









Polk County, Florida

Comprehensive Annual Financial Report

Fiscal Year Ended September 30, 2016

CLERK & COMPTROLLER
POLK COUNTY, FLORIDA

POLK COUNTY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2016

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

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April 21, 2017

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, 2016. The financial activities of the Board of County Commissioners and the Constitutional Officers as well as the 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, 2016, 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, 2016, 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.

The mission of the Clerk of Courts & Comptroller is to function as a team dedicated to our customers by preparing and maintaining accurate records, furnishing assistance in an understanding and compassionate manner, and providing services with competence, professionalism, and courtesy in compliance with laws, rules and regulations.

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 646,989, an increase of 7.5% 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 since the recession. Taxable values have increased every year since 2014, and increased by 5.8% in fiscal year 2016. In fiscal year 2014, the County experienced record tourism tax collections which have continued to increase each year and increased by 13.2% in fiscal year 2016. In addition, sales tax revenues increased by 8.2%, state revenue sharing by 3.3% and gas tax revenues by 5.4% in 2016.

The largest employers in the County by industry are trade, transportation and utilities (24.4%); education and health services (14.8%); and government (13.2%). The unemployment rate in the County was 5.9% in September 2016 compared to 6.2% the year before but remains higher than the state average of 5.0% and the national average of 4.9%.

Historically known for its citrus and phosphate mining industries, the economy in Polk County has diversified in recent years into health care, light manufacturing, distribution and tourism. While phosphate mining has been declining, 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.

LEGOLAND opened a theme park in Polk County in 2011, completed a major expansion in 2015, and will complete another expansion in 2017. The historic Bok Tower Gardens finished a large $16 million expansion and restoration project in 2016. In 2013, Streamsong Golf Resort and Spa opened in Polk County and will add a third golf course in autumn 2017 making the resort the only location in the world where guests can enjoy three distinct courses designed by four legendary architects. The Miss Florida Pageant signed a five-year contract to hold the Miss Florida and Miss Florida Outstanding Teen pageants in Polk County beginning in 2016. In addition, Joker Marchant Stadium, the spring training home of the Detroit Tigers, completed a series of dramatic improvements in early 2017 that have enhanced the fan experience and transformed it to a highly functional year-round training and rehabilitation facility.

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 1.31 percent compared to an average yield of 0.54 percent for the Florida Prime (also known as State Board of Administration or SBA). The yield difference of 77 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 7 of the financial statements.

INITIATIVES

Key economic indicators continue to improve in Polk County. This is the third consecutive year that both sales and property tax revenue has grown. Home sales have improved, the number of building permits for new construction is on the upswing, and unemployment is down. Public safety is one of the most important services Polk County provides for its residents. During the economic downturn, the Sheriff and Polk County Fire Rescue controlled expenses and found innovative ways to sustain service levels. However, with a growing population driving increased service demands, the budget helps strengthen these vital public safety services.

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.

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 38,118 low income residents living at or below 200 percent of the Federal poverty level.

- reported more than 67,000 volunteer hours through free clinics funded by the indigent health care sales surtax.

- provided a value of about $5 in services for every $1 of indigent healthcare sales tax funds spent on healthcare for Polk County residents

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 marketing. As a result of aggressive demand driving strategies, Polk County has had two consecutive record setting years for tourism taxes collections.

- in cooperation with several municipalities within Polk County, developed a capital investment plan consisting of five major tourism projects which are expected to bolster and sustain Polk County's economic future. The five projects include: expansion and/or renovations at the Lake Myrtle Sports complex, Joker Marchant Stadium, the Lakeland Center, the Winter Haven Conference Center/Fieldhouse, and the Ft. Meade Heritage and Equestrian Center. The first project was completed in 2016, the second in February 2017 and the others are all well into the planning stages.

- provided an ad valorem tax exemption to 15 new or expanding businesses in Polk County since May 2013, which is estimated to create 1,115 incentivized new jobs for citizens and will add $574.4 million of new commercial construction to the County's tax roll.

- cooperatively worked with Economic Development agency on 10 projects, to create an estimated 605 jobs and $89 million in capital investment.

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 97,125 participants.

- maintained 186 square feet per person of interior cultural arts space and 6.3 acres per 1,000 persons for outdoor recreation not including Polk County Preserves.

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

- decreased the Countywide millage rate by .085 mills due to the sunset of the Environmental Lands Millage. Property value increases brought in around $8.5 million in new General Fund ad valorem tax revenue that has been invested in critical Public Safety Services and Emergency Medical Services to better serve Polk County Citizens.

- maintained a competitive tipping fee at Polk County's North Central Landfill that can be continued at its current level for a minimum of five years and provide a $4 million annual dividend for other uses. The FY 2015/2016 budget used the landfill dividend to partially fund two facility projects: a parking garage at the downtown Bartow government complex and new office/warehouse space for the Supervisor of Elections. Without this dividend, bond financing would have been required for these projects. Beginning in FY 2016/2017, the annual dividend can be used to address a long-standing, critical need to fund an asset management program for Polk County's four million square feet of facilities.

- continued to provide 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 based on the latest data.

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 2,683 miles of roads including mowing right of ways, grading unpaved roads, cleaning drainage ditches, and providing other needed roadway repairs.

- added 1,412 new water connections, 1,460 new wastewater connections and 501 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 number of crimes by 5.42% and the overall crime rate (crimes per 100 citizens) is down 6.6%. This decline continues a trend of seven consecutive years of lower crime and crime rates within this jurisdiction. Non-violent crime is down from 7,308 in 2014 to 6,791 in 2015.

- 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.

- completed permitting, engineering services, utility infrastructure and site improvements for the installation of a temporary modular building and vehicle canopy to create the West Frostproof Temporary Fire Station. This provides temporary quarters for both Emergency Medical Services and Fire Services for this area.

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, 2015. 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 spirt 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 36 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

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, 2015

Executive Director/CEO

POLK COUNTY, FLORIDA
PRINCIPAL OFFICIALS
SEPTEMBER 30, 2016

BOARD OF COUNTY COMMISSIONERS

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

CLERK OF THE CIRCUIT COURT

Stacy M. Butterfield

PROPERTY APPRAISER

Marsha Faux

SHERIFF

Grady Judd

SUPERVISOR OF ELECTIONS

Lori Edwards

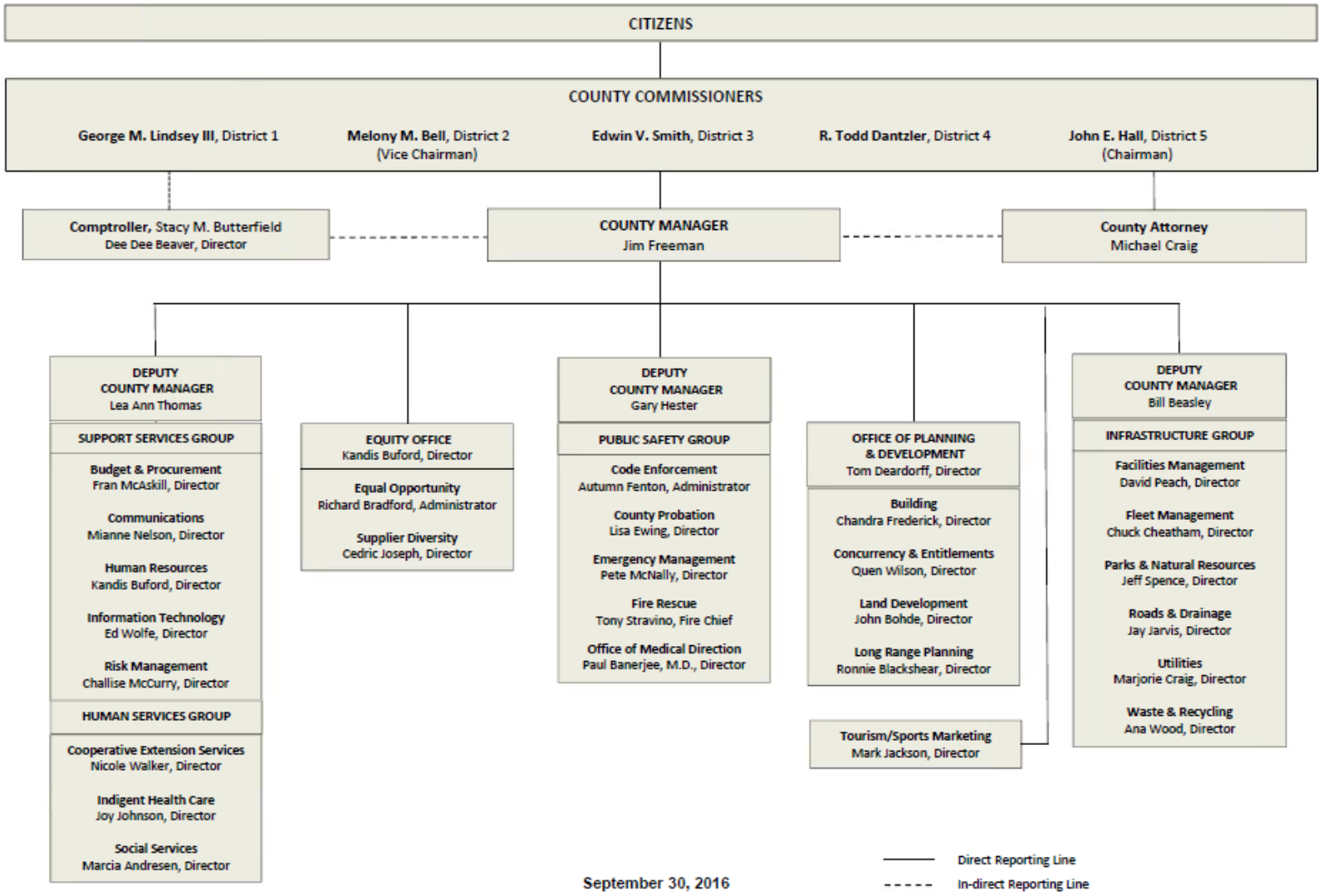
TAX COLLECTOR

Joe G. Tedder

COUNTY MANAGER

Jim Freeman

POLK COUNTY, FLORIDA
ORGANIZATIONAL CHART
SEPTEMBER 30, 2016



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CliftonLarsonAllen LLP
CLAconnect.com

INDEPENDENT AUDITORS' REPORT

Honorable 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, 2016, 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 Harden/Parkway Community Redevelopment Agency Fund, Polk Commerce Centre Community Redevelopment Agency Fund, and the Eloise Community Redevelopment Agency Fund in the accompanying combining and individual fund financial statements as of and for the year ended September 30, 2016, 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 1.94% and 5.43%, respectively, of the assets and revenues of the general fund, and 0.06% and 2.92%, 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, 2016, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison to the General Fund 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 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, 2016, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and 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 introductory section, the combining and individual fund financial statements and schedules, the statistical section, and other supplemental schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and other supplemental schedules 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 information is 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 them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 21, 2017 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Lakeland, Florida
April 21, 2017

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POLK COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED SEPTEMBER 30, 2016

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 $22.3 million during the current fiscal year. There was a decrease of $52.2 million in the governmental activities and a $29.9 million increase in business-type activities.

- The total assets and deferred outflows of the primary government exceeded total liabilities and deferred inflows (net position) by $3,680.8 million at 2016 fiscal year-end compared to $3,703.1 million the prior year. Unrestricted net position for governmental activities was a deficit of $199.4 million in 2016 and a deficit $163.4 million in 2015. For business-type activities, unrestricted net position was $162.7 million in 2016 and $154.8 million in 2015.

- Total long-term liabilities of Polk County increased by $139.4 million from $837.4 million in 2015 to $976.8 million in 2016. The increase in the net pension liability of $137.8 million is the primary reason for this increase.

- Polk County's governmental funds combined ending fund balance was $305.3 million, an increase of $14.3 million from the prior year ending fund balance of $291.0 million. For fiscal year 2016, $133.9 million of the fund balance was restricted and $41.4 million 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 $42.9 million compared to $40.4 million in 2015.

- The County issued the Public Facilities Revenue Refunding Note, Series 2015 in the current fiscal year which resulted in an economic gain of $2.1 million. The savings were available due to favorable market conditions.

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.

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, deferred outflows, liabilities, and deferred inflows 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, deferred outflows, liabilities, deferred inflows and net position are reported for all governmental activities separate from the assets, deferred outflows, liabilities, deferred inflows 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 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.

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 2016 and 2015:

Net Position
September 30, 2016 and 2015
(in Millions)

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and Other Assets	$ 408.7	$ 402.7	$ 274.8	$ 267.9	$ 683.5	$ 670.6
Capital Assets	3,388.2	3,426.9	530.8	512.2	3,919.0	3,939.1
Total Assets	3,796.9	3,829.6	805.6	780.1	4,602.5	4,609.7
Deferred outflows of resources	128.4	59.2	5.3	3.1	133.7	62.3
Other Liabilities	51.4	52.5	10.5	10.5	61.9	63.0
Long-Term Liabilities	700.8	561.0	276.0	276.4	976.8	837.4
Total Liabilities	752.2	613.5	286.5	286.9	1,038.7	900.4
Deferred inflows of resources	15.8	65.9	0.9	2.8	16.7	68.7
Net Investment in Capital Assets	3,222.8	3,254.6	342.3	322.1	3,565.1	3,576.7
Restricted	133.9	118.3	18.5	16.7	152.4	135.0
Unrestricted	(199.4)	(163.4)	162.7	154.8	(36.7)	(8.6)
Total Net Position	$ 3,157.3	$ 3,209.5	$ 523.5	$ 493.6	$ 3,680.8	$ 3,703.1

Polk County's net investment in capital assets, such as land, roads, parks, buildings, machinery and equipment as a percentage of net position was 96.9 percent in 2016 and 96.6 percent in 2015. 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 $28.1 million and restricted net position increased $17.4 million in 2016. 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.

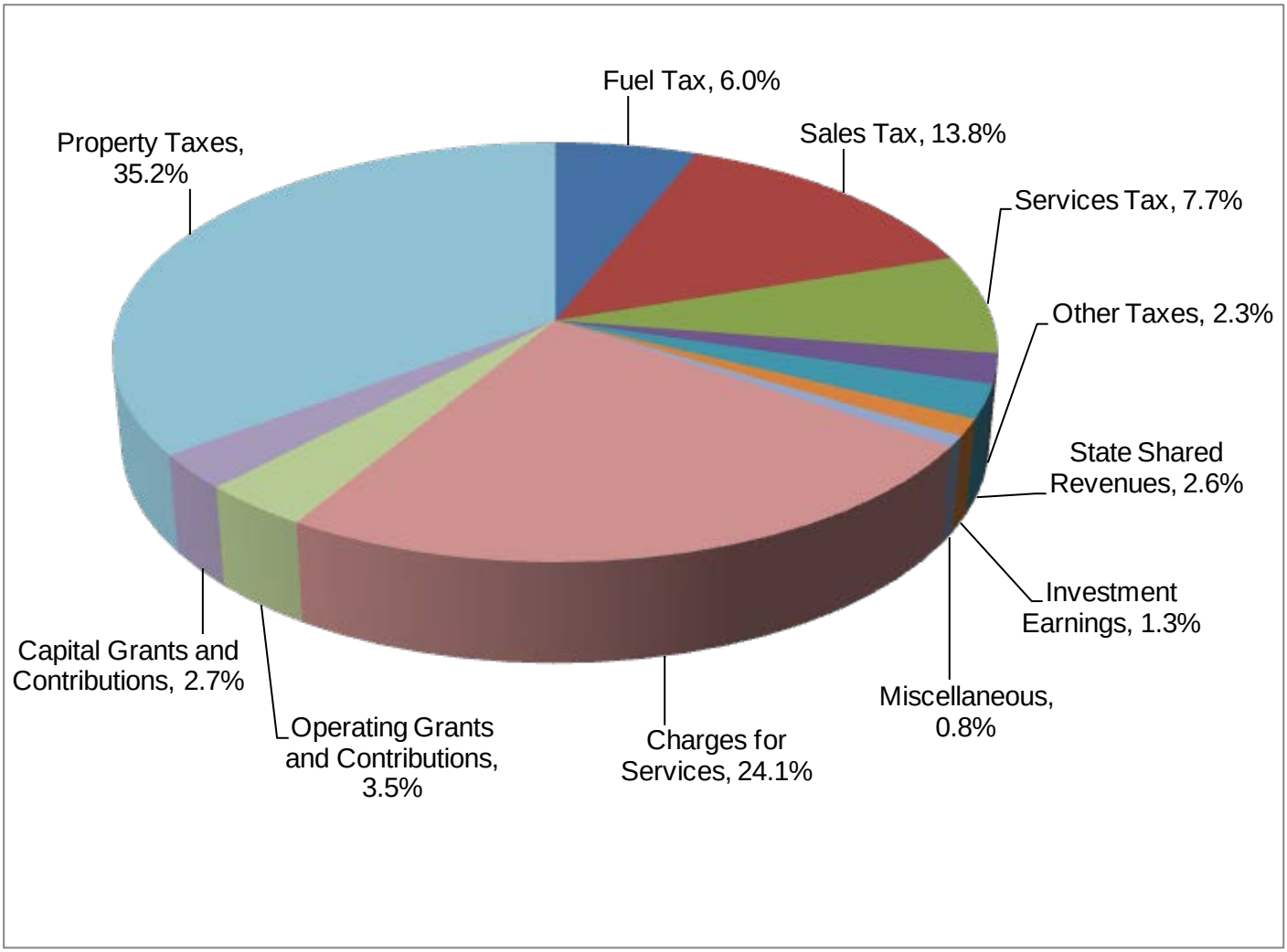
The schedule below provides a summary of the changes in net position for fiscal years 2016 and 2015.

Change in Net Position
Years Ended September 30, 2016 and 2015
(in Millions)

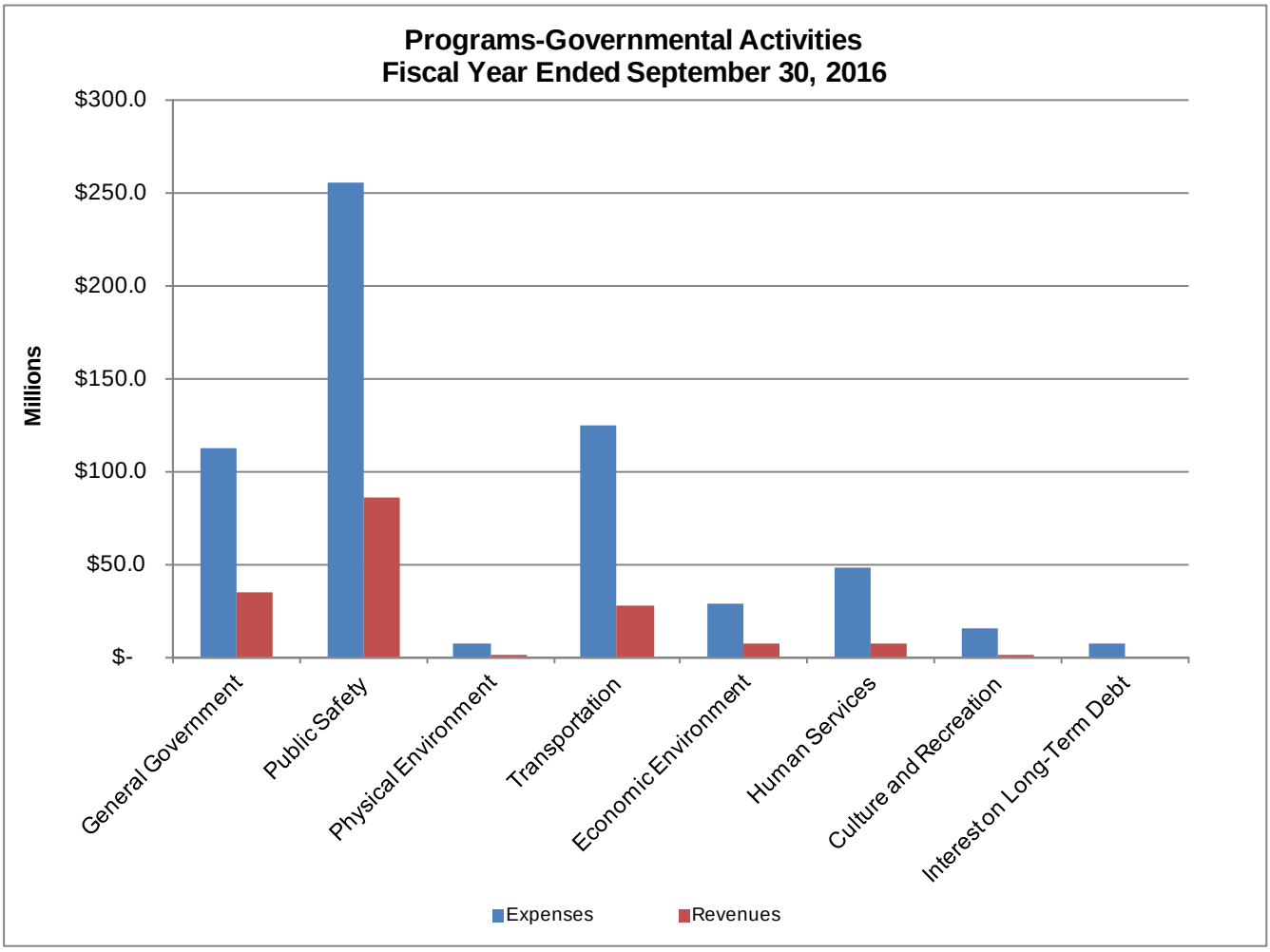
	Governmental Activities		Business-Type Activities		Total Government	
	2016	2015	2016	2015	2016	2015
REVENUES						
Program Revenues:						
Charges for Services	$ 130.2	$ 118.3	$ 109.2	$ 107.1	$ 239.4	$ 225.4
Operating Grants and Contributions	19.6	23.8	-	0.6	19.6	24.4
Capital Grants and Contributions	15.0	5.7	7.1	4.3	22.1	10.0
General Revenues:						
Property Taxes	190.3	181.6	-	-	190.3	181.6
Fuel Tax	32.2	30.6	-	-	32.2	30.6
Sales Tax	74.8	69.2	-	-	74.8	69.2
Services Tax	41.4	41.1	-	-	41.4	41.1
Other Taxes	12.2	11.2	-	-	12.2	11.2
State Shared Revenues	14.0	13.5	-	-	14.0	13.5
Investment Earnings	6.8	5.4	4.6	3.8	11.4	9.2
Net Change in Fair Value of Investments	(1.2)	(0.9)	(1.0)	(0.8)	(2.2)	(1.7)
Gain on Sale of Capital Assets	-	1.3	-	-	-	1.3
Miscellaneous	4.4	6.0	3.4	3.5	7.8	9.5
Total Revenues	539.7	506.8	123.3	118.5	663.0	625.3
EXPENSES						
General Government	112.6	106.3	-	-	112.6	106.3
Public Safety	255.4	219.6	-	-	255.4	219.6
Physical Environment	7.4	8.8	-	-	7.4	8.8
Transportation	124.9	120.6	-	-	124.9	120.6
Economic Environment	28.6	21.0	-	-	28.6	21.0
Human Services	47.8	43.4	-	-	47.8	43.4
Culture/Recreation	15.3	15.9	-	-	15.3	15.9
Interest on Long-Term Debt	6.9	7.5	-	-	6.9	7.5
Water and Sewer	-	-	54.9	53.4	54.9	53.4
Garbage Collection/Disposal	-	-	26.1	30.1	26.1	30.1
Nursing Home	-	-	5.4	5.6	5.4	5.6
Total Expenses	598.9	543.1	86.4	89.1	685.3	632.2
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(59.2)	(36.3)	36.9	29.4	(22.3)	(6.9)
Transfers In/Transfers (Out)	7.0	0.6	(7.0)	(0.6)	-	-
CHANGE IN NET POSITION	(52.2)	(35.7)	29.9	28.8	(22.3)	(6.9)
Net Position - Beginning of Year	3,209.5	3,245.2	493.6	464.8	3,703.1	3,710.0
NET POSITION - END OF YEAR	$ 3,157.3	$ 3,209.5	$ 523.5	$ 493.6	$ 3,680.8	$ 3,703.1

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, 2016



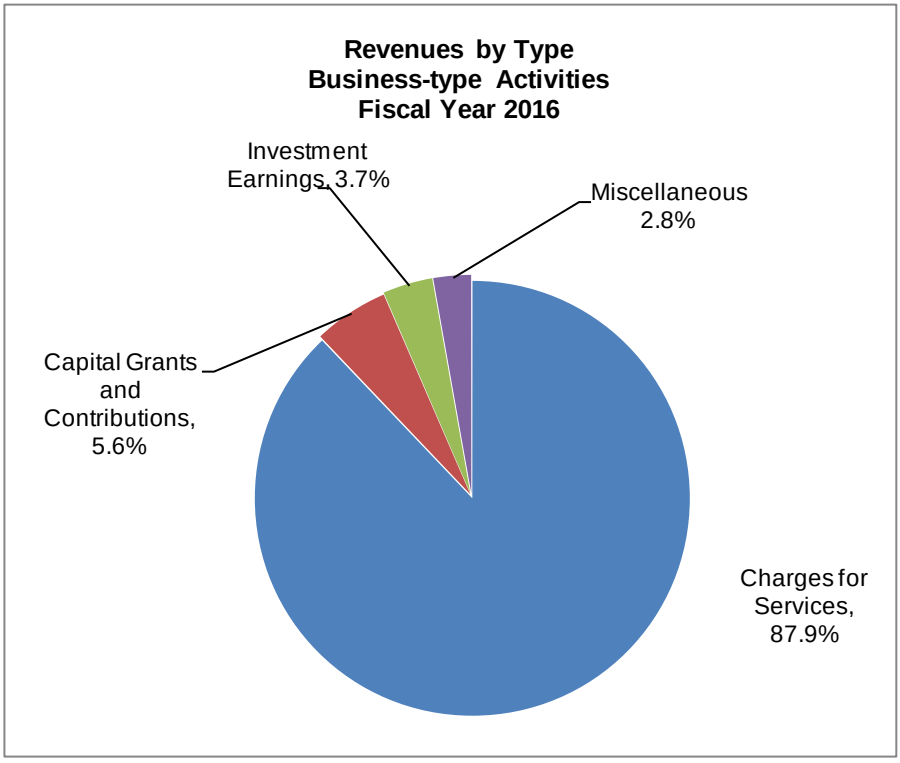
The following chart depicts governmental activities expenses compared to the program revenues which funded those activities for the fiscal year. The amounts not funded by program revenues were funded by general revenues (e.g., property taxes, etc.).



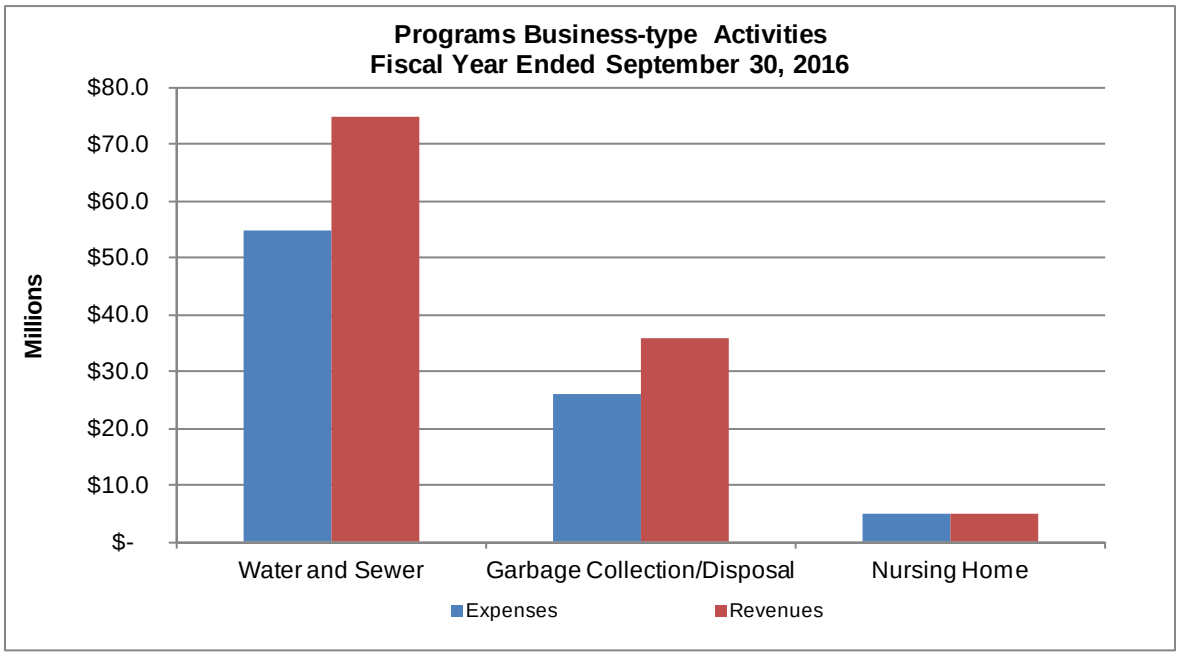
Governmental activities. Governmental activities resulted in a $52.2 million decrease in net position as the result of current fiscal year activities.

- Overall, revenues related to governmental activities increased $32.9 million or 6.5 percent.
- Charges for services increased $11.9 million or 10.1 percent. This increase was due to increases of $5.7 million in fire assessment revenues due to growth and an increase in the fees, $2.4 million in impact fees and $1.3 million in building permit revenues due to growth, and $2.0 million in ambulance fees due to an increase in the number of runs.
- Capital grants and contributions increased $9.3 million or 163.2 percent due to new and continuing grants for roads while operating grants and contributions decreased by $4.2 million or 17.7 percent as a result of the County administering fewer of these grants.
- Property taxes increased $8.7 million or 4.8 percent due to increases in taxable values and new construction.
- Sales tax revenues increased $5.6 million or 8.1 percent as the result of an improving economy and an increase in tourism.
- Tourism tax revenues increased by $1.2 million or 13.2 percent due to the diversification of the County's economic climate.
- The net change in the fair value of investments decreased $0.3 million and investment earnings increased by $1.4 million as a result of market conditions and portfolio composition.
- In total, expenses in governmental activities increased $55.8 million or 10.3 percent.
- Pension expense increased by $24.0 million with the most significant increases of $3.7 million in general government and $18.5 million in public safety.
- Economic environment expense increased by $7.6 million primarily due to a new interlocal agreement with the City of Lakeland.
- Public safety expenses for the Fire Rescue Fund increased by $2.6 million mainly due to an increase in salaries and benefits related to an increase in the number of employees. Capital outlay expenses for the Sheriff increased by $2.9 million due to the purchase of new vehicles while salary and benefit costs increased by $3.9 million. In addition, there was a $3.4 million loss on the sale of capital assets.
- Special Revenue Grants Fund expenses increased by $4.3 million due to an increase of $9.2 million in transportation due to new and continuing grants for roads which was offset by decreases in other areas due to a reduction in the number of grants the County is administering.

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.



Business-type activities. Business-type activities resulted in a $29.9 million increase in net position for the fiscal year.

- Overall, revenues for business-type activities increased by $4.8 million or 4.1 percent.
- Charges for services increased $2.1 million or 1.9 percent. There was an increase of $3.4 million in Water and Sewer due to growth. This increase was offset by decreases of $1.0 million in Garbage Collection/Disposal due to the expiration of a contract and $0.3 million in the Nursing Home due to a reduction in patients.
- The net change in fair value of investments decreased $0.2 million and investment earnings increased $0.8 million as a result of market conditions and portfolio composition.
- In total, expenses in business-type activities decreased $2.7 million or 3.0 percent.

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 $305.3 million in 2016 as compared to $291.0 million in 2015. These fund balances reflect an increase of $14.3 million and $1.3 million for 2016 and 2015, respectively.

Major Fund Information
(in Millions)

	General
Fiscal Year 2016:	
Revenues	$ 294.1
Expenditures	(291.3)
Other Financing Sources (Uses)	(0.1)
Net Change in Fund Balances	$ 2.7
Fiscal Year 2015:	
Revenues	$ 286.9
Expenditures	(273.6)
Other Financing Sources (Uses)	(3.6)
Net Change in Fund Balances	$ 9.7

General Fund

The fund balance for the General Fund, the main operating fund of the County, increased by $2.7 million in 2016.

- Revenues increased $7.2 million or 2.5 percent. Total taxes increased by $7.7 million which included a $3.5 million increase in ad valorem taxes. In addition, public service tax revenues increased by $4.6 million in 2016 due to the fact that 100.0 percent of these revenues were budgeted and allocated to the general fund versus 85.9 percent in 2015. Charges for services also increased by $5.2 million with a significant increase of $2.0 million in ambulance fees.

- Expenditures increased $17.7 million or 6.5 percent. Public safety expenses rose due to increases in salary and benefits as a result of operating two additional ambulances, increasing the service hours on other emergency vehicles and providing salary adjustments. In addition, the Sheriff had an increase in capital outlay of $2.7 million for vehicles.

- Transportation expenses increased by $3.0 million primarily due to the transition of mass transit services from the County to the Lakeland Area Mass Transit District operating as Citrus Connection.

- These changes, when combined with other financing uses of $0.01 million in 2016, resulted in an increase in fund balance to $74.2 million as of September 30, 2016, compared to $71.5 million in 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, 2016, total net position amounted to $523.5 million for enterprise funds as compared to $493.6 million at September 30, 2015, an increase of $29.9 million.

Income from operations is the result of operational revenues less operational expenses. The Utilities Fund had operating income of $25.8 million in 2016 compared to $22.0 million in 2015 due to an increase in operating revenue as a result of growth.

Operating income for the Waste and Recycling Fund was $10.7 million in 2016 and $7.9 million in 2015. The increase in operating income is primarily the result of a decrease in operating expenses of $3.9 million.

Operations of the Rohr Home Fund (nonmajor enterprise fund) resulted in an operating loss of $0.2 million in 2016 and $0.2 million in 2015 although there were decreases in both operating revenues and operating expenses due to a decline in the number of patients provided services.

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 2016 of $2.2 million compared to an operating loss of $0.8 million in fiscal year 2015 due to an increase in pension expense of $1.3 million. The Employee Health Insurance Fund operating loss for 2016 was $7.0 million compared to an operating income of $0.8 million in prior year due to an increase in the health care program expenses. The County continues to review insurance needs as well as cost containment. The Information Technology Fund had an operating loss of $2.3 million in 2016 and $0.6 million in 2015 due to an increase in personnel services expenses of $2.4 million primarily related to an increase in pension expense of $2.2 million.

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 $30.2 million. General Fund revenues were $10.8 million more than the final budget amounts. The most significant areas of revenue overages were in the areas of taxes and charges for services revenues. Furthermore, actual expenditures in the General Fund functional areas were $15.3 million less than the final budget. Unspent appropriations represent 5.0 percent of the total expenditure budget.

CAPITAL ASSETS ACTIVITY

At year end, the County had $3,919.1 million (net of accumulated depreciation) invested in a variety of capital assets as reflected in the following schedule. The net decrease in capital assets in 2016 as a result of additions, deletions, and depreciation/amortization was $20.1 million. For more detailed information regarding capital asset activity see Note 6 in the Notes to Financial Statements.

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

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land and Right-of-Way	$ 930.0	$ 932.1	$ 14.4	$ 14.4	$ 944.4	$ 946.5
Infrastructure	2,079.0	2,122.5	-	-	2,079.0	2,122.5
Building and Improvements	262.9	267.8	465.6	452.6	728.5	720.4
Equipment	63.9	58.1	5.0	2.8	68.9	60.9
Intangibles	3.9	4.6	3.8	5.1	7.7	9.7
Construction in Progress	48.5	41.9	42.1	37.3	90.6	79.2
Total	$ 3,388.2	$ 3,427.0	$ 530.9	$ 512.2	$ 3,919.1	$ 3,939.2

DEBT MANAGEMENT

At September 30, 2016, the County had $976.9 million in debt (bonds, notes, etc.) outstanding compared to $837.4 million last year. For additional details see Notes 9, 10 and 11 in the Notes to the Financial Statements.

Long-Term Liabilities
(in Millions)

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Bonds Payable	$ 149.8	$ 177.4	$ 188.5	$ 192.6	$ 338.3	$ 370.0
Notes Payable	18.2	-	-	-	18.2	-
Interlocal Agreements	23.5	12.2	2.9	3.1	26.4	15.3
Accrued Liabilities	-	0.1	-	-	-	0.1
Contracts Payable	-	-	0.1	0.1	0.1	0.1
Closure and Long-Term Care	-	-	58.9	58.2	58.9	58.2
Compensated Absences	21.3	23.3	1.0	1.1	22.3	24.4
Net Pension Liability	300.4	166.2	11.9	8.3	312.3	174.5
Postemployment Benefits	172.4	164.2	12.3	11.8	184.7	176.0
Self-Insurance Liability	15.2	17.6	-	-	15.2	17.6
Other Long-Term Liabilities	-	-	0.4	1.2	0.4	1.2
Total	$ 700.8	$ 561.0	$ 276.0	$ 276.4	$ 976.8	$ 837.4

The primary increase in long-term liabilities is due to the $137.8 million increase in the pension liability. Other postemployment benefits increased by $8.8 million and interlocal agreements increased by $11.1 million as the result of a new agreement between the County and the City of Lakeland for Joker Marchant Stadium. Bonds payable decreased $31.7 million compared to the prior year due to principal payments and refunding of bonds. Notes payable increased as a result of a bond being refunded by a bank loan. All of Polk County's bonded debt represents bonds secured solely by specified revenue sources.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Based on the Florida Department of Economic Opportunity, Polk County's unemployment rate in June 2016 was 4.8 percent compared to 6.2 percent rate a year ago. In contrast, the statewide and national annual averages for the same period were 4.7 percent (seasonally adjusted). The last time the unemployment rate was this low was in December 2007, the beginning of the recession.

- Service demands are growing as the County continues to urbanize. Polk County's current median population estimate from the University of Florida Bureau of Economic and Business Research (BEBR) is 646,989 with forecasts suggesting the County will be home to an estimated 693,390 by 2020 and 802,074 by 2030. While providing important countywide services, Polk County also provides an array of municipal services for the 62 percent of the population residing in the unincorporated areas. These services include providing fire suppression; parks and recreational activities; adequate roads, sidewalks and trails; residential waste collection; and water/wastewater utilities.

- 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 Fire Fee for a single-family home remained unchanged at $195.

- County-wide budgeted property values increased 6.04 percent in 2017 as compared to 6.40 percent in 2016. However, even with this increase, property values are still far less than the peak in fiscal year 2007. The County is currently in the process of developing a strategic business plan that will provide the framework to guide a long-term plan and to help with making difficult decisions for the future.

- The fiscal year 2016/2017 budget continues to respond to the needs of 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 Comptroller Division 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, 2016

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	$ 366,363,309	$ 182,133,580	$ 548,496,889
Cash with Fiscal Agent	150,000	-	150,000
Restricted Cash and Investments	-	82,464,710	82,464,710
Accounts Receivable - Net	19,508,801	8,586,246	28,095,047
Interest Receivable	767,107	610,667	1,377,774
Due from Other Governments	17,823,499	1,748,356	19,571,855
Internal Balances	2,269,216	(2,269,216)	-
Inventory	512,425	1,380,463	1,892,888
Other Assets	1,282,056	91,972	1,374,028
Capital Assets Not Being Depreciated/Amortized	978,475,976	56,428,134	1,034,904,110
Capital Assets Net of Accumulated Depreciation/Amortization	2,409,744,940	474,395,656	2,884,140,596
Total Assets	3,796,897,329	805,570,568	4,602,467,897
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts on Pension	123,704,144	4,479,726	128,183,870
Deferred Charges on Debt Refundings	4,715,915	810,920	5,526,835
Total Deferred Outflows of Resources	128,420,059	5,290,646	133,710,705

See accompanying Notes to Financial Statements.

POLK COUNTY, FLORIDA
STATEMENT OF NET POSITION (CONTINUED)
SEPTEMBER 30, 2016

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Vouchers Payable	$ 21,752,782	$ 4,106,546	$ 25,859,328
Accrued Liabilities	11,197,187	1,130,611	12,327,798
Accrued Interest Payable	2,220,096	-	2,220,096
Customer Deposits and Other Liabilities			
Payable from Restricted Assets	-	5,169,150	5,169,150
Other Deposits	4,032,486	-	4,032,486
Due to Other Governments	5,270,910	42,405	5,313,315
Unearned Revenue	3,359,010	5,380	3,364,390
Claims Payable	3,608,000	-	3,608,000
Noncurrent Liabilities:			
Due within One Year	35,947,999	4,367,866	40,315,865
Due in More than One Year	664,801,624	271,687,219	936,488,843
Total Liabilities	752,190,094	286,509,177	1,038,699,271
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts on Pension	13,518,575	499,712	14,018,287
Taxes Received in Advance	2,273,017	350,172	2,623,189
Total Deferred Inflows of Resources	15,791,592	849,884	16,641,476
NET POSITION			
Net Investment in Capital Assets	3,222,781,761	342,297,477	3,565,079,238
Restricted for:			
Court Fund and Records Modernization	4,150,254	-	4,150,254
Grants, Federal Elections	628,975	-	628,975
Public Safety	11,427,200	-	11,427,200
Physical Environment	5,375,664	-	5,375,664
Transportation	26,943,896	-	26,943,896
Economic Environment	10,959,776	-	10,959,776
Human Services	44,274,864	-	44,274,864
Culture and Recreation	11,441,693	-	11,441,693
Debt Service	10,112,595	4,636,000	14,748,595
Capital Projects	8,596,986	-	8,596,986
Landfill Closure and Long-Term Care	-	12,888,034	12,888,034
Renewal, Replacement & Improvements	-	1,000,000	1,000,000
Restricted for Other Purposes	28,748	-	28,748
Unrestricted	(199,386,710)	162,680,642	(36,706,068)
Total Net Position	$ 3,157,335,702	$ 523,502,153	$ 3,680,837,855

See accompanying Notes to Financial Statements.

POLK COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2016

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental Activities:				
General Government	$ 112,588,018	$ 34,560,775	$ 74,706	$ -
Public Safety	255,382,758	82,858,025	2,727,782	-
Physical Environment	7,404,169	948,514	402,239	53,554
Transportation	124,866,353	7,182,673	5,929,123	14,790,303
Economic Environment	28,564,232	727,661	6,132,080	-
Human Services	47,792,049	3,305,504	3,984,422	-
Culture and Recreation	15,324,797	598,052	322,763	165,285
Debt Service:				
Interest on Long-Term Debt	6,859,878	-	-	-
Total Governmental Activities	598,782,254	130,181,204	19,573,115	15,009,142
Business-Type Activities:				
Water and Sewer	54,859,927	68,436,965	1,906	7,046,400
Garbage Collection/Disposal	26,138,255	35,638,509	-	-
Nursing Home	5,405,268	5,122,598	-	-
Total Business-Type Activities	86,403,450	109,198,072	1,906	7,046,400
Total Primary Government	$ 685,185,704	$ 239,379,276	$ 19,575,021	$ 22,055,542

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

Miscellaneous

TRANSFERS

Total General Revenues and Transfers

CHANGE IN NET POSITION

Net Position - Beginning

Net Position - Ending

See accompanying Notes to Financial Statements.

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
$ (77,952,537)	$ -	$ (77,952,537)
(169,796,951)	-	(169,796,951)
(5,999,862)	-	(5,999,862)
(96,964,254)	-	(96,964,254)
(21,704,491)	-	(21,704,491)
(40,502,123)	-	(40,502,123)
(14,238,697)	-	(14,238,697)
(6,859,878)	-	(6,859,878)
(434,018,793)	-	(434,018,793)
-	20,625,344	20,625,344
-	9,500,254	9,500,254
-	(282,670)	(282,670)
-	29,842,928	29,842,928
(434,018,793)	29,842,928	(404,175,865)
190,279,026	-	190,279,026
32,198,727	-	32,198,727
74,798,881	-	74,798,881
41,409,750	-	41,409,750
12,204,723	-	12,204,723
13,999,363	-	13,999,363
6,767,080	4,635,458	11,402,538
(1,242,549)	(989,160)	(2,231,709)
4,448,071	3,435,764	7,883,835
7,004,612	(7,004,612)	-
381,867,684	77,450	381,945,134
(52,151,109)	29,920,378	(22,230,731)
3,209,486,811	493,581,775	3,703,068,586
$ 3,157,335,702	$ 523,502,153	$ 3,680,837,855

POLK COUNTY, FLORIDA
GOVERNMENTAL FUNDS
BALANCE SHEET
SEPTEMBER 30, 2016

	General	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Investments	$ 90,540,045	$ 238,351,179	$ 328,891,224
Cash with Fiscal Agent	150,000	-	150,000
Accounts Receivable	18,348,316	533,626	18,881,942
Interest Receivable	154,963	526,488	681,451
Due from Other Governments	5,990,620	11,832,879	17,823,499
Due from Other Funds	730,530	1,817,942	2,548,472
Advances to Other Funds	1,526,341	-	1,526,341
Inventory, at Cost	207,869	-	207,869
Other Assets	665,627	77,390	743,017
Total Assets	$ 118,314,311	$ 253,139,504	$ 371,453,815
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
Liabilities:			
Vouchers Payable	$ 12,004,749	$ 6,953,504	$ 18,958,253
Accrued Liabilities	6,267,643	3,685,455	9,953,098
Customer Deposits	1,525,161	2,507,325	4,032,486
Due to Other Governments	3,413,036	1,857,874	5,270,910
Due to Other Funds	3,554,775	809,897	4,364,672
Advances from Other Funds	-	1,526,341	1,526,341
Unearned Revenue	29,042	3,729,251	3,758,293
Total Liabilities	26,794,406	21,069,647	47,864,053
Deferred Inflows:			
Taxes Received in Advance	1,300,506	972,511	2,273,017
Unavailable Revenue	15,980,527	-	15,980,527
Total Deferred Inflows	17,281,033	972,511	18,253,544
Fund Balances:			
Nonspendable	2,375,422	77,390	2,452,812
Restricted	3,632,172	130,308,479	133,940,651
Committed	3,699,649	88,860,554	92,560,203
Assigned	21,609,306	13,405,998	35,015,304
Unassigned	42,922,323	(1,555,075)	41,367,248
Total Fund Balances	74,238,872	231,097,346	305,336,218
Total Liabilities, Deferred Inflows and Fund Balances	$ 118,314,311	$ 253,139,504	$ 371,453,815

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, 2016

Total Fund Balances - Total Governmental Funds		$ 305,336,218
Amounts reported for governmental activities in the statement of net position are different		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Nondepreciable Capital Assets	$ 978,475,976	
Depreciable Capital Assets	2,409,744,940	3,388,220,916
Ambulance receivables are not financial resources in the current period and, therefore, are reported as deferred inflows.		15,980,527
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.		1,220,490
Deferred charges on debt refundings		4,715,915
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)	(149,783,387)	
Notes Payable	(18,157,000)	
Interlocal Agreements	(23,503,334)	
Other Postemployment Benefits Payable	(172,405,655)	
Self-insurance Claims Payable	(15,150,000)	
Accrued Compensated Absences	(21,328,448)	(400,327,824)
Net pension liability and related deferred outflows and inflows		(190,236,230)
Accrued general long-term debt interest expenses are not financial uses and, therefore, are not reported in the funds and other liabilities.		(3,333,370)
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, net pension liability and related amounts, and accrued compensated absences which are listed above.		
Internal Service Net Position	55,068,619	
Internal Service Capital Assets	(30,016,786)	
Internal Service Pension Liability and Related Deferred Outflows and Inflows	3,812,371	
Internal Service Other Postemployment Benefits Payable	3,804,234	
Internal Service Accrued Compensated Absences	548,841	33,217,279
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.		2,541,781
Net Position of Governmental Activities		$ 3,157,335,702

See accompanying Notes to Financial Statements.

POLK COUNTY, FLORIDA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED SEPTEMBER 30, 2016

	General	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	$ 190,327,171	$ 116,520,412	$ 306,847,583
Licenses and Permits	1,802,873	6,555,268	8,358,141
Intergovernmental	37,204,664	44,043,441	81,248,105
Charges for Services	56,799,779	13,453,336	70,253,115
Fines and Forfeitures	1,825,014	6,203,931	8,028,945
Special Assessments	161,558	41,925,658	42,087,216
Interest Income	1,538,224	4,303,123	5,841,347
Net Change in Fair Value of Investments	(251,009)	(852,795)	(1,103,804)
Miscellaneous Revenue	4,736,029	19,062,513	23,798,542
Total Revenues	294,144,303	251,214,887	545,359,190
EXPENDITURES			
Current:			
General Government	94,120,512	13,528,215	107,648,727
Public Safety	181,515,044	51,620,122	233,135,166
Physical Environment	5,324,281	402,378	5,726,659
Transportation	3,302,918	68,840,551	72,143,469
Economic Environment	1,732,044	13,990,709	15,722,753
Human Services	4,809,122	41,084,920	45,894,042
Culture and Recreation	524,179	14,581,782	15,105,961
Debt Service:			
Principal Retirement	-	10,152,382	10,152,382
Interest and Fiscal Charges	-	7,366,054	7,366,054
Capital Projects	-	24,971,025	24,971,025
Total Expenditures	291,328,100	246,538,138	537,866,238
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,816,203	4,676,749	7,492,952
OTHER FINANCING SOURCES (USES)			
Transfers In	7,324,055	22,021,826	29,345,881
Transfers Out	(7,594,640)	(15,121,629)	(22,716,269)
Proceeds from Long-Term Debt	-	17,375,000	17,375,000
Payments to Escrow Agent	-	(17,375,000)	(17,375,000)
Proceeds from the Sale of Capital Assets	173,648	-	173,648
Total Other Financing Sources (Uses)	(96,937)	6,900,197	6,803,260
NET CHANGE IN FUND BALANCES	2,719,266	11,576,946	14,296,212
Fund Balances - Beginning of Year	71,519,606	219,520,400	291,040,006
FUND BALANCES - END OF YEAR	$ 74,238,872	$ 231,097,346	$ 305,336,218

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, 2016

Net Change in Fund Balances - Total Governmental Funds		$ 14,296,212
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)	$ 56,534,248	
Net Book Value of Disposed Capital Assets (excluding internal service)	(3,158,402)	
Depreciation Expense (excluding internal service)	(95,255,772)	(41,879,926)
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	(13,616,000)	
Addition of Note Payable	(18,157,000)	
Amortization of Bond Premium/Discount	1,383,230	
Principal Payments - Bond Refunding	17,375,000	
Principal Payments - Bonds Payable	8,875,000	
Principal Payments - Interlocal Agreements	2,283,059	(1,856,711)
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	1,974,863	
Other Liabilities	100,000	
Self-Insurance	2,470,000	
Interest Expense	258,243	
Net Pension Liability	(10,684,144)	
Other Postemployment Benefits	(7,951,524)	(13,832,562)
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.		(483,473)
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.		(8,394,649)
Change in Net Position of Governmental Activities		$ (52,151,109)

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 186,256,142	$ 186,256,142	$ 190,327,171	$ 4,071,029
Licenses and Permits	1,745,850	1,745,850	1,802,873	57,023
Intergovernmental	34,178,988	34,288,853	37,204,664	2,915,811
Charges for Services	40,732,758	52,306,648	56,799,779	4,493,131
Fines and Forfeitures	1,519,527	2,067,818	1,825,014	(242,804)
Special Assessments	179,177	179,177	161,558	(17,619)
Interest Income	1,322,202	1,327,202	1,538,224	211,022
Net Change in Fair Value of Investments	-	-	(251,009)	(251,009)
Miscellaneous Revenue	3,901,273	5,210,255	4,736,029	(474,226)
Total Revenues	269,835,917	283,381,945	294,144,303	10,762,358
EXPENDITURES				
Current:				
General Government	96,538,965	97,147,823	94,120,512	3,027,311
Public Safety	176,292,165	191,055,410	181,515,044	9,540,366
Physical Environment	6,645,744	6,310,216	5,324,281	985,935
Transportation	674,098	3,874,744	3,302,918	571,826
Economic Environment	1,809,111	1,935,611	1,732,044	203,567
Human Services	5,521,688	5,521,688	4,809,122	712,566
Culture and Recreation	769,666	769,666	524,179	245,487
Total Expenditures	288,251,437	306,615,158	291,328,100	15,287,058
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(18,415,520)	(23,233,213)	2,816,203	26,049,416
OTHER FINANCING SOURCES (USES)				
Transfers In	4,848,871	4,488,283	7,324,055	2,835,772
Transfers Out	(8,805,036)	(8,948,663)	(7,594,640)	1,354,023
Proceeds from the Sale of Capital Assets	-	173,646	173,648	2
Total Other Financing Sources (Uses)	(3,956,165)	(4,286,734)	(96,937)	4,189,797
NET CHANGE IN FUND BALANCE	(22,371,685)	(27,519,947)	2,719,266	30,239,213
Fund Balance - Beginning of Year	71,519,606	71,519,606	71,519,606	-
FUND BALANCE - END OF YEAR	$ 49,147,921	$ 43,999,659	$ 74,238,872	$ 30,239,213

See accompanying Notes to Financial Statements.

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POLK COUNTY, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF FUND NET POSITION
SEPTEMBER 30, 2016

	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	$ 85,258,304	$ 96,875,276	$ -	$ 182,133,580	$ 37,472,085
Restricted Cash and Investments	4,918,137	251,013	-	5,169,150	-
Accounts Receivable	15,156,675	1,385,983	484,759	17,027,417	626,859
Allowance for Uncollectible Accounts	(6,844,950)	(170,000)	(1,426,221)	(8,441,171)	-
Interest Receivable	226,609	221,987	-	448,596	85,656
Due from Other Funds	8,444	401,047	-	409,491	1,543,635
Due from Other Governments	-	-	1,748,356	1,748,356	-
Inventory, at Cost	1,380,463	-	-	1,380,463	304,556
Other Assets	91,972	-	-	91,972	-
Total Current Assets	100,195,654	98,965,306	806,894	199,967,854	40,032,791
NONCURRENT ASSETS					
Restricted Cash and Investments	5,636,000	71,659,560	-	77,295,560	-
Restricted Interest Receivable	-	162,071	-	162,071	-
Capital Assets:					
Land, including Land under a Capital Lease and Improvements	9,148,660	5,158,301	56,410	14,363,371	-
Buildings, Utility Plants and Improvements	582,142,426	66,596,374	4,080,612	652,819,412	6,682,481
Equipment, including Equipment under Capital Leases	2,617,939	5,292,135	299,157	8,209,231	84,163,861
Infrastructure	-	82,833	-	82,833	-
Intangible Assets	7,850,891	-	-	7,850,891	6,386,333
Construction in Progress	23,248,733	18,816,030	-	42,064,763	59,800
Less: Accumulated Depreciation/Amortization	(133,481,711)	(59,877,555)	(1,207,445)	(194,566,711)	(67,275,689)
Total Capital Assets (Net of Accumulated Depreciation/Amortization	491,526,938	36,068,118	3,228,734	530,823,790	30,016,786
Total Noncurrent Assets	497,162,938	107,889,749	3,228,734	608,281,421	30,016,786
Total Assets	597,358,592	206,855,055	4,035,628	808,249,275	70,049,577
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Amounts on Pension	3,137,376	691,083	651,267	4,479,726	2,206,293
Deferred Charges on Debt Refundings	810,920	-	-	810,920	-
Total Deferred Outflows of Resources	3,948,296	691,083	651,267	5,290,646	2,206,293

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	$ 1,595,739	$ 2,392,942	$ 117,865	$ 4,106,546	$ 2,794,529
Accrued Liabilities	649,651	443,394	37,566	1,130,611	130,815
Due to Other Funds	2,781	134,145	-	136,926	-
Due to Other Governments	42,405	-	-	42,405	-
Unearned Revenue	5,380	-	-	5,380	282,168
Accrued Compensated Absences, Current Portion	80,043	15,460	15,255	110,758	110,758
Interlocal Agreement, Current Portion	201,217	-	-	201,217	-
Revenue Bonds Payable, Current Portion	4,055,891	-	-	4,055,891	-
Claims Payable	-	-	-	-	3,608,000
Total Current Liabilities, Payable from Current Assets	6,633,107	2,985,941	170,686	9,789,734	6,926,270
CURRENT LIABILITIES, Payable from Restricted Assets					
Vouchers Payable	-	10,324	-	10,324	-
Accrued Liabilities	-	2,263	-	2,263	-
Customer Deposits	4,918,137	238,426	-	5,156,563	-
Total Current Liabilities, Payable from Restricted Assets	4,918,137	251,013	-	5,169,150	-
Total Current Liabilities	11,551,244	3,236,954	170,686	14,958,884	6,926,270
NONCURRENT LIABILITIES					
Accrued Compensated Absences	612,943	118,387	116,813	848,143	438,083
Closure and Long-Term Care	-	58,933,597	-	58,933,597	-
Contracts Payable	58,880	-	-	58,880	-
Interlocal Agreement, Net of Current Portion	2,702,339	-	-	2,702,339	-
Revenue Bonds Payable (Net of Unamortized Premiums)	184,474,534	-	-	184,474,534	-
Other Postemployment Benefits	7,938,852	1,876,192	2,547,853	12,362,897	3,804,234
Net Pension Liability	8,338,922	1,845,548	1,744,374	11,928,844	5,787,885
Other Noncurrent Liabilities	377,985	-	-	377,985	-
Total Noncurrent Liabilities	204,504,455	62,773,724	4,409,040	271,687,219	10,030,202
Total Liabilities	216,055,699	66,010,678	4,579,726	286,646,103	16,956,472
DEFERRED INFLOWS OF RESOURCES					
Deferred Amounts on Pension	331,326	99,830	68,556	499,712	230,779
Taxes Received In Advance	2,182	347,990	-	350,172	-
Total Deferred Inflows of Resources	333,508	447,820	68,556	849,884	230,779
NET POSITION					
Net Investment in Capital Assets	303,398,912	35,669,831	3,228,734	342,297,477	30,016,786
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	-	12,888,034	-	12,888,034	-
Unrestricted (Deficit)	75,882,769	92,529,775	(3,190,121)	165,222,423	25,051,833
Total Net Position	$ 384,917,681	$ 141,087,640	$ 38,613	526,043,934	$ 55,068,619
Adjustment to Reflect Consolidation of Internal Service Fund Activities Related to Enterprise Funds (Cumulative)				(2,541,781)	
Net Position of Business-Type Activities				$ 523,502,153	

POLK COUNTY, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
YEAR ENDED SEPTEMBER 30, 2016

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Utilities	Waste and Recycling	Rohr Nursing Home (Nonmajor Fund)	Total	
OPERATING REVENUES					
Charges for Services	$ 68,436,965	$ 35,638,509	$ 5,122,598	$ 109,198,072	$ 67,958,390
Other Revenue	2,470,124	951,051	14,589	3,435,764	893,296
Total Operating Revenues	70,907,089	36,589,560	5,137,187	112,633,836	68,851,686
OPERATING EXPENSES					
Personnel Services	11,874,222	2,485,351	2,506,717	16,866,290	11,734,679
Operations and Maintenance	16,775,892	17,846,799	2,414,217	37,036,908	10,480,250
Indirect	1,788,894	531,654	140,419	2,460,967	144,406
Depreciation/Amortization	14,654,457	4,283,969	245,244	19,183,670	7,476,932
Closure and Long-Term Care	-	750,354	-	750,354	-
Health Care Program	-	-	-	-	50,248,598
Total Operating Expenses	45,093,465	25,898,127	5,306,597	76,298,189	80,084,865
OPERATING INCOME (LOSS)	25,813,624	10,691,433	(169,410)	36,335,647	(11,233,179)
NONOPERATING REVENUES (EXPENSES)					
Grant Revenue	1,906	-	-	1,906	-
Transfer of Capital Assets	(37,756)	19,266	-	(18,490)	(26,533)
Interest Income	1,673,395	2,968,575	(6,512)	4,635,458	672,255
Net Change in Fair Value of Investments	(367,064)	(622,096)	-	(989,160)	(138,745)
Interest Expense	(7,613,802)	-	-	(7,613,802)	-
Gain (Loss) on Disposition of Equipment	(1,274,846)	(100,687)	-	(1,375,533)	859,117
Total Nonoperating Revenues (Expenses), Net	(7,618,167)	2,265,058	(6,512)	(5,359,621)	1,366,094
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	18,195,457	12,956,491	(175,922)	30,976,026	(9,867,085)
CAPITAL CONTRIBUTIONS AND TRANSFERS					
Capital Contributions	7,046,400	-	-	7,046,400	-
Transfers In	3,087,049	46,114	-	3,133,163	375,000
Transfers Out	(4,657,096)	(5,480,679)	-	(10,137,775)	-
Total Capital Contributions and Transfers	5,476,353	(5,434,565)	-	41,788	375,000
CHANGE IN NET POSITION	23,671,810	7,521,926	(175,922)	31,017,814	(9,492,085)
Total Net Position - Beginning of Year	361,245,871	133,565,714	214,535		64,560,704
TOTAL NET POSITION - END OF YEAR	$ 384,917,681	$ 141,087,640	$ 38,613		$ 55,068,619
Adjustments to Reflect Consolidation of Internal Service Fund Activities Related to Enterprise Funds:					
Current Year Adjustment				(1,097,436)	
Change in Net Position of Business-Type Activities				$ 29,920,378	

See accompanying Notes to Financial Statements.

POLK COUNTY, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2016

	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	$ 68,172,664	$ 35,601,252	$ 4,856,234	$ 108,630,150	$ 2,427,085
Cash Received from Internal Services	-	-	-	-	63,823,567
Cash Paid to Suppliers for Goods and Services	(18,362,654)	(19,402,846)	(2,588,700)	(40,354,200)	(57,341,312)
Cash Paid to Employees for Services	(12,326,920)	(1,564,209)	(2,561,584)	(16,452,713)	(7,812,582)
Cash Received from Other Sources	2,470,124	951,051	-	3,421,175	893,296
Net Cash from Operating Activities	39,953,214	15,585,248	(294,050)	55,244,412	1,990,054
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Grants Received	1,906	-	-	1,906	-
Advances From Other Funds	-	601,761	-	601,761	-
Advances To Other Funds	-	714	-	714	-
Transfers from (to) other funds	(1,575,710)	(5,300,420)	-	(6,876,130)	240,105
Net Cash from Noncapital Financing Activities	(1,573,804)	(4,697,945)	-	(6,271,749)	240,105
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and Construction of Capital Assets	(17,102,685)	(15,035,828)	(22,679)	(32,161,192)	(9,650,856)
Principal Paid on Bonds, Capital Leases, and Contracts	(3,716,217)	-	-	(3,716,217)	-
Interest Paid on Bonds, Capital Leases, and Interfund Loans	(7,573,608)	-	-	(7,573,608)	-
Proceeds on Sales of Capital Assets	10,738	5,473	-	16,211	934,503
Net Cash from Capital and Related Financing Activities	(28,381,772)	(15,030,355)	(22,679)	(43,434,806)	(8,716,353)
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from Sale of Investments	77,530,834	143,677,204	251,506	221,459,544	35,140,431
Purchases of Investments	(87,162,237)	(145,251,201)	-	(232,413,438)	(32,861,947)
Interest and Dividends on Investments	1,030,003	2,775,261	(6,158)	3,799,106	632,248
Net Cash from Investing Activities	(8,601,400)	1,201,264	245,348	(7,154,788)	2,910,732
NET CHANGE IN CASH AND CASH EQUIVALENTS	1,396,238	(2,941,788)	(71,381)	(1,616,931)	(3,575,462)
Cash and Cash Equivalents - Beginning of Year	18,827,299	37,992,525	71,381	56,891,205	10,769,698
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 20,223,537	$ 35,050,737	$ -	$ 55,274,274	$ 7,194,236
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Transfer of Capital Assets - Governmental Funds	$ (37,756)	$ 19,266	$ -	$ (18,490)	$ (26,533)
Contribution of Capital Assets	$ 7,046,400	$ -	$ -	$ 7,046,400	$ (26,533)
RECONCILIATION OF ENTERPRISE FUND CASH TO POOLED CASH AND INVESTMENTS					
Enterprise Fund Pooled Cash and Cash Equivalents	$ 20,223,537	$ 35,050,737	$ -	$ 55,274,274	$ 7,194,236
Enterprise Fund Pooled Investments	75,588,904	133,735,112	-	209,324,016	30,277,849
Total Cash and Investments	$ 95,812,441	$ 168,785,849	$ -	$ 264,598,290	$ 37,472,085
RECONCILIATION OF ENTERPRISE FUND CASH AND INVESTMENTS TO COMBINING STATEMENT OF NET POSITION CASH AND INVESTMENTS					
Cash, Cash Equivalents and Investments	$ 85,258,304	$ 96,875,276	$ -	$ 182,133,580	$ 37,472,085
Cash, Cash Equivalents and Investments, Restricted for Current Liabilities	4,918,137	251,013	-	5,169,150	-
Cash, Cash Equivalents and Investments, Restricted for Noncurrent Liabilities	5,636,000	71,659,560	-	77,295,560	-
Total Cash and Investments	$ 95,812,441	$ 168,785,849	$ -	$ 264,598,290	$ 37,472,085

See accompanying Notes to Financial Statements.

POLK COUNTY, FLORIDA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

	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)	$ 25,813,624	$ 10,691,433	$ (169,410)	$ 36,335,647	$ (11,233,179)
Adjustments to Reconcile Operating Income (Loss) to Net Cash From Operating Activities:					
Depreciation/Amortization	14,654,457	4,283,969	245,244	19,183,670	7,476,932
(Increase) Decrease in Assets and Deferred Outflows:					
Accounts Receivable	(2,437,513)	(80,106)	(216,215)	(2,733,834)	(469,043)
Allowance for Doubtful Accounts	1,852,888	30,000	517,403	2,400,291	-
Due from Other Governments	-	-	(582,141)	(582,141)	(1,274,981)
Other Assets	3,406	-	-	3,406	1,758,830
Inventory	915,349	-	-	915,349	57,819
Deferred Outflow from Pension	(1,544,476)	(327,535)	(310,435)	(2,182,446)	(2,206,293)
Increase (Decrease) in Liabilities and Deferred Inflows:					
Vouchers Payable	(515,406)	(295,405)	(34,064)	(844,875)	1,111,812
Accrued Liabilities	362,298	344,983	(55,163)	652,118	(174,681)
Accrued Compensated Absences	13,436	(132,545)	22,799	(96,310)	(15,100)
Closure and Long-Term Care	-	750,354	-	750,354	-
Customer Deposits	322,087	(655)	-	321,432	-
Unearned Revenue	(3,602)	-	-	(3,602)	36,286
Claims Payable	-	-	-	-	695,000
Postemployment Benefits	424,713	78,319	94,932	597,964	207,988
Due to Other Governments	(201,217)	-	-	(201,217)	-
Other Liabilities	(922,470)	-	-	(922,470)	-
Taxes Received In Advance	1,839	13,504	-	15,343	-
Net Pension Liability	(1,377,998)	515,943	484,120	(377,935)	5,787,885
Deferred Inflow from Pension	2,591,799	(287,011)	(291,120)	2,013,668	230,779
Total Adjustments	14,139,590	4,893,815	(124,640)	18,908,765	13,223,233
Net Cash from Operating Activities	$ 39,953,214	$ 15,585,248	$ (294,050)	$ 55,244,412	$ 1,990,054

See accompanying Notes to Financial Statements.

POLK COUNTY, FLORIDA
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2016

ASSETS	
Cash and Cash Equivalents	$ 19,603,916
Due from Other Governments	4,992
Total Assets	$ 19,608,908
LIABILITIES	
Due to Other Governments	$ 4,869,499
Due to Others	5,658,108
Deposits	9,081,301
Total Liabilities	$ 19,608,908

See accompanying Notes to Financial Statements.

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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, 2016, the County had no discretely presented component units.

Blended Component Units

The 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 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 Harden/Parkway, Polk Commerce Centre, and Eloise CRAs are reported as special revenue funds of Polk County.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Blended Component Units (Continued)

The CRAs are presented separately as a blended unit due to the CRA's governing body being substantively the same as the governing body of the Board of County Commissioners and there being 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 and fiduciary 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*.

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 governments, 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.

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.

Noncurrent 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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Funds (Continued)

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the 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 nonoperating 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 nonmajor 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 (Nonmajor)

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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Other Fund Types (Nonmajor) (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 nonpublic 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.

Noncurrent Governmental Assets/Liabilities

GASB Statement No. 34 requires noncurrent governmental assets, such as land and buildings, and noncurrent 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*.

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, 2016, these allowances were $6,844,950, $170,000, $1,426,221, and $10,213,827, respectively. No other allowances for doubtful accounts are maintained since other fund accounts receivable are considered collectible as reported at September 30, 2016.

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".

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.

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:

Assets	Years	Capitalization Threshold
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 2016 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 2016 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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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, 2016 resulting from prepayment of taxes collected by the Tax Collector. These prepaid taxes will be recorded as revenue in November 2016.

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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 nonroutine 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.

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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

New GASB Pronouncements

In fiscal year 2016, the County implemented GASB Statement No. 72, *Fair Value Measurement and Application* – The objective of this Statement is to enhance the comparability of financial statements among governments and related entities by establishing a consistent hierarchy of fair value measurement techniques. These statements include all required disclosures in the notes to the financial statements.

In fiscal year 2016, the County implemented GASB Statement No. 79, *Certain External Investment Pools and Pool Participants* – The Statement establishes accounting and financial reporting standards for qualifying external investment pools that elect to measure for financial reporting purposes all of their investments at amortized costs. These statements include all required disclosures in the notes to the financial statements.

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.

NOTE 2 BUDGETS AND BUDGETARY ACCOUNTING (CONTINUED)

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 and Comptroller to 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*.

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 218.415 *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.

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

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, 2016, the County's book balance of cash was $117,513,559 and the bank balance was $129,310,762.

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, 2016.

Investment in State Investment Pool

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, 2016 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 50 days, and had a weighted average life (WAL) of 70 days.

A portfolio's WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating rate instruments.

In accordance with GASB 79, as a participant in a qualifying external investment pool, the County should disclose the presence of any limitations or restrictions on withdrawals (such as redemption notice periods, maximum transaction amounts, and the qualifying external investment pool's authority to impose liquidity fees or redemption gates in the notes to the financial statements.

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

Investment in State Investment Pool (Continued)

With regard to redemption dates, Chapter 218.409(8)(a), *Florida Statutes*, states that "The principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the monies in the trust fund. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board can invest monies entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council. The Trustees shall convene an emergency meeting as soon as practicable from the time the Executive Director has instituted such measures and review the necessity of those measures. If the Trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the moratorium may be extended by the Executive Director until the Trustees are able to meet to review the necessity for the moratorium. If the Trustees agree with such measures, the Trustees shall vote to continue the measures for up to an additional 15 days. The Trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the Trustees exceed 15 days."

With regard to liquidity fees, *Florida Statute* 218.409(4) provides authority for the SBA to impose penalties for early withdrawal, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made. As of September 30, 2016, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100% of their account value.

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, 2016, all noncash 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 share all information at Net Asset Value and reflects share value, in accordance with GASB 31. As of September 30, 2016, the Florida Trust was rated AAAm for Credit Quality and S1 for Bond Fund Volatility by Standard and Poor's Ratings and had an effective duration of 1.43.

Custodial Credit Risk

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.

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

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.

Standard & Poor's Rating Concentration Matrix

TYPE / RATING	AAAf[1] AAAm[2]	AAA	AA	A	A-1	Not Rated	Totals
Commercial Paper							
Fixed	0.00%	0.00%	0.00%	0.00%	6.72%	0.00%	6.72%
Adjustable Rates	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Corporates							
Fixed	0.00%	0.00%	0.51%	4.89%	0.00%	0.00%	5.40%
Adjustable Rates	0.00%	0.00%	0.00%	9.66%	0.00%	3.59%	13.25%
GSEs							
Fixed	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Adjustable Rates	0.00%	0.00%	0.17%	0.00%	0.00%	0.00%	0.17%
CMOs							
Fixed	0.00%	0.00%	19.20%	0.00%	0.00%	0.00%	19.20%
Adjustable Rates	0.00%	0.00%	0.98%	0.00%	0.00%	0.00%	0.98%
MBS							
Fixed	0.00%	0.00%	0.89%	0.00%	0.00%	0.00%	0.89%
Adjustable Rates	0.00%	0.00%	5.40%	0.00%	0.00%	0.00%	5.40%
Municipal							
Fixed	0.00%	0.36%	7.12%	0.09%	0.00%	0.00%	7.57%
Adjustable Rates	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Asset Backed							
Fixed[4]	0.00%	6.25%	0.00%	0.00%	0.00%	2.40%	8.65%
Adjustable Rates	0.00%	2.37%	0.00%	0.00%	0.00%	0.00%	2.37%
U.S. Agency							
Fixed	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Adjustable Rates	0.00%	0.00%	1.38%	0.00%	0.00%	0.00%	1.38%
CDs							
Fixed[3]	0.00%	0.00%	0.00%	0.00%	0.00%	5.08%	5.08%
Adjustable Rates	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Other							
FL Trust[1]	4.22%	0.00%	0.00%	0.00%	0.00%	0.00%	4.22%
FL Prime[2]	9.37%	0.00%	0.00%	0.00%	0.00%	0.00%	9.37%
Bank United (Money Market)[3]	0.00%	0.00%	0.00%	0.00%	0.00%	6.77%	6.77%
Toronto-Dominion (Money Market)[3]	0.00%	0.00%	0.00%	0.00%	0.00%	2.58%	2.58%
Total	13.59%	8.98%	35.65%	14.64%	6.72%	20.42%	100.00%

3. Not Rated
4. Qualified Public Depository
5. Assets in Not Rated Column Rated Aaa by Moody's

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

Interest Rate Risk

To manage interest rate risk, the County maintains a formal investment policy that limits investment maturities. The County manages interest rate risk by limiting how much of the portfolio is allocated to longer dated maturities. This coupled with a diversified portfolio of differing maturities and coupons 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 mortgagers, which may be affected by interest rate changes.

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

Interest Rate Risk (Continued)

The prepayments and anticipated interest rate changes can therefore affect the market values of the respective investments. As of September 30, 2016, the County has the following investments and maturities:

		Investment Maturities (in years)		
Investment Type	Fair Value	< 1 Year	1 - 5 Years	> 5 Years
Commercial Paper				
Fixed Rate	$ 39,911,962	$ 39,911,962	$ -	$ -
Corporate Bonds				
Fixed Rates	103,704,801	32,066,118	27,329,514	44,309,169
Adjustable Rates	7,060,070	2,200,563	2,517,753	2,341,754
Agencies				
Fixed Rates	995,480	-	-	995,480
Adjustable Rates	-	-	-	-
Taxable Municipal Bonds				
Fixed Rates	44,977,306	250,058	13,877,661	30,849,587
Adjustable Rates	-	-	-	-
CMO's				
Fixed Rates	114,047,354	-	18,078,798	95,968,556
Adjustable Rates	5,793,436	-	-	5,793,436
Mortgage Backed Securities				
Fixed Rate	5,302,889	-	1,883,731	3,419,158
Adjustable Rates	990,606	-	-	990,606
Adjustable Rates Mortgages				
Adjustable Rates	31,059,793	-	-	31,059,793
Asset Backed				
Fixed Rate	27,435,960	3,689,417	15,302,290	8,444,253
Adjustable Rates	38,108,819	-	35,219,777	2,889,042
Small Business Administration				
Adjustable Rates	8,213,543	-	-	8,213,543
FLGIT	25,073,653	25,073,653	-	-
SBA	55,639,870	55,639,870	-	-
Certificates of Deposit	20,135,335	20,135,335	-	-
CDARS	10,041,998	10,041,998	-	-
Money Market	55,505,687	55,505,687	-	-
Total	$ 593,998,562	$ 244,514,661	$ 114,209,524	$ 235,274,377

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

Fair Value Measurements

GASB Statement No. 72, *Fair Value Measurements and Application*, sets forth the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable (Level 3 measurements). The three levels of the fair value hierarchy under GASB Statement No. 72 are described as follows:

Level 1 – Investments reflect prices quoted in active markets for identical assets or liabilities

Level 2 – Investments reflect prices that are based on similar observable assets either directly or indirectly, which may include input in markets that are not considered to be active; or other inputs that are observable or can be corroborated by observable market data.

Level 3 – Investments reflect prices based upon unobservable sources

Investments whose values are based on quoted market prices in active markets, and are therefore classified as Level 1, primarily include those assets that are traded daily in public markets in the United States. The fair value of these investments is based on the last reported sales price on the last day of the fiscal year.

Investments that trade in markets that are not considered to be actively traded on a daily basis, but are valued based on quoted market prices, dealer and broker quotations, bid prices, or alternative pricing sources using observable inputs, are classified within Level 2. Inputs used in fair value measurement should be consistent with the inputs that market participants would use in pricing the asset or liability. These include U.S. Government obligations, investment grade corporate bonds and bank loans, certain mortgage and asset backed securities, less liquid listed securities and certain government agency securities. For example, inputs other than quoted prices, which provide a reasonable basis for fair value determination may include interest rates and yield curves, volatilities, prepayment speeds, credit risks and default rates. The fair value of these investments is based upon the last reported observable input(s) on the last day of the fiscal year.

Investments classified Level 3 have significant unobservable inputs, as they traded infrequently or not at all. Level 3 investments include private equity funds, real estate investment, limited partnerships, certain mortgages and asset backed and common and collective trust funds that are primarily real estate. The fair value of these investments is determined by estimations provided by independent pricing sources in asset classes, non-binding prices from industry vendors and managers, and the net asset value on the last day of the fiscal year.

NOTE 3 POOLED CASH AND INVESTMENTS (CONTINUED)

Fair Value Measurements (Continued)

The County has the following recurring fair value measurements as of September 30, 2016:

	Fair Value Measurements			
	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	September 30, 2016
Investments by Fair Value Level				
Debt Securities				
Commercial Paper	$ -	$ 39,911,962	$ -	$ 39,911,962
Corporate - Fixed	-	78,698,752	-	78,698,752
Corporate - Adjustable	-	32,066,118	-	32,066,118
GSE - Adjustable	-	995,480	-	995,480
MBS - Fixed	-	5,302,890	-	5,302,890
MBS - Adjustable	-	32,050,399	-	32,050,399
Municipal - Fixed	-	44,977,305	-	44,977,305
Asset Backed - Fixed	-	51,401,270	-	51,401,270
Asset Backed - Adjustable	-	14,143,510	-	14,143,510
CMO - Fixed	-	114,047,354	-	114,047,354
CMO - Adjustable	-	5,793,436	-	5,793,436
SBA - Adjustable	-	8,213,543	-	8,213,543
Total Investments by Fair Value Level	$ -	$ 427,602,019	$ -	427,602,019
Investments Measured at the Net Asset Value (NAV)				
Florida Trust				25,073,653
Total Investments Measured at the NAV				25,073,653
Investments Measured at the Amortized Cost				
LGIP				
State Board of Administration - FL PRIME				55,639,870
Total Investments Measured at Amortized Cost				55,639,870
Investments Measured at $1.00				
Qualified Public Deposits				
Money Market Deposits				55,505,687
Certificates of Deposits				20,135,335
CDARS				10,041,998
Total Investments Measured at $1.00				85,683,020
Total Investments				$ 593,998,562

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, 2016 consist of the following:

UTILITIES FUND	Revenue Bonds Debt Service	Renewal Replacement and Improvements	Customer Deposits	Total
Cash and Investments	$ 4,636,000	$ 1,000,000	$ 4,918,137	$ 10,554,137
Liabilities, Payable from Restricted Assets	-	-	(4,918,137)	(4,918,137)
Restricted Net Position	$ 4,636,000	$ 1,000,000	$ -	$ 5,636,000

WASTE AND RECYCLING FUND	Landfill Closure	Customer Deposits	Other Liabilities	Total
Cash and Investments	$ 71,659,560	$ 238,426	$ 12,587	$ 71,910,573
Interest Receivable	162,071	-	-	162,071
Restricted Assets	71,821,631	238,426	12,587	72,072,644
Liabilities, Payable from Restricted Assets	(58,933,597)	(238,426)	(12,587)	(59,184,610)
Restricted Net Position	$ 12,888,034	$ -	$ -	$ 12,888,034

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 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 Due To General Fund From:	
Nonmajor Governmental Funds	$ 1,526,341
Total	$ 1,526,341

The $1,526,341 amount advanced from the General Fund to the Nonmajor Governmental Fund (Polk Commerce Centre CRA Fund) was for the purpose of paying for consulting, engineering, and legal fees.

NOTE 5 INTERFUND BALANCES(CONTINUED)

The composition of interfunds balances as of September 30, 2016 is as follows:

Due to General Fund From:		
Nonmajor Governmental Funds	$	730,530
Total	$	730,530
Due to Waste and Recycling Fund From:		
General Fund	$	401,047
Total	$	401,047
Due to Utilities Fund From:		
General Fund	$	8,444
Total	$	8,444
Due to Internal Service From:		
Nonmajor Governmental Funds	$	79,367
Waste and Recycling Fund		134,145
Utilities Fund		2,781
General Fund		1,327,342
Total	$	1,543,635
Due to Nonmajor Funds From:		
General Fund	$	1,817,942
	$	1,817,942

NOTE 6 CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2016 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital Assets Not Being Depreciated/Amortized:				
Land and Right of Way	$ 932,085,327	$ 1,609,123	$ (3,736,786)	$ 929,957,664
Construction in Process	41,851,763	43,772,747	(37,106,198)	48,518,312
Total Capital Assets Not Being Depreciated/Amortized	973,937,090	45,381,870	(40,842,984)	978,475,976
Capital Assets Being Depreciated/Amortized:				
Buildings and Improvements	443,380,044	12,705,619	(2,001,360)	454,084,303
Equipment	203,489,121	19,649,386	(10,733,246)	212,405,261
Infrastructure	3,593,215,957	28,705,472	-	3,621,921,429
Intangibles	19,480,970	566,129	-	20,047,099
Total Capital Assets Being Depreciated/Amortized	4,259,566,092	61,626,606	(12,734,606)	4,308,458,092
Less Accumulated Depreciation/Amortization for:				
Buildings and Improvements	(175,598,656)	(15,705,472)	149,136	(191,154,992)
Equipment	(145,436,633)	(13,544,868)	10,462,902	(148,518,599)
Infrastructure	(1,470,683,615)	(72,189,328)	-	(1,542,872,943)
Intangibles	(14,873,582)	(1,293,036)	-	(16,166,618)
Total Accumulated Depreciation/Amortization	(1,806,592,486)	(102,732,704)	10,612,038	(1,898,713,152)
Total Capital Assets Being Depreciated/ Amortized, Net	2,452,973,606	(41,106,098)	(2,122,568)	2,409,744,940
Governmental Activities Capital Assets, Net	$ 3,426,910,696	$ 4,275,772	$ (42,965,552)	$ 3,388,220,916
Business- Type Activities:				
Capital Assets Not Being Depreciated/Amortized:				
Land	$ 14,363,386	$ -	$ (15)	$ 14,363,371
Construction in Progress	37,263,848	29,055,241	(24,254,326)	42,064,763
Total Capital Assets Not Being Depreciated/Amortized	51,627,234	29,055,241	(24,254,341)	56,428,134
Capital Assets Being Depreciated/Amortized:				
Buildings and Improvements	625,092,618	31,282,693	(3,555,899)	652,819,412
Equipment	5,718,321	2,982,755	(491,845)	8,209,231
Infrastructure	82,833	-	-	82,833
Intangibles	7,831,777	19,114	-	7,850,891
Total Capital Assets Being Depreciated/Amortized	638,725,549	34,284,562	(4,047,744)	668,962,367
Less Accumulated Depreciation/Amortization for:				
Buildings, Distribution Systems, and Improvements	(172,484,480)	(17,092,596)	2,384,407	(187,192,669)
Equipment	(2,875,733)	(722,158)	375,233	(3,222,658)
Infrastructure	(55,680)	(5,522)	-	(61,202)
Intangibles	(2,726,788)	(1,363,394)	-	(4,090,182)
Total Accumulated Depreciation/Amortization	(178,142,681)	(19,183,670)	2,759,640	(194,566,711)
Total Capital Assets Being Depreciated/ Amortized, Net	460,582,868	15,100,892	(1,288,104)	474,395,656
Business- Type Activities Capital Assets, Net	$ 512,210,102	$ 44,156,133	$ (25,542,445)	$ 530,823,790

NOTE 6 CAPITAL ASSETS (CONTINUED)

For the year ended September 30, 2016, $738,169 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	$ 3,732,266
Public Safety	12,733,192
Physical Environment	1,279,844
Transportation	71,575,693
Economic Environment	388,516
Human Services	1,630,230
Culture/Recreation	3,916,031
Capital Assets Held by Internal Service Funds	7,476,932
Total Additions to Accumulated Depreciation/Amortization	$ 102,732,704
Business-Type Activities:	
Utilities	$ 14,654,457
Waste and Recycling	4,283,969
Rohr Nursing Home	245,244
Total Additions to Accumulated Depreciation/Amortization	$ 19,183,670

NOTE 7 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 8. The County also maintains fully-insured policies with several different carriers for property insurance with the total insured value for all properties estimated at $824,429,011.

Claim Type	County Coverage (deductible/self-insured amount)	Excess Carrier's Coverage
Property	Deductible $250,000 except for as below: Named Windstorm 2% of TIV with $4,000,000 maximum $10,000 Builders Risk- Utilities $5,000 PGTV Equipment on 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	$1,000,000	$7,000,000 Per Occurrence $14,000,000 Aggregate
Auto Liability	Sovereign immunity limits only: $200,000 any one person $300,000 any one claim	No Excess Coverage 100% Self-insured
Employee Health	$850,000	Unlimited
Workers Compensation	$1,250,000 Self-insured Retention $1,000,000 Employers Liability	Workers Compensation – Statutory Employers Liability – No Excess Coverage

NOTE 8 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 no claims against the reinsurance policy in the current year.

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.

NOTE 8 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
2016	$ 2,913,000	$ 31,529,132	$ 30,834,132	$ 3,608,000
2015	3,273,000	26,832,439	27,192,439	2,913,000

NOTE 9 LONG-TERM LIABILITIES

The following is a summary of the changes in long-term liabilities of the County for the year ended September 30, 2016:

	Payable at October 1, 2015	Additions	Deletions	Payable at September 30, 2016	Due Within One Year
Governmental Activities:					
Revenue Bonds Payable	$ 168,205,000	$ -	$ (26,250,000)	$ 141,955,000	$ 9,265,000
Plus Deferred Amounts:					
For Issuance Premium	9,210,852	-	(1,382,465)	7,828,387	624,752
Net Bonds Payable	177,415,852	-	(27,632,465)	149,783,387	9,889,752
Interlocal Agreements	12,170,393	13,616,000	(2,283,059)	23,503,334	1,743,347
Note Payable	-	18,157,000	-	18,157,000	206,000
Accrued Liabilities	100,000	-	(100,000)	-	-
Compensated Absences	23,319,176	16,888,082	(18,878,810)	21,328,448	18,458,900
Other Postemployment Benefits	164,246,142	12,466,408	(4,306,895)	172,405,655	-
Net Pension Liability	166,155,002	134,266,797	-	300,421,799	-
Self-Insurance Liability	17,620,000	1,107,266	(3,577,266)	15,150,000	5,650,000
Governmental Activities Long-Term Liabilities	$ 561,026,565	$ 196,501,553	$ (56,778,495)	$700,749,623	$ 35,947,999
Business-Type Activities:					
Revenue Bonds Payable	$ 185,000,000	$ -	$ (3,515,000)	$ 181,485,000	$ 3,535,000
Plus Deferred Amounts:					
For Issuance Premium	7,560,715	-	(515,290)	7,045,425	520,891
Net Bonds Payable	192,560,715	-	(4,030,290)	188,530,425	4,055,891
Interlocal Agreements	3,104,773	-	(201,217)	2,903,556	201,217
Contracts Payable	71,842	-	(12,962)	58,880	-
Closure and Long-Term Care	58,183,243	750,354	-	58,933,597	-
Compensated Absences	1,055,211	1,380,323	(1,476,633)	958,901	110,758
Other Postemployment Benefits	11,764,933	904,362	(306,398)	12,362,897	-
Net Pension Liability	8,336,982	3,591,862	-	11,928,844	-
Other Long-Term Liabilities	1,300,455	-	(922,470)	377,985	-
Business-Type Activities Long-Term Liabilities	$ 276,378,154	$ 6,626,901	$ (6,949,970)	$276,055,085	$ 4,367,866

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 $15,150,000 for worker's compensation, general liability and employment practices, and automobile liability.

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds, Note and Interlocal Agreements

Revenue bonds payable and interlocal agreements at September 30, 2016, are comprised of the following individual issues:

Business-Type Activities Revenue Bonds Payable	Amount
$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.	52,515,000
$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.	38,795,000
Total Business-Type Activities Revenue Bonds Payable	181,485,000

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds, Note and Interlocal Agreements (Continued)

Business Type Activities - Interlocal Agreements	Amount
$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	$ 2,903,556
Total Business-Type Activities - Interlocal Agreements	2,903,556
Total Business-Type Activities Revenue Bonds Payable and Interlocal Agreement	$ 184,388,556

Governmental Activities Revenue Bonds Payable	
$6,010,000 in Constitutional Fuel Tax Revenue Improvement and Refunding Bonds, Series 2006 due in annual installments of $229,500 to $3,058,375, including interest, through December 2017; 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.	$ 3,200,000
$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.	24,260,000
$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.	43,090,000
$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.	71,405,000
Total Governmental Activities Revenue Bonds Payable	141,955,000

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds, Note and Interlocal Agreements (Continued)

Governmental Activities Revenue Note Payable	Amount
$18,157,000 in Public Facilities Revenue Refunding Note, Series 2015, due in annual installments of $592,356 to $2,151,780; including interest through December 1, 2026; interest of 2.14%; collateralized by a pledge of State Revenue Sharing Trust Funds and 8.0% of the 10.0% public service tax accruing to the County under provisions of Section 210, Florida Statutes, Section 212.20 and Chapter 125, Florida Statutes; Chapter 128, Part II, Florida Statutes; Section 166.231, Florida Statutes.	$ 18,157,000
Total Governmental Activities Revenue Note Payable	18,157,000
Governmental Activities - Interlocal Agreements	
$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.	317,334
$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.	5,070,000
$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.	4,500,000
$13,616,000 interlocal agreement with the City of Lakeland (Joker Marchant Stadium) due in annual installments not to exceed $1,044,561, through September 2036; collateralized by a portion of the Tourist Development Tax.	13,616,000
Total Governmental Activities - Interlocal Agreements	23,503,334
Total Governmental Activities Revenue Bonds, Note and Interlocal Agreements	$ 183,615,334

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds, Note and Interlocal Agreements (Continued)

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

	Governmental Activities		Business-type Activities	
Year Ended September 30,	Principal	Interest	Principal	Interest
2017	$ 11,214,347	$ 7,367,256	$ 3,736,217	$ 8,792,805
2018	9,500,394	6,933,326	3,831,217	8,739,147
2019	9,973,542	6,538,136	3,991,217	8,582,097
2020	10,432,364	6,133,879	4,156,217	8,415,560
2021	10,854,885	5,718,439	4,306,217	8,265,910
2022-2026	57,409,598	22,106,528	24,321,085	38,597,480
2027-2031	44,176,677	10,917,719	30,571,386	32,544,105
2032-2036	30,053,527	3,462,035	60,855,000	25,535,590
2037-2041	-	-	25,200,000	14,200,068
2042-2046	-	-	23,420,000	1,770,750
Total	$ 183,615,334	$ 69,177,318	$ 184,388,556	$ 155,443,512

There are a number of limitations and restrictions contained in the various bond indentures. As of September 30, 2016, all funds are being maintained in accordance with the ordinances and resolutions.

Revenue Bonds Refunding

Bonds are refunded to retire all or a portion of an outstanding bond issue. Most typically, refunding is done to refinance at a lower interest rate to reduce overall debt service. Certain issues of bonds may be refunded prior to the call date, known as an advance refunding.

Future principal and interest payments on refunded bonds have been provided through advance refunding bond issues whereby refunding bonds are issued and the net proceeds, plus any additional resources that may be required, are used to purchase securities issued and guaranteed by the United States government. The County then deposits these securities in an irrevocable trust under an escrow agreement which states that all proceeds from the trust will be used to fund the principal and interest payments of the previously issued debt being refunded. The trust deposits have been computed so that the securities in the trust, along with future cash flows generated by the securities, will be sufficient to service the previously issued bonds.

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds Refunding (Continued)

During the year, the County issued the Public Facilities Revenue Refunding Note, Series 2015. These bonds reduced the present value of future debt service payments. The savings were available due to improved municipal bond market conditions (i.e., lower interest rates) during the year. The effect of the refunding is summarized as follows:

Refunding Bonds Title and Series:	Public Facilities Revenue Refunding Note, Series 2015
Original Bond Title and Series:	Constitutional Tax Rev Improve & Refunds Bonds Series 2006
Original Bond Amount:	$17,375,000
Closing Date:	November 16, 2015
Net Interest Rate:	2.14%
Refunding Bond Issued:	$18,157,000
Premium:	$0
Issuance & Insurance Costs:	$52,002
Net Proceeds:	$18,104,998
Cash Flow Savings:	$2,373,362
Economic Gain on Refunding:	$2,106,559
Number of Years Affected:	11
Bond Type	Advance

Revenue Bonds – Defeased Bonds

Government Funds – Constitutional Fuel Tax Revenue Improvement and Refunding Bonds

In 2015, The Board defeased the Constitutional Fuel Tax Revenue Refunding Bonds, Series 2006, 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, 2016, the amount of this defeased debt outstanding but removed as a liability is $17,375,000.

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 $181,485,000 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 17% percent of such gross revenues and connection charges. Principal and interest paid in the years ended September 30, 2016 and 2015 were $12,334,861 and $12,142,711, respectively.

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

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 $58,933,597 reported as landfill closure and long-term care liability at September 30, 2016, represents the cumulative amount reported to date based on the use of 67.46% of the estimated capacity for all landfill sites. The remaining $25,070,035 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, 2016. Expected closure dates for County landfills range from 2017 to 2020. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

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, 2016, cash, investments and receivables of $71,659,560 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.

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

Self-Insurance (continued)

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

Year Ended September 30,	Beginning Balance	Current Year Claims and Changes in Estimates	Current Year Claims Payments	Ending Balance
2016				
Worker's Compensation	$ 8,220,000	$ 1,851,351	$ 2,311,351	$ 7,760,000
General and Employment Practices Liability	8,100,000	(1,427,771)	672,229	6,000,000
Automobile Liability	1,300,000	683,686	593,686	1,390,000
Total Self-Insurance Liability	$ 17,620,000	$ 1,107,266	$ 3,577,266	$ 15,150,000
2015				
Worker's Compensation	$ 9,870,000	$ 1,443,540	$ 3,093,540	$ 8,220,000
General and Employment Practices Liability	6,200,000	3,035,903	1,135,903	8,100,000
Automobile Liability	1,500,000	480,239	680,239	1,300,000
Total Self-Insurance Liability	$ 17,570,000	$ 4,959,682	$ 4,909,682	$ 17,620,000

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. Additional disclosure for OPEB can be found in Note 11 of the financial statements.

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.

Essentially all regular employees of the County 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' website (www.dms.myflorida.com).

The County's pension expense totaled $41,881,302 for both the FRS Pension Plan and HIS Plan for the year ended September 30, 2016.

Florida Retirement System Pension Plan

Plan Description

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

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

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Plan Description (Continued)

Employees enrolled in the FRS Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the FRS Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service. All members enrolled in the FRS Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service. Employees enrolled in the FRS Plan may include up to four years of credit for military service toward creditable service. The FRS Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The FRS Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

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

Benefits Provided

Benefits under the FRS Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the member's five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the member's 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.

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Benefits Provided (Continued)

The following chart shows the percentage value for each year of service credit earned:

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

As provided in Section 121.101, *Florida Statutes*, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3% 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% determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3%. FRS Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

Contributions

The Florida Legislature establishes contribution rates for participating employers and employees. Effective July 1, 2011, all FRS Plan members (except those in DROP) are required to make 3% employee contributions on a pretax basis. The employer contribution rates by job class for the periods from October 1, 2015 through June 30, 2016 and from July 1, 2016 through September 30, 2016, respectively, were as follows: Regular employees 7.26% and 7.52%; County Elected Officials 42.27% and 42.47%; Senior Management Services 21.43% and 21.77%; and DROP participants 12.88% and 12.99%.The County's contributions to the FRS Plan were $24,584,511 for the year ended September 30, 2016.

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Pension Costs

At September 30, 2016, the County reported a liability of $237,667,957 for its proportionate share of the FRS Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The County's 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, 2015, through June 30, 2016, relative to the total employer contributions received from all of FRS's participating employers. At June 30, 2016, the County's proportion was 0.941256310%, which was an increase of 0.084239156% from its proportion measured as of June 30, 2015.

For the year ended September 30, 2016, the County recognized pension expense of $35,352,874 for its proportionate share of the FRS Pension Plan's pension expense. In addition, the County reported its proportionate share of FRS Pension'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	$ 18,197,687	$ 2,212,849
Changes in Actuarial Assumptions	14,378,200	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	61,384,252	-
Changes in Proportion and Differences Between the County's Contributions and Proportionate Share of Contributions	12,254,303	11,022,350
County's Contributions Subsequent to the Measurement Date	6,753,418	-
Total	$ 112,967,860	$ 13,235,199

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Pension Costs (Continued)

An amount of $6,753,418 reported as deferred outflows of resources related to pensions resulting from County contributions to the FRS Pension Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2017. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as an increase in pension expense as follows:

Year Ended September 30,	Amount
2017	$ 11,758,172
2018	11,758,172
2019	35,709,064
2020	26,262,205
2021	5,617,068
Thereafter	1,874,562

Actuarial Assumptions

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

Inflation	2.60% per year
Salary Increases	3.25%, Average, Including Inflation
Investment Rate of Return	7.60%, Net of Pension Plan Expense

Mortality rates were based on the Generational RP-2000 with Projection Scale BB. The actuarial assumptions used in the July 1, 2016, valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

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

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Actuarial Assumptions (Continued)

The target allocation, as outlined in the FRS 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:

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	3.0%	3.0%	1.7%
Fixed Income	18.0%	4.7%	4.6%	4.6%
Global Equity	53.0%	8.1%	6.8%	17.2%
Real Estate (Property)	10.0%	6.4%	5.8%	12.0%
Private Equity	6.0%	11.5%	7.8%	30.0%
Strategic Investments	12.0%	6.1%	5.6%	11.1%
Totals	100%			
Assumed Inflation - Mean		2.6%		1.9%

Discount Rate

The discount rate used to measure the total pension liability was 7.60% for the FRS Pension Plan. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, each of the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Pension Liability Sensitivity

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

Description	1% Decrease	Current Discount Rate	1% Increase in Discount Rate
FRS Plan Discount Rate	6.60%	7.60%	8.60%
County's Proportionate Share of the FRS Plan Net Pension Liability	$ 437,562,800	$ 237,667,957	$ 71,281,900

NOTE 10 RETIREMENT PLANS (CONTINUED)

Florida Retirement System Pension Plan (Continued)

Pension Plan Fiduciary Net Position

Detailed information about the FRS Plan's fiduciary's net position is available in a separately-issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report. That report may be obtained through the Florida Department of Management Services website (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 June 30, 2016, 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, 2016, the contribution rate was 1.66% of payroll pursuant to section 112.363, *Florida Statues*. The County contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled. The County's contributions to the HIS Plan were $3,424,007 for the year ended September 30, 2016.

Pension Costs

At September 30, 2016, the County reported a liability of $74,682,686 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The District'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, 2015, through June 30, 2016, relative to the total employer contributions received from all participating employers. At June 30, 2016, the County's proportion was 0.640800865%, which is an increase of 0.015246304% from its proportion measured as of June 30, 2015.

NOTE 10 RETIREMENT PLANS (CONTINUED)

Retiree Health Insurance Subsidy Program (Continued)

Pension Costs (Continued)

For the year ended September 30, 2016, the County recognized pension expense of $6,528,429 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	$ -	$ 170,100
Changes in Actuarial Assumptions	11,719,612	-
Net Difference Between Projected and Actual Earnings on HIS Program Investments	37,761	-
Changes in Proportion and Differences Between the County's Contributions and Proportionate Share of Contributions	2,571,074	675,988
County's Contributions Subsequent to the Measurement Date	887,563	-
Total	$ 15,216,010	$ 846,088

An amount of $887,563 reported as deferred outflows of resources related to pensions resulting from County contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2017. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as an increase (decrease) in pension expense as follows:

Year Ended June 30,	Amount
2017	$ 2,398,156
2018	2,398,156
2019	2,390,965
2020	2,387,514
2021	2,193,344
Thereafter	1,714,224

NOTE 10 RETIREMENT PLANS (CONTINUED)

Retiree Health Insurance Subsidy Program (Continued)

Actuarial Assumptions

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

HIS Actuarial Assumptions	
Inflation	2.60% per year
Salary Increases	3.25%, Average, Including Inflation
Municipal Bond Rate	2.85%

Mortality rates were based on the Generational RP-2000 with Projection Scale BB. The actuarial assumptions used in the July 1, 2016, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

Discount Rate

The discount rate used to measure the total pension liability was 2.85% 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	1.85%	2.85%	3.85%
County's Proportionate Share of the HIS Plan Net Pension Liability	$ 85,678,009	$ 74,682,686	$ 65,557,169

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 (www.dms.myflorida.com).

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. District 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 0.06 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 five years. If the employee returns to FRS-covered employment within the five-year period, the employee will regain control over their account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2016, 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.

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 Advantage plan and must enroll in the Federal Medicare program (Part A & Part B) to be eligible for enrollment in this 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.

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, 2016, approximately 1,400 retirees and dependents received benefits. The County provided contributions of $4,622,523 toward the annual OPEB cost comprised of premium contributions and claim benefit payments made on behalf of retirees net of retiree contributions totaling $3,588,962.

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, 2016, the amount contributed to the plan and changes in the County's net OPEB obligation:

Annual Required Contribution	$ 13,104,000
Interest on Net OPEB Obligation	7,040,000
Adjustment to ARC	(6,764,000)
Annual OPEB Cost (Expense)	13,380,000
Contribution toward the OPEB Cost	(4,622,523)
Increase in Net OPEB Obligation	8,757,477
Net OPEB Obligation, Beginning of Year	176,011,075
Net OPEB Obligation, End of Year	$ 184,768,552

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, 2016 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, 2016	$ 13,380,000	34.55%	$ 184,768,552
September 30, 2015	12,990,000	29.89%	176,011,075
September 30, 2014	12,506,000	21.71%	166,903,567

NOTE 11 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Fund Status and Funding Progress

The funding status as of September 30, 2016 was as follows:

Actuarial Accrued Liability (a)	$ 199,316,000
Actuarial Value of Plan Assets (b)	-
Unfunded Actuarial Accrued Liability (c)=(a-b)	$ 199,316,000
Funded Ratio (b/a)	0.00%
Sheriff	84,872,580
Property Appraiser	5,278,082
Clerk	12,423,887
Tax Collector	8,645,378
Board and Supervisor of Elections	92,746,409
Covered Pay (Active Plan Members) (d)	$ 203,966,336
UAAL as a Percentage of Covered Pay (c/d)	97.72%

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.

NOTE 11 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Actuarial Methods and Assumptions (Continued)

The results reported for the year ended September 30, 2016 are based on a no gain/loss rollforward of the actuarial valuation as of 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 4.00% rate of return on unrestricted general funds of the County, which is based on 2.60% assumed inflation and 1.40% 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 7.50% pre-Medicare and 6.30% post-Medicare, reducing to rates of 4.50% in 2022 and later.

The County's Unfunded Actuarial Accrued Liability increased from $192,593,000 at October 1, 2014, to $199,316,000 at October 1, 2015 since interest and service costs were higher than the benefits paid.

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, 2016:

Year Ended September 30,	Amount
2017	$ 1,267,049
2018	1,047,219
2019	826,769
2020	710,283
2021	617,433
Thereafter	361,964
Total Minimum Payments Required	$ 4,830,717

Rent expenditures under cancelable and noncancelable lease arrangements for the year ended September 30, 2016 were $4,672,848. The leases generally provide for automatic termination in any year in which the County fails to appropriate funds for rental payments.

NOTE 13 GOVERNMENTAL FUND BALANCE CLASSIFICATIONS

The County's governmental fund balances as of September 30, 2016 were classified as follows:

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:			
Prepaids	$ 641,212	$ 77,390	$ 718,602
Advances	1,526,341	-	1,526,341
Inventories	207,869	-	207,869
Total Nonspendable	2,375,422	77,390	2,452,812
Restricted:			
Economic Development	1,765,865	-	1,765,865
General County Admin Events	28,748	-	28,748
Human Services Multi-Purpose Centers and Healthy Families Program	13,162	-	13,162
Roadway Maintenance, Operations, and Capital	-	30,024,222	30,024,222
Community Redevelopment Areas	-	586,112	586,112
Emergency Services	-	4,497,602	4,497,602
Libraries, Museums and Parks, Maintenance Operations and Capital	311,313	13,206,317	13,517,630
Law Enforcement	590,869	2,562,741	3,153,610
Court Related Operation/Technology	922,215	3,228,039	4,150,254
Debt Service	-	10,112,595	10,112,595
Tourism Development	-	8,066,208	8,066,208
Indigent Healthcare	-	43,762,221	43,762,221
Impact Fees	-	8,596,985	8,596,985
Building Code Enforcement	-	3,908,756	3,908,756
Election Activities	-	628,976	628,976
Grant Housing Program	-	1,127,705	1,127,705
Total Restricted	3,632,172	130,308,479	133,940,651
Committed:			
Roadway Maintenance, Operations, and Capital	212,772	47,794,648	48,007,420
Environmental Lands Acquisition and Maintenance	3,486,877	41,065,906	44,552,783
Total Committed	3,699,649	88,860,554	92,560,203
Assigned:			
Project Excess of Expected Expenditures Over Expected Revenues	21,609,306	-	21,609,306
Roadway Maintenance, Operations, and Capital	-	2,667,833	2,667,833
Debt Service	-	7,633,368	7,633,368
General Capital Improvement Projects	-	3,104,797	3,104,797
Total Assigned	21,609,306	13,405,998	35,015,304
Unassigned	42,922,323	(1,555,075)	41,367,248
Total Fund Balances	$ 74,238,872	$ 231,097,346	$ 305,336,218

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, 2016 were levied in January 2015. 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 REHABILITATION AND HOMEOWNERSHIP LOAN PROGRAMS

The County has multi and single-family home rehabilitation and homeownership loan programs funded under the Community Development Block Grant (CDBG), HOME Investment Partnership Loan Program (HOME), and the State Housing Initiative Partnership Program (SHIP). If the homeowners remain in their homes for the full term of the deferred loan, the loan is forgiven. If the property is transferred or sold before the end of the loan period, the proceeds from the repayment including interest, if any, are then repaid and returned to the appropriate grant program. If the net proceeds from a voluntary (sale) or involuntary (foreclosure) sale are insufficient to repay the amount of the assistance, the County shall recapture the balance due on the loan or 100% of net proceeds from the sale, whichever is less. If there are no net proceeds from the sale, no repayment is required. A lien is placed against the property to ensure the repayment of the loan and interest, if any. As collection is uncertain on these loans, they are not recognized in the financial statements.

NOTE 16 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	$ 2,486,732
Accounts Receivable	617
Interest Receivable	5,851
Total Assets	$ 2,493,200
LIABILITIES AND FUND BALANCE	
Liabilities:	
Vouchers Payable	$ 97,762
Accrued Liabilities	5,320
Unearned Revenue	2,390,118
Total Liabilities	2,493,200
Total Liabilities and Fund Balance	$ 2,493,200

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 2,340,000	$ 2,340,000	$ 2,026,012	$ (313,988)
Interest Income	10,000	10,000	42,088	32,088
Net Increase (Decrease) in Fair Value of Investments	-	-	(9,476)	(9,476)
Miscellaneous Revenues	250,000	250,000	179,326	(70,674)
Total Revenues	2,600,000	2,600,000	2,237,950	(362,050)
EXPENDITURES				
Economic Environment	5,098,471	5,098,471	2,237,950	2,860,521
Total Expenditures	5,098,471	5,098,471	2,237,950	2,860,521
NET CHANGE IN FUND BALANCE	(2,498,471)	(2,498,471)	-	2,498,471
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	$ (2,498,471)	$ (2,498,471)	$ -	$ 2,498,471

NOTE 17 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, 2016 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.

Large Contractual Commitments

The County has large contractual commitments at September 30, 2016 for the following:

Ernie Caldwell Blvd. Phase II-B & Phase III	$ 8,042,515
Walk Road Park	3,356,912
LS 35 & SR 37 Gravity Sewer, Force Main Improvements & LS 99 Upgrade	2,930,638
Central Regional Water Production Facility Water Supply Wells	1,918,060
Construction of Class I, Phase V Disposal Facility at the North Central Landfill	1,647,829
Accent Software	1,303,943
North Ridge Trail Phase III & Access Road NW	1,051,558
Loyce E Harpe Park	603,804
Oracle Hyperion & 1 Year Software Subscription	535,570
Other Miscellaneous Contracts	6,116,515
Total	$ 27,507,344

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.

NOTE 18 TRANSFERS

Transfers for the year ended September 30, 2016 consisted of the following:

Transfers to the General Fund from:		
Nonmajor Governmental Funds	$	4,017,880
Waste and Recycling Fund		3,306,175
Total	$	7,324,055
Transfers to Nonmajor Governmental Funds from:		
General Fund	$	7,548,526
Waste and Recycling Fund		2,174,504
Nonmajor Governmental Funds		7,641,700
Utilities		4,657,096
Total	$	22,021,826
Transfers to Utilities Fund from:		
Nonmajor Governmental Funds	$	3,087,049
Total	$	3,087,049
Transfers to Waste and Recycling Fund from:		
General Fund	$	46,114
Total	$	46,114
Transfers to Internal Service Funds from:		
Nonmajor Governmental Funds	$	375,000
Total	$	375,000

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 19 DEFICIT FUND BALANCES

At September 30, 2016, the Polk Commerce Centre CRA Fund had a fund balance deficit of $1,526,341. The deficit in the Polk Commerce Centre CRA fund will be eliminated through future receipts of ad valorem taxes.

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POLK COUNTY, FLORIDA
SCHEDULE OF FUNDING PROGRESS – OTHER POSTEMPLOYMENT BENEFITS
YEAR ENDED SEPTEMBER 30, 2016

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	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
October 1, 2014 (rollforward)	-	199,316,000	199,316,000	0.00	203,966,336	97.72

POLK COUNTY, FLORIDA
SCHEDULE OF COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-
FLORIDA RETIREMENT SYSTEM PENSION PLAN[1]
YEAR ENDED SEPTEMBER 30, 2016

	2016	2015
County's proportion of the net pension liability	0.941256310%	0.857017154%
County's proportionate share of the net pension liability	$ 237,667,957	$ 110,695,258
County's covered-employee payroll	$ 175,979,949	$ 162,213,496
County's proportionate share of the net pension liability as a percentage of its 'covered-employee payroll	135.05%	68.24%
Plan fiduciary net position as a percentage of the total pension liability	84.88%	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 PLAN[1]
YEAR ENDED SEPTEMBER 30, 2016

	2016	2015
Contractually required contribution	$ 24,584,511	$ 21,103,282
Contributions in relation to the contractually required contribution	(24,584,511)	(21,103,282)
Contribution deficiency (excess)	$ -	$ -
County's covered-employee payroll	$ 180,312,824	$ 171,452,221
Contributions as a percentage of covered-employee payroll	13.63%	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 PLAN[1]
YEAR ENDED SEPTEMBER 30, 2016

	2016	2015
County's proportion of the net pension liability	0.640800865%	0.625554561%
County's proportionate share of the net pension liability	$ 74,682,686	$ 63,796,725
Polk County's covered-employee payroll	$ 197,293,241	$ 190,065,812
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	37.85%	33.57%
Plan fiduciary net position as a percentage of the total pension liability	0.97%	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 PLAN[1]
YEAR ENDED SEPTEMBER 30, 2016

	2016	2015
Contractually required contribution	$ 3,424,007	$ 2,391,259
Contributions in relation to the contractually required contribution	(3,424,007)	(2,391,259)
Contribution deficiency (excess)	$ -	$ -
County's covered-employee payroll	$ 202,834,766	$ 189,492,682
Contributions as a percentage of covered-employee payroll	1.69%	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.

NOTE 1 OTHER POSTEMPLOYMENT BENEFITS

The results reported for the year ended September 30, 2016 are based on a no gain/loss rollforward of the actuarial valuation as of 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 4.00% rate of return on unrestricted general funds of the County, which is based on 2.60% assumed inflation and 1.40% 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 7.50% pre-Medicare and 6.30% post-Medicare, reducing to rates of 4.50% in 2022 and later.

The County's Unfunded Actuarial Accrued Liability increased from $192,593,000 at October 1, 2014, to $199,316,000 at October 1, 2015 since interest and service costs were higher than the benefits paid.

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.

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. Funds are unbudgeted and will not have a budget to actual fund statement.

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 $6,010,000 Constitutional Fuel Tax Revenue Refunding Bonds, Series 2006, which are serial bonds, due in annual installments of $229,500 to $3,058,375 through December 2017. Principal and interest are collateralized by a pledge of the County's share of the Constitutional 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.

Public Facilities Revenue Refunding Note, Series 2015 Fund

This fund accumulates monies for the payment of the $18,157,000 in Public Facilities Revenue Refunding Note, Series 2015, due in annual installments of $592,356 to $2,151,780; including interest through December 1, 2026; interest of 2.14%; collateralized by a pledge of 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 mill *ad valorem* tax levy.

Drainage and Water Quality Fund

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

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POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2016

	Special Revenue				
	Special Revenue Grants	County Transportation Trust	Tourist Development Tax	Impact Fees	Lake and River Enhancement
ASSETS					
Cash and Investments	$ 1,434,590	$ 23,964,060	$ 7,876,134	$ 8,386,435	$ 2,030,264
Accounts Receivable	2,136	260,626	1,237	1,383	9,762
Interest Receivable	5,851	53,501	17,398	19,063	4,580
Due from Other Governments	3,995,773	2,782,843	-	252,566	-
Due from Other Funds	-	-	421,394	-	34,060
Other Assets	1,726	-	-	-	-
Total Assets	$ 5,440,076	$ 27,061,030	$ 8,316,163	$ 8,659,447	$ 2,078,666
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	$ 647,327	$ 230,632	$ 221,410	$ 59,137	$ 37
Accrued Liabilities	77,420	170,840	25,512	-	1,892
Customer Deposits	-	-	-	-	-
Due to Other Governments	-	192,454	-	-	-
Due to Other Funds	78,733	-	-	-	-
Advances from Other Funds	-	-	-	-	-
Unearned Revenue	3,508,890	9,334	3,036	3,324	799
Total Liabilities	4,312,370	603,260	249,958	62,461	2,728
DEFERRED INFLOWS OF RESOURCES					
Taxes Received in Advance	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-
FUND BALANCES					
Nonspendable	1,726	-	-	-	-
Restricted	1,127,706	26,457,770	8,066,205	8,596,986	2,075,938
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	(1,726)	-	-	-	-
Total Fund Balances	1,127,706	26,457,770	8,066,205	8,596,986	2,075,938
Total Liabilities, Deferred Inflows and Fund Balances	$ 5,440,076	$ 27,061,030	$ 8,316,163	$ 8,659,447	$ 2,078,666

POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SEPTEMBER 30, 2016

	Special Revenue						
	Lighting Districts	Stormwater MSTU	Fire Rescue	Emergency 911	Hazardous Waste	Radio Communications	Law Enforcement Trust
	$ 530,018	$ 3,179,287	$ 3,747,157	$ 346,032	$ 137,405	$ 490,725	$ 774,499
	-	-	5,040	-	-	-	-
	1,411	7,229	11,978	528	326	1,186	1,747
	-	-	-	209,049	-	1,080	-
	159	18,059	695,845	-	3,234	40,499	144,966
	-	-	-	-	-	-	-
	$ 531,588	$ 3,204,575	$ 4,460,020	$ 555,609	$ 140,965	$ 533,490	$ 921,212
	$ 131,845	$ 22,262	$ 102,903	$ 17,867	$ 8,139	$ 11,007	$ -
	-	-	423,568	11,824	-	10,251	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	10	243	-	-	-	-
	-	-	-	-	-	-	-
	246	1,261	2,090	92	57	207	305
	132,091	23,533	528,804	29,783	8,196	21,465	305
	-	14,085	604,231	-	-	-	-
	-	14,085	604,231	-	-	-	-
	-	-	-	-	-	-	-
	399,497	3,166,957	3,326,985	525,826	132,769	512,025	920,907
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	399,497	3,166,957	3,326,985	525,826	132,769	512,025	920,907
	$ 531,588	$ 3,204,575	$ 4,460,020	$ 555,609	$ 140,965	$ 533,490	$ 921,212

POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SEPTEMBER 30, 2016

	Special Revenue				
	Land Management Trust	Building Fund	Indigent Healthcare	Harden / Parkway CRA	Polk Commerce Centre CRA
ASSETS					
Cash and Investments	$ 38,298,215	$ 4,892,989	$ 42,565,550	$ 86,468	$ -
Accounts Receivable	-	83,042	78,120	-	-
Interest Receivable	86,570	12,150	97,241	195	-
Due from Other Governments	2,076	-	4,211,876	-	-
Due from Other Funds	434	-	-	-	-
Other Assets	-	-	-	-	-
Total Assets	$ 38,387,295	$ 4,988,181	$ 46,952,787	$ 86,663	$ -
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	$ -	$ 58,983	$ 1,754,931	$ -	$ -
Accrued Liabilities	-	1,018,325	1,418,670	-	-
Customer Deposits	-	-	-	-	-
Due to Other Governments	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Advances from Other Funds	-	-	-	-	1,526,341
Unearned Revenue	15,103	2,120	16,965	34	-
Total Liabilities	15,103	1,079,428	3,190,566	34	1,526,341
DEFERRED INFLOWS OF RESOURCES					
Taxes Received in Advance	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	3,908,753	43,762,221	86,629	-
Committed	38,372,192	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	(1,526,341)
Total Fund Balances	38,372,192	3,908,753	43,762,221	86,629	(1,526,341)
Total Liabilities, Deferred Inflows and Fund Balances	$ 38,387,295	$ 4,988,181	$ 46,952,787	$ 86,663	$ -

Special Revenue						
Leisure Services MSTU	Libraries MSTU	Rancho Bonito MSTU	Transportation Millage	Eloise CRA	Clerk of the Circuit Courts Court Fund	Unbudgeted Other Special Revenue Funds
$ 10,972,808	$ 936,117	$ 15,288	$ 28,955,333	$ 498,551	$ 4,548,831	$ 6,010,432
4,577	-	-	4,567	-	-	81,386
25,885	2,147	34	67,913	1,127	-	-
13,580	-	-	458	-	-	345,699
101,633	38,267	94	318,948	-	-	-
-	-	-	-	-	-	75,664
$ 11,118,483	$ 976,531	$ 15,416	$ 29,347,219	$ 499,678	$ 4,548,831	$ 6,513,181
$ 689,576	$ 102,658	$ -	$ 1,415,720	$ -	$ 8,982	$ 34,864
58,474	-	-	19,041	-	384,911	64,131
-	-	-	-	-	2,507,325	-
-	-	-	-	-	1,647,613	17,807
149	25	2	205	-	-	730,530
-	-	-	-	-	-	-
4,515	375	6	11,848	197	-	129,531
752,714	103,058	8	1,446,814	197	4,548,831	976,863
79,155	29,707	-	245,333	-	-	-
79,155	29,707	-	245,333	-	-	-
-	-	-	-	-	-	75,664
10,286,614	843,766	15,408	-	499,481	-	5,483,441
-	-	-	27,655,072	-	-	-
-	-	-	-	-	-	4,221
-	-	-	-	-	-	(27,008)
10,286,614	843,766	15,408	27,655,072	499,481	-	5,536,318
$ 11,118,483	$ 976,531	$ 15,416	$ 29,347,219	$ 499,678	$ 4,548,831	$ 6,513,181

POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SEPTEMBER 30, 2016

	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	$ 896	$ 2,561,801	$ 4,789,610	$ 6,861,501	$ 3,007,042
Accounts Receivable	-	-	-	-	-
Interest Receivable	-	5,791	10,303	15,511	6,553
Due from Other Governments	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Other Assets	-	-	-	-	-
Total Assets	$ 896	$ 2,567,592	$ 4,799,913	$ 6,877,012	$ 3,013,595
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	-	1,010	1,798	2,706	1,143
Total Liabilities	-	1,010	1,798	2,706	1,143
DEFERRED INFLOWS OF RESOURCES					
Taxes Received in Advance	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	2,531,750	1,812,733	2,511,292	2,955,633
Committed	-	-	-	-	-
Assigned	896	34,832	2,985,382	4,363,014	56,819
Unassigned	-	-	-	-	-
Total Fund Balances	896	2,566,582	4,798,115	6,874,306	3,012,452
Total Liabilities, Deferred Inflows and Fund Balances	$ 896	$ 2,567,592	$ 4,799,913	$ 6,877,012	$ 3,013,595

Debt Service	Capital Projects					
Public Facilities Revenue Refunding Note Series 2015	General Capital Improvements	Road Construction	Northeast Polk Roadway	Environmental Lands Acquisition	Drainage and Water Quality	Total All Nonmajor Governmental Funds
$ 492,692	$ 3,360,600	$ 2,521,383	$ 21,271,251	$ 2,689,055	$ 118,160	$ 238,351,179
-	-	1,750	-	-	-	533,626
1,114	7,525	5,701	49,532	6,096	302	526,488
-	-	-	-	-	17,879	11,832,879
-	-	-	-	350	-	1,817,942
-	-	-	-	-	-	77,390
$ 493,806	$ 3,368,125	$ 2,528,834	$ 21,320,783	$ 2,695,501	$ 136,341	$ 253,139,504
$ -	$ 262,016	$ 515	$ 1,172,565	$ 128	$ -	$ 6,953,504
-	-	-	-	596	-	3,685,455
-	-	-	-	-	-	2,507,325
-	-	-	-	-	-	1,857,874
-	-	-	-	-	-	809,897
-	-	-	-	-	-	1,526,341
194	1,312	995	8,641	1,064	53	3,729,251
194	263,328	1,510	1,181,206	1,788	53	21,069,647
-	-	-	-	-	-	972,511
-	-	-	-	-	-	972,511
-	-	-	-	-	-	77,390
301,187	-	-	-	-	-	130,308,479
-	-	-	20,139,577	2,693,713	-	88,860,554
192,425	3,104,797	2,527,324	-	-	136,288	13,405,998
-	-	-	-	-	-	(1,555,075)
493,612	3,104,797	2,527,324	20,139,577	2,693,713	136,288	231,097,346
$ 493,806	$ 3,368,125	$ 2,528,834	$ 21,320,783	$ 2,695,501	$ 136,341	$ 253,139,504

POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED SEPTEMBER 30, 2016

	Special Revenue				
	Special Revenue Grants	County Transportation Trust	Tourist Development Tax	Impact Fees	Lake and River Enhancement
REVENUES					
Taxes	$ -	$ 21,934,374	$ 10,401,040	$ -	$ -
Licenses and Permits	-	28,000	-	-	157,466
Intergovernmental	18,241,543	10,437,577	-	-	-
Charges for Services	75,696	-	-	-	317,668
Fines and Forfeitures	-	-	-	-	-
Special Assessments	-	-	-	2,467,499	-
Interest Income	42,571	416,628	113,950	131,276	34,074
Net Change in Fair Value of Investments	(9,476)	(86,660)	(28,182)	(30,873)	(7,419)
Miscellaneous Revenue	15,137,434	1,096,904	487,818	160,296	8
Total Revenues	33,487,768	33,826,823	10,974,626	2,728,198	501,797
EXPENDITURES					
Current:					
General Government	4,223	-	-	-	-
Public Safety	940,198	-	-	139,507	-
Physical Environment	5,233	-	-	-	171,392
Transportation	21,413,360	24,250,499	-	323,041	-
Economic Environment	6,234,270	-	7,756,439	-	-
Human Services	4,409,156	-	-	-	-
Culture and Recreation	527,182	-	-	209,179	63,183
Debt Service:					
Principal Retirements	-	-	1,277,382	-	-
Interest and Fiscal Charges	-	-	289,885	-	-
Capital Projects	-	-	-	-	-
Total Expenditures	33,533,622	24,250,499	9,323,706	671,727	234,575
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(45,854)	9,576,324	1,650,920	2,056,471	267,222
OTHER FINANCING SOURCES (USES)					
Transfers In	981,973	-	-	1,015,000	13,392
Transfers Out	(711,901)	(7,115,000)	(42,000)	(980,703)	(10,021)
Proceeds from Long-Term Debt	-	-	-	-	-
Payments to Escrow Agent	-	-	-	-	-
Total Other Financing Sources (Uses)	270,072	(7,115,000)	(42,000)	34,297	3,371
NET CHANGE IN FUND BALANCES	224,218	2,461,324	1,608,920	2,090,768	270,593
Fund Balances - Beginning of Year	903,488	23,996,446	6,457,285	6,506,218	1,805,345
FUND BALANCES - END OF YEAR	$ 1,127,706	$ 26,457,770	$ 8,066,205	$ 8,596,986	$ 2,075,938

Special Revenue

Lighting Districts	Stormwater MSTU	Fire Rescue	Emergency 911	Hazardous Waste	Radio Communications	Law Enforcement Trust
$ -	$ 1,561,340	$ -	$ -	$ 141,159	$ -	$ -
-	-	-	-	-	-	-
-	-	59,143	-	-	-	-
-	-	520,225	2,488,203	-	1,222,896	-
-	-	-	-	-	459,765	317,931
2,433,876	-	37,024,283	-	-	-	-
16,538	51,577	160,081	2,822	2,445	10,743	16,895
(2,285)	(11,710)	(19,402)	(855)	(529)	(1,921)	(2,828)
-	20,000	292	3,200	-	148,816	47,358
2,448,129	1,621,207	37,744,622	2,493,370	143,075	1,840,299	379,356
-	-	-	-	-	-	-
-	-	37,814,043	2,817,751	-	1,809,675	136,965
-	126,390	-	-	99,363	-	-
2,385,079	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,385,079	126,390	37,814,043	2,817,751	99,363	1,809,675	136,965
63,050	1,494,817	(69,421)	(324,381)	43,712	30,624	242,391
-	163,530	2,079,288	-	-	96,125	-
-	(109,638)	(1,093,001)	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	53,892	986,287	-	-	96,125	-
63,050	1,548,709	916,866	(324,381)	43,712	126,749	242,391
336,447	1,618,248	2,410,119	850,207	89,057	385,276	678,516
$ 399,497	$ 3,166,957	$ 3,326,985	$ 525,826	$ 132,769	$ 512,025	$ 920,907

POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

	Special Revenue				
	Land Management Trust	Building Fund	Indigent Healthcare	Harden / Parkway CRA	Polk Commerce Centre CRA
REVENUES					
Taxes	$ 5,568	$ -	$ 41,477,323	$ 323,469	$ 1,832
Licenses and Permits	-	6,353,352	-	-	-
Intergovernmental	-	-	-	-	-
Charges for Services	-	183,038	439,871	-	-
Fines and Forfeitures	-	380	-	-	-
Special Assessments	-	-	-	-	-
Interest Income	659,700	85,741	716,216	4,734	-
Net Change in Fair Value of Investments	(140,226)	(19,681)	(157,510)	(317)	-
Miscellaneous Revenue	3,021	-	251,191	-	-
Total Revenues	528,063	6,602,830	42,727,091	327,886	1,832
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	4,758,270	-	-	-
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	100,000
Economic Environment	-	-	-	-	-
Human Services	-	-	36,664,119	-	-
Culture and Recreation	-	-	-	-	-
Debt Service:					
Principal Retirements	-	-	-	-	-
Interest and Fiscal Charges	-	5,402	-	-	4,911
Capital Projects	-	-	-	-	-
Total Expenditures	-	4,763,672	36,664,119	-	104,911
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	528,063	1,839,158	6,062,972	327,886	(103,079)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	408,596	30,024
Transfers Out	-	-	-	(850,000)	-
Proceeds from Long-Term Debt	-	-	-	-	-
Payments to Escrow Agent	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	(441,404)	30,024
NET CHANGE IN FUND BALANCES	528,063	1,839,158	6,062,972	(113,518)	(73,055)
Fund Balances - Beginning of Year	37,844,129	2,069,595	37,699,249	200,147	(1,453,286)
FUND BALANCES - END OF YEAR	$ 38,372,192	$ 3,908,753	$ 43,762,221	$ 86,629	$ (1,526,341)

Special Revenue

Leisure Services MSTU	Libraries MSTU	Rancho Bonito MSTU	Transportation Millage	Eloise CRA	Clerk of the Circuit Courts Court Fund	Unbudgeted Other Special Revenue Funds
$ 8,776,174	$ 3,295,748	$ 7,848	$ 28,587,918	$ -	$ -	$ -
-	-	-	16,450	-	-	-
-	-	-	-	-	764,107	1,877,071
436,429	-	-	-	-	6,317,698	1,451,612
-	-	-	-	-	4,469,650	956,205
-	-	-	-	-	-	-
230,569	23,135	240	533,101	8,383	107,211	34,618
(41,927)	(3,478)	(56)	(110,006)	(1,825)	-	-
18,775	-	-	112,413	-	47,978	378,907
9,420,020	3,315,405	8,032	29,139,876	6,558	11,706,644	4,698,413
-	-	-	-	-	11,706,644	1,817,348
-	-	-	-	-	-	3,203,713
-	-	-	-	-	-	-
-	-	-	20,368,572	-	-	-
-	-	-	-	-	-	-
-	-	-	-	11,645	-	-
10,599,492	3,179,346	-	-	3,400	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
10,599,492	3,179,346	-	20,368,572	15,045	11,706,644	5,021,061
(1,179,472)	136,059	8,032	8,771,304	(8,487)	-	(322,648)
19,403	296,192	17	508,101	40,575	-	442,744
(578,069)	(210,991)	(140)	(1,747,966)	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(558,666)	85,201	(123)	(1,239,865)	40,575	-	442,744
(1,738,138)	221,260	7,909	7,531,439	32,088	-	120,096
12,024,752	622,506	7,499	20,123,633	467,393	-	5,416,222
$ 10,286,614	$ 843,766	$ 15,408	$ 27,655,072	$ 499,481	$ -	$ 5,536,318

POLK COUNTY, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

	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	$ -	$ -	$ -	$ -	$ -
Licenses and Permits	-	-	-	-	-
Intergovernmental	-	-	2,780,000	-	4,395,000
Charges for Services	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-
Special Assessments	-	-	-	-	-
Interest Income	2,777	31,422	70,901	103,921	38,983
Net Change in Fair Value of Investments	-	(9,380)	(16,689)	(25,124)	(10,614)
Miscellaneous Revenue	-	-	-	-	-
Total Revenues	2,777	22,042	2,834,212	78,797	4,423,369
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	-	-	-	-	-
Human Services	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Debt Service:					
Principal Retirements	2,090,000	2,810,000	1,715,000	2,155,000	105,000
Interest and Fiscal Charges	41,799	627,195	1,039,676	1,977,726	3,169,225
Capital Projects	-	-	-	-	-
Total Expenditures	2,131,799	3,437,195	2,754,676	4,132,726	3,274,225
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,129,022)	(3,415,153)	79,536	(4,053,929)	1,149,144
OTHER FINANCING SOURCES (USES)					
Transfers In	310,703	3,915,000	-	4,050,000	670,000
Transfers Out	-	(700,000)	-	-	-
Proceeds from Long-Term Debt	-	17,375,000	-	-	-
Payments to Escrow Agent	-	(17,375,000)	-	-	-
Total Other Financing Sources (Uses)	310,703	3,215,000	-	4,050,000	670,000
NET CHANGE IN FUND BALANCES	(1,818,319)	(200,153)	79,536	(3,929)	1,819,144
Fund Balances - Beginning of Year	1,819,215	2,766,735	4,718,579	6,878,235	1,193,308
FUND BALANCES - END OF YEAR	$ 896	$ 2,566,582	$ 4,798,115	$ 6,874,306	$ 3,012,452

Debt Service	Capital Projects					
Public Facilities Revenue Refunding Note Series 2015	General Capital Improvements	Road Construction	Northeast Polk Roadway	Environmental Lands Acquisition	Drainage and Water Quality	Total All Nonmajor Governmental Funds
$ -	$ -	$ -	$ -	$ 6,619	$ -	$ 116,520,412
-	-	-	-	-	-	6,555,268
-	5,489,000	-	-	-	-	44,043,441
-	-	-	-	-	-	13,453,336
-	-	-	-	-	-	6,203,931
-	-	-	-	-	-	41,925,658
5,651	91,862	45,801	458,939	47,364	2,254	4,303,123
(1,804)	(12,188)	(9,234)	(80,232)	(9,875)	(489)	(852,795)
-	1,039,791	60,561	29,871	-	17,879	19,062,513
3,847	6,608,465	97,128	408,578	44,108	19,644	251,214,887
-	-	-	-	-	-	13,528,215
-	-	-	-	-	-	51,620,122
-	-	-	-	-	-	402,378
-	-	-	-	-	-	68,840,551
-	-	-	-	-	-	13,990,709
-	-	-	-	-	-	41,084,920
-	-	-	-	-	-	14,581,782
-	-	-	-	-	-	10,152,382
210,235	-	-	-	-	-	7,366,054
-	10,971,026	465,956	13,298,542	210,647	24,854	24,971,025
210,235	10,971,026	465,956	13,298,542	210,647	24,854	246,538,138
(206,388)	(4,362,561)	(368,828)	(12,889,964)	(166,539)	(5,210)	4,676,749
700,000	6,281,163	-	-	-	-	22,021,826
-	-	-	(525,624)	(1,679)	(444,896)	(15,121,629)
-	-	-	-	-	-	17,375,000
-	-	-	-	-	-	(17,375,000)
700,000	6,281,163	-	(525,624)	(1,679)	(444,896)	6,900,197
493,612	1,918,602	(368,828)	(13,415,588)	(168,218)	(450,106)	11,576,946
-	1,186,195	2,896,152	33,555,165	2,861,931	586,394	219,520,400
$ 493,612	$ 3,104,797	$ 2,527,324	$ 20,139,577	$ 2,693,713	$ 136,288	$ 231,097,346

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 26,708,080	$ 31,634,825	$ 18,241,543	$ (13,393,282)
Charges for Services	215,585	402,175	75,696	(326,479)
Interest Income	12,000	12,000	42,571	30,571
Net Change in Fair Value of Investments	-	-	(9,476)	(9,476)
Miscellaneous Revenue	18,335,776	18,335,776	15,137,434	(3,198,342)
Total Revenues	45,271,441	50,384,776	33,487,768	(16,897,008)
EXPENDITURES				
Current:				
General Government	-	-	4,223	(4,223)
Public Safety	1,520,688	3,200,588	940,198	2,260,390
Physical Environment	2,158,624	2,258,624	5,233	2,253,391
Transportation	27,574,022	30,782,361	21,413,360	9,369,001
Economic Environment	14,506,902	14,506,902	6,234,270	8,272,632
Human Services	5,228,154	5,285,560	4,409,156	876,404
Culture and Recreation	650,740	977,740	527,182	450,558
Total Expenditures	51,639,130	57,011,775	33,533,622	23,478,153
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(6,367,689)	(6,626,999)	(45,854)	6,581,145
OTHER FINANCING SOURCES (USES)				
Transfers In	2,013,320	2,147,937	981,973	(1,165,964)
Transfers Out	-	-	(711,901)	(711,901)
Total Other Financing Sources (Uses)	2,013,320	2,147,937	270,072	(1,877,865)
NET CHANGE IN FUND BALANCE	(4,354,369)	(4,479,062)	224,218	4,703,280
Fund Balance - Beginning of Year	903,488	903,488	903,488	-
FUND BALANCE - END OF YEAR	$ (3,450,881)	$ (3,575,574)	$ 1,127,706	$ 4,703,280

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 18,243,340	$ 18,243,340	$ 21,934,374	$ 3,691,034
Licenses and Permits	-	-	28,000	28,000
Intergovernmental	8,578,509	8,578,509	10,437,577	1,859,068
Interest Income	151,965	151,965	416,628	264,663
Net Change in Fair Value of Investments	-	-	(86,660)	(86,660)
Miscellaneous Revenue	661,912	661,912	1,096,904	434,992
Total Revenues	27,635,726	27,635,726	33,826,823	6,191,097
EXPENDITURES				
Current:				
Transportation	29,352,785	27,079,995	24,250,499	2,829,496
Total Expenditures	29,352,785	27,079,995	24,250,499	2,829,496
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,717,059)	555,731	9,576,324	9,020,593
OTHER FINANCING SOURCES (USES)				
Transfers Out	(7,115,000)	(7,115,000)	(7,115,000)	-
Total Other Financing Sources (Uses)	(7,115,000)	(7,115,000)	(7,115,000)	-
NET CHANGE IN FUND BALANCE	(8,832,059)	(6,559,269)	2,461,324	9,020,593
Fund Balance - Beginning of Year	23,996,446	23,996,446	23,996,446	-
FUND BALANCE - END OF YEAR	$ 15,164,387	$ 17,437,177	$ 26,457,770	$ 9,020,593

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 9,118,921	$ 9,118,921	$ 10,401,040	$ 1,282,119
Interest Income	53,462	53,462	113,950	60,488
Net Change in Fair Value of Investments	-	-	(28,182)	(28,182)
Miscellaneous Revenue	410,750	410,750	487,818	77,068
Total Revenues	9,583,133	9,583,133	10,974,626	1,391,493
EXPENDITURES				
Current:				
Economic Environment	8,181,831	8,331,201	7,756,439	574,762
Debt Service:				
Principal Retirement	1,277,383	1,277,383	1,277,382	1
Interest and Fiscal Charges	289,260	289,890	289,885	5
Total Expenditures	9,748,474	9,898,474	9,323,706	574,768
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(165,341)	(315,341)	1,650,920	1,966,261
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	(207,341)	(357,341)	1,608,920	1,966,261
Fund Balance - Beginning of Year	6,457,285	6,457,285	6,457,285	-
FUND BALANCE - END OF YEAR	$ 6,249,944	$ 6,099,944	$ 8,066,205	$ 1,966,261

POLK COUNTY, FLORIDA
IMPACT FEES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Special Assessments	$ 1,101,766	$ 1,351,766	$ 2,467,499	$ 1,115,733
Interest Income	71,665	71,665	131,276	59,611
Net Change in Fair Value of Investments	-	-	(30,873)	(30,873)
Miscellaneous Revenue	-	-	160,296	160,296
Total Revenues	1,173,431	1,423,431	2,728,198	1,304,767
EXPENDITURES				
Current:				
Public Safety	1,123,000	1,123,000	139,507	983,493
Transportation	1,705,252	2,804,150	323,041	2,481,109
Culture and Recreation	1,436,355	1,147,030	209,179	937,851
Total Expenditures	4,264,607	5,074,180	671,727	4,402,453
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(3,091,176)	(3,650,749)	2,056,471	5,707,220
OTHER FINANCING SOURCES (USES)				
Transfers In	1,015,000	1,015,000	1,015,000	-
Transfers Out	(1,015,000)	(1,015,000)	(980,703)	34,297
Total Other Financing Sources (Uses)	-	-	34,297	34,297
NET CHANGE IN FUND BALANCE	(3,091,176)	(3,650,749)	2,090,768	5,741,517
Fund Balance - Beginning of Year	6,506,218	6,506,218	6,506,218	-
FUND BALANCE - END OF YEAR	$ 3,415,042	$ 2,855,469	$ 8,596,986	$ 5,741,517

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Licenses and Permits	$ 143,811	$ 143,811	$ 157,466	$ 13,655
Charges for Services	279,899	279,899	317,668	37,769
Interest Income	14,323	14,323	34,074	19,751
Net Change in Fair Value of Investments	-	-	(7,419)	(7,419)
Miscellaneous Revenue	-	-	8	8
Total Revenues	438,033	438,033	501,797	63,764
EXPENDITURES				
Current:				
Physical Environment	253,189	253,189	171,392	81,797
Culture and Recreation	1,506,061	1,506,061	63,183	1,442,878
Total Expenditures	1,759,250	1,759,250	234,575	1,524,675
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,321,217)	(1,321,217)	267,222	1,588,439
OTHER FINANCING SOURCES (USES)				
Transfers In	13,392	13,392	13,392	-
Transfers Out	(20,909)	(20,909)	(10,021)	10,888
Total Other Financing Sources (Uses)	(7,517)	(7,517)	3,371	10,888
NET CHANGE IN FUND BALANCE	(1,328,734)	(1,328,734)	270,593	1,599,327
Fund Balance - Beginning of Year	1,805,345	1,805,345	1,805,345	-
FUND BALANCE - END OF YEAR	$ 476,611	$ 476,611	$ 2,075,938	$ 1,599,327

POLK COUNTY, FLORIDA
LIGHTING DISTRICTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Special Assessments	$ 2,677,566	$ 2,677,566	$ 2,433,876	$ (243,690)
Interest Income	15,000	15,000	16,538	1,538
Net Change in Fair Value of Investments	-	-	(2,285)	(2,285)
Total Revenues	2,692,566	2,692,566	2,448,129	(244,437)
EXPENDITURES				
Current:				
Transportation	2,792,566	2,792,566	2,385,079	407,487
Total Expenditures	2,792,566	2,792,566	2,385,079	407,487
NET CHANGE IN FUND BALANCE	(100,000)	(100,000)	63,050	163,050
Fund Balance - Beginning of Year	336,447	336,447	336,447	-
FUND BALANCE - END OF YEAR	$ 236,447	$ 236,447	$ 399,497	$ 163,050

POLK COUNTY, FLORIDA
STORMWATER MSTU FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 1,534,241	$ 1,534,241	$ 1,561,340	$ 27,099
Intergovernmental	15,000	15,000	-	(15,000)
Interest Income	22,615	22,615	51,577	28,962
Net Change in Fair Value of Investments	-	-	(11,710)	(11,710)
Miscellaneous Revenue	9,500	9,500	20,000	10,500
Total Revenues	1,581,356	1,581,356	1,621,207	39,851
EXPENDITURES				
Current:				
Public Safety	45,000	45,000	-	45,000
Physical Environment	1,318,090	1,318,090	126,390	1,191,700
Total Expenditures	1,363,090	1,363,090	126,390	1,236,700
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	218,266	218,266	1,494,817	1,276,551
OTHER FINANCING SOURCES (USES)				
Transfers In	162,078	162,078	163,530	1,452
Transfers Out	(11,084)	(11,084)	(109,638)	(98,554)
Total Other Financing Sources (Uses)	150,994	150,994	53,892	(97,102)
NET CHANGE IN FUND BALANCE	369,260	369,260	1,548,709	1,179,449
Fund Balance - Beginning of Year	1,618,248	1,618,248	1,618,248	-
FUND BALANCE - END OF YEAR	$ 1,987,508	$ 1,987,508	$ 3,166,957	$ 1,179,449

POLK COUNTY, FLORIDA
FIRE RESCUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 40,000	$ 40,000	$ 59,143	$ 19,143
Charges for Services	215,000	215,000	520,225	305,225
Special Assessments	36,158,383	36,158,383	37,024,283	865,900
Interest Income	10,149	10,149	160,081	149,932
Net Change in Fair Value of Investments	-	-	(19,402)	(19,402)
Miscellaneous Revenue	-	-	292	292
Total Revenues	36,423,532	36,423,532	37,744,622	1,321,090
EXPENDITURES				
Current:				
Public Safety	37,949,363	38,486,362	37,814,043	672,319
Total Expenditures	37,949,363	38,486,362	37,814,043	672,319
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,525,831)	(2,062,830)	(69,421)	1,993,409
OTHER FINANCING SOURCES (USES)				
Transfers In	2,039,917	2,039,917	2,079,288	39,371
Transfers Out	(375,000)	(375,000)	(1,093,001)	(718,001)
Total Other Financing Sources (Uses)	1,664,917	1,664,917	986,287	(678,630)
NET CHANGE IN FUND BALANCE	139,086	(397,913)	916,866	1,314,779
Fund Balance - Beginning of Year	2,410,119	2,410,119	2,410,119	-
FUND BALANCE - END OF YEAR	$ 2,549,205	$ 2,012,206	$ 3,326,985	$ 1,314,779

POLK COUNTY, FLORIDA
EMERGENCY 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for Services	$ 2,520,000	$ 2,520,000	$ 2,488,203	$ (31,797)
Interest Income	5,008	5,008	2,822	(2,186)
Net Change in Fair Value of Investments	-	-	(855)	(855)
Miscellaneous Revenue	-	-	3,200	3,200
Total Revenues	2,525,008	2,525,008	2,493,370	(31,638)
EXPENDITURES				
Current:				
Public Safety	2,860,139	2,860,139	2,817,751	42,388
Total Expenditures	2,860,139	2,860,139	2,817,751	42,388
NET CHANGE IN FUND BALANCE	(335,131)	(335,131)	(324,381)	10,750
Fund Balance - Beginning of Year	850,207	850,207	850,207	-
FUND BALANCE - END OF YEAR	$ 515,076	$ 515,076	$ 525,826	$ 10,750

POLK COUNTY, FLORIDA
HAZARDOUS WASTE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 118,000	$ 118,000	$ 141,159	$ 23,159
Interest Income	773	773	2,445	1,672
Net Change in Fair Value of Investments	-	-	(529)	(529)
Total Revenues	118,773	118,773	143,075	24,302
EXPENDITURES				
Current:				
Physical Environment	207,085	207,085	99,363	107,722
Total Expenditures	207,085	207,085	99,363	107,722
NET CHANGE IN FUND BALANCE	(88,312)	(88,312)	43,712	132,024
Fund Balance - Beginning of Year	89,057	89,057	89,057	-
FUND BALANCE - END OF YEAR	$ 745	$ 745	$ 132,769	$ 132,024

POLK COUNTY, FLORIDA
RADIO COMMUNICATIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Charges for Services	$ 1,242,744	$ 1,242,744	$ 1,222,896	$ (19,848)
Fines and Forfeitures	430,000	430,000	459,765	29,765
Interest Income	4,464	4,464	10,743	6,279
Net Change in Fair Value of Investments	-	-	(1,921)	(1,921)
Miscellaneous Revenue	121,720	121,720	148,816	27,096
Total Revenues	1,798,928	1,798,928	1,840,299	41,371
EXPENDITURES				
Current:				
Public Safety	2,305,248	2,305,248	1,809,675	495,573
Total Expenditures	2,305,248	2,305,248	1,809,675	495,573
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(506,320)	(506,320)	30,624	536,944
OTHER FINANCING SOURCES (USES)				
Transfers In	96,125	96,125	96,125	-
Total Other Financing Sources (Uses)	96,125	96,125	96,125	-
NET CHANGE IN FUND BALANCE	(410,195)	(410,195)	126,749	536,944
Fund Balance - Beginning of Year	385,276	385,276	385,276	-
FUND BALANCE - END OF YEAR	$ (24,919)	$ (24,919)	$ 512,025	$ 536,944

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, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ -	$ -	$ 5,568	$ 5,568
Interest Income	315,909	315,909	659,700	343,791
Net Change in Fair Value of Investments	-	-	(140,226)	(140,226)
Miscellaneous Revenue	-	-	3,021	3,021
Total Revenues	315,909	315,909	528,063	212,154
NET CHANGE IN FUND BALANCE	315,909	315,909	528,063	212,154
Fund Balance - Beginning of Year	37,844,129	37,844,129	37,844,129	-
FUND BALANCE - END OF YEAR	$ 38,160,038	$ 38,160,038	$ 38,372,192	$ 212,154

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, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ -	$ -	$ 5,568	$ 5,568
Interest Income	315,909	315,909	659,700	343,791
Net Change in Fair Value of Investments	-	-	(140,226)	(140,226)
Miscellaneous Revenue	-	-	3,021	3,021
Total Revenues	315,909	315,909	528,063	212,154
NET CHANGE IN FUND BALANCE	315,909	315,909	528,063	212,154
Fund Balance - Beginning of Year	37,844,129	37,844,129	37,844,129	-
FUND BALANCE - END OF YEAR	$ 38,160,038	$ 38,160,038	$ 38,372,192	$ 212,154

POLK COUNTY, FLORIDA
BUILDING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Licenses and Permits	$ 4,938,056	$ 4,938,056	$ 6,353,352	$ 1,415,296
Charges for Services	55,760	55,760	183,038	127,278
Fines and Forfeitures	-	-	380	380
Interest Income	34,786	34,786	85,741	50,955
Net Change in Fair Value of Investments	-	-	(19,681)	(19,681)
Miscellaneous Revenue	2,997,905	2,997,905	-	(2,997,905)
Total Revenues	8,026,507	8,026,507	6,602,830	(1,423,677)
EXPENDITURES				
Current:				
Public Safety	6,718,470	6,718,470	4,758,270	1,960,200
Principal Retirement	794,392	794,392	-	794,392
Interest and Fiscal Charges	30,105	30,105	5,402	24,703
Total Expenditures	7,542,967	7,542,967	4,763,672	2,779,295
NET CHANGE IN FUND BALANCE	483,540	483,540	1,839,158	1,355,618
Fund Balance - Beginning of Year	2,069,595	2,069,595	2,069,595	-
FUND BALANCE - END OF YEAR	$ 2,553,135	$ 2,553,135	$ 3,908,753	$ 1,355,618

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 34,529,044	$ 34,529,044	$ 41,477,323	$ 6,948,279
Charges for Services	95,305	95,305	439,871	344,566
Interest Income	259,975	259,975	716,216	456,241
Net Change in Fair Value of Investments	-	-	(157,510)	(157,510)
Miscellaneous Revenue	15,619	15,619	251,191	235,572
Total Revenues	34,899,943	34,899,943	42,727,091	7,827,148
EXPENDITURES				
Current:				
Human Services	42,983,216	41,897,466	36,664,119	5,233,347
Total Expenditures	42,983,216	41,897,466	36,664,119	5,233,347
NET CHANGE IN FUND BALANCE	(8,083,273)	(6,997,523)	6,062,972	13,060,495
Fund Balance - Beginning of Year	37,699,249	37,699,249	37,699,249	-
FUND BALANCE - END OF YEAR	$ 29,615,976	$ 30,701,726	$ 43,762,221	$ 13,060,495

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 288,486	$ 288,486	$ 323,469	$ 34,983
Interest Income	1,379	1,379	4,734	3,355
Net Change in Fair Value of Investments	-	-	(317)	(317)
Total Revenues	289,865	289,865	327,886	38,021
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	289,865	289,865	327,886	38,021
OTHER FINANCING SOURCES (USES)				
Transfers In	411,970	411,970	408,596	(3,374)
Transfers Out	(850,000)	(850,000)	(850,000)	-
Total Other Financing Sources (Uses)	(438,030)	(438,030)	(441,404)	(3,374)
NET CHANGE IN FUND BALANCE	(148,165)	(148,165)	(113,518)	34,647
Fund Balance - Beginning of Year	200,147	200,147	200,147	-
FUND BALANCE - END OF YEAR	$ 51,982	$ 51,982	$ 86,629	$ 34,647

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ -	$ -	$ 1,832	$ 1,832
Total Revenues	-	-	1,832	1,832
EXPENDITURES				
Current:				
Transportation	100,000	100,000	100,000	-
Interest and Fiscal Charges	30,243	30,243	4,911	25,332
Total Expenditures	130,243	130,243	104,911	25,332
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(130,243)	(130,243)	(103,079)	27,164
OTHER FINANCING SOURCES (USES)				
Transfers In	130,243	130,243	30,024	(100,219)
Total Other Financing Sources (Uses)	130,243	130,243	30,024	(100,219)
NET CHANGE IN FUND BALANCE	-	-	(73,055)	(73,055)
Fund Balance - Beginning of Year	(1,453,286)	(1,453,286)	(1,453,286)	-
FUND BALANCE - END OF YEAR	$ (1,453,286)	$ (1,453,286)	$ (1,526,341)	$ (73,055)

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 8,620,899	$ 8,620,899	$ 8,776,174	$ 155,275
Charges for Services	556,600	556,600	436,429	(120,171)
Interest Income	123,859	123,859	230,569	106,710
Net Change in Fair Value of Investments	-	-	(41,927)	(41,927)
Miscellaneous Revenue	31,062	31,062	18,775	(12,287)
Total Revenues	9,332,420	9,332,420	9,420,020	87,600
EXPENDITURES				
Current:				
Culture and Recreation	16,460,817	16,733,564	10,599,492	6,134,072
Total Expenditures	16,460,817	16,733,564	10,599,492	6,134,072
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(7,128,397)	(7,401,144)	(1,179,472)	6,221,672
OTHER FINANCING SOURCES (USES)				
Transfers In	256,931	256,931	19,403	(237,528)
Transfers Out	(298,664)	(298,664)	(578,069)	(279,405)
Total Other Financing Sources (Uses)	(41,733)	(41,733)	(558,666)	(516,933)
NET CHANGE IN FUND BALANCE	(7,170,130)	(7,442,877)	(1,738,138)	5,704,739
Fund Balance - Beginning of Year	12,024,752	12,024,752	12,024,752	-
FUND BALANCE - END OF YEAR	$ 4,854,622	$ 4,581,875	$ 10,286,614	$ 5,704,739

POLK COUNTY, FLORIDA
LIBRARIES MSTU FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 3,235,714	$ 3,235,714	$ 3,295,748	$ 60,034
Interest Income	9,719	9,719	23,135	13,416
Net Change in Fair Value of Investments	-	-	(3,478)	(3,478)
Total Revenues	3,245,433	3,245,433	3,315,405	69,972
EXPENDITURES				
Current:				
Culture and Recreation	3,293,653	3,293,653	3,179,346	114,307
Total Expenditures	3,293,653	3,293,653	3,179,346	114,307
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(48,220)	(48,220)	136,059	184,279
OTHER FINANCING SOURCES (USES)				
Transfers In	292,905	292,905	296,192	3,287
Transfers Out	(2,287)	(2,287)	(210,991)	(208,704)
Total Other Financing Sources (Uses)	290,618	290,618	85,201	(205,417)
NET CHANGE IN FUND BALANCE	242,398	242,398	221,260	(21,138)
Fund Balance - Beginning of Year	622,506	622,506	622,506	-
FUND BALANCE - END OF YEAR	$ 864,904	$ 864,904	$ 843,766	$ (21,138)

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, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 7,989	$ 7,989	$ 7,848	$ (141)
Intergovernmental	500,000	528,703	-	(528,703)
Interest Income	-	-	240	240
Net Change in Fair Value of Investments	-	-	(56)	(56)
Total Revenues	507,989	536,692	8,032	(528,660)
EXPENDITURES				
Current:				
Public Safety	117,362	117,362	-	117,362
Total Expenditures	117,362	117,362	-	117,362
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	390,627	419,330	8,032	(411,298)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	17	17
Transfers Out	-	-	(140)	(140)
Total Other Financing Sources (Uses)	-	-	(123)	(123)
NET CHANGE IN FUND BALANCE	390,627	419,330	7,909	(411,421)
Fund Balance - Beginning of Year	7,499	7,499	7,499	-
FUND BALANCE - END OF YEAR	$ 398,126	$ 426,829	$ 15,408	$ (411,421)

POLK COUNTY, FLORIDA
TRANSPORTATION MILLAGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 28,200,138	$ 28,200,138	$ 28,587,918	$ 387,780
Licenses and Permits	-	-	16,450	16,450
Interest Income	252,739	252,739	533,101	280,362
Net Change in Fair Value of Investments	-	-	(110,006)	(110,006)
Miscellaneous Revenue	12,588	12,588	112,413	99,825
Total Revenues	28,465,465	28,465,465	29,139,876	674,411
EXPENDITURES				
Current:				
Transportation	43,880,018	34,731,958	20,368,572	14,363,386
Total Expenditures	43,880,018	34,731,958	20,368,572	14,363,386
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(15,414,553)	(6,266,493)	8,771,304	15,037,797
OTHER FINANCING SOURCES (USES)				
Transfers In	485,896	485,896	508,101	22,205
Transfers Out	(76,783)	(76,783)	(1,747,966)	(1,671,183)
Total Other Financing Sources (Uses)	409,113	409,113	(1,239,865)	(1,648,978)
NET CHANGE IN FUND BALANCE	(15,005,440)	(5,857,380)	7,531,439	13,388,819
Fund Balance - Beginning of Year	20,123,633	20,123,633	20,123,633	-
FUND BALANCE - END OF YEAR	$ 5,118,193	$ 14,266,253	$ 27,655,072	$ 13,388,819

POLK COUNTY, FLORIDA
ELOISE CRA FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Interest Income	$ 1,491	$ 1,491	$ 8,383	$ 6,892
Net Change in Fair Value of Investments	-	-	(1,825)	(1,825)
Total Revenues	1,491	1,491	6,558	5,067
EXPENDITURES				
Current:				
Economic Environment	1,500	1,500	-	1,500
Human Services	249,821	249,821	11,645	238,176
Culture and Recreation	-	-	3,400	(3,400)
Total Expenditures	251,321	251,321	15,045	236,276
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(249,830)	(249,830)	(8,487)	241,343
OTHER FINANCING SOURCES (USES)				
Transfers In	40,616	40,616	40,575	(41)
Total Other Financing Sources (Uses)	40,616	40,616	40,575	(41)
NET CHANGE IN FUND BALANCE	(209,214)	(209,214)	32,088	241,302
Fund Balance - Beginning of Year	467,393	467,393	467,393	-
FUND BALANCE - END OF YEAR	$ 258,179	$ 258,179	$ 499,481	$ 241,302

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, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	$ 1,206,644	$ 1,375,576	$ 764,107	$ (611,469)
Charges for Services	6,400,000	6,186,068	6,317,698	131,630
Fines and Forfeitures	4,000,000	4,000,000	4,469,650	469,650
Interest Income	100,000	100,000	107,211	7,211
Miscellaneous	-	45,000	47,978	2,978
Total Revenues	11,706,644	11,706,644	11,706,644	-
EXPENDITURES				
Current:				
General Government	11,706,644	11,706,644	11,706,644	-
Total Expenditures	11,706,644	11,706,644	11,706,644	-
NET CHANGE IN FUND BALANCE	-	-	-	-
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	$ -	$ -	$ -	$ -

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Interest Income	$ -	$ -	$ 2,777	$ 2,777
Total Revenues	-	-	2,777	2,777
EXPENDITURES				
Debt Service:				
Principal Retirement	2,090,000	2,090,000	2,090,000	-
Interest and Fiscal Charges	44,800	44,800	41,799	3,001
Total Expenditures	2,134,800	2,134,800	2,131,799	3,001
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,134,800)	(2,134,800)	(2,129,022)	5,778
OTHER FINANCING SOURCES (USES)				
Transfers In	345,000	345,000	310,703	(34,297)
Total Other Financing Sources (Uses)	345,000	345,000	310,703	(34,297)
NET CHANGE IN FUND BALANCE	(1,789,800)	(1,789,800)	(1,818,319)	(28,519)
Fund Balance - Beginning of Year	1,819,215	1,819,215	1,819,215	-
FUND BALANCE - END OF YEAR	$ 29,415	$ 29,415	$ 896	$ (28,519)

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Interest Income	$ 6,894	$ 6,894	$ 31,422	$ 24,528
Net Change in Fair Value of Investments	-	-	(9,380)	(9,380)
Total Revenues	6,894	6,894	22,042	15,148
EXPENDITURES				
Debt Service:				
Principal Retirement	2,810,000	2,810,000	2,810,000	-
Interest and Fiscal Charges	1,041,941	1,041,941	627,195	414,746
Total Expenditures	3,851,941	3,851,941	3,437,195	414,746
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(3,845,047)	(3,845,047)	(3,415,153)	429,894
OTHER FINANCING SOURCES (USES)				
Transfers In	3,915,000	3,915,000	3,915,000	-
Transfers Out	-	(700,000)	(700,000)	-
Total Other Financing Sources (Uses)	3,915,000	3,215,000	3,215,000	-
NET CHANGE IN FUND BALANCE	69,953	(630,047)	(200,153)	429,894
Fund Balance - Beginning of Year	2,766,735	2,766,735	2,766,735	-
FUND BALANCE - END OF YEAR	$ 2,836,688	$ 2,136,688	$ 2,566,582	$ 429,894

Note: Proceeds and uses in the amount of $17,375,000 related to the Revenue Improvement and Refunding Bonds, Series 2006 Fund bond refunding are netted for budget purposes.

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 2,780,000	$ 2,780,000	$ 2,780,000	$ -
Interest Income	4,249	4,249	70,901	66,652
Net Change in Fair Value of Investments	-	-	(16,689)	(16,689)
Total Revenues	2,784,249	2,784,249	2,834,212	49,963
EXPENDITURES				
Debt Service:				
Principal Retirement	1,715,000	1,715,000	1,715,000	-
Interest and Fiscal Charges	1,040,925	1,040,925	1,039,676	1,249
Total Expenditures	2,755,925	2,755,925	2,754,676	1,249
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	28,324	28,324	79,536	51,212
OTHER FINANCING SOURCES (USES)				
Transfers In	4,249	4,249	-	(4,249)
Transfers Out	(4,249)	(4,249)	-	4,249
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	28,324	28,324	79,536	51,212
Fund Balance - Beginning of Year	4,718,579	4,718,579	4,718,579	-
FUND BALANCE - END OF YEAR	$ 4,746,903	$ 4,746,903	$ 4,798,115	$ 51,212

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Interest Income	$ 6,190	$ 6,190	$ 103,921	$ 97,731
Net Change in Fair Value of Investments	-	-	(25,124)	(25,124)
Total Revenues	6,190	6,190	78,797	72,607
EXPENDITURES				
Debt Service:				
Principal Retirement	2,155,000	2,155,000	2,155,000	-
Interest and Fiscal Charges	1,978,475	1,978,475	1,977,726	749
Total Expenditures	4,133,475	4,133,475	4,132,726	749
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,127,285)	(4,127,285)	(4,053,929)	73,356
OTHER FINANCING SOURCES (USES)				
Transfers In	4,056,190	4,056,190	4,050,000	(6,190)
Transfers Out	(6,190)	(6,190)	-	6,190
Total Other Financing Sources (Uses)	4,050,000	4,050,000	4,050,000	-
NET CHANGE IN FUND BALANCE	(77,285)	(77,285)	(3,929)	73,356
Fund Balance - Beginning of Year	6,878,235	6,878,235	6,878,235	-
FUND BALANCE - END OF YEAR	$ 6,800,950	$ 6,800,950	$ 6,874,306	$ 73,356

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 4,395,000	$ 4,395,000	$ 4,395,000	$ -
Interest Income	5,000	5,000	38,983	33,983
Net Change in Fair Value of Investments	-	-	(10,614)	(10,614)
Total Revenues	4,400,000	4,400,000	4,423,369	23,369
EXPENDITURES				
Debt Service:				
Principal Retirement	105,000	105,000	105,000	-
Interest and Fiscal Charges	3,168,475	3,169,675	3,169,225	450
Total Expenditures	3,273,475	3,274,675	3,274,225	450
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,126,525	1,125,325	1,149,144	23,819
OTHER FINANCING SOURCES (USES)				
Transfers In	670,000	670,000	670,000	-
Total Other Financing Sources (Uses)	670,000	670,000	670,000	-
NET CHANGE IN FUND BALANCE	1,796,525	1,795,325	1,819,144	23,819
Fund Balance - Beginning of Year	1,193,308	1,193,308	1,193,308	-
FUND BALANCE - END OF YEAR	$ 2,989,833	$ 2,988,633	$ 3,012,452	$ 23,819

POLK COUNTY, FLORIDA
PUBLIC FACILITIES REVENUE REFUNDING NOTE, SERIES 2015 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Interest Income	$ -	$ -	$ 5,651	$ 5,651
Net Change in Fair Value of Investments	-	-	(1,804)	(1,804)
Total Revenues	-	-	3,847	3,847
EXPENDITURES				
Debt Service:				
Interest and Fiscal Charges	-	752,002	210,235	541,767
Total Expenditures	-	752,002	210,235	541,767
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	(752,002)	(206,388)	545,614
OTHER FINANCING SOURCES (USES)				
Transfers In	-	700,000	700,000	-
Proceeds From Issuance of Debt	-	52,002	-	(52,002)
Total Other Financing Sources (Uses)	-	752,002	700,000	(52,002)
NET CHANGE IN FUND BALANCE	-	-	493,612	493,612
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	$ -	$ -	$ 493,612	$ 493,612

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 5,489,000	$ 5,489,000	$ 5,489,000	$ -
Interest Income	23,768	23,768	91,862	68,094
Net Change in Fair Value of Investments	-	-	(12,188)	(12,188)
Miscellaneous Revenue	-	-	1,039,791	1,039,791
Total Revenues	5,512,768	5,512,768	6,608,465	1,095,697
EXPENDITURES				
Capital Projects	13,481,416	13,159,950	10,971,026	2,188,924
Total Expenditures	13,481,416	13,159,950	10,971,026	2,188,924
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(7,968,648)	(7,647,182)	(4,362,561)	3,284,621
OTHER FINANCING SOURCES (USES)				
Transfers In	6,381,163	6,381,163	6,281,163	(100,000)
Total Other Financing Sources (Uses)	6,381,163	6,381,163	6,281,163	(100,000)
NET CHANGE IN FUND BALANCE	(1,587,485)	(1,266,019)	1,918,602	3,184,621
Fund Balance - Beginning of Year	1,186,195	1,186,195	1,186,195	-
FUND BALANCE - END OF YEAR	$ (401,290)	$ (79,824)	$ 3,104,797	$ 3,184,621

POLK COUNTY, FLORIDA
ROAD CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Interest Income	$ 33,213	$ 33,213	$ 45,801	$ 12,588
Net Change in Fair Value of Investments	-	-	(9,234)	(9,234)
Miscellaneous Revenue	-	-	60,561	60,561
Total Revenues	33,213	33,213	97,128	63,915
EXPENDITURES				
Capital Projects	3,408,962	2,741,389	465,956	2,275,433
Total Expenditures	3,408,962	2,741,389	465,956	2,275,433
NET CHANGE IN FUND BALANCE	(3,375,749)	(2,708,176)	(368,828)	2,339,348
Fund Balance - Beginning of Year	2,896,152	2,896,152	2,896,152	-
FUND BALANCE - END OF YEAR	$ (479,597)	$ 187,976	$ 2,527,324	$ 2,339,348

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Interest Income	$ 246,195	$ 246,195	$ 458,939	$ 212,744
Net Change in Fair Value of Investments	-	-	(80,232)	(80,232)
Miscellaneous Revenue	-	-	29,871	29,871
Total Revenues	246,195	246,195	408,578	162,383
EXPENDITURES				
Capital Projects	21,533,008	21,739,106	13,298,542	8,440,564
Total Expenditures	21,533,008	21,739,106	13,298,542	8,440,564
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(21,286,813)	(21,492,911)	(12,889,964)	8,602,947
OTHER FINANCING SOURCES (USES)				
Transfers Out	(604,832)	(604,832)	(525,624)	79,208
Total Other Financing Sources (Uses)	(604,832)	(604,832)	(525,624)	79,208
NET CHANGE IN FUND BALANCE	(21,891,645)	(22,097,743)	(13,415,588)	8,682,155
Fund Balance - Beginning of Year	33,555,165	33,555,165	33,555,165	-
FUND BALANCE - END OF YEAR	$ 11,663,520	$ 11,457,422	$ 20,139,577	$ 8,682,155

POLK COUNTY, FLORIDA
ENVIRONMENTAL LANDS ACQUISITION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ -	$ -	$ 6,619	$ 6,619
Interest Income	24,201	24,201	47,364	23,163
Net Change in Fair Value of Investments	-	-	(9,875)	(9,875)
Total Revenues	24,201	24,201	44,108	19,907
EXPENDITURES				
Capital Projects	1,879,321	1,826,242	210,647	1,615,595
Total Expenditures	1,879,321	1,826,242	210,647	1,615,595
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,855,120)	(1,802,041)	(166,539)	1,635,502
OTHER FINANCING SOURCES (USES)				
Transfers Out	(77,365)	(77,365)	(1,679)	75,686
Total Other Financing Sources (Uses)	(77,365)	(77,365)	(1,679)	75,686
NET CHANGE IN FUND BALANCE	(1,932,485)	(1,879,406)	(168,218)	1,711,188
Fund Balance - Beginning of Year	2,861,931	2,861,931	2,861,931	-
FUND BALANCE - END OF YEAR	$ 929,446	$ 982,525	$ 2,693,713	$ 1,711,188

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, 2016

	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Interest Income	$ 8,173	$ 8,173	$ 2,254	$ (5,919)
Net Change in Fair Value of Investments	-	-	(489)	(489)
Miscellaneous Revenue	610,992	610,992	17,879	(593,113)
Total Revenues	619,165	619,165	19,644	(599,521)
EXPENDITURES				
Capital Projects	1,052,651	110,766	24,854	85,912
Total Expenditures	1,052,651	110,766	24,854	85,912
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(433,486)	508,399	(5,210)	(513,609)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(444,896)	(444,896)	(444,896)	-
Total Other Financing Sources (Uses)	(444,896)	(444,896)	(444,896)	-
NET CHANGE IN FUND BALANCE	(878,382)	63,503	(450,106)	(513,609)
Fund Balance - Beginning of Year	586,394	586,394	586,394	-
FUND BALANCE - END OF YEAR	$ (291,988)	$ 649,897	$ 136,288	$ (513,609)

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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, 2016

	Fleet Management	Employee Health Insurance	Information Technology	Total
ASSETS AND DEFERRED OUTFLOWS				
CURRENT ASSETS				
Cash and Investments	$ 12,089,129	$ 24,103,303	$ 1,279,653	$ 37,472,085
Accounts Receivable	410,729	216,125	5	626,859
Interest Receivable	27,919	54,429	3,308	85,656
Due from Other Funds	134,895	1,408,740	-	1,543,635
Inventory, at Cost	304,556	-	-	304,556
Total Current Assets	12,967,228	25,782,597	1,282,966	40,032,791
NONCURRENT ASSETS				
Capital Assets:				
Buildings and Improvements	2,193,808	-	4,488,673	6,682,481
Equipment	79,654,194	-	4,509,667	84,163,861
Intangibles	-	-	6,386,333	6,386,333
Construction in Progress	-	-	59,800	59,800
Less: Accumulated Depreciation	(55,134,171)	-	(12,141,518)	(67,275,689)
Total Capital Assets, Net of Accumulated Depreciation	26,713,831	-	3,302,955	30,016,786
Total Assets	39,681,059	25,782,597	4,585,921	70,049,577
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amounts on Pension	697,468	260,381	1,248,444	2,206,293
Total Deferred Outflows of Resources	697,468	260,381	1,248,444	2,206,293
LIABILITIES AND DEFERRED INFLOWS				
CURRENT LIABILITIES				
Vouchers Payable	300,314	2,421,166	73,049	2,794,529
Accrued Liabilities	41,784	11,312	77,719	130,815
Unearned Revenue	-	282,168	-	282,168
Accrued Compensated Absences, Current Portion	40,337	7,408	63,013	110,758
Claims Payable	-	3,608,000	-	3,608,000
Total Current Liabilities	382,435	6,330,054	213,781	6,926,270
NONCURRENT LIABILITIES				
Accrued Compensated Absences	166,172	22,674	249,237	438,083
Other Postemployment Benefits Payable	1,368,392	424,183	2,011,659	3,804,234
Net Pension Liability	1,838,079	675,617	3,274,189	5,787,885
Total Noncurrent Liabilities	3,372,643	1,122,474	5,535,085	10,030,202
Total Liabilities	3,755,078	7,452,528	5,748,866	16,956,472
DEFERRED INFLOWS OF RESOURCES				
Deferred Amounts on Pension	72,754	27,415	130,610	230,779
Total Deferred Inflows of Resources	72,754	27,415	130,610	230,779
NET POSITION				
Net Investment in Capital Assets	26,713,831	-	3,302,955	30,016,786
Unrestricted (Deficit)	9,836,864	18,563,035	(3,348,066)	25,051,833
Total Net Position	$ 36,550,695	$ 18,563,035	$ (45,111)	$ 55,068,619

POLK COUNTY, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
YEAR ENDED SEPTEMBER 30, 2016

	Fleet Management	Employee Health Insurance	Information Technology	Total
OPERATING REVENUES				
Charges for Services	$ 12,208,153	$ 47,510,207	$ 8,240,030	$ 67,958,390
Other Revenue	108,084	765,942	19,270	893,296
Total Operating Revenues	12,316,237	48,276,149	8,259,300	68,851,686
OPERATING EXPENSES				
Personnel Services	3,818,968	1,323,648	6,592,063	11,734,679
Operations and Maintenance	4,495,698	3,261,862	2,722,690	10,480,250
Indirect	35,531	108,875	-	144,406
Depreciation/Amortization	6,206,036	-	1,270,896	7,476,932
Health Care Program	-	50,248,598	-	50,248,598
Total Operating Expenses	14,556,233	54,942,983	10,585,649	80,084,865
OPERATING INCOME (LOSS)	(2,239,996)	(6,666,834)	(2,326,349)	(11,233,179)
NONOPERATING REVENUES (EXPENSES)				
Interest Income	206,577	437,321	28,357	672,255
Net Change in Fair Value of Investments	(45,224)	(88,163)	(5,358)	(138,745)
Gain (Loss) on Disposal of Equipment	863,242	-	(4,125)	859,117
Total Nonoperating Revenues (Expenses)	1,024,595	349,158	18,874	1,392,627
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	(1,215,401)	(6,317,676)	(2,307,475)	(9,840,552)
CAPITAL CONTRIBUTIONS AND TRANSFERS				
Transfer of Capital Assets	(22,338)	(6,997)	2,802	(26,533)
Transfers In	375,000	-	-	375,000
Total Capital Contributions and Transfers	352,662	(6,997)	2,802	348,467
CHANGE IN NET POSITION	(862,739)	(6,324,673)	(2,304,673)	(9,492,085)
Net Position - Beginning of Year	37,413,434	24,887,708	2,259,562	64,560,704
NET POSITION - END OF YEAR	$ 36,550,695	$ 18,563,035	$ (45,111)	$ 55,068,619

POLK COUNTY, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2016

	Fleet Management	Employee Health Insurance	Information Technology	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers	$ 2,427,085	$ -	$ -	$ 2,427,085
Cash Received from Internal Services	9,526,222	46,055,692	8,241,653	63,823,567
Cash Paid to Suppliers for Goods and Services	(2,963,900)	(51,620,751)	(2,756,661)	(57,341,312)
Cash Paid to Employees for Services	(2,523,559)	(891,773)	(4,397,250)	(7,812,582)
Cash Received from Other Sources	108,084	765,942	19,270	893,296
Net Cash from Operating Activities	6,573,932	(5,690,890)	1,107,012	1,990,054
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES				
Transfers from (to) other funds	240,105	-	-	240,105
Net Cash from Noncapital and Related Financing Activities	240,105	-	-	240,105
CASH FLOWS FROM CAPITAL AND FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	(8,453,834)	-	(1,197,022)	(9,650,856)
Proceeds from Sale of Capital Assets	934,503	-	-	934,503
Net Cash from Capital and Related Financing Activities	(7,519,331)	-	(1,197,022)	(8,716,353)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from Sale of Investments	10,571,502	23,436,599	1,132,330	35,140,431
Purchases of Investments	(10,463,330)	(21,302,969)	(1,095,648)	(32,861,947)
Interest and Dividends on Investments	193,610	413,589	25,049	632,248
Net Cash from Investing Activities	301,782	2,547,219	61,731	2,910,732
NET CHANGE IN CASH AND CASH EQUIVALENTS	(403,512)	(3,143,671)	(28,279)	(3,575,462)
Cash and Cash Equivalents - Beginning of Year	2,852,094	7,619,164	298,440	10,769,698
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 2,448,582	$ 4,475,493	$ 270,161	$ 7,194,236
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Net Income (Loss) from Operations	$ (2,239,996)	$ (6,666,834)	$ (2,326,349)	$ (11,233,179)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation/Amortization	6,206,036	-	1,270,896	7,476,932
(Increase) Decrease in Assets and Deferred Outflows:				
Accounts Receivable	(254,846)	(215,820)	1,623	(469,043)
Due from Other Governments	-	(1,274,981)	-	(1,274,981)
Inventory	57,819	-	-	57,819
Other Assets	1,758,830	-	-	1,758,830
Deferred Outflows of Pension	(697,468)	(260,381)	(1,248,444)	(2,206,293)
Increase (Decrease) in Liabilities and Deferred Outflows				
Vouchers Payable	(199,934)	1,345,717	(33,971)	1,111,812
Accrued Liabilities	(49,386)	(42,133)	(83,162)	(174,681)
Unearned Revenue	-	36,286	-	36,286
Claims Payable	-	695,000	-	695,000
Accrued Compensated Absences	2,215	(27,821)	10,506	(15,100)
Postemployment Health Care Benefits Payable	79,829	17,045	111,114	207,988
Net Pension Liability	1,838,079	675,617	3,274,189	5,787,885
Deferred Inflows of Pension	72,754	27,415	130,610	230,779
Total Adjustments	8,813,928	975,944	3,433,361	13,223,233
Net Cash from Operating Activities	$ 6,573,932	$ (5,690,890)	$ 1,107,012	$ 1,990,054
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Contribution of Capital Assets	$ (22,338)	$ (6,997)	$ 2,802	$ (26,533)
RECONCILIATION OF INTERNAL SERVICE FUND CASH TO POOLED CASH AND INVESTMENTS				
Internal Service Fund Pooled Cash and Cash Equivalents	$ 2,448,582	$ 4,475,493	$ 270,161	$ 7,194,236
Internal Service Fund Pooled Investments	9,640,547	19,627,810	1,009,492	30,277,849
Total Pooled Cash and Investments	$ 12,089,129	$ 24,103,303	$ 1,279,653	$ 37,472,085

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.

FINES AND DRD FUND

This fund accounts for the fines and child support payments collected for other governments.

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, 2016

	County Court	Registry of Court	Jury and Witness	Domestic Relations	Tax Deed	Intangible Tax and Documentary Stamp
ASSETS						
Cash and Cash Equivalents	$ 1,939,617	$ 7,010,979	$ 29,301	$ 358,403	$ 2,542,272	$ 169,197
Due from Other Governments	-	-	-	-	-	-
Total Assets	$ 1,939,617	$ 7,010,979	$ 29,301	$ 358,403	$ 2,542,272	$ 169,197
LIABILITIES						
Due to Other Governments	$ 800,172	$ -	$ -	$ -	$ -	$ 169,197
Due to Others	1,139,445	-	-	358,403	2,542,272	-
Deposits	-	7,010,979	29,301	-	-	-
Total Liabilities	$ 1,939,617	$ 7,010,979	$ 29,301	$ 358,403	$ 2,542,272	$ 169,197

County Court/ Civil Court	Cash Bonds	Taxes	Fees and Suspense	Fines and DRD	Inmate	Other Agency	Totals
$ 72,612	$ 859,076	$ 4,771,830	$ 1,114,626	$ 20	$ 258,289	$ 477,694	$ 19,603,916
-	-	-	4,992	-	-	-	4,992
$ 72,612	$ 859,076	$ 4,771,830	$ 1,119,618	$ 20	$ 258,289	$ 477,694	$ 19,608,908
$ -	$ -	$ 3,431,574	$ 7,704	$ 20	$ 188,258	$ 272,574	$ 4,869,499
72,612	-	1,340,256	-	-	-	205,120	5,658,108
-	859,076	-	1,111,914	-	70,031	-	9,081,301
$ 72,612	$ 859,076	$ 4,771,830	$ 1,119,618	$ 20	$ 258,289	$ 477,694	$ 19,608,908

POLK COUNTY, FLORIDA
AGENCY FUND
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED SEPTEMBER 30, 2016

	Balance October 1, 2015	Additions	Deductions	Balance September 30, 2016
COUNTY COURT FUND				
ASSETS				
Cash and Cash Equivalents	$ 1,513,816	$ 9,912,743	$ 9,486,942	$ 1,939,617
LIABILITIES				
Due to Other Governments	$ 662,774	$ 9,624,340	$ 9,486,942	$ 800,172
Due to Others	851,042	288,403	-	1,139,445
	$ 1,513,816	$ 9,912,743	$ 9,486,942	$ 1,939,617
REGISTRY OF COURT FUND				
ASSETS				
Cash and Cash Equivalents	$ 5,074,795	$ 45,540,259	$ 43,604,075	$ 7,010,979
LIABILITIES				
Deposits	$ 5,074,795	$ 45,540,259	$ 43,604,075	$ 7,010,979
JURY AND WITNESS FUND				
ASSETS				
Cash and Cash Equivalents	$ 58,741	$ 47,000	$ 76,440	$ 29,301
LIABILITIES				
Deposits	$ 58,741	$ 47,000	$ 76,440	$ 29,301
DOMESTIC RELATIONS FUND				
ASSETS				
Cash and Cash Equivalents	$ 340,959	$ 159,372	$ 141,928	$ 358,403
LIABILITIES				
Due to Others	$ 340,959	$ 159,372	$ 141,928	$ 358,403

POLK COUNTY, FLORIDA
AGENCY FUND
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

	Balance October 1, 2015	Additions	Deductions	Balance September 30, 2016
TAX DEED FUND				
ASSETS				
Cash and Cash Equivalents	$ 3,281,703	$ 2,875,119	$ 3,614,550	$ 2,542,272
LIABILITIES				
Due to Others	$ 3,281,703	$ 2,875,119	$ 3,614,550	$ 2,542,272
INTANGIBLE TAX AND DOCUMENTARY STAMP FUND				
ASSETS				
Cash and Cash Equivalents	$ 227,877	$ 90,667,968	$ 90,726,648	$ 169,197
LIABILITIES				
Due to Other Governments	$ 227,877	$ 90,667,968	$ 90,726,648	$ 169,197
COUNTY COURT / CIVIL COURT FUND				
ASSETS				
Cash and Cash Equivalents	$ 72,732	$ 1,508	$ 1,628	$ 72,612
LIABILITIES				
Due to Others	$ 72,732	$ 1,508	$ 1,628	$ 72,612
CASH BONDS FUND				
ASSETS				
Cash and Cash Equivalents	$ 721,271	$ 1,285,240	$ 1,147,435	$ 859,076
LIABILITIES				
Deposits	$ 721,271	$ 1,285,240	$ 1,147,435	$ 859,076

POLK COUNTY, FLORIDA
AGENCY FUND
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

	Balance October 1, 2015	Additions	Deductions	Balance September 30, 2016
TAXES FUND				
ASSETS				
Cash and Cash Equivalents	$ 4,566,523	$ 373,529,200	$ 373,323,893	$ 4,771,830
LIABILITIES				
Due to Other Governments	$ 3,273,509	$ 350,235,942	$ 350,077,877	$ 3,431,574
Due to Others	1,293,014	23,293,258	23,246,016	1,340,256
	$ 4,566,523	$ 373,529,200	$ 373,323,893	$ 4,771,830
FEES AND SUSPENSE FUND				
ASSETS				
Cash and Cash Equivalents	$ 1,044,952	$ 1,050,639	$ 980,965	$ 1,114,626
Due from Other Governments	507	4,962	477	4,992
	$ 1,045,459	$ 1,055,601	$ 981,442	$ 1,119,618
LIABILITIES				
Due to Other Governments	$ 7,335	$ 410,518	$ 410,149	$ 7,704
Deposits	1,038,124	645,083	571,293	1,111,914
	$ 1,045,459	$ 1,055,601	$ 981,442	$ 1,119,618
FINES AND DRD FUND				
ASSETS				
Cash and Cash Equivalents	$ -	$ 47,539	$ 47,519	$ 20
LIABILITIES				
Due to Other Governments	$ -	$ 47,539	$ 47,519	$ 20
INMATE FUND				
ASSETS				
Cash and Cash Equivalents	$ 224,885	$ 2,963,698	$ 2,930,294	$ 258,289
LIABILITIES				
Due to Other Governments	$ 179,753	$ 2,374,886	$ 2,366,381	$ 188,258
Deposits	45,132	588,812	563,913	70,031
	$ 224,885	$ 2,963,698	$ 2,930,294	$ 258,289

POLK COUNTY, FLORIDA
AGENCY FUND
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

	Balance October 1, 2015	Additions	Deductions	Balance September 30, 2016
OTHER AGENCY FUND				
ASSETS				
Cash and Cash Equivalents	$ 511,428	$ 8,355,117	$ 8,388,851	$ 477,694
LIABILITIES				
Due to Other Governments	$ 309,603	$ 3,199,399	$ 3,236,428	$ 272,574
Due to Others	201,825	5,155,718	5,152,423	205,120
	$ 511,428	$ 8,355,117	$ 8,388,851	$ 477,694
TOTALS - AGENCY FUNDS				
ASSETS				
Cash and Cash Equivalents	$ 17,639,682	$ 536,435,402	$ 534,471,168	$ 19,603,916
Due from Other Governments	507	4,962	477	4,992
	$ 17,640,189	$ 536,440,364	$ 534,471,645	$ 19,608,908
LIABILITIES				
Due to Other Governments	$ 4,481,098	$ 456,692,826	$ 456,304,425	$ 4,869,499
Due to Others	6,221,028	31,641,144	32,204,064	5,658,108
Deposits	6,938,063	48,106,394	45,963,156	9,081,301
	$ 17,640,189	$ 536,440,364	$ 534,471,645	$ 19,608,908

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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			
	2007	2008	2009	2010
Governmental Activities				
Net Invested in Capital Assets	$ 3,252,902,615	$ 3,307,559,702	$ 3,357,988,212	$ 3,395,974,885
Restricted	253,821,972	226,513,598	235,599,680	236,735,654
Unrestricted	158,062,713	130,691,377	77,111,095	15,743,716
Total Governmental Activities Net Position	$ 3,664,787,300	$ 3,664,764,677	$ 3,670,698,987	$ 3,648,454,255
Business-Type Activities				
Net Invested in Capital Assets	$ 257,877,094	$ 287,723,841	$ 312,870,500	$ 296,259,475
Restricted	24,529,687	26,344,675	28,596,368	29,695,245
Unrestricted	95,365,298	87,838,886	72,906,655	90,569,155
Total Business-Type Activities Net Position	$ 377,772,079	$ 401,907,402	$ 414,373,523	$ 416,523,875
Primary Government				
Net Invested in Capital Assets	$ 3,510,779,709	$ 3,595,283,543	$ 3,670,858,712	$ 3,692,234,360
Restricted	278,351,659	252,858,273	264,196,048	266,430,899
Unrestricted	253,428,011	218,530,263	150,017,750	106,312,871
Total Primary Government Net Position	$ 4,042,559,379	$ 4,066,672,079	$ 4,085,072,510	$ 4,064,978,130

Fiscal Year					
2011	2012	2013	2014	2015	2016
$ 3,394,238,901	$ 3,380,518,836	$ 3,343,123,129	$ 3,295,884,984	$ 3,254,563,988	$ 3,222,781,761
188,583,685	166,188,534	152,319,970	153,476,375	118,288,655	133,940,651
27,480,451	9,030,450	3,093,083	(15,116,546)	(163,365,832)	(199,386,710)
$ 3,610,303,037	$ 3,555,737,820	$ 3,498,536,182	$ 3,434,244,813	$ 3,209,486,811	$ 3,157,335,702
$ 285,152,606	$ 320,067,713	$ 330,488,480	$ 320,023,881	$ 322,060,952	$ 342,297,477
41,502,026	45,784,109	19,551,752	18,664,740	16,734,479	18,524,034
112,280,426	87,768,675	103,119,602	134,980,905	154,786,344	162,680,642
$ 438,935,058	$ 453,620,497	$ 453,159,834	$ 473,669,526	$ 493,581,775	$ 523,502,153
$ 3,679,391,507	$ 3,700,586,549	$ 3,673,611,609	$ 3,615,908,865	$ 3,576,624,940	$ 3,565,079,238
230,085,711	211,972,643	171,871,722	172,141,115	135,023,134	152,464,685
139,760,877	96,799,125	106,212,685	119,864,359	(8,579,488)	(36,706,068)
$ 4,049,238,095	$ 4,009,358,317	$ 3,951,696,016	$ 3,907,914,339	$ 3,703,068,586	$ 3,680,837,855

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

	Fiscal Year			
	2007	2008	2009	2010
Expenses				
Governmental Activities:				
General Government	$ 125,791,731	$ 146,956,229	$ 147,105,276	$ 131,653,631
Public Safety	192,070,367	213,834,783	224,532,627	247,201,013
Physical Environment	12,967,889	10,553,907	11,752,822	9,118,306
Transportation	113,049,037	141,560,765	128,860,893	126,630,202
Economic Environment	24,633,535	27,464,886	25,252,255	24,664,070
Human Services	71,788,805	85,404,926	35,247,693	38,464,068
Culture and Recreation	12,788,510	14,249,488	15,643,849	15,529,282
Debt Service:				
Interest on Long-Term Debt	12,268,726	12,457,117	11,923,314	11,151,553
Other Debt Service	670,127	5,775	5,500	6,525
Total Governmental Activities	566,028,727	652,487,876	600,324,229	604,418,650
Business-Type Activities:				
Water and Sewer	40,936,467	48,766,613	47,334,743	48,469,852
Garbage Collection/Disposal	38,492,109	40,854,107	41,727,120	43,066,353
Rohr Home	4,407,184	4,840,680	5,229,224	6,034,903
Total Business-Type Activities Expenses	83,835,760	94,461,400	94,291,087	97,571,108
Total Primary Government Expenses	$ 649,864,487	$ 746,949,276	$ 694,615,316	$ 701,989,758
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	$ 47,169,680	$ 39,474,758	$ 46,791,942	$ 38,031,711
Public Safety	58,404,455	65,819,247	66,468,581	63,140,637
Physical Environment	2,194,063	3,846,516	2,708,729	2,628,731
Transportation	36,547,343	33,855,849	16,876,087	12,648,036
Economic Environment	1,524,737	284,401	255,878	402,204
Human Services	3,374,810	3,463,769	3,324,356	3,615,869
Culture and Recreation	1,694,176	1,486,193	1,115,275	749,687
Operating Grants and Contributions	39,163,876	45,841,355	38,500,573	40,909,504
Capital Grants and Contributions	24,424,013	25,063,373	20,088,881	19,894,541
Total Governmental Activities Program Revenues	214,497,153	219,135,461	196,130,302	182,020,920
Business-Type Activities:				
Charges for Services:				
Water and Sewer	50,916,855	51,154,477	45,140,573	44,961,630
Garbage Collection/Disposal	40,212,683	39,957,138	35,384,649	35,756,298
Rohr Home	4,575,075	5,214,928	5,087,553	5,333,134
Operating Grants and Contributions	234,451	1,233,250	-	95,239
Capital Grants and Contributions	12,522,015	9,009,641	5,319,958	9,114,662
Total Business-Type Activities Program Revenues	108,461,079	106,569,434	90,932,733	95,260,963
Total Primary Government Program Revenues	$ 322,958,232	$ 325,704,895	$ 287,063,035	$ 277,281,883
Net (Expense) / Revenue				
Governmental Activities	$ (351,531,574)	$ (433,352,415)	$ (404,193,927)	$ (422,397,730)
Business-Type Activities	24,625,319	12,108,034	(3,358,354)	(2,310,145)
Total Primary Government Net Expense	$ (326,906,255)	$ (421,244,381)	$ (407,552,281)	$ (424,707,875)

Fiscal Year						
2011	2012	2013	2014	2015	2016
$ 112,598,626	$ 110,078,971	$ 103,605,266	$ 103,142,641	$ 106,269,143	$ 112,588,018
220,644,026	210,566,850	214,611,466	225,028,502	219,642,284	255,382,758
8,233,955	7,834,716	7,225,524	7,192,813	8,849,680	7,404,169
116,721,262	127,506,085	131,794,835	134,520,164	120,607,902	124,866,353
17,956,238	17,255,226	19,017,660	16,486,708	20,970,749	28,564,232
49,004,048	52,336,517	45,313,412	44,615,646	43,438,103	47,792,049
14,637,775	13,993,492	13,541,668	16,037,738	15,891,522	15,324,797
11,856,609	9,108,671	9,563,343	11,389,933	7,512,970	6,859,878
3,650,000	-	-	260,000	-	-
555,302,539	548,680,528	544,673,174	558,674,145	543,182,353	598,782,254
48,803,998	50,714,388	50,774,356	53,800,262	53,461,214	54,859,927
10,653,153	27,972,738	31,204,164	29,549,650	30,053,873	26,138,255
5,606,396	5,573,542	5,345,517	5,651,668	5,591,712	5,405,268
65,063,547	84,260,668	87,324,037	89,001,580	89,106,799	86,403,450
$ 620,366,086	$ 632,941,196	$ 631,997,211	$ 647,675,725	$ 632,289,152	$ 685,185,704
$ 38,215,727	$ 40,239,900	$ 33,631,443	$ 30,626,565	$ 36,236,245	$ 34,560,775
67,172,294	69,383,644	68,330,068	69,117,893	73,064,996	82,858,025
2,346,194	1,709,568	2,504,693	1,477,612	1,864,546	948,514
5,629,093	4,677,442	4,415,322	5,296,043	4,401,814	7,182,673
444,714	412,052	280,575	363,684	317,089	727,661
3,212,869	2,980,932	2,325,203	1,937,828	1,843,022	3,305,504
853,550	626,228	613,564	585,083	624,396	598,052
31,354,398	30,002,057	32,333,945	28,545,720	23,844,332	19,573,115
17,948,314	12,280,841	8,179,826	9,913,802	5,719,753	15,009,142
167,177,153	162,312,664	152,614,639	147,864,230	147,916,193	164,763,461
49,227,115	51,252,821	54,360,685	59,018,202	65,041,048	68,436,965
32,913,597	33,818,946	37,195,482	34,308,297	36,590,939	35,638,509
5,366,036	5,487,428	5,458,664	5,194,508	5,428,674	5,122,598
479,256	1,305,974	192,892	1,400,308	635,427	1,906
1,346,385	237,414	1,046,001	751,712	4,311,391	7,046,400
89,332,389	92,102,583	98,253,724	100,673,027	112,007,479	116,246,378
$ 256,509,542	$ 254,415,247	$ 250,868,363	$ 248,537,257	$ 259,923,672	$ 281,009,839
$ (388,125,386)	$ (386,367,864)	$ (392,058,535)	$ (410,809,915)	$ (395,266,160)	$ (434,018,793)
24,268,842	7,841,915	10,929,687	11,671,447	22,900,680	29,842,928
$ (363,856,544)	$ (378,525,949)	$ (381,128,848)	$ (399,138,468)	$ (372,365,480)	$ (404,175,865)

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

	Fiscal Year			
	2007	2008	2009	2010
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Taxes				
Property Taxes	$ 259,791,634	$ 251,663,449	$ 243,487,472	$ 216,289,675
Fuel Taxes	32,296,281	30,878,550	29,729,288	29,353,181
Sale Taxes	64,889,808	58,925,302	54,596,914	52,925,965
Service Taxes	38,050,584	41,063,565	40,398,930	42,652,529
Other Taxes	9,830,171	10,976,624	10,005,152	9,469,499
State Shared Revenues	11,896,686	11,202,545	10,053,121	10,043,254
Investment Earnings	34,688,449	23,805,282	19,190,605	9,958,159
Net Change in Fair Value of Investments (1)	-	-	-	-
Gain/(Loss) on Sale of Capital Assets	94	27,663	-	-
Miscellaneous	6,516,126	5,486,076	3,442,382	18,034,746
Transfers	(211,612)	(699,264)	(775,627)	5,906,519
Total Governmental Activities	$ 457,748,221	$ 433,329,792	$ 410,128,237	$ 394,633,527
Business-Type Activities				
Investment Earnings	$ 10,966,412	$ 7,476,436	$ 6,709,349	$ 3,765,410
Net Change in Fair Value of Investments				
Gain on Sale of Capital Assets	9,796	-	-	-
Miscellaneous	1,731,728	3,851,589	8,339,499	6,601,606
Transfers	211,612	699,264	775,627	(5,906,519)
Total Business-Type Activities	$ 12,919,548	$ 12,027,289	$ 15,824,475	$ 4,460,497
Total Primary Government	$ 470,667,769	$ 445,357,081	$ 425,952,712	$ 399,094,024
Change in Net Position				
Governmental Activities	$ 106,216,647	$ (22,623)	$ 5,934,310	$ (27,764,203)
Business-Type Activities	37,544,867	24,135,323	12,466,121	2,150,352
Total Primary Government	$ 143,761,514	$ 24,112,700	$ 18,400,431	$ (25,613,851)

Note:
(1) Net Change in Fair Value of Investments was included in the Investments earnings amount for fiscal years 2007 - 2012.

	Fiscal Year					
	2011	**2012**	**2013**	**2014**	**2015**	**2016**
	$ 185,000,565	$ 173,286,436	$ 164,522,102	$ 171,248,724	$ 181,626,076	$ 190,279,026
	28,514,524	28,072,504	28,024,723	29,600,822	30,557,569	32,198,727
	54,828,461	58,660,893	61,694,047	65,293,550	69,160,414	74,798,881
	40,693,633	39,553,256	39,737,835	40,607,851	41,060,278	41,409,750
	9,168,910	9,094,402	9,756,263	10,123,215	11,182,147	12,204,723
	10,350,001	10,947,298	11,599,248	12,422,530	13,554,377	13,999,363
	6,766,324	6,375,893	2,254,483	5,341,795	5,352,754	6,767,080
	-	-	(5,775,806)	2,685,845	(858,747)	(1,242,549)
	-	369,658	937,258	804,830	1,290,814	-
	14,673,720	5,499,571	6,678,881	7,817,205	5,970,833	4,448,071
	(21,970)	(57,264)	15,427,863	572,179	625,593	7,004,612
	$ 349,974,168	$ 331,802,647	$ 334,856,897	$ 346,518,546	$ 359,522,108	$ 381,867,684
	$ 3,231,314	$ 3,308,516	$ 1,479,586	$ 3,203,378	$ 3,821,568	$ 4,635,458
			(4,052,963)	2,295,784	(759,805)	(989,160)
	-	-	-	22,267	-	-
	5,207,190	3,477,744	6,610,890	3,888,995	3,425,590	3,435,764
	21,970	57,264	(15,427,863)	(572,179)	(625,593)	(7,004,612)
	$ 8,460,474	$ 6,843,524	$ (11,390,350)	$ 8,838,245	$ 5,861,760	$ 77,450
	$ 358,434,642	$ 338,646,171	$ 323,466,547	$ 355,356,791	$ 365,383,868	$ 381,945,134
	$ (38,151,218)	$ (54,565,217)	$ (57,201,638)	$ (64,291,369)	$ (35,744,052)	$ (52,151,109)
	32,729,316	14,685,439	(460,663)	20,509,692	28,762,440	29,920,378
	$ (5,421,902)	$ (39,879,778)	$ (57,662,301)	$ (43,781,677)	$ (6,981,612)	$ (22,230,731)

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

	Fiscal Year			
	2007	2008	2009	2010
General Fund				
Reserved	$ -	$ -	$ -	$ 301,983
Unreserved	126,219,687	77,865,239	74,331,751	84,560,504
Nonspendable (1)	-	-	-	-
Restricted (1)	-	-	-	-
Committed (1)	-	-	-	-
Assigned (1)	-	-	-	-
Unassigned (1)	-	-	-	-
Total General Fund	$ 126,219,687	$ 77,865,239	$ 74,331,751	$ 84,862,487
All Other Governmental Funds				
Unreserved, reported in:				
Special Revenue Funds	$ 230,002,308	$ 227,301,730	$ 243,751,574	$ 239,447,361
Debt Service Funds	22,009,127	23,310,720	24,897,022	23,472,585
Capital Projects Funds	160,322,478	177,104,445	94,346,002	43,114,357
Nonspendable (1)	-	-	-	-
Restricted (1)	-	-	-	-
Committed (1)	-	-	-	-
Assigned (1)	-	-	-	-
Unassigned (1)	-	-	-	-
Total all Other Governmental Funds	$ 412,333,913	$ 427,716,895	$ 362,994,598	$ 306,034,303

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					
2011	2012	2013	2014	2015	2016
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
1,048,565	2,166,961	1,973,966	2,422,318	2,529,876	2,375,422
283,097	253,984	3,855,045	3,834,633	3,927,059	3,632,172
-	387,648	1,573,131	859,383	5,140,246	3,699,649
-	16,076,877	23,075,160	12,650,559	19,542,951	21,609,306
71,162,488	44,483,532	37,330,730	41,990,434	40,379,474	42,922,323
$ 72,494,150	$ 63,369,002	$ 67,808,032	$ 61,757,327	$ 71,519,606	$ 74,238,872
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
56,412	23,653	-	1,950	92,697	77,390
188,583,685	167,139,807	154,060,530	149,641,742	114,361,596	130,308,479
60,901,656	59,652,613	56,047,382	62,420,804	91,236,101	88,860,554
34,324,198	27,880,817	21,241,820	17,312,112	15,324,433	13,405,998
(1,377,375)	(1,549,015)	(1,278,101)	(1,368,997)	(1,494,427)	(1,555,075)
$ 282,488,576	$ 253,147,875	$ 230,071,631	$ 228,007,611	$ 219,520,400	$ 231,097,346

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

	Fiscal Year			
	2007	2008	2009	2010
Revenues				
Taxes	$ 361,980,988	$ 352,798,478	$ 340,629,706	$ 314,583,312
Licenses and Permits	6,933,129	7,458,163	6,227,245	5,661,414
Intergovernmental	105,368,451	99,547,937	97,236,349	110,449,762
Charges for Services	52,099,419	54,490,040	54,280,243	50,776,155
Fines and Forfeitures	11,009,497	10,871,456	9,223,426	3,352,235
Special Assessments	59,440,194	58,681,131	42,192,725	36,188,333
Interest	33,001,214	22,673,517	18,111,662	9,871,447
Net Change in Fair Market Value of Investments	890,967	(502,914)	1,670,398	239,941
Miscellaneous	15,249,226	33,962,672	20,122,817	20,449,399
Total Revenues	$ 645,973,085	$ 639,980,480	$ 589,694,571	$ 551,571,998
Expenditures				
General Government	$ 119,738,506	$ 124,162,349	$ 117,095,231	$ 110,182,329
Public Safety	191,193,056	200,766,798	213,998,885	218,853,018
Physical Environment	13,013,427	13,384,559	9,005,477	7,405,014
Transportation	110,127,528	135,450,606	112,614,973	99,072,704
Economic Environment	25,992,224	29,292,594	25,753,437	26,435,137
Human Services	73,000,078	85,689,379	40,982,897	49,610,299
Culture and Recreation	30,509,424	15,689,647	18,428,483	15,363,648
Debt Service				
Principal Retirement	13,085,001	15,572,873	16,893,372	16,591,661
Interest	13,321,224	12,672,789	12,399,053	11,392,554
Bond Issue Costs	-	-	-	-
Capital Projects	36,099,337	38,673,612	91,278,544	50,661,275
Total Expenditures	$ 626,079,805	$ 671,355,206	$ 658,450,352	$ 605,567,639
Excess of Revenues Over (Under) Expenditures	$ 19,893,280	$ (31,374,726)	$ (68,755,781)	$ (53,995,641)
Other Financing Sources (Uses)				
Bonds Issued	$ 53,209,000	$ -	$ -	$ -
Payments to Escrow Agent	-	-	-	-
Proceeds from Long-Term Debt	-	-	-	-
Insurance Proceeds	(15,099,846)	-	-	-
Premium on Bonds	1,854,187	-	-	-
Transfers In	38,384,565	76,813,646	35,680,150	39,531,762
Transfers Out	(38,853,389)	(78,410,386)	(35,180,154)	(32,562,172)
Proceeds from the Sale of Capital Assets	-	-	-	-
Proceeds from Issuance of Bonds (Refunding)	-	-	-	-
Total Other Financing Sources (Uses)	$ 39,494,517	$ (1,596,740)	$ 499,996	$ 6,969,590
Net Change in Fund Balance	$ 59,387,797	$ (32,971,466)	$ (68,255,785)	$ (47,026,051)
Debt service as a Percentage of Noncapital Expenditures	5.4%	5.2%	6.2%	6.0%

	Fiscal Year					
	2011	**2012**	**2013**	**2014**	**2015**	**2016**
	$ 281,894,373	$ 271,088,886	$ 264,332,941	$ 275,706,614	$ 291,087,882	$ 306,847,583
	5,302,264	5,331,550	5,763,182	6,174,865	6,978,955	8,358,141
	97,803,674	92,854,299	100,151,316	97,581,268	93,179,130	81,248,105
	51,895,478	52,805,417	55,722,198	56,220,978	58,401,444	70,253,115
	3,841,347	3,099,750	3,324,339	3,257,819	4,189,585	8,028,945
	30,737,118	32,919,271	32,986,754	33,104,295	33,796,129	42,087,216
	5,947,409	5,728,447	2,809,376	4,261,157	4,855,159	5,841,347
	(235,179)	718,935	(5,775,806)	2,685,845	(858,747)	(1,103,804)
	19,546,422	19,771,754	18,427,058	19,103,451	16,543,834	23,798,542
	$ 496,732,906	$ 484,318,309	$ 477,741,358	$ 498,096,292	$ 508,173,371	$ 545,359,190
	$ 102,149,741	$ 96,648,169	$ 101,361,491	$ 107,534,693	$ 104,451,127	$ 107,648,727
	208,543,862	206,018,477	209,489,887	213,962,474	219,647,997	233,135,166
	6,743,536	7,261,795	7,599,038	6,618,272	8,812,990	5,726,659
	80,041,111	81,034,665	76,568,333	78,258,427	74,876,102	72,143,469
	18,464,529	17,868,768	19,012,090	16,933,435	15,490,020	15,722,753
	58,015,961	54,899,600	45,721,572	44,615,033	43,962,121	45,894,042
	19,006,809	20,017,311	16,953,340	17,022,284	15,195,820	15,105,961
	16,905,000	19,110,000	15,890,773	9,183,411	9,597,734	10,152,382
	11,141,068	9,639,819	8,949,526	8,765,533	8,023,335	7,366,054
	-	-	-	-		
	18,713,702	10,369,492	10,424,900	5,552,909	7,698,275	24,971,025
	$ 539,725,319	$ 522,868,096	$ 511,970,950	$ 508,446,471	$ 507,755,521	$ 537,866,238
	$ (42,992,413)	$ (38,549,787)	$ (34,229,592)	$ (10,350,179)	$ 417,850	$ 7,492,952
	$ 85,300,000	$ -	$ -	$ -	$ -	$ -
	(81,676,531)	-	-	-	-	(17,375,000)
	-	-	-	-	-	17,375,000
	-	-	-	-	-	-
	4,243,780	-	-	-	-	-
	23,103,512	15,698,498	33,240,244	22,165,824	63,404,033	29,345,881
	(24,097,162)	(15,755,762)	(17,812,381)	(20,608,881)	(62,778,440)	(22,716,269)
	204,750	141,201	164,515	152,739	231,625	173,648
	-	-	-	525,772	-	-
	$ 7,078,349	$ 83,937	$ 15,592,378	$ 2,235,454	$ 857,218	$ 6,803,260
	$ (35,914,064)	$ (38,465,850)	$ (18,637,214)	$ (8,114,725)	$ 1,275,068	$ 14,296,212
	6.2%	6.2%	5.3%	3.9%	3.8%	3.6%

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
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
2016	23,766,289,395	4,232,146,151	1,763,558,817	1,957,205,668	3,347,415,960

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
$ 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
35,066,615,991	6,162,668,197	41,229,284,188	14,461,786,021	26,767,498,167	6.7815

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

	Year Taxes Are Payable									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
County Direct Rates										
General Fund	8.2730	6.8065	6.8065	6.8065	6.8065	6.8065	6.8665	6.8665	6.8665	6.7815
Debt Service	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	-	-	-	-
Total direct rate	8.3330	6.8665	6.8665	6.8665	6.8665	6.8665	6.8665	6.8665	6.8665	6.7815
City Rates										
Auburndale	4.4100	3.3317	3.3317	3.8393	3.8393	3.8393	4.2657	4.2657	4.2657	4.2657
Bartow	4.5000	3.1161	3.9962	3.9962	3.9962	3.9962	3.9962	3.9960	3.9075	3.8387
Davenport	6.5000	4.6911	4.5695	5.9792	6.0000	6.9900	7.7500	7.7500	7.5000	7.5000
Dundee	7.0000	7.0000	7.0000	7.0000	7.0000	7.6495	7.6495	7.9495	7.9495	7.9000
Eagle Lake	8.5000	6.7614	7.4225	7.6516	7.6516	7.6516	7.6516	7.6516	7.6516	7.6516
Ft Meade	3.5000	2.7959	3.0435	3.3509	3.3509	3.3509	5.6484	5.6484	5.6484	5.6484
Frostproof	8.5000	7.1395	7.8209	7.8209	7.8209	7.8209	7.8209	8.0587	8.0587	8.0587
Haines City	6.8900	6.8185	6.9900	6.9900	6.9900	6.9900	7.9900	7.7900	7.7900	7.7900
Highland Park	7.4294	7.3161	7.3161	8.3161	9.9759	9.9759	9.9759	9.9759	9.9759	9.9759
Hillcrest Heights	0.3571	0.3306	0.3149	0.3125	0.3100	0.3100	0.3075	1.5000	1.4131	1.3788
Lake Alfred	7.0580	6.5800	6.5800	6.5800	6.5800	6.9990	7.5890	7.5890	7.5890	7.4890
Lake Hamilton	7.1480	5.5766	6.0000	7.0000	7.0000	7.5930	8.2117	8.4276	8.4276	8.4276
Lake Wales	8.4400	7.3521	7.3277	7.3277	7.3277	7.9998	8.5119	8.5866	8.3638	7.3638
Lakeland	3.5450	3.2296	3.4031	3.6538	4.1644	4.1644	4.6644	4.6644	4.6644	5.5644
Mulberry	8.5000	7.8358	8.0573	8.0500	8.9000	8.9000	8.9000	8.4000	7.6500	7.2900
Polk City	6.7425	6.6707	6.7425	7.8000	8.6547	8.6547	8.6547	8.6547	8.6000	8.2500
Winter Haven	6.9000	5.8644	5.7900	5.7900	5.7900	5.7900	5.7900	5.7900	5.7900	5.7900
County School District										
Local	0.7600	0.7600	0.7480	0.9980	0.9980	2.2480	1.5000	2.2480	2.2480	2.2480
State	5.0100	4.7520	5.1360	5.0880	5.2940	5.4220	5.9920	5.2990	4.9600	4.9010
Capital Improvements	2.0000	2.0000	1.7500	1.5000	1.5000	-	-	-	-	-
Unincorporated County MSTU										
Parks	0.5000	0.4219	0.4219	0.4219	0.4219	0.4219	0.4219	0.4219	0.4219	0.5619
Library	0.2500	0.2109	0.2109	0.2109	0.2109	0.2109	0.2109	0.2109	0.2109	0.2109
Storm	-	-	-	-	-	-	-	0.1000	0.1000	0.1000
Rancho Bonito Area MSTU	-	-	-	-	-	-	-	-	9.2672	9.1272
Special Districts:										
Alafia River Basin	0.2400	0.2163	0.2163	0.2163	0.2163	-	-	-	-	-
Everglades Construction	0.1000	0.0894	0.0894	0.0894	0.0894	0.0624	0.0613	0.0587	0.0548	0.0506
Hillsborough River Basin	0.2850	0.2547	0.2547	0.2421	0.2300	-	-	-	-	-
Lake Region LMD	0.3635	0.3134	0.3350	0.3833	0.4478	0.4829	0.4996	0.4924	0.4924	0.4715
Lakeland Mass/Transit	0.4880	0.4880	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
Okeechobee	0.3130	0.2797	0.2797	0.2797	0.2797	0.1954	0.1919	0.1838	0.1717	0.1586
Peace River Basin	0.1950	0.1827	0.1827	0.1827	0.1827	-	-	-	-	-
South FL WMD	0.2840	0.2549	0.2549	0.2549	0.2549	0.1785	0.1757	0.1685	0.1577	0.1459
SW FLA WMD	0.4220	0.3866	0.3866	0.3866	0.3770	0.3928	0.3928	0.3818	0.3658	0.3488

Source: Polk County Tax Collector's Office

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

	2016			2007		
Taxpayer	Taxable Value	Rank	Percentage of Total County Taxable Value	Taxable Value	Rank	Percentage of Total County Taxable Value
Duke Energy/Florida Power	$ 974,989,816	1	3.64%	$ 597,082,299	1	1.97%
Mosaic	562,654,075	2	2.10%	201,622,002	6	0.66%
Tampa Electric	545,963,975	3	2.04%	416,973,266	2	1.38%
Publix Supermarkets	351,611,802	4	1.31%	315,063,273	3	1.04%
Coca Cola	203,595,769	5	0.76%			
Gulfstream Natural Gas	139,498,979	6	0.52%			
Frontier/ Verizon	137,687,109	7	0.51%	262,941,616	5	0.87%
Wal-Mart	134,107,075	8	0.50%	151,213,998	9	0.50%
The Florida LLP/ Invitation Homes	127,627,859	9	0.48%			
Cutrale Citrus Juices Inc USA	106,923,342	10	0.40%			
Cargill				290,066,745	4	0.96%
Gulfstream Gas				173,823,713	7	0.57%
Osprey Energy Center				167,424,443	8	0.55%
Avatar Properties, Inc				142,064,755	10	0.47%
Total	$ 3,284,659,801		12.27%	$ 2,718,276,110		8.97%
Total Taxable Value:	$ 26,767,498,167			$ 30,319,158,885		

Source: Polk County Property Appraiser

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

Fiscal Year	Total Tax Levy (2)	Current Tax Collections (1)	Adjustments and Discounts Allowed on Current Collections	Current Collections, Adjustments and Discounts as a percent (%) of Current Levy	Delinquent Tax Collections (1)	Total Tax Collections Adjustments and Discounts Allowed
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
2016	182,495,617	175,460,063	6,213,773	99.55%	820,373	182,494,209

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

Fiscal Year	Governmental Activities					
	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
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
2016	24,260,000	3,200,000	43,090,000	71,405,000	7,828,387	149,783,387

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

(1) In FY 2016, Public Facilities Revenue Note, Series 2015 refunded a portion of the Constitutional Fuel Tax Revenue Bonds, Series 2006. It is collateralized by a pledge of 8% Public Service Tax and 50% of the previous fiscal year's Revenue Sharing Monies received.

Governmental Activities				
Note Payable (1)	Interlocal Agreements	Commercial Paper	Capital Leases	Total Governmental Debt
$ -	$ 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
18,157,000	23,503,334	-	-	191,443,721

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
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
2016	181,485,000	7,045,425	188,530,425	-	58,880

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	Other Long-Term Liability	Total Business-Type Debt	Total Primary Government	Percentage of Personal Income	Per Capita
$ -	$ -	$ 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
-	2,655,025	155,338,129	387,472,204	1.92%	641
-	3,641,723	153,723,241	366,338,618	1.69%	604
-	2,660,209	151,614,566	351,669,365	1.67%	573
3,305,990	1,300,455	201,032,324	395,354,573	1.94%	634
3,104,773	1,300,455	197,037,785	386,624,030	1.81%	611
2,903,556	377,985	191,870,846	383,314,567	1.76%	592

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

Fiscal Year	Sales Taxes	Debt Service			Coverage
		Principal	Interest	Total	
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
2016	33,321,558	1,715,000	1,038,925	2,753,925	12.10

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			Coverage
		Principal	Interest	Total	
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
2016	6,835,418	2,810,000	627,196 (1)	3,437,196	1.99

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

(1) In FY 16, the Constitutional Fuel Tax Revenue Refunding Bonds Series 2006 were partially refunded by the Public Facilities Revenue Refunding Note, Series 2015

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			Coverage
			Principal	Interest	Total	
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	6,188,069	2,075,000	2,059,450	4,134,450	3.25
2016	7,653,503	6,330,937	2,155,000	1,976,975	4,131,975	3.38

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 AND REVENUE SHARING MONIES
LAST TEN YEARS

Fiscal Year	Public Service Tax (1)	Revenue Sharing Monies (2)	Debt Service Requirements			Coverage
			Principal	Interest	Total	
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
2016	25,323,175	6,777,189	105,000	3,378,945	3,483,945	9.21

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 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

Fiscal Year	Gross Revenues (2)	Operating Expenses (1)	Net Revenues Available for Debt Service	Debt Service			Coverage
				Principal	Interest	Total	
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
2016	61,133,329	30,439,008	30,694,321	3,515,000	8,819,861	12,334,861	2.49

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
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	21,348,413	33,723	97,953	6.2%
2016	646,989	21,818,410	33,723 (2)	99,247	5.9%

Notes:

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

(2) Per capita personal income was not available for 2016. The 2015 per capita income information was used, along with 2016 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

	2016			2007		
Employer	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Polk County School Board (1)	13,067	1	5.63%	14,000	1	5.07%
Publix Super Markets	10,249	2	4.42%	9,500	2	3.44%
Wal-Mart	6,238	3	2.69%	5,100	3	1.85%
Lakeland Regional Medical Center	4,499	4	1.94%	4,000	6	1.45%
Polk County Government	4,493	5	1.94%	4,700	4	1.70%
Winter Haven Hospital	2,567	6	1.11%	2,500	8	0.91%
City of Lakeland	2,359	7	1.02%	2,500	9	0.91%
Geico	2,139	8	0.92%	2,200	10	0.80%
Mosaic Fertilizer	1,993	9	0.86%	4,000	7	1.45%
Watson Clinic	1,600	10	0.69%			
State of Florida				4,300	5	1.56%
Total	49,204		21.20%	52,800		19.13%
Average Annual Labor Force :	232,114			276,020		

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			
	2007	2008	2009	2010
General Government				
Business Licenses (1)	38,000	34,157	34,805	36,120
County Attorney				
Request for legal service	2,301	1,922	2,224	2,738
Land Development				
# of residential plans reviewed	1,284	1,573	1,079	679
# of non-residential plans reviewed	1,096	721	325	180
# of inspections performed	8,884	9,633	6,292	4,059
# of subdivision final platted lots	600	1,721	170	172
# of non-residential plats processed	507	-	-	-
# conditional uses/planned developments	-	-	-	15
Public Safety				
Fire Rescue (2)				
Responses per year	32,386	26,830	26,687	26,935
Average response time (minutes)	8.7	7.0	7.0	7.5
Ambulance Services				
Responses per year	64,352	79,890	78,803	77,686
Average response time (minutes)	10.1	8.6	8.1	8.1
Communications Center (3)				
911 Calls	68,808	66,170	79,000	80,000
Sheriff				
Average Inmate Population	2,455	2,374	2,327	2,194
% Crime Rate per Capita	3.3%	3.4%	3.2%	3.0%
Calls for Service	271,637	277,109	273,751	319,846
911 Calls	-	-	-	-
Building Permits				
Single-residential	2,095	1,654	781	726
Commercial	170	138	89	44
Physical Environment				
Utilities - Number of customers				
Water	56,097	55,782	56,530	57,539
Sewer	38,112	38,448	39,728	40,618
Re-use	5,578	3,268	3,334	3,493
Waste and Recycling				
Tons Collected	733,188	717,235	631,285	579,327
Tons Recycled	8,686	8,904	10,079	9,982
Environmental Lands				
Acres acquired	205	226	4,585	22
Transportation				
Transportation				
Lane miles of roads resurfaced	98	131	60	54
Roadway Maintenance				
Mowing (Acres)	43,133	32,450	25,162	25,214
Chemical Mowing (Acres)	8,672	8,436	8,259	7,460
Shoulders Maintained (Feet)	1,614,940	1,274,665	936,672	810,478
Drainage Ditches Cleaned (Feet)	380,398	452,841	437,131	316,555

Fiscal Year					
2011	2012	2013	2014	2015	2016
32,685	33,998	33,479	34,037	34,737	35,008
1,395	1,352	1,047	1,137	1,153	1,506
721	880	1166	1393	1766	1405
241	307	254	310	367	326
*	*	*	*	*	*
220	162	703	774	1073	1771
-	73	103	95	113	124
15	33	27	40	51	50
76,258	74,880	75,034	79,385	81,429	87,441
7.4	7.2	7.1	6.9	7.2	7.4
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,109	2,407	2,463	2,463	2,423	2,520
2.7%	2.5%	2.3%	2.1%	1.96%	1.87%
327,007	344,121	310,906	305,660	315,097	150,629
271,578	355,374	397,011	422,009	430,472	394,362
662	822	1,105	1,317	1,524	1,722
181	223	301	242	233	315
57,905	58,321	59,291	60,147	61,086	62,941
41,067	41,519	42,466	43,318	44,177	46,074
3,914	4,113	4,402	4,832	5,252	7,594
586,363	558,493	595,289	602,564	622,322	613,289
14,267	27,336	14,841	15,271	17,886	17,517
34	1.25	-	117	70	1.25
31	116	180	166	171	188
21,550	25,584	31,120	37,484	49,320	35,036
7,056	6,713	7,904	9,236	6,750	4,695
509,686	668,012	596,589	834,208	925,294	995,313
415,881	331,748	381,890	966,070	468,376	408,756

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

	Fiscal Year			
	2007	2008	2009	2010
Economic Environment				
Business Development				
Businesses Recruited	7	13	7	10
Jobs Created	570	1,176	543	1,268
Sports Marketing				
Number of events assisted or managed	207	226	225	203
Human Services				
Veterans Services				
Veterans Assisted	7,045	8,269	7,239	4,276
Outreach services	2,800	4,207	2,343	1,253
Elderly Services				
In-home Nutrition Meals	220,155	209,329	212,046	196,661
Congregate meals served	100,959	101,871	101,447	101,933
In-Home Service (clients)	1,844	873	885	804
Medicaid Waiver Programs (clients) (4)	332	280	341	284
Culture and Recreation				
Parks and Recreation				
Special Events patrons	12,220	18,311	21,681	19,468
Summer Camp attendees	526	500	508	590
Campground rentals	9,378	9,123	8,667	8,777
Homeland Heritage Park patrons	4,536	4,387	4,319	4,405
Historical Museum				
Total patrons	31,194	28,779	36,415	30,298
Historical Library				
Total patrons	9,123	11,603	62,909	83,825

Notes:

* Information not available

\- Operating indicator was not performed during fiscal year.

(1) In years 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					
2011	2012	2013	2014	2015	2016
6	11	5	11	8	10
498	597	454	1,308	1,614	605
220	225	216	216	229	225
2,623	2,588	2,419	2,535	2,618	3,472
*	18	45	26	19	28
153,544	143,811	123,082	111,030	118,030	79,093
99,737	100,454	93,853	106,340	88,839	86,053
497	529	404	471	151	131
263	248	221	N/A	N/A	N/A
20,796	58,447	63,043	64,012	57,903	64,735
610	492	510	520	477	346
9,117	8,282	9,117	9,415	9,873	11,300
4,343	2,031	5,344	5,263	5,916	5,717
37,587	33,818	33,070	40,107	39,581	37,883
114,361	123,114	91,354	102,439	79,721	81,415

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

Function	Full-time Equivalent Employees									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government	1,120	1,147	1,098	1,154	1,112	1,047	1,042	1,060	1,085	1,138
Public Safety	2,458	2,499	2,455	2,416	2,493	2,389	2,388	2,419	2,384	2,439
Physical Environment	77	77	59	54	55	55	59	59	59	50
Transportation	295	298	286	280	258	258	255	255	254	265
Economic Environment	65	65	33	34	34	34	33	31	31	23
Human Services	386	374	439	329	277	340	342	331	314	235
Culture and Recreation	93	93	93	90	82	82	82	82	82	81
Utilities	221	224	226	215	205	207	209	214	216	218
Waste and Recycling	56	55	56	56	51	51	51	46	47	44
Total	4,771	4,832	4,745	4,628	4,567	4,463	4,461	4,497	4,472	4,493

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			
	2007	2008	2009	2010
General Government				
Square footage of Building Space	3,503,901	3,473,730	3,618,304	3,749,658
Public Safety				
Fire Rescue (2)				
Stations	-	-	-	-
Vehicles	-	-	-	-
Fire Protection				
Stations	29	31	30	32
Vehicles	154	137	159	158
Ambulance Services				
Stations	22	22	22	19
Vehicles	51	51	51	51
Physical Environment				
Utilities				
Miles of Sewer and Water Lines				
Water	672	811	845	856
Sewer	400	495	519	529
Re-use	177	*	163	167
Utility Plants				
Water	45	55	40	38
Sewer	11	10	9	9
Lift Stations	290	300	305	293
Potable Hydrants	*	3,353	3,073	3,128
Environmental Lands				
Number of acres owned	13427	13,693	18,278	18,300
Transportation				
Miles of Roads				
Paved	2261	2,290	2,319	2,337
Unpaved	399	374	352	342
Economic Environment (1)	-	-	-	-
Human Services				
Fixed-Route/WHAT Buses	18	17	19	17
Paratransit Vans	36	35	35	33
Culture and Recreation				
Recreational Parks	43	45	46	49
Boat Ramps/Launch Lanes	34	34	37	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					
2011	2012	2013	2014	2015	2016
3,900,614	3,889,086	4,035,156	4,086,513	4,086,513	4,109,757
45	45	45	45	45	50
272	272	259	241	241	243
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
858	915	903	928	931	973
531	562	553	583	560	594
171	187	191	195	194	207
39	57	55	54	54	39
9	8	8	7	7	7
293	292	297	299	303	310
3,145	3,416	3,495	3,538	3,622	3,668
18,334	18,335	18,335	18,453	18,523	18,524
2,346	2,429	2,439	2,381	2,385	2,385
337	261	260	296	292	292
-	-	-	-	-	-
23	23	20	15	15	10
31	32	40	39	40	31
52	54	56	56	56	69
40	51	52	52	41	46
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

There are seventeen incorporated municipalities in the County, and for the County's Fiscal Year ended September 30, 2016, the approximate distribution factors for the County and the municipalities were as follows:

Recipient	Approximate Share of Sales Tax Distribution	Recipient	Approximate Share of Sales Tax Distribution
Polk County	69.524109	City of Lake Alfred	0.659074
City of Auburndale	1.833374	City of Lake Hamilton	0.163901
City of Bartow	2.267229	City of Lake Wales	1.906390
City of Davenport	0.417529	City of Lakeland	12.948542
City of Dundee	0.498258	City of Mulberry	0.482061
City of Eagle Lake	0.300163	City of Polk City	0.209536
City of Fort Meade	0.765513	City of Winter Haven	4.758391
City of Frostproof	0.380635	City of Hillcrest Heights	0.032394
City of Haines City	2.822434	Village of Highland Park	0.030466

Source: State of Florida, Department of Revenue

County Fiscal Year Ended September 30,	Sales Tax Receipts	% Change
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
2016	33,321,558.43	9.18

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

POLK COUNTY, FLORIDA
PUBLIC FACILITIES REVENUE BONDS, SERIES 2005 AND 2014
PUBLIC FACILITIES REVENUE NOTE, SERIES 2015
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
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
2016	619,860	19,382,716	382,785	9,543,841	519,879,033	21,811,566,786

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

	2012	2013	2014	2015	2016
Cigarette Tax	$ 8,120,956	$ 7,588,390	$ 7,020,239	$ 7,216,992	$ 6,953,599
Sales Tax	346,750,351	366,351,387	392,479,416	421,812,836	445,571,908
Total Receipts	$ 354,871,307	$ 373,939,777	$ 399,499,655	$ 429,029,828	$ 452,525,507
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) 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.

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)
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
2016	13,999,363	6,777,189

Notes:
(1) Not pledged as a source of security for the Series 2005 and 2014 Bonds and Series 2015 Note.

(2) Pledged as a source of security for the Series 2005 and 2014 Bonds and Series 2015 Note.

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
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
2016	25,323,175	6,777,189	32,100,363	5,507,194	5.83x

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

Fiscal Year Ended September 30,	Constitutional Fuel Tax Allocated to the County	Percentage Increase/(Decrease)
2012	$ 6,207,627	1.10
2013	6,093,497	(1.84)
2014	6,337,152	4.00
2015	6,551,835	3.39
2016	6,835,418	4.33

Historical and Pro Forma Debt Service Coverage

Fiscal Year Ended September 30,	Constitutional Fuel Tax Revenues	Maximum Annual Debt Service	Debt Service Coverage (1)
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
2016	6,835,418	3,058,375 (2)	2.23

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.

(2) Constitutional Fuel Tax Revenue Refunding Bond, Series 2006 were partially refunded in November 2015. The Maximum Annual Debt Service changed due to the refunding.

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
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
2016	254,537,450	81,121,556	335,659,006	10,573,757,593

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
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
2016	619,860	19,382,716	3.1756

Source: Florida Department of Revenue

Notes:
For the State Fiscal Years ended June 30, 2012 through 2016, 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.

Annual Share of Polk County Fuel Tax Revenues

Fiscal Year Ended September 30,	Share for Polk County
2012	$ 6,586,611
2013	6,523,909
2014	6,953,052
2015	7,236,822
2016	7,653,503

Motor Fuel Gallons Sold in Polk County

State Fiscal Year Ended June 30,	Gallons of Motor Fuel Sold (1)
2012	221,613,734
2013	219,855,408
2014	226,832,841
2015	239,816,327
2016	254,537,450

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 Distribution Percentages
Under Ordinance No. 87.04 (1)

Determined on July 1,	County Percentage
2012	65.078%
2013	65.250%
2014	65.148%
2015	64.940%
2016	64.819%

Public Service Tax Revenue (2)

Fiscal Year Ended September 30,	Metered/ Bottled Gas	Electricity	Water	Fuel Oil	Total
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
2016	110,937	5,337,933	881,923	143	6,330,937

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

	2012	2013	2014	2015	2016
Gross Revenues (1)					
Charges for Services (2)	$ 48,190,199	$ 49,727,954	$ 53,604,980	$ 58,422,466	$ 61,133,329
Miscellaneous Revenue (3)(4)	2,267,179	3,731,558	2,214,567	2,331,195	2,470,124
Sub-total Charges for Service & Miscellaneous Income	$ 50,457,378	$ 53,459,512	$ 55,819,547	$ 60,753,661	$ 63,603,453
Interest Income (5)	870,967	442,562	1,156,768	1,291,836	1,673,395
Sub-total Operating and Non-operating Income	$ 51,328,345	$ 53,902,074	$ 56,976,315	$ 62,045,497	$ 65,276,848
Less income from Connection Charges (6)	76,895	82,618	159,328	260,261	404,518
Total Gross Revenues	$ 51,251,450	$ 53,819,456	$ 56,816,987	$ 61,785,236	$ 64,872,330
Cost of Operation and Maintenance (7)					
Personal Services	$ 11,026,171	$ 10,952,290	$ 11,098,177	$ 11,562,051	$ 11,874,222
Operations, Maintenance and Other Expenses (8)	19,400,404	18,796,846	18,996,850	18,312,686	18,050,738
Indirect (9)	1,954,991	1,880,929	1,845,791	1,814,091	1,788,894
Total Cost of Operation and Maintenance	$ 32,381,566	$ 31,630,065	$ 31,940,818	$ 31,688,828	$ 31,713,854
Net Revenues Available for Debt Service (A)	$ 18,869,884	$ 22,189,391	$ 24,876,169	$ 30,096,408	$ 33,158,476
Plus Available Connection Charges (B)(10)(11)					
Available Connection Charges	$ 3,062,622	$ 4,632,731	$ 5,413,222	$ 6,618,582	$ 7,303,636
Interest Income or Connection Charges (6)	76,895	82,618	159,328	260,261	404,518
Total Available Connection Charges (B)	$ 3,139,517	$ 4,715,349	$ 5,572,550	$ 6,878,843	$ 7,708,154
Net Revenues Plus Available Connection Charges Available for Debt Service (C)	$ 22,009,401	$ 26,904,740	$ 30,448,719	$ 36,975,251	$ 40,866,630
Annual Bond Service Requirement (D)	$ 10,504,564	$ 9,994,165	$ 11,588,252	$ 12,142,711	$ 12,334,861
Test A					
Debt Service Coverage Ratio (A/D) Excluding Available Connection Charges (1.10x Required)	1.80	2.22	2.15	2.48	2.69
Or					
Test B					
Debt Service Coverage Ratio (A/D) Excluding Available Connection Charges (1.00x Required)	1.80	2.22	2.15	2.48	2.69
And					
Debt Service Coverage Ratio (C/D) Including Expansion Projects Connection Charges (1.25x Required)	2.10	2.69	2.63	3.05	3.31

Source: Polk County, Florida Utilities Department

Notes:

(1) Gross Revenues and Cost of Operation and Maintenance for the fiscal years ended September 30, 2012 through and including 2016 are audited.

(2) Charges for services increased from $48.2 million in the fiscal year ended September 30, 2012 to $61.1 million in the fiscal year ended September 30, 2016 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 $3,062,622, $4,632,731, $5,413,222, $6,618,582 and 7,303,636 for fiscal year-ended September 30, 2012 through 2016, respectively, are excluded from Charges for Services.

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. Payments received April 1, 2016 and October 1, 2016 were each $448,764.10 which represented a 6.8 % 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) 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.

(7) Amounts exclude depreciation and amortization expenses, payments in lieu of taxes (PILOT) of $1,376,563, $1,412,370, $1,465,859, $1,547,795, and 1,573,381 for the fiscal years-ended 2012 through 2016, respectively, and capitalized labor. Based on the County's review of budget to actual 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. FY 13,14 and 15 have been recalculated to include losses on disposition of equipment which were previously omitted.

(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 eight (8) years.

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

Residential Water Rates

Effective Date	10/01/14 -9/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	0%	2.5 %	2.5 %	2.5 %
Base Charge	$ 9.69	$ 9.69	$ 9.93	$ 10.18	$ 10.43
Usage Block Ranges (in thousands of gallons)					
0 - 3	$ 1.84	$ 1.84	$ 1.89	$ 1.94	$ 1.99
4 - 10	2.45	2.45	2.51	2.57	2.63
11 - 20	4.86	4.86	4.98	5.10	5.23
21 - 30	7.31	7.31	7.49	7.68	7.87
31 - 40	9.73	9.73	9.97	10.22	10.48
Over 40	17.05	17.05	17.48	17.92	18.37

Residential Wastewater Rates

Effective Date	10/01/14 -9/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	0%	0%	0%	0%
Base Charge	$ 36.14	$ 36.14	$ 36.14	$ 36.14	$ 36.14
Usage per thousand gallons up to 7,000 gallons	$ 6.48	$ 6.48	$ 6.48	$ 6.48	$ 6.48

Residential Reclaimed Water Rates

Effective Date	10/01/14 -9/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	0%	0%	0%	0%
Reclaimed Water Base Charge	N/A	N/A	N/A	N/A	N/A
Usage Block Ranges (in thousands of gallons)					
0 - 20	$ 1.41	$ 1.41	$ 1.41	$ 1.41	$ 1.41
21 - 30	4.22	4.22	4.22	4.22	4.22
31 - 40	5.63	5.63	5.63	5.63	5.63
Over 40	8.45	8.45	8.45	8.45	8.45

Residential/ Commercial and Multi-Family PWRI/AWS Surcharge

Effective Date	09/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	N/A	N/A	0%	0%	0%
Usage Charge per 1,000 gallons on all usage	N/A	$ 0.30	$ 0.30	$ 0.30	$ 0.30

Note:

(1) New rates were approved by the Board effective October 1, 2016.

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

Commercial/Multi-Family Water Rates

Effective Date	10/01/14- 9/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	0 %	2.5 %	2.5 %	2.5 %
5/8" & 3/4" Base Charge	$ 14.54	$ 14.54	$ 14.90	$ 15.27	$ 15.65
5/8" & 3/4" Usage Block Ranges (in thousands of gallons)					
0 - 15	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
16 - 30	4.86	4.86	4.98	5.10	5.23
31 - 60	9.73	9.73	9.97	10.22	10.48
over 60	17.05	17.05	17.48	17.92	18.37
1" Base Charge	$ 24.22	$ 24.22	$ 24.83	$ 25.45	$ 26.09
1" Usage Block Ranges (in thousands of gallons)					
0 - 25	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
26 - 50	4.86	4.86	4.98	5.10	5.23
51 - 100	9.73	9.73	9.97	10.22	10.48
over 100	17.05	17.05	17.48	17.92	18.37
1-1/2" Base Charge	$ 48.45	$ 48.45	$ 49.66	$ 50.90	$ 52.17
1- 1/2" Usage Block Ranges (in thousands of gallons)					
0 - 50	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
51 - 100	4.86	4.86	4.98	5.10	5.23
101 - 200	9.73	9.73	9.97	10.22	10.48
over 200	17.05	17.05	17.48	17.92	18.37
2" Base Charge	$ 77.51	$ 77.51	$ 79.45	$ 81.44	$ 83.48
2" Usage Block Ranges (in thousands of gallons)					
0 - 80	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
81 - 160	4.86	4.86	4.98	5.10	5.23
161 - 320	9.73	9.73	9.97	10.22	10.48
over 320	17.05	17.05	17.48	17.92	18.37
3" Base Charge	$ 145.32	$ 145.32	$ 148.95	$ 152.67	$ 156.49
3" Usage Block Ranges (in thousands of gallons)					
0 - 150	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
151 - 300	4.86	4.86	4.98	5.10	5.23
301 - 600	9.73	9.73	9.97	10.22	10.48
over 600	17.05	17.05	17.48	17.92	18.37
4" Base Charge	$ 242.22	$ 242.22	$ 248.28	$ 254.49	$ 260.85
4" Usage Block Ranges (in thousands of gallons)					
0 - 250	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
251 - 500	4.86	4.86	4.98	5.10	5.23
501 - 1,000	9.73	9.73	9.97	10.22	10.48
over 1,000	17.05	17.05	17.48	17.92	18.37
6" Base Charge	$ 484.43	$ 484.43	$ 496.54	$ 508.95	$ 521.67
6" Usage Block Ranges (in thousands of gallons)					
0 - 500	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
501 - 1,000	4.86	4.86	4.98	5.10	5.23
1,001 - 2,000	9.73	9.73	9.97	10.22	10.48
over 2,000	17.05	17.05	17.48	17.92	18.37

Note:
(1) New rates were approved by the Board effective October 1, 2016.

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

Commercial/Multi-Family Water Rates (continued)

Effective Date	10/01/14- 9/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	0 %	2.5 %	2.5 %	2.5 %
8" Base Charge	$ 775.10	$ 775.10	$ 794.48	$ 814.34	$ 834.70
8" Usage Block Ranges (in thousands of gallons)					
0 - 800	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
801 - 1,600	4.86	4.86	4.98	5.10	5.23
1,601 - 3,200	9.73	9.73	9.97	10.22	10.48
over 3,200	17.05	17.05	17.48	17.92	18.37
10" Base Charge	$ 1,114.20	$ 1,114.20	$ 1,142.06	$ 1,170.61	$ 1,199.88
10" Usage Block Ranges (in thousands of gallons)					
0 - 1,150	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
1,151 - 2,300	4.86	4.86	4.98	5.10	5.23
2,301 - 4,600	9.73	9.73	9.97	10.22	10.48
over 4,600	17.05	17.05	17.48	17.92	18.37
12" Base Charge	$ 2,084.41	$ 2,084.41	$ 2,136.52	$ 2,189.93	$ 2,244.68
12" Usage Block Ranges (in thousands of gallons)					
0 - 2,150	$ 2.45	$ 2.45	$ 2.51	$ 2.57	$ 2.63
2,151 - 4,300	4.86	4.86	4.98	5.10	5.23
4,301 - 8,600	9.73	9.73	9.97	10.22	10.48
over 8,600	17.05	17.05	17.48	17.92	18.37

Note:
(1) New rates were approved by the Board effective October 1, 2016.

Commercial Wastewater Rates

Effective Date	10/01/14- 09/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	5 %	5 %	5 %	5 %
Base Charge 5/8"& 3/4" Meter	$ 54.20	$ 54.20	$ 54.20	$ 54.20	$ 54.20
Base Charge 1" Meter	90.34	90.34	90.34	90.34	90.34
Base Charge 1 - 1/2" Meter	180.66	180.66	180.66	180.66	180.66
Base Charge 2" Meter	289.08	289.08	289.08	289.08	289.08
Base Charge 3" Meter	542.03	542.03	542.03	542.03	542.03
Base Charge 4" Meter	903.38	903.38	903.38	903.38	903.38
Base Charge 6" Meter	1,806.76	1,806.76	1,806.76	1,806.76	1,806.76
Base Charge 8" Meter	2,890.80	2,890.80	2,890.80	2,890.80	2,890.80
Base Charge 10" Meter	4,155.53	4,155.53	4,155.53	4,155.53	4,155.53
Base Charge 12" Meter	7,768.89	7,768.89	7,768.89	7,768.89	7,768.89
Usage Charge Per 1,000 Gallons	$ 6.48	$ 6.48	$ 6.48	$ 6.48	$ 6.48

Note:
(1) New rates were approved by the Board effective October 1, 2016.

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	10/01/14- 9/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	0 %	0 %	0 %	0 %
Reclaimed Water Base Charge	N/A	N/A	N/A	N/A	N/A
Usage Block Ranges					
(in thousands of gallons)					
0 - 30	$ 1.41	$ 1.41	$ 1.41	$ 1.41	$ 1.41
31 - 45	4.22	4.22	4.22	4.22	4.22
45 - 60	5.63	5.63	5.63	5.63	5.63
Over 60	8.45	8.45	8.45	8.45	8.45

1 Inch Rates

Effective Date	10/01/14- 9/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	0 %	0 %	0 %	0 %
Reclaimed Water Base Charge	N/A	N/A	N/A	N/A	N/A
Usage Block Ranges					
(in thousands of gallons)					
0 - 50	$ 1.41	$ 1.41	$ 1.41	$ 1.41	$ 1.41
51 - 75	4.22	4.22	4.22	4.22	4.22
76 - 100	5.63	5.63	5.63	5.63	5.63
Over 100	8.45	8.45	8.45	8.45	8.45

1.5 Inch Rates

Effective Date	10/01/14- 9/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	0 %	0 %	0 %	0 %
Reclaimed Water Base Charge	N/A	N/A	N/A	N/A	N/A
Usage Block Ranges					
(in thousands of gallons)					
0 - 50	$ 1.41	$ 1.41	$ 1.41	$ 1.41	$ 1.41
51 - 75	4.22	4.22	4.22	4.22	4.22
76 - 100	5.63	5.63	5.63	5.63	5.63
Over 100	8.45	8.45	8.45	8.45	8.45

2 Inch Rates

Effective Date	10/01/14- 9/30/16	10/01/2016 (1)	10/01/2017	10/01/2018	10/01/2019
Indexing Rate	5 %	0 %	0 %	0 %	0 %
Reclaimed Water Base Charge	N/A	N/A	N/A	N/A	N/A
Usage Block Ranges					
(in thousands of gallons)					
0 - 160	$ 1.41	$ 1.41	$ 1.41	$ 1.41	$ 1.41
161 - 240	4.22	4.22	4.22	4.22	4.22
241 - 320	5.63	5.63	5.63	5.63	5.63
Over 320	8.45	8.45	8.45	8.45	8.45
Bulk Priority	$ 1.05	$ 1.05	$ 1.05	$ 1.05	$ 1.05
Bulk Interruptible	0.45	0.45	0.45	0.45	0.45

Note:

(1) New rates were approved by the Board effective October 1, 2016.

POLK COUNTY, FLORIDA
WATER AND WASTEWATER CONNECTION CHARGES
CONTINUING DISCLOSURE

Residential Connection Fees

Effective Date	10/01/14-9/30/16	10/01/16- 10/01/19 (1)
Indexing Rate	5%	0%
Type of Residence		
Single Family Detached Units on Lots of 1.0 Acres or Less	$ 2,844.00	$ 2,844.00
Single Family Detached Units on Lots of More than 1.0 Usable Acre	$ 4,268.00	$ 4,268.00
Multi-family Units Including Apartments, Condos, Duplexes, Triplexes, etc.	$ 1,564.00	$ 1,564.00
Mobile Homes of Lots of Less Than 6000 Square Feet	$ 1,707.00	$ 1,707.00
Mobile Homes on Lots of 6000 Square Feet or More	$ 2,844.00	$ 2,844.00
Park Model RVs	$ 1,564.00	$ 1,564.00
Destination RVs*	$ 1,564.00	$ 1,564.00
All other RVs Including Transient RVs	$ 1,564.00	$ 1,564.00

Wastewater Connections Fees

Effective Date	10/01/14-9/30/16	10/01/16- 10/01/19 (1)
Indexing Rate	5%	0%
Type of Residence		
Single Family Detached Units on Lots of 1.0 Acres or Less	$ 4,195.00	$ 4,195.00
Single Family Detached Units on Lots of More than 1.0 Usable Acre	$ 4,195.00	$ 4,195.00
Multi-family Units Including Apartments, Condos, Duplexes, Triplexes, etc.	$ 2,810.00	$ 2,810.00
Mobile Homes of Lots of Less Than 6000 Square Feet	$ 2,810.00	$ 2,810.00
Mobile Homes on Lots of 6000 Square Feet or More	$ 4,195.00	$ 4,195.00
Park Model RVs	$ 2,307.00	$ 2,307.00
Destination RVs*	$ 2,810.00	$ 2,810.00
All other RVs Including Transient RVs	$ 4,195.00	$ 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.

(1) New rates were approved by the Board effective October 1, 2016.

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
Checks $301 or more		change at this time)
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 10-081 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	369.611	1.010	1.162
East Regional Utility Service Area (ERUSA)				
(Waverly/Sun Air/Timberlake/Lake Wales/Oak Acres)	1.373	161.877	0.442	0.475
NE Regional Utility Service Area (NERUSA) (5)				
SWFWMD Permit	10.919	1,757.404	N/A	N/A
SFWMD Permit	5.000	727.124	N/A	N/A
Ovation Permit	0.257	0.000	N/A	N/A
Import from Tohopekaliga Water Authority	0.000	0.093	6.789	7.551
Subtotal NE Regional Utility Service Area (NERUSA)	16.176	2,484.621	6.789	7.551
NW Regional Utility Service Area (NWRUSA)				
(North Lakeland/Country Class)	5.700	920.404	2.515	2.967
SW Regional Utility Service Area (SWRUSA)				
(Imperialakes/TurnerRd/ValleyView/Bradley Junction)	7.000	114.227	0.313	3.577
SE Regional Utility Service Area (SERUSA)				
(Sun Ray/Lakeview/Little Sun Ray/Babson Park)	1.367	213.189	0.582	0.679
Walk in Water (Isolated Permit and System)	0.094	15.239	0.042	0.045
Total	33.713	4,279.168	11.693	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	240.613	0.657	N/A
Combeewoods	0.056	12.444	0.034	N/A
Heritage Place	0.060	9.516	0.026	N/A
NE Regional	4.750	1071.648	2.928	809.226
NW Regional	1.515	311.100	0.850	226.554
Sun Ray (Southeast)	1.000	124.440	0.340	N/A
SW Regional	4.000	695.400	1.900	347.700
Waverly (East)	0.130	9.516	0.026	N/A
SUN AIR/POINCIANNA	N/A	23.781	0.065	N/A
Total	11.511	2,498.458	6.826	1,383.480

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 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, 2016. 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.

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 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, 2016.

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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Lakeland, Florida
April 21, 2017

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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, 2016, and have issued our report thereon dated April 21, 2017.

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; Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); 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 April 21, 2017, 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 three blended component units. 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 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, 2016, 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, 2016. 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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Lakeland, Florida
April 27, 2017

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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, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type 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, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We have also audited the financial statements of the Harden/Parkway Community Redevelopment Agency, Polk Commerce Centre Community Redevelopment Agency, and the Eloise Community Redevelopment Agency (each CRA is a nonmajor special revenue fund) which are presented in the accompanying combining and individual fund schedules and statements section as of and for the year ended September 30, 2016, as listed in the table of contents, and have issued our report thereon dated April 21, 2017.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Lakeland, Florida
April 21, 2017

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE 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 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, 2016. 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 federal statutes, regulations, and the terms and conditions of its federal awards 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; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, Rules of the Auditor General. Those standards and the Uniform Guidance, 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, 2016.

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 the Uniform Guidance 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 the Uniform Guidance 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 the Uniform Guidance

We have audited the 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, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated April 21, 2017, 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 the Uniform Guidance 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 expenditures of federal awards and state financial assistance is fairly stated in all material respects in relation to the basic financial statements as a whole.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Lakeland, Florida
April 21, 2017

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POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
YEAR ENDED SEPTEMBER 30, 2016

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
Federal Awards				
Corporation for National and Community Service				
Direct Programs:				
RSVP Grant, effective 07/30/13	94.002	13SRSFL007	$ 60,868	$ -
RSVP Grant, effective 07/01/16	94.002	16SRSFL007	26,286	-
Total Corporation for National and Community Service			87,154	-
Department of Agriculture				
Child Nutrition Cluster				
Passed through Florida Department of Agriculture & Consumer Services:				
School Breakfast Program	10.553	Agreement #01-0317	45,823	-
Passed through Florida Department of Agriculture & Consumer Services:				
National School Lunch Program	10.555	Agreement #01-0317	87,854	-
Passed through Florida Department of Elder Affairs:				
Adult Care Food Program	10.555	Y6128	27,634	-
Total Program			115,488	-
Total Child Nutrition Cluster			161,311	-
Adult Care Food Program	10.558	Y6128	2,080	-
Total Department of Agriculture			163,391	-
Department of Health and Human Services				
Aging Cluster				
Passed through Florida Department of Elder Affairs and Senior Connection Center, Inc.:				
OAA Title III-B, 01/01/15-12/31/15	93.044	OAA-2015-POLK	178,474	-
OAA Title III-B, 01/01/16-12/31/16	93.044	OAA-2016-POLK	384,678	-
Total Program			563,152	-
Passed through Florida Department of Elder Affairs and Senior Connection Center, Inc.:				
OAA Title IIIC-1, 01/01/15-12/31/15	93.045	OAA-2015-POLK	191,747	-
OAA Title IIIC-1, 01/01/16-12/31/16	93.045	OAA-2016-POLK	544,029	-
OAA Title IIIC-2, 01/01/15-12/31/15	93.045	OAA-2015-POLK	103,752	-
OAA Title IIIC-2, 01/01/16-12/31/16	93.045	OAA-2016-POLK	298,007	-
Total Program			1,137,535	-
Passed through Florida Department of Elder Affairs and Senior Connection Center, Inc.:				
Nutrition Services Incentive Program	93.053	NSIP-15/16-POLK	122,965	-
Total Aging Cluster			1,823,652	-
Passed through Florida Department of Elder Affairs and Senior Connection Center, Inc.:				
OAA Title IIIE, 01/01/15-12/31/15	93.052	OAA-2015-POLK	46,486	-
OAA Title IIIE, 01/01/16-12/31/16	93.052	OAA-2016-POLK	87,141	-
Total Program			133,627	-

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

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, 07/01/15-06/30/16	93.558	HF-15-16-5	$ 927,920	$ -
Ounce of Prevention, 07/01/16-06/30/17	93.558	HF-15-20-5	289,063	-
Total Program			1,216,983	-
Passed through the Department of Revenue:				
Title IV-D Child Support Grant, 09/01/14-08/31/19	93.563	COC353	362,560	-
Passed through the Department of State:				
Voting Access for Individuals with Disabilities	93.617	MOA #2015-2016-0004-POL	1,187	-
Passed through Central Florida Behavioral Health Network, Inc.:				
Block Grants for Community Mental Health Services	93.959	QB038	183,014	-
Total Department of Health and Human Services			3,721,023	-
Department of Homeland Security				
Passed through United Way of Central Florida:				
Fema Phase XIX Program 2015	97.024	LRO #170200-008	3,122	-
Passed through State Department of Community Affairs:				
Emergency Mgmt Performance Grant, FY 15/16	97.042	16-FG-5A-07-63-01-120	87,489	-
Passed through Executive Office of the Governor: Community Affairs:				
State Homeland Security Grant Program 2014	97.067	15-DS-P4-07-63-01-326	10,540	-
Direct Programs:				
SAFER Grant 01/23/2016 - 01/22/2018	97.083	EMW-2014-FH-00222	434,544	-
Total Department of Homeland Security			535,695	-
Department of Housing and Urban Development				
Direct Programs:				
Community Development Block Grant	14.218	B-14-UC-12-0007	306,380	58,164
Community Development Block Grant	14.218	B-15-UC-12-0007	2,396,429	1,524,739
Neighborhood Stabilization Program (NSP) Housing and Economic Recovery Act of 2008 (HERA)	14.218	B-08-UN-12-0016	80	-
Neighborhood Stabilization Program (NSP3)	14.218	B-11-UN-12-0016	393,714	-
Total Program			3,096,603	1,582,903
Direct Programs:				
Emergency Solutions Grant	14.231	E-14-UC-12-0019	13,498	13,498
Emergency Solutions Grant	14.231	E-15-UC-12-0019	252,887	233,143
Total Program			266,385	246,641
Direct Programs:				
Home Investment and Affordable Housing	14.239	M-12-UC-12-0218	114,143	-
Home Investment and Affordable Housing	14.239	M-13-UC-12-0218	243,922	-
Home Investment and Affordable Housing	14.239	M-14-UC-12-0218	232,116	-
Home Investment and Affordable Housing	14.239	M-15-UC-12-0218	39,610	-
Total Program			629,791	-

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
Direct Programs:				
Housing Assistance Payments	14.871	FL143VO	$ 3,543	$ -
Total Department of Housing and Urban Development			3,996,322	1,829,544
Department of Justice				
Passed through the Office of Juvenile Justice & Delinquency Prevention:				
Central Florida Regional ICAC Task Force	16.540	2013-MC-CX-K010	456,269	-
Passed through the Florida Office of the Attorney General:				
Victims of Crime Act	16.575	V017-14080	105,279	-
Passed through Florida Coalition Against Domestic Violence:				
Stop Violence Against Women Formula Grant				
STOP Domestic Violence 07/01/15-06/30/16	16.588	15-8022-LE-ENH	110,266	-
STOP Domestic Violence 07/01/16-06/30/17	16.588	17-8022-LE-ENH	36,693	-
Total Program			146,959	-
Passed through the Department of Law Enforcement:				
Residential Substance Abuse Treatment, 10/01/2015-09/30/2016	16.593	2016-RSAT-POLK-1-J5-002	50,000	-
Direct Programs:				
COPS Methamphetamines, 12/16/09-12/15/15	16.710	2010-CK-WX-0382	10,311	-
COPS Hiring Program, 06/01/12-05/31/16	16.710	2012-UL-WX-0010	270,803	-
COPS Hiring Program, 10/01/14-08/31/17	16.710	2014-UL-WX-0008	300,101	-
Total Program			581,215	-
Direct Programs:				
Bureau of Justice Assistance Grant	16.738	2015-DJ-BX-0457	52,844	-
Passed through the Department of Law Enforcement:				
Byrne State & Local Law Enforcement				
Vehicle Crash Avoidance	16.738	2016-JAGC-POLK-10-H3-203	28,733	-
Polk County Post Adjudication Drug Court/MM 10th Judicial Circuit	16.738	2016-JAGC-POLK-13-H3-097	17,750	-
Total Program			99,327	-
Direct Programs:				
Asset Forfeiture Program, Equitable Sharing	16.922	FL0530000	251,540	-
Total Department of Justice			1,690,589	-
Department of Transportation				
Passed through Florida Department of Transportation:				
Complete Street Corridor Feasibility Study	20.205	ARN80, FM 435070-1-18-01	287,400	-
High Crash Corridors Bike/Pedestrian Study	20.205	ARN81, FM 435070-2-18-01	118,802	-
Rifle Range Road Sidewalk	20.205	G069, FPN: 433274-1-58/68-01	269,499	-
Total Program			675,701	-
Passed through Florida Department of Transportation:				
FTA Section 5305(d) Grant, 10/01/12-12/31/15	20.505	AQR05	117,236	-
Metropolitan Planning Program, eff. 07/01/14	20.505	PL-0262(052), FPN 425669-1-14-01	452,055	-
Metropolitan Planning Program, eff. 07/01/16	20.505	PL-0262(054), FPN 439313-1-14-01	121,140	-
Total Program			690,431	-

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
Direct Programs:				
Trans Sctn 5307 Operating, FY 11/12	20.507	FL-90-X686	$ 38,075	$ -
Trans Sctn 5307 Capital Assistance, FY 12/13	20.507	FL-90-X787	190,288	-
Total Program			228,363	-
Passed through Florida Department of Transportation:				
Trans Sctn 5311 Oper., FY 14/15	20.509	AQRO7, 410128-1-84-33	732,235	-
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	130,840	-
FTA Sctn 5316, Job Access Reverse Commute Prog	20.516	AQ376, FP 428388-1-84-01	72,789	-
Total Program			203,629	-
Passed through Florida Department of Transportation:				
FTA Sctn 5317, New Freedom Program	20.521	AQ407, FP 428348-1-84-01	106,231	-
Total Transit Services Programs Cluster			309,860	-
Total Department of Transportation			2,636,590	-
Executive Office of the President				
Office of the National Drug Control Policy				
High Intensity Drug Trafficking Area-HIDTA	95.001	G14CF0005A	266	-
High Intensity Drug Trafficking Area-HIDTA	95.001	G15CF0005A	42,197	-
High Intensity Drug Trafficking Area-HIDTA	95.001	G16CF0005A	164,708	-
Passed through Seminole County Sheriff's Office:				
High Intensity Drug Trafficking Area-HIDTA				
Supplement T-III Funds	95.001	G14CF0008A	17,741	-
Supplement T-III Funds	95.001	G15CF0008A	5,548	-
Total Executive Office of the President Office of the National Drug Control Policy			230,460	-
Institute of Museum and Library Services				
Passed through Florida Department of State:				
Library Services and Technology Act Grant FY 15/16	45.310	15-LSTA-B-02	9,560	-
National Endowment for the Humanities				
Passed through Florida Humanities Council:				
The Heart of Central Florida; Polk County Heritage Trail	45.129	GR_0615_4143_2387	8,400	-
Total Expenditures of Federal Awards			$ 13,079,184	$ 1,829,544
State Financial Assistance				
Department of Agriculture and Consumer Services				
State Mosquito Control Program, eff. 10/01/15	42.003	FDACS 22268	43,009	-
Off-Highway Vehicle Recreational Grant Program	42.020	FDACS 021815	4,963	-
Natural Gas Fleet Vehicle Rebate Program	42.029		53,791	
Polk, Aldine Combee Arena Improvements	42.040	FDACS 22944	155,214	-
Polk, Bartow Ag Arena Improvements	42.043	FDACS 22942	26,706	-
Total Department of Agriculture and Consumer Services			283,683	-
Department of Economic Opportunity				
APAFR CR 64 Roadway Improvements - DIG	40.003	DIG 14-06	3,554	-
Land Development Code Technical Assistance Grant	40.024	P0107	4,224	-
Total Department of Economic Opportunity			7,778	-

POLK COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2016

Agency/Program	CFDA/ CSFA Number	Grant Identification	Expenditures	Transfers to Subrecipients
Department of Health				
Emergency Medical Services County Grant	64.005	C40	$ 55,231	$ -
Department of State				
State Aid to Libraries	45.030	15-ST-75	141,125	-
State Aid to Libraries	45.030	16-ST-75	130,971	-
Total Department of State			272,096	-
Department of Transportation				
Trip/Equipment Grant, FY 15/16	55.001	G0187, FM43202718401/43202818401	383,052	-
Trans Disadvantaged Planning Grant, 07/01/15-06/30/16	55.002	G0252, FM 43202911401	25,991	-
Trans Disadvantaged Planning Grant, 07/01/16-06/30/17	55.002	G0C77, FM 43202911401	6,097	-
Total Program			32,088	-
FDOT Block Grant, FY 14/15	55.010	AQQ78, FPN 410143-1-84-01	78,800	-
Transportation Regional Incentive Program/ Ernie Caldwell Blve from Pine Tree Trail to US 17/92	55.026	ARH00, FPN 433694-1-58-01	3,590,012	-
Northwest Quadrant EDTF Project	55.032	FM#437184-1-54-01	92,653	-
North Ridge Trail Extension (Phase III)	55.032	FM #437989-1-54-1, CONTRACT #G0835	904,182	-
Total Program			996,835	-
FTA Section 5305(d) Grant, 10/01/12-12/31/15	--	AQR05	33,496	-
Total Department of Transportation			5,114,283	-
Executive Office of the Governor				
Passed through Department of Community Affairs:				
EMPA Grant, FY 15/16	31.063	16-BG-83-07-63-01-053	90,442	-
EMPA Grant, FY 16/17	31.063	17-BG-83-07-63-01-060	34,543	-
Total Program			124,985	-
Hazardous Materials Plan, FY 14/15	31.067	15-CP-11-07-63-01-204	1,952	-
Hazardous Materials Plan, FY 15/16	31.067	16-CP-11-07-63-01-192	21,112	-
Total Program			23,064	-
Total Executive Office of the Governor			148,049	-
Florida Fish and Wildlife Conservation Commission				
Polk County, Lake Hancock Boat Ramp	77.006	14105	28,402	-
Florida Housing Finance Agency				
State Housing Initiative Partnership Program	40.901	FY 14/15	1,732,047	-
State Housing Initiative Partnership Program	40.901	FY 15/16	505,901	-
Total Florida Housing Finance Agency			2,237,948	-
State Courts System				
Passed through the Tenth Judicial Circuit Court				
Adult Post Adjudicatory Drug Court Oper Expansion	22.021	Contractual Services Agreement	272,723	-
Total Expenditures of State Financial Assistance			$ 8,420,193	$ -
Total Expenditures of Federal Awards and State Financial Assistance			$ 21,499,377	$ 1,829,544

POLK COUNTY, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
YEAR ENDED SEPTEMBER 30, 2016

NOTE 1 GENERAL

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the Schedule) 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, 2016. The information in this Schedule is presented in accordance with the requirements of 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).* Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

NOTE 2 BASIS OF ACCOUNTING

The accompanying Schedule 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, 2016. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The County has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

POLK COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2016

Section I – Summary of Auditors' Results

Financial Statements

1. Type of auditors' report issued: Unmodified

2. Internal control over financial reporting:

   - Material weakness identified? _____ yes ___x___ no

   - Significant deficiency identified that are not considered to be material weakness? _____ yes ___x___ none reported

3. Noncompliance material to financial statements noted? _____ yes ___x___ no

Federal Awards

1. Internal control over major federal programs:

   - Material weakness identified? _____ yes ___x___ no

   - Significant deficiency identified that are not considered to be material weakness? _____ yes ___x___ none reported

2. Type of auditors' report issued on compliance for major federal programs: Unmodified

3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes ___x___ no

Identification of Major Federal Programs

CFDA Number	Name of Federal Program or Cluster
14.218	Community Development Block Grant Programs (CDBG)

Dollar threshold used to distinguish between Type A and Type B programs: $ 750,000

Auditee qualified as low-risk auditee? ___x___ yes _____ no

State Financial Assistance

1. Internal control over state projects:

   - Material weakness identified? _____ yes ___x___ no
   - Significant deficiency identified that are not considered to be material weakness? reported _____ yes ___x___ none

2. Type of auditors' report issued on compliance for state projects: Unmodified

3. Any audit findings disclosed that are required to be reported in accordance with Chapter 10.550, Rules of the Auditor General? _____ yes ___x___ no

Identification of Major State Projects

CFSA Number	Name of State Project
55.026	Transportation Regional Incentive Program
55.032	Economic Development Transportation Projects

Dollar threshold used to distinguish between Type A and Type B state projects: $ 300,000

Part II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Part III – Findings and Questioned Costs – Major Federal Programs and State Projects

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

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