/01/2014	(1)
Indexing Rate	5 %	5 %	
Reclaimed Water Base Charge	N/A	N/A	
Usage Block Ranges (in thousands of gallons)			
0 - 30	\$ 1.34	\$ 1.41	
31 - 45	4.02	4.22	
45 - 60	5.36	5.63	
Over 60	8.05	8.45	

1 Inch Rates

Effective Date	10/01/2013	10/01/2014	
Indexing Rate	5 %	5 %	
Reclaimed Water Base Charge	N/A	N/A	
Usage Block Ranges (in thousands of gallons)			
0 - 50	\$ 1.34	\$ 1.41	
51 - 75	4.02	4.22	
76 - 100	5.36	5.63	
Over 100	8.05	8.45	

1.5 Inch Rates

Effective Date	10/01/2013	10/01/2014	
Indexing Rate	5 %	5 %	
Reclaimed Water Base Charge	N/A	N/A	
Usage Block Ranges (in thousands of gallons)			
0 - 50	\$ 1.34	\$ 1.41	
51 - 75	4.02	4.22	
76 - 100	5.36	5.63	
Over 100	8.05	8.45	

2 Inch Rates

Effective Date	10/01/2013	10/01/2014	
Indexing Rate	5 %	5 %	
Reclaimed Water Base Charge	N/A	N/A	
Usage Block Ranges (in thousands of gallons)			
0 - 160	\$ 1.34	\$ 1.41	
161 - 240	4.02	4.22	
241 - 320	5.36	5.63	
Over 320	8.05	8.45	

Bulk Priority	\$ 1.00	\$ 1.05	
Bulk Interruptible	0.43	0.45	

Note:

(1) No additional rate increases have been approved by the Board beyond October 1, 2014.

**POLK COUNTY, FLORIDA
WATER AND WASTEWATER CONNECTION CHARGES
CONTINUING DISCLOSURE**

Water Connection Fees

Effective Date	10/01/2014	(1)
Indexing Rate	5%	
Type of Residence		
Single Family Detached Units on Lots of 1.0 Acres or Less	\$	2,844.00
Single Family Detached Units on Lots of More than 1.0 Usable Acre	\$	4,268.00
Multi-family Units Including Apartments, Condos, Duplexes, Triplexes, etc.	\$	1,564.00
Mobile Homes of Lots of Less Than 6000 Square Feet	\$	1,707.00
Mobile Homes on Lots of 6000 Square Feet or More	\$	2,844.00
Park Model RVs	\$	1,564.00
Destination RVs*	\$	1,564.00
All other RVs Including Transient RVs	\$	1,564.00

Wastewater Connections Fees

Effective Date	10/01/2014	
Indexing Rate	5%	
Type of Residence		
Single Family Detached Units on Lots of 1.0 Acres or Less	\$	4,195.00
Single Family Detached Units on Lots of More than 1.0 Usable Acre	\$	4,195.00
Multi-family Units Including Apartments, Condos, Duplexes, Triplexes, etc.	\$	2,810.00
Mobile Homes of Lots of Less Than 6000 Square Feet	\$	2,810.00
Mobile Homes on Lots of 6000 Square Feet or More	\$	4,195.00
Park Model RVs	\$	2,307.00
Destination RVs*	\$	2,810.00
All other RVs Including Transient RVs	\$	4,195.00

Note:

A Destination RV must be: (1) Sited on a lot owned in fee simple by the user; (2) Sited in a park that is platted subdivision; (3) Sited on a lot 3,000 square feet or larger; and (4) Sited in a park that does not have a dump station or undivided interest lot sales or time share lot sales. This category of user is subject to inspection by Polk County Utilities to ensure that Destination RV's are not Transient RV's. Destination RV lots used by Transient RVs will be subject to a 1.0 ERC sewer connection charge.

Note:

(1) No additional rate increases have been approved by the Board beyond October 1, 2014.

**POLK COUNTY, FLORIDA
WATER AND WASTEWATER CONNECTION CHARGES (CONTINUED)
CONTINUING DISCLOSURE**

COMMERCIAL

Water Connection Fees

Commercial Water Connection fees will be assessed on projected daily usage, in accordance with the Polk County Utilities Code, divided by 360 gallons to calculate the Equivalent Residential Connection (ERC). This ERC will be multiplied by connection fee assessed for a single Family Detached Unit on lots one acre or less.

Wastewater Connection Fees

Commercial Wastewater Connection fees will be assessed on projected daily usage, in accordance with the Polk County Utilities Code, divided by 270 gallons to calculate the Equivalent Residential Connection (ERC). This ERC will be multiplied by connection fee assessed for a single Family Detached Unit on lots one acre or less.

**POLK COUNTY, FLORIDA
SCHEDULE OF MISCELLANEOUS FEES
CONTINUING DISCLOSURE**

Fees Description	Current Charge
New Account Charge	
3/4" - 2" meter	\$ 55.00
Larger than 2" meter	70.00
Deposit	
Residential	
Water	\$ 75.00
Sewer	110.00
Combined	185.00
Commercial	
Water	2.5 X Est. Monthly Bill
Sewer	2.5 X Est. Monthly Bill
Combined	2.5 X Est. Monthly Bill
Same Day Service (During Business Hours)	\$ 60.00
Same Day Service (After Business Hours)	80.00
Return Check or Draft (1)	
Checks \$50 or less	As established by Polk County
Checks \$51 - \$300	Clerk of Courts by policy (no change at this time)
Checks \$301 or more	
Premise Visit charge	\$ 60.00
Disconnect for Nonpayment	
Less than 2" meter	\$ 60.00
2" Meter and above	105.00
3/4" Temporary Absence Disconnect	60.00
Service Restoration/Reconnection Charge	
Less than 2" meter	\$ 60.00
2" Meter and above	105.00
Meter Installation/Reinstallation Charge	
3/4" Meter	\$ 450.00
1" Meter	550.00
1-1/2" Meter	900.00
2" Meter	1,415.00
Larger than 2" meter	Actual cost
Temporary Meter Installation	
2" Meter On Hydrant	\$ 105.00
Installation requiring Line Tap	195.00
Meter Exchange Charge (for size change)	

Note:

(1) Return check fees are established by the Polk County Clerk of Courts Office and are adjusted from time to time.

POLK COUNTY, FLORIDA
SCHEDULE OF MISCELLANEOUS FEES (CONTINUED)
CONTINUING DISCLOSURE

Fees Description	Current Charge
Meter Test Charge (Field Test)	
Less than 2" meter	\$ 90.00
2" Meter and above	Actual cost
(This fee is waived if meter is not registering within AWWA standards.)	
Penalty for Meter Tampering/Theft of Service	
1st Infraction	\$ 100.00
2nd Infraction	500.00
3rd Infraction	1,000.00
Penalty for Obscured Meter	60.00
Penalty for Connection to Other Systems	500.00
Penalty for Cross Connection	500.00
Relocate Meter	
Less than 2" meter	\$ 175.00
2" Meter and above	Actual cost
Water Audit	\$ 75.00
Reclaimed Water Follow-up Inspection	60.00
Late Payment	6.00
	or 5% of payment due, whichever is greater, on balances over \$14.99
Backflow test (Municipal Charge)	
3/4" to 2" Meter	\$ 90.00
Larger than 2" Meter	Actual cost

Note:

Surcharge for High Strength Industrial Wastes shall be calculated and applied pursuant to Section 30 (E), "Wastewater Constituent Limitation," contained in Polk County Utilities Code Ordinance 03-21 as amended.

**POLK COUNTY, FLORIDA
WATER SYSTEM PERMITTED CAPACITY, ACTUAL DEMAND,
AND PEAK DEMAND
CONTINUING DISCLOSURE**

Water Systems				
Regional Utility Service Areas (Public Water Systems)	Permitted Capacity Annual Average (MGD)(1)(2)	Actual Flow Annual Total (MG)(1)(3)	Actual Daily Flow Annual Average (MGD)(1)(3)	Peak Demand (Max Day During Year) (MGD)(1)(4)
Central Regional Utility Service Area (CRUSA) (Gordonville/Lake Garfield)	2.003	370.389	1.015	1.625
East Regional Utility Service Area (ERUSA) (Waverly/Sun Air/Timberlake/Lake Wales/Oak Acres)	1.373	160.644	0.440	0.758
NE Regional Utility Service Area (NERUSA) (5)				
SWFWMD Permit	10.919	1,630.825	N/A	N/A
SFWMD Permit	5.000	754.868	N/A	N/A
Ovation Permit	0.257	0.000	N/A	N/A
Import from Tohopekaliga Water Authority	0.000	46.157	6.663	10.189
Subtotal NE Regional Utility Service Area (NERUSA)	16.176	2,431.850	6.663	10.189
NW Regional Utility Service Area (NWRUSA) (North Lakeland/Country Class)	5.700	875.157	2.398	4.019
SW Regional Utility Service Area (SWRUSA) (Imperialakes/TurnerRd/ValleyView/Bradley Junction)	7.000	1,170.900	3.208	5.602
SE Regional Utility Service Area (SERUSA) (Sun Ray/Lakeview/Little Sun Ray/Babson Park)	1.367	198.740	0.544	1.066
Walk in Water (Isolated Permit and System)	0.094	14.851	0.041	0.070
Total	33.713	5,222.531	14.309	N/A

Source: Polk County, Utilities Department

Notes:

- (1) MG is Million Gallons. MGD is Million Gallons per Day.
- (2) From Water Management District Permits for entire Regional Utility Service Areas (includes all water systems in region).
- (3) As reported on operating reports to FDEP
- (4) Based on actual peak day flow
- (5) The SFWMD portion is a separate permit from the rest of the NERUSA (under SWFWMD) .
The NERUSA service area is physically interconnected as one system and subject to a regional cap of 13.919 MGD.

**POLK COUNTY, FLORIDA
WASTEWATER SYSTEM PERMITTED CAPACITY, ACTUAL FLOWS,
AND PEAK FLOWS
CONTINUING DISCLOSURE**

Wastewater Systems				
Wastewater Treatment Facility	Permitted Capacity Annual Average (MGD)(1)(2)	Actual Flow Annual Total (MG)(1)(3)	Actual Daily Flow Annual Average (MGD)(1)(3)	Actual Public Access Reuse Annual Total (MG)(1)(3)
Central Regional (4)	N/A	224.578	0.615	N/A
Commbeewoods	0.056	13.140	0.036	N/A
Heritage Place	0.060	11.680	0.032	N/A
NE Regional	6.000	1098.650	3.010	758.105
NW Regional	1.515	333.975	0.915	197.465
Sun Ray (Southeast)	1.000	100.740	0.276	N/A
SW Regional	4.000	603.710	1.654	212.430
Waverly (East)	0.130	9.125	0.025	N/A
Total	12.761	2,395.598	6.563	1,168.000

Source: Polk County, Utilities Department

Notes:

- (1) MG is Million Gallons. MGD is Million Gallons per Day.
- (2) From FDEP Operating permits for Annual Average Daily Flow (AADF)
- (3) As reported on monthly operating reports or annual reuse report operating reports to FDEP
- (4) Central Regional Wastewater Treatment Facility was removed from service on January 10,2014.
Flows have been diverted to the City of Bartow. Capacity per Agreement is 1.0 MGD.

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INDEPENDENT ACCOUNTANTS' REPORT

Board of County Commissioners
Polk County, Florida

We have examined the Polk County, Florida's (the County) compliance with Section 218.415, Florida Statutes, regarding the investment of public funds and Section 365.172(10) and 365.172(2)(d), Florida Statutes, regarding emergency communications number E911 system fund during the year ended September 30, 2015. Management is responsible for the County's compliance with those requirements. Our responsibility is to express an opinion on the County's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the County's compliance with specified requirements.

In our opinion, the County complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2015.

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

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CliftonLarsonAllen LLP

Lakeland, Florida
May 16, 2016

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MANAGEMENT LETTER

Honorable Chairman and Members of
The Board of County Commissioners
Polk County, Florida

Report on the Financial Statements

We have audited the financial statements of Polk County, Florida (the County), as of and for the fiscal year ended September 30, 2015, and have issued our report thereon dated May 16, 2016.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.550, *Rules of the Auditor General*.

Other Reports and Schedule

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, Section 601, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated May 16, 2016, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no recommendations made in the preceding annual financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. Polk County, Florida was established by the Constitution of the State of Florida, Article VIII, Section 1 (c). Polk County, Florida has four blended component units. North Ridge, Harden/Parkway, Polk Commerce Centre, and Eloise Community Redevelopment Agencies (CRAs), were created pursuant to Chapter 163.360 of the Florida Statutes and by County Ordinances 02-29, 04-11, 92-40, and 98-50, respectively.

Financial Condition

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require that we apply appropriate procedures and report the results of our determination as to whether or not the County has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific conditions met. In connection with our audit, we determined that the County did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.c. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures. It is management's responsibility to monitor the County's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Annual Financial Report

Section 10.554(1)(i)5.b. and 10.556(7), Rules of the Auditor General, require that we apply appropriate procedures and report the results of our determination as to whether the annual financial report for Polk County, Florida for the fiscal year ended September 30, 2015, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2015. In connection with our audit, we determined that these two reports were in agreement.

Special District Component Units

Section 10.554(1)(i)5.d, Rules of the Auditor General, requires that we determine whether or not a special district that is a component unit of a county, municipality, or special district, provided the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we determined that all special district component units provided the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

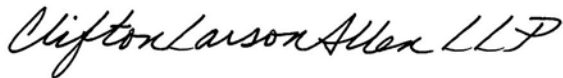
Other Matters

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Board of County Commissioners and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Lakeland, Florida
May 16, 2016

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

Board of County Commissioners
Polk County, Florida

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 Polk County, Florida (the "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. We have also audited the financial statements of North Ridge Community Redevelopment Agency Fund, Harden/Parkway Community Redevelopment Agency Fund, Polk Commerce Centre Community Redevelopment Agency Fund, and the Eloise Community Redevelopment Agency Fund, as defined by the Governmental Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended September 30, 2015, as listed in the table of contents.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

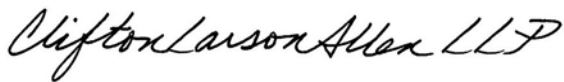
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Lakeland, Florida
May 16, 2016

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR
FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
CHAPTER 10.550, RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA**

Board of County Commissioners
Polk County, Florida

Report on Compliance for Each Major Federal and State Program

We have audited Polk County, Florida's (the County) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the requirements described in the Florida Department of Financial Services *State Projects Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs and state projects for the year ended September 30, 2015. The County's major federal programs and state projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs and state projects.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and Chapter 10.550, Rules of the Auditor General. Those standards, OMB Circular A-133, and Chapter 10.550, Rules of the Auditor General, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program and state project occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program and state project. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program and State Project

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2015.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and state project and to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.550, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program and state project on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program and state project will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program and state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of OMB Circular A-133 and Chapter 10.550, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

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 the County, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated May 16, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by OMB Circular A-133 and Chapter 10.550, *Rules of the Auditor General*, and is not a required part of the basic financial statements. Such 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. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Lakeland, Florida
May 16, 2016

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POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
YEAR ENDED SEPTEMBER 30, 2015

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
Federal Awards				
Corporation for National and Community Service				
Direct Program:				
RSVP Grant, effective 07/30/13	94.002	13SRSFL007	\$ 90,420	\$ -
Department of Agriculture				
Child Nutrition Cluster				
Passed through Florida Department of Agriculture & Consumer Services:				
School Breakfast Program	10.553	Agreement #01-0317	47,474	-
National School Lunch Program	10.555	Agreement #01-0317	117,212	-
Passed through Florida Department of Elder Affairs:				
Adult Care Food Program	10.555	Y4128	38,455	-
Total Program			155,667	-
Total Child Nutrition Cluster			203,141	-
Adult Care Food Program	10.558	Y4128	2,894	-
Total Department of Agriculture			206,035	-
Department of Health and Human Services				
Aging Cluster				
Passed through Florida Department of Elder Affairs and Senior Connection Center, Inc.:				
OAA Title III-B, 01/01/14-12/31/14	93.044	OAA-2014-POLK	110,147	-
OAA Title III-B, 01/01/15-12/31/15	93.044	OAA-2015-POLK	319,898	-
Total Program			430,045	-
Passed through Florida Department of Elder Affairs and Senior Connection Center, Inc.:				
OAA Title IIIC-1, 01/01/14-12/31/14	93.045	OAA-2014-POLK	240,413	-
OAA Title IIIC-1, 01/01/15-12/31/15	93.045	OAA-2015-POLK	645,465	-
OAA Title IIIC-2, 01/01/14-12/31/14	93.045	OAA-2014-POLK	128,345	-
OAA Title IIIC-2, 01/01/15-12/31/15	93.045	OAA-2015-POLK	361,489	-
Total Program			1,375,712	-
Passed through Florida Department of Elder Affairs and Senior Connection Center, Inc.:				
Nutrition Services Incentive Program	93.053	NSIP-13/14-POLK	4,413	-
Nutrition Services Incentive Program	93.053	NSIP-14/15-POLK	142,195	-
Total Program			146,608	-
Total Aging Cluster			1,952,365	-
Passed through Florida Department of Elder Affairs and Senior Connection Center, Inc.:				
OAA Title IIIE, 01/01/14-12/31/14	93.052	OAA-2014-POLK	13,379	-
OAA Title IIIE, 01/01/15-12/31/15	93.052	OAA-2015-POLK	85,049	-
Total Program			98,428	-

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
Temporary Assistance for Needy Families, Passed through the Ounce of Prevention Fund of Florida and Healthy Families:				
Ounce of Prevention, 07/01/14-06/30/15	93.558	HF-14-15-5	\$ 684,207	\$ -
Ounce of Prevention, 07/01/15-06/30/20	93.558	HF-15-16-5	214,885	-
Total Program			899,092	-
Passed through the Department of Revenue:				
Service of Process, 07/01/14-06/30/15	93.563	CST53	51,091	-
Service of Process, 07/01/15-06/30/19	93.563	CST68	19,754	-
Title IV-D Child Support Grant, 09/01/14-08/31/19	93.563	COC353	386,203	-
Total Program			457,048	-
Passed through Florida Department of Elder Affairs and Senior Connection Center, Inc.:				
Emergency Home Energy Assistance, FY 14/15	93.568	EH-14/15-POLK	66,014	-
Community-Based Family Resource and Support Grants, Passed through the Ounce of Prevention Fund of Florida and Healthy Families:				
Ounce of Prevention, 07/01/14-06/30/15	93.590	HF-14-15-5	19,167	-
Passed through Commission for Transportation Disadvantaged: Medicaid Non-Emergency Transportation (NET)	93.778	BDM92	116,684	-
Passed through Central Florida Behavioral Health Network, Inc.:				
Block Grants for Community Mental Health Services	93.959	QA038	85,191	-
Block Grants for Community Mental Health Services	93.959	QB038	22,616	-
Total Program			107,807	-
Total Department of Health and Human Services			3,716,605	-
Department of Homeland Security				
Passed through United Way of Central Florida:				
Fema Phase XIX Program, 01/01/15-12/31/15	97.024	LRO #170200-008	8,429	-
Passed through State Department of Community Affairs:				
Emergency Mgmt Performance Grant, FY 14/15	97.042	15-FG-4D-07-63-01-120	88,780	-
Emergency Mgmt Performance Grant, FY 15/16	97.042	16-FG-5A-07-63-01-120	57,795	-
State Homeland Security Grant Program FY14 EMPG(Citizens Corps)	97.042	15-CC-N2-07-63-01-362	5,357	-
State Homeland Security Grant Program FY14 EMPG(CERT)	97.042	15-CI-N2-07-63-01-361	5,434	-
Total Program			157,366	-
Passed through State Department of Community Affairs:				
State Homeland Security Grant Program 2013, Issue 11, 12	97.067	14-DS-L5-07-63-01-434	1,818	-
State Homeland Security Grant Program 2014	97.067	15-DS-P4-07-63-01-326	9,460	-
Total Program			11,278	-
Total Department of Homeland Security			177,073	-

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
Department of Housing and Urban Development				
Direct Programs:				
Community Development Block Grant	14.218	B-13-UC-12-0007	\$ 874,469	\$ 874,469
Community Development Block Grant	14.218	B-14-UC-12-0007	2,652,926	1,623,101
Neighborhood Stabilization Program (NSP)				
Housing and Economic Recovery Act of 2008 (HERA)	14.218	B-08-UN-12-0016	60,266	-
Neighborhood Stabilization Program (NSP3)	14.218	B-11-UN-12-0016	1,014,225	-
Total Program			4,601,886	2,497,570
Direct Programs:				
Emergency Solutions Grant	14.231	E-13-UC-12-0019	14,876	2,346
Emergency Solutions Grant	14.231	E-14-UC-12-0019	226,305	220,853
Total Program			241,181	223,199
Direct Programs:				
Home Investment and Affordable Housing	14.239	M-11-UC-12-0218	29,742	-
Home Investment and Affordable Housing	14.239	M-12-UC-12-0218	342,635	-
Home Investment and Affordable Housing	14.239	M-13-UC-12-0218	334,372	-
Home Investment and Affordable Housing	14.239	M-14-UC-12-0218	34,090	-
Total Program			740,839	-
Direct Programs:				
EDI-Special Project/Agricultural Center renovation	14.251	B-09-SP-FL-0370	1,917	-
EDI-Special Project/Agricultural Center renovation	14.251	B-10-SP-FL-0294	32	-
Total Program			1,949	-
Direct Program:				
Housing Assistance Payments	14.871	FL143VO	643,088	-
Total Department of Housing and Urban Development			6,228,943	2,720,769
Department of Justice				
Passed through the Office of Juvenile Justice & Delinquency Prevention:				
Central Florida Regional ICAC Task Force	16.540	2013-MC-CX-K010	390,602	-
Passed through the Florida Office of the Attorney General:				
Victims of Crime Act	16.575	V13080	100,973	-
Passed through Florida Coalition Against Domestic Violence:				
Stop Violence Against Women Formula Grant				
STOP Domestic Violence 07/01/14-06/30/15	16.588	15-8022-LE-ENH	109,500	-
STOP Domestic Violence 07/01/15-06/30/16	16.588	16-8022-LE-ENH	35,965	-
Total Program			145,465	-
Passed through the Department of Law Enforcement:				
Residential Substance Abuse Treatment, 08/24/2014-09/30/2015	16.593	2015-RSAT-POLK-1-R2-001	50,000	-
Direct Programs:				
Bureau of Justice Assistance Grant, SCAAP				
State Criminal Alien Assistance Program	16.606	2012-AP-BX-0323	1,524	-
State Criminal Alien Assistance Program	16.606	2013-AP-BX-0726	29,848	-
State Criminal Alien Assistance Program	16.606	2014-AP-BX-0548	22,580	-
Total Program			53,952	-

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
Direct Programs:				
COPS Methamphetamines, 12/16/09-12/15/15	16.710	2010-CK-WX-0382	\$ 90,298	\$ -
COPS Hiring Program, 06/01/12-05/31/16	16.710	2012-UL-WX-0010	548,515	-
COPS Hiring Program, 10/01/14-08/31/17	16.710	2014-UL-WX-0008	12,973	-
Total Program			651,786	-
Direct Program:				
Bureau of Justice Assistance Grant	16.738	2014-DJ-BX-0392	94,549	-
Passed through the Department of Law Enforcement:				
Byrne State & Local Law Enforcement				
Vehicle Crash Avoidance	16.738	2015-JAGC-POLK-3-R3-120	31,988	-
Polk County Post Adjudication Drug Court/MM				
10th Judicial Circuit	16.738	2015-JAGC-POLK-17-R3-060	19,768	-
Total Program			146,305	-
Passed through the Department of Law Enforcement:				
Disposition Reporting Upgrade - Polk County	16.813	2014-NICS-POLK-1-D3-029	40,000	-
Direct Programs:				
Asset Forfeiture Program, Equitable Sharing	16.922	FLEQ00186	5,735	-
Asset Forfeiture Program, Equitable Sharing	16.922	FLE053000	49,770	-
Total Program			55,505	-
Total Department of Justice			1,634,588	-
Department of Transportation				
Highway Planning and Construction Cluster				
Passed through Florida Department of Transportation:				
Metropolitan Planning Program, eff. 07/01/14	20.205	PL-0262(052), FPN 425669-1-14-01	795,878	-
Complete Street Corridor Feasibility Study	20.205	ARN80, FM 435070-1-18-01	212,600	-
High Crash Corridors Bike/Pedestrian Study	20.205	ARN81, FM 435070-2-18-01	131,198	-
Total Program			1,139,676	-
Passed through Florida Department of Environmental Protection:				
Recreational Trails Program	20.219	T1125	458,401	-
Total Highway Planning and Construction Cluster			1,598,077	-
Federal Transit Cluster				
Direct Programs:				
FTA Sctn 5309, Veterans Transportation and Community Liveability Initiative	20.500	FL-04-0154-00	49,170	-
FTA Sctn 5337 State of Good Repair Bus Livability	20.500	FL-04-0178-00	200,000	-
Total Program			249,170	-
Direct Programs:				
Trans Sctn 5307 Operating, FY 11/12	20.507	FL-90-X686	1,914,427	-
Trans Sctn 5307 Capital Assistance, FY 12/13	20.507	FL-90-X787	4,355	-
Total Program			1,918,782	-
Total Federal Transit Cluster			2,167,952	-

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
Passed through Florida Department of Transportation: FTA Section 5305(d) Grant, 10/01/12-12/31/15	20.505	AQR05	\$ 163,491	\$ -
Passed through Florida Department of Transportation: Trans Sctn 5311 Oper., FY 14/15	20.509	AQRO7, 410128-1-84-33	648,114	-
Transit Services Programs Cluster				
Passed through Florida Department of Transportation: FTA Sctn 5316, Job Access Reverse Commute Prog	20.516	AQ379, FP 428352-1-84-01	153,645	-
FTA Sctn 5316, Job Access Reverse Commute Prog	20.516	AQ376, FP 428388-1-84-01	250,316	-
Total Program			403,961	-
Passed through Florida Department of Transportation: FTA Sctn 5317, New Freedom Program	20.521	AQ407, FP 428348-1-84-01	80,173	-
Total Transit Services Programs Cluster			484,134	-
Total Department of Transportation			5,061,768	-
Elections Assistance Commission				
Passed through Florida Department of State: Poll Workers Recruitment and Training	90.401	Appropriation 3175, 2006-2007	4,225	-
Federal Elections Activities 2007-2008	90.401	Specific Approp. 3257, 2007-2008	9,504	-
Total Elections Assistance Commission			13,729	-
Environmental Protection Agency				
Passed through Florida Department of Environmental Protection: Lake Gwyn Surfacewater Restoration Project	66.460	G0383	585,000	-
Total Environmental Protection Agency			585,000	-
Executive Office of the President Office of the National Drug Control Policy				
Direct Programs:				
High Intensity Drug Trafficking Area-HIDTA	95.001	G14CF0005A	80,362	-
High Intensity Drug Trafficking Area-HIDTA	95.001	G15CF0005A	179,497	-
Passed through Seminole County Sheriff's Office: High Intensity Drug Trafficking Area-HIDTA Supplement T-III Funds	95.001	G14CF0008A	43,362	-
Total Executive Office of the President Office of the National Drug Control Policy			303,221	-
Fish and Wildlife Service				
Passed through Florida Fish and Wildlife Conservation Commission: Polk County HCP Contract, Ph 2	15.615	FWC #13168	14,598	-
Passed through Florida Fish and Wildlife Conservation Commission: Polk County HCP Contract	15.625	FWC #11237	43,617	-
Passed through Florida Fish and Wildlife Conservation Commission: Lake Gwyn Rehydration Project	15.634	FWC #13217	150,000	-
Total Fish and Wildlife Service			208,215	-
Total Expenditures of Federal Awards			\$ 18,225,597	\$ 2,720,769

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
State Financial Assistance				
Department of Agriculture and Consumer Services				
Direct Programs:				
State Mosquito Control Program, eff. 10/01/14	42.003	FDACS 021290	\$ 43,009	\$ -
State Mosquito Control Program FY14/15-Bartow/Mulberry	42.003	FDACS 021754	116,762	-
Total Program			<u>159,771</u>	<u>-</u>
Direct Program:				
Off-Highway Vehicle Recreational Grant Program	42.020	FDACS 021815	66,649	-
Total Department of Agriculture and Consumer Services			<u>226,420</u>	<u>-</u>
Department of Economic Opportunity				
Passed Through Enterprise Florida, Inc.:				
APAFR CR 64 Roadway Improvements - DIG	40.003	DIG 14-06	667	-
Direct Programs:				
Land Development Code Technical Assistance Grant	40.024	P0107	20,776	-
CORE Technical Assistance Grant	40.024	P0123	25,000	-
Total Program			<u>45,776</u>	<u>-</u>
Total Department of Economic Opportunity			<u>46,443</u>	<u>-</u>
Department of Elder Affairs				
Passed through Senior Connection Center, Inc.:				
Home Care for the Elderly, eff. 07/01/14	65.001	HCE-14/15-POLK	61,215	-
Passed through Senior Connection Center, Inc.:				
Alzheimer's Disease Initiative, eff. 07/01/14	65.004	ADI-14/15-POLK	244,044	-
Passed through Senior Connection Center, Inc.:				
Community Care for the Elderly, eff. 07/01/14	65.010	CCE-14/15-POLK	1,198,824	-
Total Department of Elder Affairs			<u>1,504,083</u>	<u>-</u>
Department of Health				
Direct Program:				
Emergency Medical Services County Grant	64.005	C3053	124,334	-
Total Department of Health			<u>124,334</u>	<u>-</u>
Department of State				
Direct Programs:				
State Aid to Libraries	45.030	14-ST-75	135,692	-
State Aid to Libraries	45.030	15-ST-75	272,959	-
Total Program			<u>408,651</u>	<u>-</u>
Historic Preservation Small-Matching Grant	45.031	S1514	2,300	-
Total Department of State			<u>410,951</u>	<u>-</u>

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015

Department of Transportation

Direct Programs:

Florida Commission for the Transportation Disadvantaged - Trip/Equipment Grant, FY 14/15	55.001	ARH20, FM43202718401/43202818401	\$ 733,643	\$ -
Florida Commission for the Transportation Disadvantaged - Trip/Equipment Grant, FY 15/16	55.001	G0187, FM43202718401/43202818401	125,980	-
Total Program			<u>859,623</u>	<u>-</u>

Direct Programs:

Trans Disadvantaged Planning Grant, 07/01/14-06/30/15	55.002	AR125, FM 43202911401	24,708	-
Trans Disadvantaged Planning Grant, 07/01/15-06/30/16	55.002	G0252, FM 43202911401	6,097	-
Total Program			<u>30,805</u>	<u>-</u>

Direct Program:

FDOT Block Grant, FY 14/15	55.010	AQQ78, FPN 410143-1-84-01	632,170	-
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Direct Program:

State Transit Service Development Program	55.012	AQQ96, 432839-1-94-01	12,658	-
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Direct Programs:

State Congestion Management Program	55.023	AQW60, FPN 429986-1-58-01	5,211	-
State Congestion Management Program	55.023	AQW61, FPN 429988-1-58-01	11,653	-
State Congestion Management Program	55.023	AQW62, FPN 429989-1-58-01	3,317	-
State Congestion Management Program	55.023	AQW63, FPN 429990-1-58-01	6,634	-
State Congestion Management Program	55.023	AQW64, FPN 429991-1-58-01	26,045	-
State Congestion Management Program	55.023	AQW65, FPN 429992-1-58-01	23,219	-
Total Program			<u>76,079</u>	<u>-</u>

Direct Program:

Transportation Regional Incentive Program/ Ernie Caldwell Blvd from Pine Tree Trail to US 17/92	55.026	ARH00, FPN 433694-1-58-01	855,247	-
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Direct Program:

FTA Section 5305(d) Grant, 10/01/12-12/31/15	--	AQR05	46,712	-
Total Department of Transportation			<u>2,513,294</u>	<u>-</u>

Executive Office of the Governor

Passed through Department of Community Affairs

EMPA Grant, FY 14/15	31.063	15-BG-83-07-63-01-053	96,656	-
EMPA Grant, FY 15/16	31.063	16-BG-83-07-63-01-053	15,364	-
Total Program			<u>112,020</u>	<u>-</u>

Passed through Florida Division of Emergency Management

Hazardous Materials Plan, FY 12/13	31.067	13-CP-11-07-63-01-211	10,923	-
Hazardous Materials Plan, FY 13/14	31.067	14-CP-11-07-63-01-404	23,406	-
Hazardous Materials Plan, FY 14/15	31.067	15-CP-11-07-63-01-204	10,632	-
Total Program			<u>44,961</u>	<u>-</u>

Total Department of Community Affairs

<u>156,981</u>	<u>-</u>
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Florida Housing Finance Corporation

Direct Programs:

State Housing Initiative Partnership Program	52.901	FY 12/13	108,839	-
State Housing Initiative Partnership Program	52.901	FY 13/14	751,070	-
State Housing Initiative Partnership Program	52.901	FY 14/15	651,131	-
Total Florida Housing Finance Agency			<u>1,511,040</u>	<u>-</u>

State Courts System

Passed through the Tenth Judicial Circuit Court

Adult Post Adjudicatory Drug Court Oper Expansion	22.021	Contractual Services Agreement	73,601	-
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Total Expenditures of State Financial Assistance

<u>\$ 6,567,147</u>	<u>\$ -</u>
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Total Expenditures of Federal Awards and State Financial Assistance

<u>\$ 24,792,744</u>	<u>\$ 2,720,769</u>
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POLK COUNTY, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
YEAR ENDED SEPTEMBER 30, 2015

NOTE 1 GENERAL

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance presents the activity of all federal awards and state financial assistance programs of Polk County, Florida (the County). The County reporting entity is defined in Note 1 to the County's basic financial statements for the year ended September 30, 2015. All federal awards and state financial assistance received directly from federal and state agencies as well as federal awards and state financial assistance passed through other government agencies are included in the schedule.

NOTE 2 BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance is presented using the modified accrual basis of accounting, which is described in Note 1 to the County's basic financial statements for the year ended September 30, 2015.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**POLK COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2015**

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statement Section

The type of report issued on the financial statements:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	No
Significant deficiencies identified that are not considered to be material weaknesses	None reported
Noncompliance material to the financial statements noted:	No

Federal Awards Section

Internal control over major programs:	
Material weaknesses identified	No
Significant deficiencies identified that are not considered to be material weaknesses	None reported
Type of auditor’s report to be issued on compliance for major programs:	Unmodified
Any audit findings which are required to be reported under Section 510(a) of OMB Circular A-133:	No

Identification of Major Federal Programs:

CFDA Number	Name of Federal Program or Cluster
14.218/14.253	Community Development Block Grant Programs (CDBG)
14.239	Home Investments Partnership Program (HOME)
20.205/20.219	Highway Planning and Construction Cluster (HPCC)
66.460	Nonpoint Source Implementation Grants
93.044/93.045	Aging Cluster

Dollar threshold used to determine Type A programs:	\$ 546,768
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Auditee qualified as a low-risk auditee:	No
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**POLK COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2015**

SECTION I – SUMMARY OF AUDITOR’S RESULTS (CONTINUED)

State Financial Assistance Section

Internal control over major state projects:

Material weaknesses identified No

Significant deficiencies identified that are not considered
to be material weaknesses No

Type of auditor’s report to be issued on compliance for major state projects: Unmodified

Identification of major state projects:

<u>CFSA Number</u>	<u>Name of State Project</u>
45.030	State Aid to Libraries
52.901	State Housing Initiatives Program (SHIP)
55.001	Commission for the Transportation Disadvantaged (CTD)
55.010	Public Transit Block Grant Program
65.004	Alzheimer's Respite Services

Dollar threshold used to determine Type A projects: \$ 300,000

SECTION II – FINANCIAL STATEMENT FINDINGS

No findings

**SECTION III – FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL PROGRAMS
AND STATE PROJECTS**

No findings

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