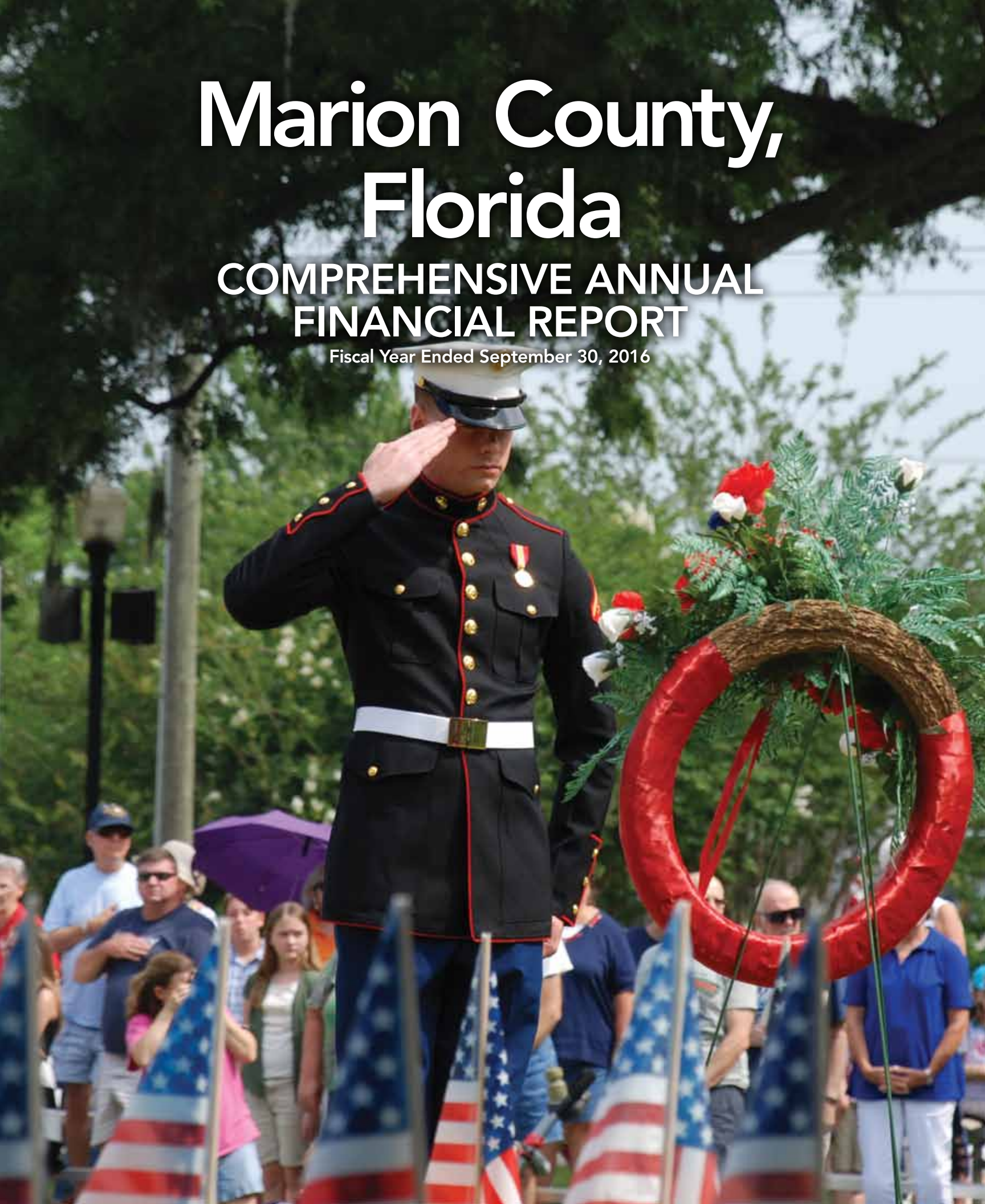


Marion County, Florida

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2016



MARION COUNTY, FLORIDA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

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

*Prepared by:
Finance Department
Office of the Clerk of
the Circuit Court
and Comptroller*



Quick Links to Sections

[Introductory Section](#)

[Financial Section](#)

[Statistical Section](#)

[Compliance Section](#)

MARION COUNTY PUBLIC LIBRARY HEADQUARTERS-OCALA

INTRODUCTORY SECTION

This section contains the following subsections:

- CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING
- COUNTY OFFICIALS
- TABLE OF CONTENTS
- LETTER OF TRANSMITTAL
- ORGANIZATION CHART



MARION COUNTY, FLORIDA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

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

*Prepared by:
Finance Department
Office of the Clerk of
the Circuit Court
and Comptroller*





Government Finance Officers Association

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

Presented to

**Marion County
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2015

Executive Director/CEO

MARION COUNTY, FLORIDA COUNTY OFFICIALS

BOARD OF COUNTY COMMISSIONERS

Kathy Bryant	Chairman – District 2
Carl Zalak, III	Vice Chair – District 4
David Moore	Commissioner – District 1
Stan McClain	Commissioner – District 3
Earl Arnett	Commissioner – District 5

ELECTED COUNTY OFFICERS

David R. Ellspermann	Clerk of the Circuit Court and Comptroller
Villie M. Smith	Property Appraiser
Emery Gainey	Sheriff
Wesley Wilcox	Supervisor of Elections
George Albright	Tax Collector

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

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CLERK OF THE CIRCUIT COURT AND COMPTROLLER
David R. Ellspermann

March 10, 2017

To the Honorable Members of the
Board of County Commissioners and
Citizens of Marion County

Florida Statutes require that all general-purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP), and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby submit the comprehensive annual financial report of the County of Marion, Florida (County) for the fiscal year ended September 30, 2016.

The report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the costs of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by an independent firm of certified public accountants, Purvis Gray & Company. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2016, are free of material misstatement. The independent audit involved examining, on a test

Marion County Clerk of the Circuit Court and Comptroller

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basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The independent auditor concluded, based upon the audit, 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 GAAP. The report of independent accountants is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited County's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and state awards. These reports are in the compliance section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A, and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent accountants.

Profile of the County of Marion, Florida

Marion County was created by the Florida Legislature on March 14, 1844 from land formerly part of Alachua, Hillsborough and Orange Counties. The County is located in North Central Florida, encompassing more than 1,652 square miles making it one of Florida's larger Counties. The eastern quarter of the County contains the Ocala National Forest which is one of the most visited national forests in America. The forest, along with its lakes and rivers, provide recreational opportunities for thousands of visitors each year.



Marion County is a political subdivision of the State of Florida. As such, it is governed by and derives its operating authority from the constitution and laws of the State of Florida. The County operates under a commission/administrator form of government, with a governing board consisting of five county commissioners, elected at-large to staggered four-year terms. Each commission member must meet district residency requirements. In addition to the Board of County Commissioners (BCC), there are five elected constitutional officers performing specifically designated governmental functions: The Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. The BCC exercises a varying degree of budgetary control, but not administrative control, over the activities of the constitutional officers. During fiscal year 2015-2016, the Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector each operated their respective offices as budget officers with funding provided by the BCC in the form of operating subsidies. In return, each budget officer is responsible for the collection of revenues within their jurisdictional area, and for the subsequent remittance of such collections to the BCC. The Clerk of the Circuit Court and Comptroller operates as a budget officer, a fee officer, and receives State funding for the courts (Fee officers are authorized to retain revenues generated within their offices for the purpose of defraying the costs of operation). As Clerk to the BCC, the duties of the Clerk of the Circuit Court and Comptroller, as set forth in the Florida Constitution, include those of county auditor, accountant and custodian of county funds.

The financial reporting entity (the County) includes all the funds of the primary government (Marion County Board of County Commissioners) as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. The County provides a full range of services including jails, police and fire protection, solid waste disposal, sewer and water services, the construction and maintenance of highways, streets and infrastructure, recreational activities, planning and zoning services, and economic development programs.

Blended component units, although legally separate entities, are in substance part of the primary government operation, and are included as part of the primary government. Accordingly, the Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector are included as blended component units of the County.

Factors Affecting Financial Condition

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

Local Economy

The Ocala MSA (Marion County) economy continues to see tremendous growth. For the 4th consecutive time, *Forbes* magazine has named the area to its Top 10 list of Metros with the highest job growth. The unemployment rate ended down year over year with a significant increase in private sector employment. The job growth for the Ocala MSA is 60% greater than the national average. Health care continues to experience substantial growth with more than \$400 million in hospital expansion recently completed or announced. CHS has announced plans to build a new 100-bed full-service hospital which will be the community's fourth along with major expansions at the main MRMC campus. The Ocala Health System has announced additional major expansions at both of their local facilities.

Job growth was fueled by both the expansion of local companies and the location of several new primary employers. Companies reporting significant expansions included AutoCustoms (HQ-IT), Ansafone (Customer Center), CWS (Manufacturing), and FedEx Ground (Distribution). New primary employers to the market include AutoZone (Distribution), Rural King (Distribution), and Chewy.com (Distribution/Customer Center).

Home sales are up 6.3% over the last two years while the average price paid is up more than 21%. New home construction is up 111% in the last two years with the value of this construction up nearly 79%.

Growth is showing no signs of slowing and is expected to continue to accelerate throughout 2017.

Long-Term Financial Planning

The BCC have identified improvements to be made as part of their Capital Improvement Program (CIP) for fiscal years 2015-2016 through 2019-2020. The CIP includes capital improvements in the amount of \$162,163,673 of which \$744,920 is to be funded from the remaining proceeds of a one percent local option sales tax levied through public referendum and in effect for the calendar years 2003 and 2004.

Planned general capital improvements include expanded office space, various improvements to Health Department facilities, upgrades to energy management systems, upgrades to heating and cooling systems, re-roofing the Jail Facility and grant funded improvements to the Southeastern Livestock Pavilion. In addition to their CIP, during fiscal year 2015-2016, the BCC adopted a Transportation Improvement Program (TIP) which identified specific improvements to be made to the County's road system for fiscal years

2015-2016 through 2019-2020. The total projected cost of transportation improvements identified in the TIP is \$76,859,500.

Relevant Financial Policies

Pension Plan

The County provides pension benefits for all employees through a statewide plan managed by the Florida Department of Management Services, Division of Retirement. The statewide plan is a contributory pension plan. The County complies with the Governmental Accounting Standards Board (GASB) Statement No. 68 "*Accounting and Financial Reporting for Pensions*," in regard to recognizing its unfunded portion of the statewide plan as a liability. This is reflected in the financial statements and notes within this Comprehensive Annual Financial Report.

Fund Balance Policy

The County has established a fund balance policy in accordance with GASB Statement No. 54 "*Fund Balance Reporting and Governmental Fund Type Definitions*". The purpose of the fund balance policy is to establish a key element of the financial stability of the County by setting guidelines for fund balance. Unassigned fund balance is an important measure of economic stability. It is essential that the county maintain adequate levels of unassigned fund balance to mitigate financial risk that can occur from unforeseen revenue fluctuations, unanticipated expenditures, and similar circumstances. The fund balance also provides cash flow liquidity for the County's general operations.

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 Marion County, Florida for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2015. This was the thirty-first consecutive year that the government has achieved this prestigious award (fiscal years ended 1985-2015). In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current CAFR 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.

A CAFR of this nature could not have been prepared without the efficient and dedicated service of all staff members involved. We would like to express our appreciation to the staff of the Clerk of the Circuit Court and Comptroller Finance and Budget Departments for their efforts in producing this report, and to Purvis Gray & Company; Crippen & Co.; Milestone Professional Services, Inc.; and Vision PR & Marketing for their contributions to the design, preparation, and publication of this document. Finally, our thanks for the interest and support of the Board of County Commissioners in planning and conducting the fiscal operations of Marion County.

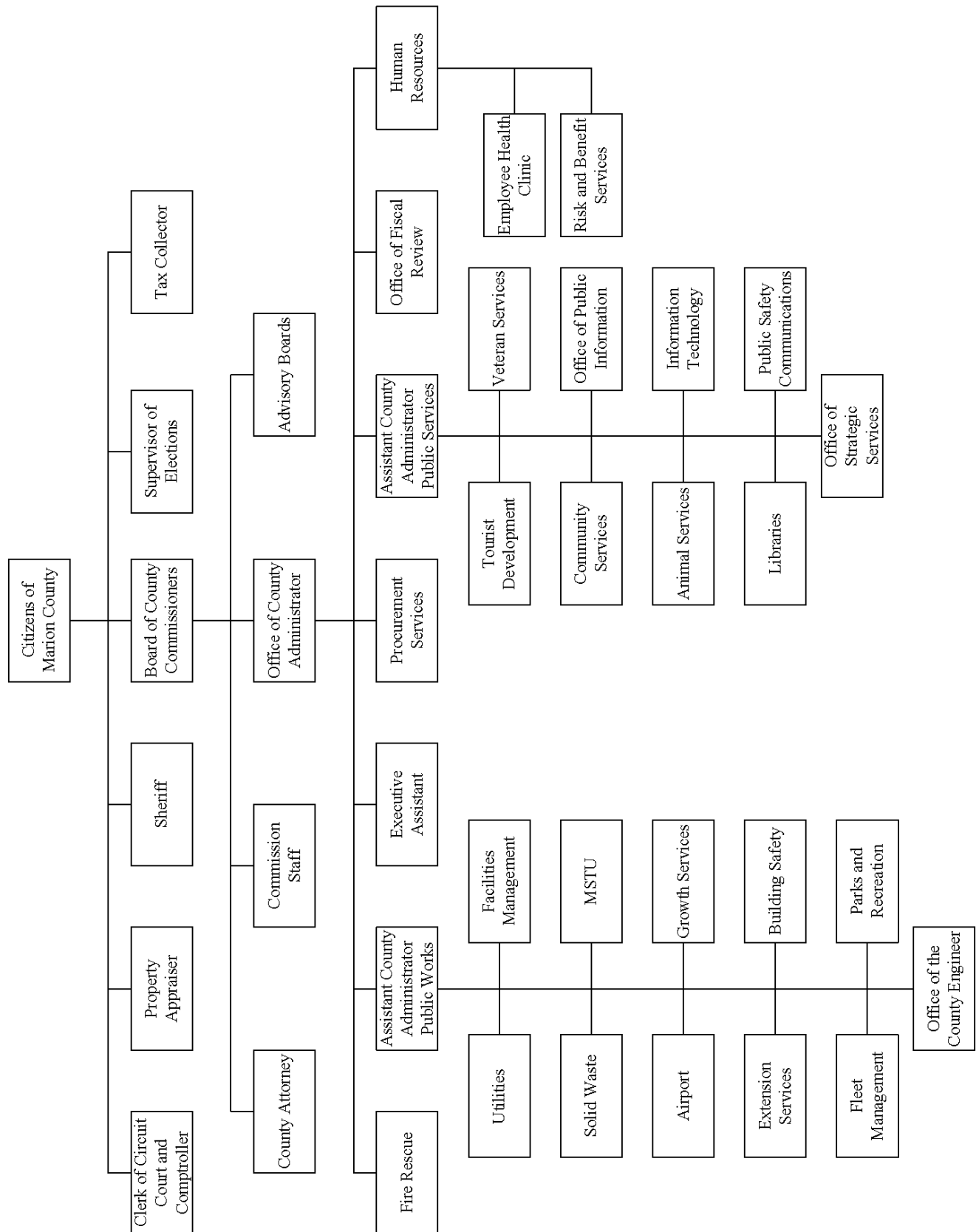
Respectfully submitted,



David R. Ellspermann
Clerk of the Circuit Court
and Comptroller



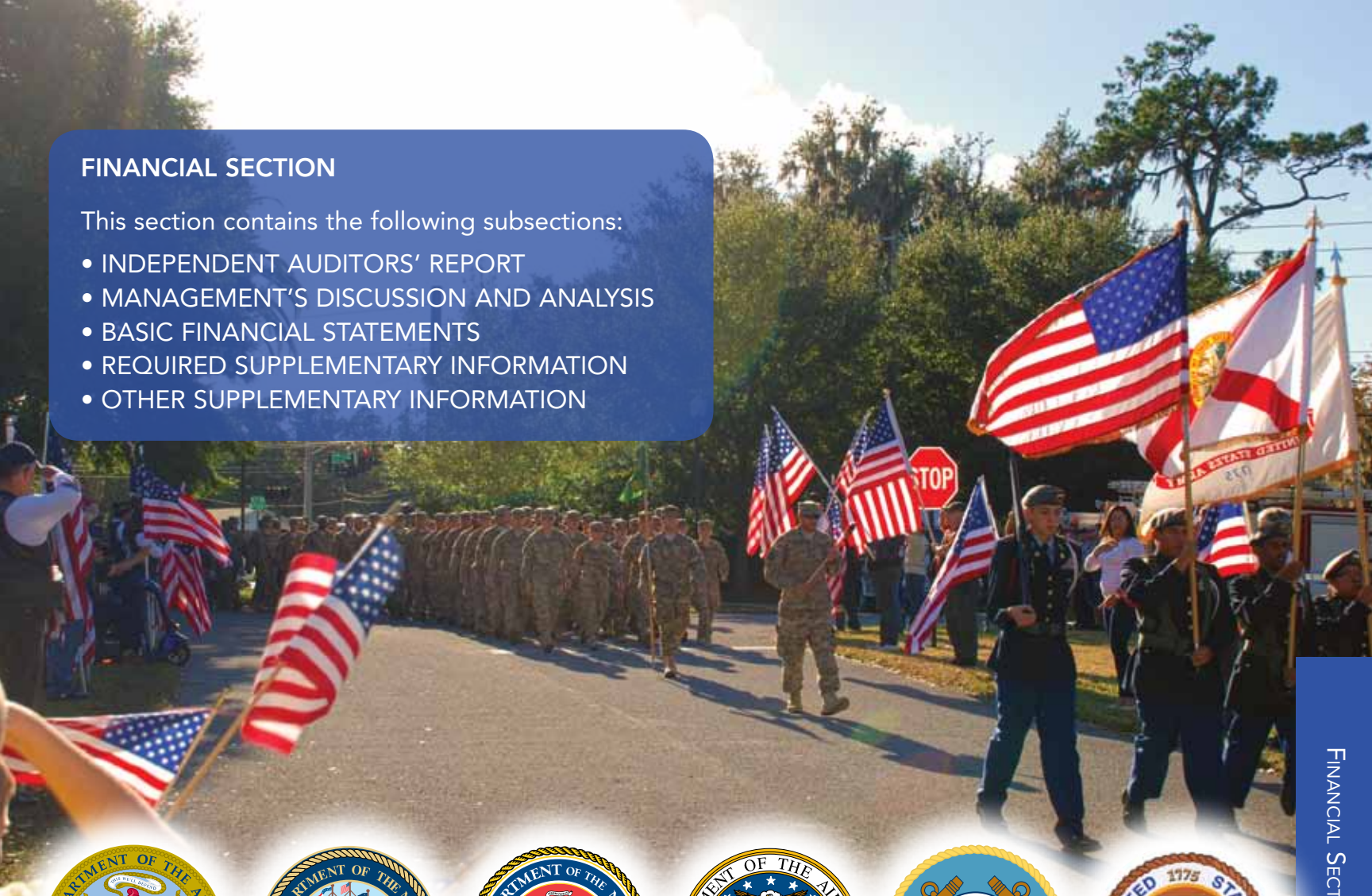
John W. Garri, CPA
Finance Director



FINANCIAL SECTION

This section contains the following subsections:

- INDEPENDENT AUDITORS' REPORT
- MANAGEMENT'S DISCUSSION AND ANALYSIS
- BASIC FINANCIAL STATEMENTS
- REQUIRED SUPPLEMENTARY INFORMATION
- OTHER SUPPLEMENTARY INFORMATION



FINANCIAL SECTION



Marion County Veterans Resource Center

architecture studio
great design shapes the future
rolando sosa, architect

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Marion County, Florida
Ocala, Florida

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Certified Public Accountants

P.O. Box 141270 • 222 N.E. 1st Street • Gainesville, Florida 32614-1270 • (352) 378-2461 • FAX (352) 378-2505
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MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

Board of County Commissioners
Marion County, Florida
Ocala, Florida

INDEPENDENT AUDITORS' REPORT *(Continued)*

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Marion County, as of September 30, 2016, and the respective changes in financial position, and where applicable, cash flows, thereof and the respective budgetary comparison for the general fund and major special revenue funds, for the year then ended in conformity 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, schedule of funding progress and employee contributions, schedule of proportionate share of net pension liability, and schedule of contributions as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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

Board of County Commissioners
Marion County, Florida
Ocala, Florida

INDEPENDENT AUDITORS' REPORT
(Concluded)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 10, 2017, on our consideration of Marion 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 Marion County's internal control over financial reporting and compliance.

Purvis, Gray and Company, LLP

March 10, 2017
Ocala, Florida

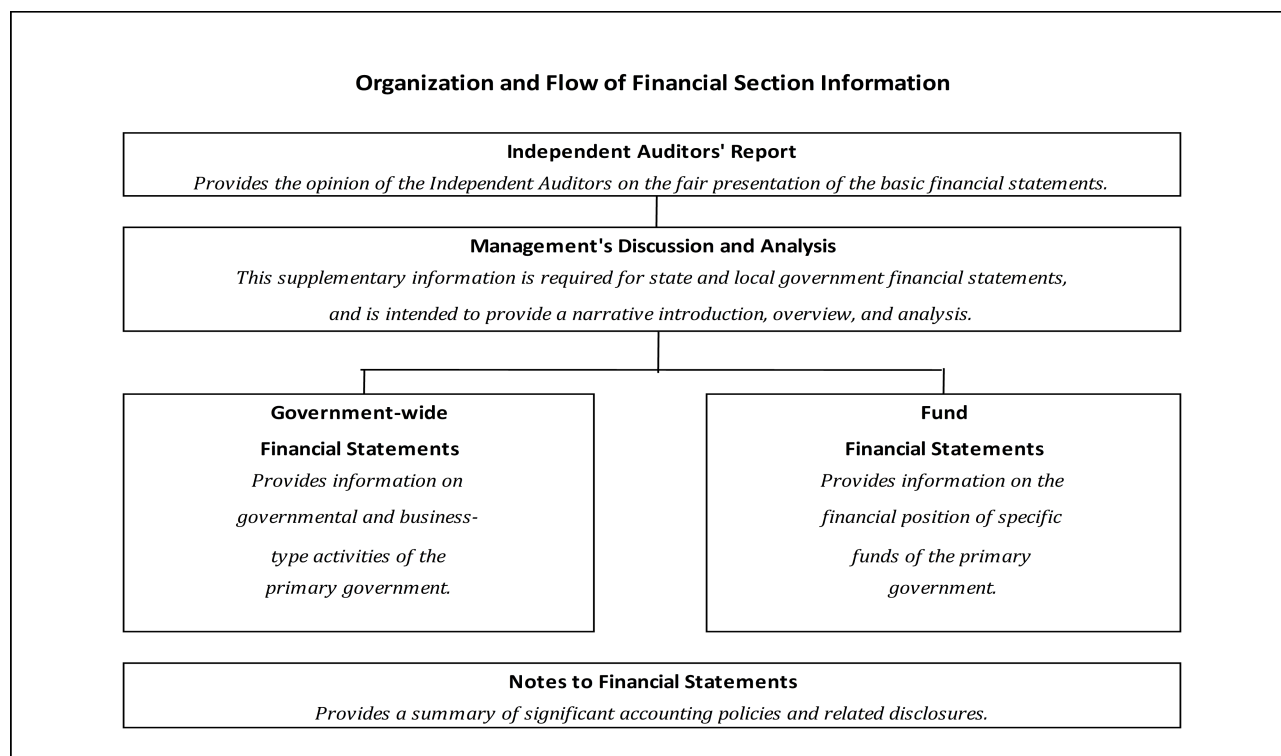
This Management's Discussion and Analysis ("MD&A") presents an overview of the financial activities of Marion County, Florida (the "County") for the fiscal year ended September 30, 2016. Please read it in conjunction with the Letter of Transmittal and the County's financial statements.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2016 by \$1,482,611,383 (net position). Of this amount, \$(27,446,768) is deficit unrestricted net position.
- The County's total net position increased by \$11,587,766 in comparison with the prior year. Of this increase, \$(5,085,759) was attributed to governmental activities and \$16,673,525 to business-type activities.
- At September 30, 2016, the County's governmental funds reported combined ending fund balances of \$135,730,249, a decrease of \$2,349,906 in comparison with the prior year.
- At September 30, 2016, unassigned fund balance for the General Fund was \$14,847,034 or 9.1% of total General Fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic 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 other supplementary information in addition to the basic financial statements themselves.



Government-wide financial statements

The *government-wide financial statements*, which consist of the following two statements, are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between them reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. Additionally, nonfinancial factors, such as a change in the County's property tax base or the condition of County facilities and infrastructure, should be considered to assess the overall health of the County.

The *statement of activities* presents information showing how the government's net position changed during fiscal year 2016. All changes in net position are reported as soon as the underlying event, giving rise to the change, occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of these financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, physical environment, public safety, transportation, economic environment, human services, culture/recreation, and court related activities. The business-type activities of the County include solid waste disposal and water and wastewater utilities.

The government-wide financial statements include not only the County itself (known as the primary government) but also legally separate entities known as Component Units. Component units, which are other governmental units over which the County Commission can exercise influence and/or may be obligated to provide financial subsidy, are presented as a separate column in the government-wide financial statements and as individual activities in the basic and fund financial statements. The County's component units will not be addressed in this MD&A.

Fund financial statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains dozens of individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, MSTU for Law Enforcement, Silver Springs CRA Trust Fund, and Fire Rescue & EMS Fund, which are considered to be major funds. Individual fund data for the General Fund, combining the Board of County Commissioners, Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections and Tax Collector is provided in the form of *combining statements* in the other supplemental information section of this report. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* in the other supplemental information section of this report.

The County adopts an annual appropriated budget for its general, special revenue, and debt service funds and project-length budgets for the capital projects funds. Budgetary comparison schedules have been provided for these funds to demonstrate budgetary compliance.

The County maintains two different types of *proprietary funds*. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for the fiscal activities relating to solid waste disposal, and water and wastewater utilities. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses the internal service fund to account for its self-insurance and risk management program. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Solid Waste and Marion County Utility funds, which are considered to be major funds of the County.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is similar to proprietary funds. The County only has agency funds.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, *required supplementary information* is included which presents a schedule of funding progress and schedule of employer contributions for other post employment benefits; schedules of proportionate share of net pension liability; and schedules of contributions for cost-sharing pension plans.

The combining statements referred to earlier in connection with nonmajor governmental funds and fiduciary funds are presented in the other supplemental information section of this report, along with budgetary comparison schedules for the County's nonmajor governmental funds.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1,482,611,383 at the close of the fiscal year ended September 30, 2016.

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2016

The County is able to report positive balances in all three categories of net position for its business-type activities and two of the categories for its governmental activities.

The largest portion of the County's net position (94.0%) reflects its net investment in capital assets. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The County has *restricted net position* of \$115,668,259 for debt service, capital projects, law enforcement, fire & rescue, resource conservation, transportation and other purposes. The remaining balance of \$(27,446,768) is *unrestricted net position*.

Marion County, Florida Net Position						
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 183,043,844	\$ 186,127,821	\$ 116,350,030	\$ 110,792,377	\$ 299,393,874	\$ 296,920,198
Capital assets (net)	1,391,961,780	1,393,961,499	140,757,050	142,770,147	1,532,718,830	1,536,731,646
Total Assets	1,575,005,624	1,580,089,320	257,107,080	253,562,524	1,832,112,704	1,833,651,844
Deferred outflows of resources	73,711,956	19,931,184	4,855,047	3,912,493	78,567,003	23,843,677
Total Deferred Outflows	73,711,956	19,931,184	4,855,047	3,912,493	78,567,003	23,843,677
Current and other liabilities	20,201,031	19,568,418	7,723,576	8,968,270	27,924,607	28,536,688
Long-term liabilities	273,905,806	202,948,369	114,559,545	125,033,026	388,465,351	327,981,395
Total Liabilities	294,106,837	222,516,787	122,283,121	134,001,296	416,389,958	356,518,083
Deferred inflows of resources	11,396,104	29,203,319	282,262	750,502	11,678,366	29,953,821
Total Deferred Inflows	11,396,104	29,203,319	282,262	750,502	11,678,366	29,953,821
Net Position:						
Net Investment in						
Capital Assets	1,337,513,605	1,343,878,343	56,876,287	52,167,269	1,394,389,892	1,396,045,612
Restricted	109,410,519	101,636,838	6,257,740	6,507,373	115,668,259	108,144,211
Unrestricted	(103,709,485)	(97,214,783)	76,262,717	64,048,577	(27,446,768)	(33,166,206)
Total Net Position	\$ 1,343,214,639	\$ 1,348,300,398	\$ 139,396,744	\$ 122,723,219	\$ 1,482,611,383	\$ 1,471,023,617

There was a net increase of \$16,673,525 in net position reported in connection with the County's business-type activities that resulted from current year activities. Governmental activities decreased the County's net position by \$(5,085,759) from current year activities.

Deferred outflows of resources increased by \$54,723,326 and deferred inflows of resources decreased by \$(18,275,455) from the prior year primarily as a result of changes in the County's pension balances in the current year. Deferred outflows and deferred inflows of resources represent amounts that will increase or decrease net position in future periods.

Additionally, long term liabilities increased from the prior year mostly for the increase in net pension liability. In the current year, the County's net pension liability increased \$74,500,135 for governmental activities and \$1,936,229 for business-type activities.

Key reasons for the changes that resulted from other current year activities are presented in the following pages for governmental and business-type activities.

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2016

Marion County, Florida
Changes in Net Position

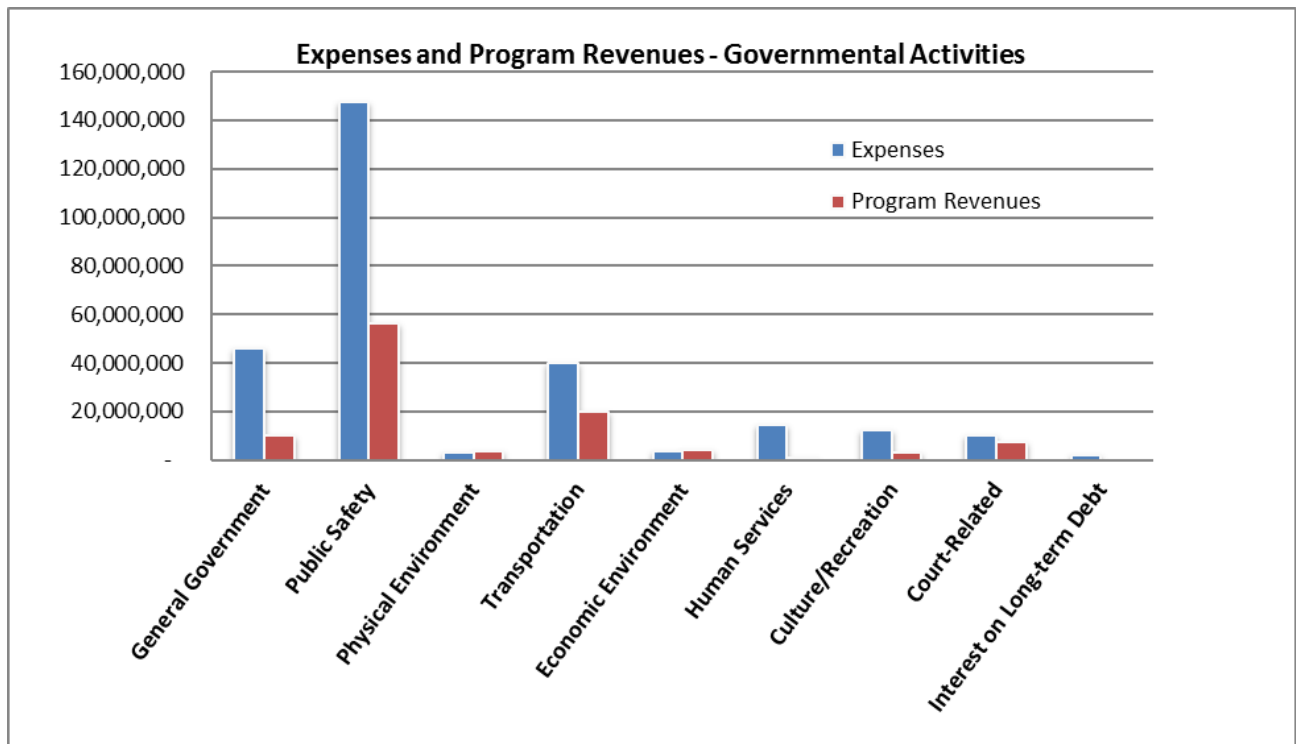
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
REVENUES						
Program Revenues:						
Charges for Services	\$ 79,760,900	\$ 77,772,208	\$ 37,926,299	\$ 37,028,247	\$ 117,687,199	\$ 114,800,455
Operating Grants and Contributions	6,721,007	5,961,610	131,727	121,187	6,852,734	6,082,797
Capital Grants and Contributions	18,830,824	22,718,320	3,917,012	4,933,662	22,747,836	27,651,982
General Revenues:						
Property Taxes	101,798,214	97,786,296	-	-	101,798,214	97,786,296
Other Taxes	50,957,044	47,793,960	-	-	50,957,044	47,793,960
Other	15,590,439	14,397,261	2,807,963	4,376,147	18,398,402	18,773,408
Total Revenues	273,658,428	266,429,655	44,783,001	46,459,243	318,441,429	312,888,898
EXPENSES						
General Government	45,740,805	42,961,192	-	-	45,740,805	42,961,192
Public Safety	147,295,279	129,080,673	-	-	147,295,279	129,080,673
Physical Environment	2,944,110	3,312,381	-	-	2,944,110	3,312,381
Transportation	40,001,023	39,110,915	-	-	40,001,023	39,110,915
Economic Environment	3,552,441	3,891,212	-	-	3,552,441	3,891,212
Human Services	14,615,146	14,562,848	-	-	14,615,146	14,562,848
Culture/Recreation	12,195,761	12,044,743	-	-	12,195,761	12,044,743
Court-Related	9,876,310	10,377,601	-	-	9,876,310	10,377,601
Interest on Long-term Debt	2,042,111	2,444,752	-	-	2,042,111	2,444,752
Solid Waste	-	-	3,957,889	9,093,417	3,957,889	9,093,417
Water and Wastewater	-	-	24,632,788	23,959,419	24,632,788	23,959,419
Total Expenses	278,262,986	257,786,317	28,590,677	33,052,836	306,853,663	290,839,153
Excess (Deficiency) Before Transfers	(4,604,558)	8,643,338	16,192,324	13,406,407	11,587,766	22,049,745
Transfers	(481,201)	1,032,452	481,201	(1,032,452)	-	-
Change in Net Position	(5,085,759)	9,675,790	16,673,525	12,373,955	11,587,766	22,049,745
Beginning Net Position	1,348,300,398	1,457,995,231	122,723,219	113,597,339	1,471,023,617	1,571,592,570
Adjustment for change in Accounting	-	(119,370,623)	-	(3,248,075)	-	(122,618,698)
Beginning Net Position, as Restated	1,348,300,398	1,338,624,608	122,723,219	110,349,264	1,471,023,617	1,448,973,872
Ending Net Position	<u>\$ 1,343,214,639</u>	<u>\$ 1,348,300,398</u>	<u>\$ 139,396,744</u>	<u>\$ 122,723,219</u>	<u>\$ 1,482,611,383</u>	<u>\$ 1,471,023,617</u>

Governmental activities

Governmental activities decreased the County's net position by \$(5,085,759). One reason for this decrease was from greater depreciation expense than capital asset additions for the year. The revenues that were used for the capital purchases were recognized in this fiscal year in the government-wide financial statements; however, the capital assets are depreciated over many years. Thus the related expense is largely not recognized in the same year as the revenues. Total revenues increased from the prior year by \$7.2 million, including an increase of \$4.0 million in property tax revenues from increasing property values. Total expenses increased \$20.5 million from the prior year, mostly for pension and depreciation expenses.

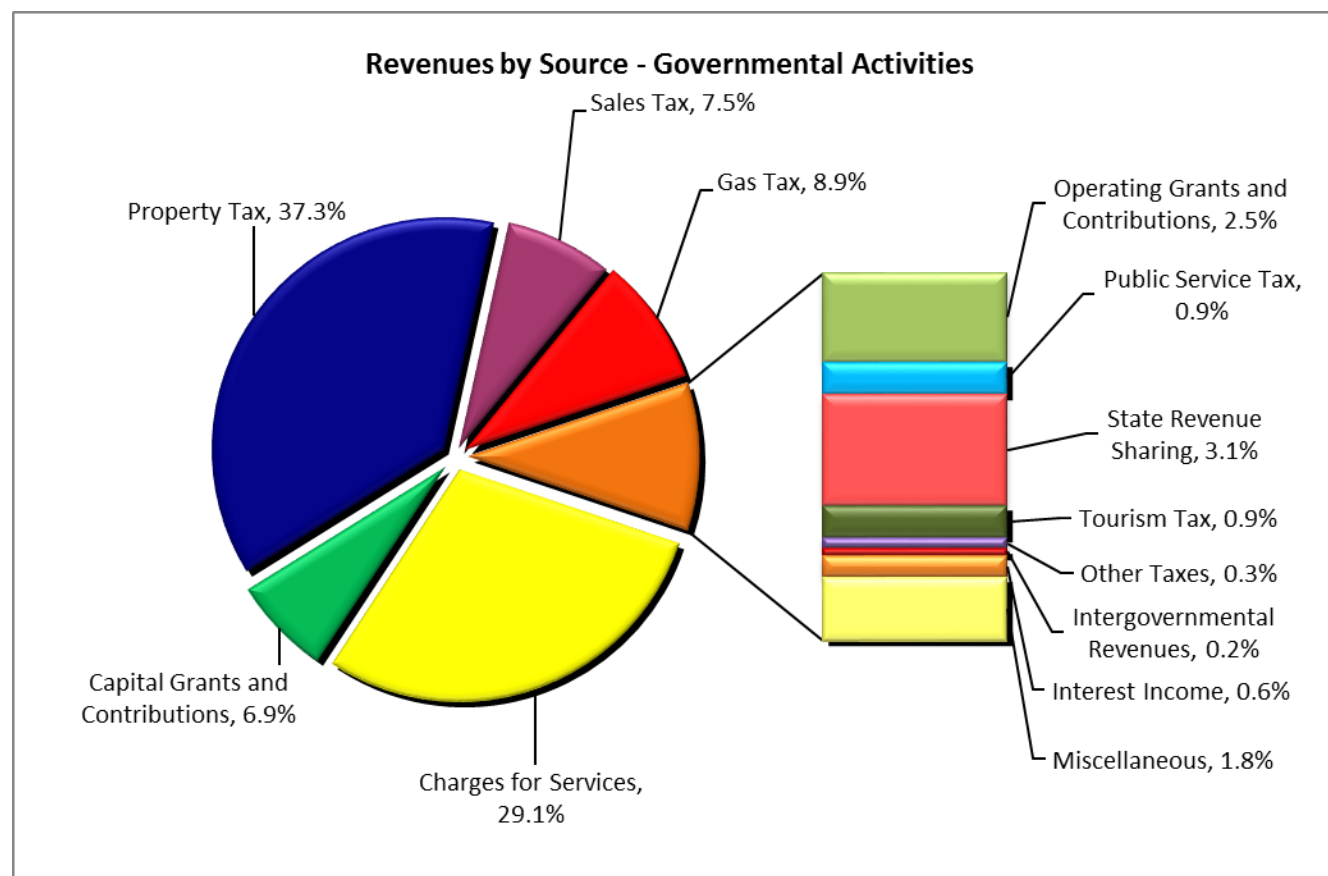
MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2016

Expenses and Program Revenues – Governmental Activities					
Functions/Programs	Expenses	% of Total	Program Revenues	% of Total	Net (Expense) Revenue
General Government	\$ 45,740,805	16.4 %	\$ 9,901,673	9.4 %	\$ (35,839,132)
Public Safety	147,295,279	52.9 %	56,216,280	53.5 %	(91,078,999)
Physical Environment	2,944,110	1.1 %	3,809,947	3.6 %	865,837
Transportation	40,001,023	14.4 %	19,731,401	18.7 %	(20,269,622)
Economic Environment	3,552,441	1.3 %	4,026,478	3.8 %	474,037
Human Services	14,615,146	5.3 %	1,079,173	1.0 %	(13,535,973)
Culture/Recreation	12,195,761	4.4 %	3,135,823	3.0 %	(9,059,938)
Court-Related	9,876,310	3.5 %	7,411,956	7.0 %	(2,464,354)
Interest on Long-term Debt	2,042,111	0.7 %	-	0.0 %	(2,042,111)
	<u>\$ 278,262,986</u>	<u>100.0 %</u>	<u>\$ 105,312,731</u>	<u>100.0 %</u>	<u>\$ (172,950,255)</u>



Revenues by Source – Governmental Activities

Description	Revenues	% of Total
Charges for Services	\$ 79,760,900	29.1 %
Operating Grants and Contributions	6,721,007	2.5 %
Capital Grants and Contributions	18,830,824	6.9 %
Property Tax	101,798,214	37.3 %
Sales Tax	20,563,787	7.5 %
Public Service Tax	2,574,825	0.9 %
Gas Tax	24,484,692	8.9 %
State Revenue Sharing	8,415,045	3.1 %
Tourist Development Tax	2,429,663	0.9 %
Other Taxes	904,077	0.3 %
Intergovernmental Revenues	578,168	0.2 %
Interest Income	1,614,539	0.6 %
Miscellaneous	4,982,687	1.8 %
	<u>\$ 273,658,428</u>	<u>100.0 %</u>

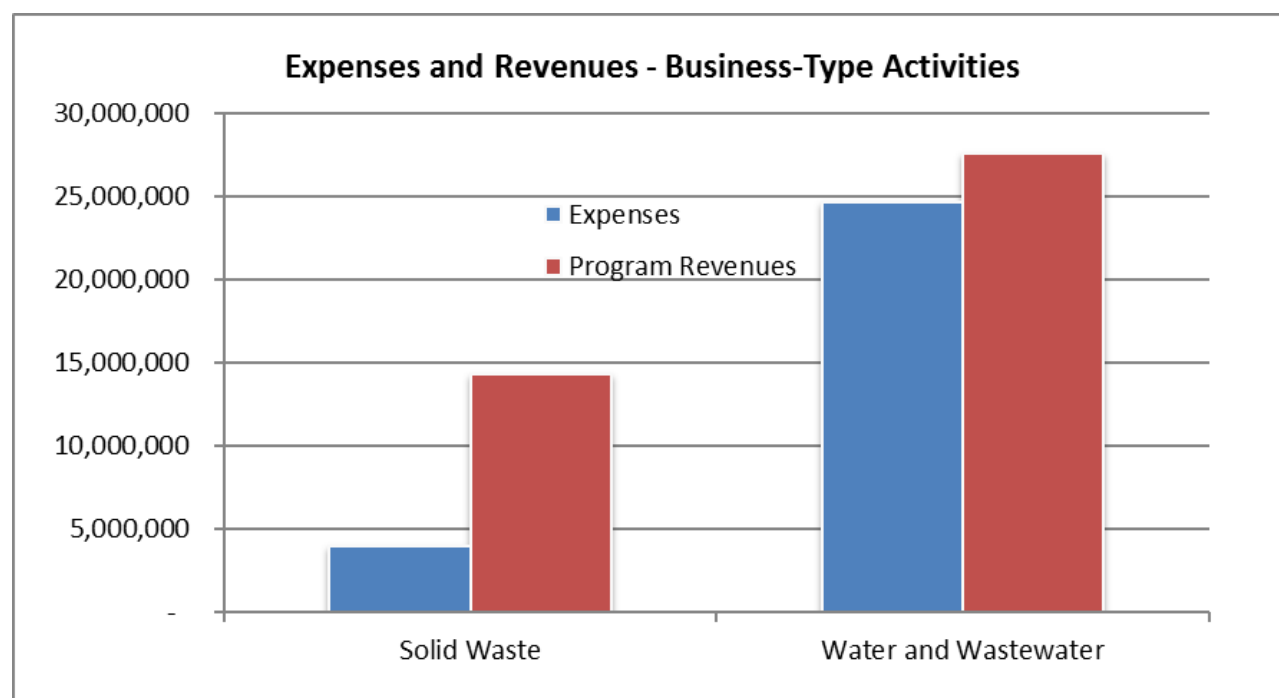


Business-type activities

Business-type activities increased the County's net position by \$16,673,525. Total revenues decreased by \$1.7 million from the prior year, the majority of this decrease from capital grants and contributions. Business-type expenses decreased \$4.5 million from the prior year due to the reduction in landfill closure provision. Both the Solid Waste and Utility Fund experienced operating income for the year, which appears to indicate that the County's current rates are sufficient to sustain the system at this time.

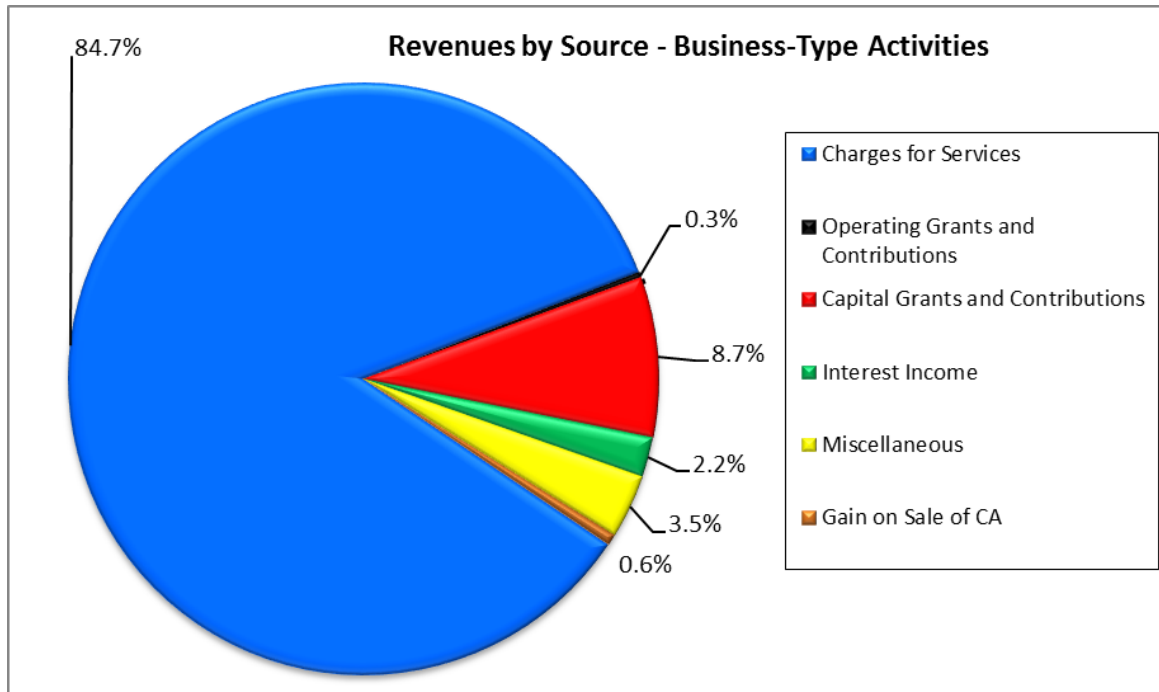
Expenses and Program Revenues – Business-type Activities

Functions/Programs	Expenses	% of Total	Program Revenues	% of Total	Net (Expense) Revenue
Solid Waste	\$ 3,957,889	13.8 %	\$ 14,354,734	34.2 %	\$ 10,396,845
Water and Wastewater	24,632,788	86.2 %	27,620,304	65.8 %	2,987,516
	<u>\$ 28,590,677</u>	<u>100.0 %</u>	<u>\$ 41,975,038</u>	<u>100.0 %</u>	<u>\$ 13,384,361</u>



Revenues by Source – Business-type Activities

Description	Revenues	% of Total
Charges for Services	\$ 37,926,299	84.7 %
Operating Grants and Contributions	131,727	0.3 %
Capital Grants and Contributions	3,917,012	8.7 %
Interest Income	977,555	2.2 %
Miscellaneous	1,548,980	3.5 %
Gain on Sale of Assets	281,428	0.6 %
	<u>\$ 44,783,001</u>	<u>100.0 %</u>



Financial Analysis of the County's Funds

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

Governmental funds

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

As of the end of fiscal year 2016, the County's governmental funds reported combined ending fund balances of \$135,730,249, a decrease of \$2,349,906 in comparison with the prior year. The County's General Fund *Unassigned fund balance* is \$14,847,034. The majority of unassigned fund balance consists of funds budgeted in the subsequent year for contingency. The County's governmental funds reported combined ending *Restricted fund balance* of \$101,394,858.

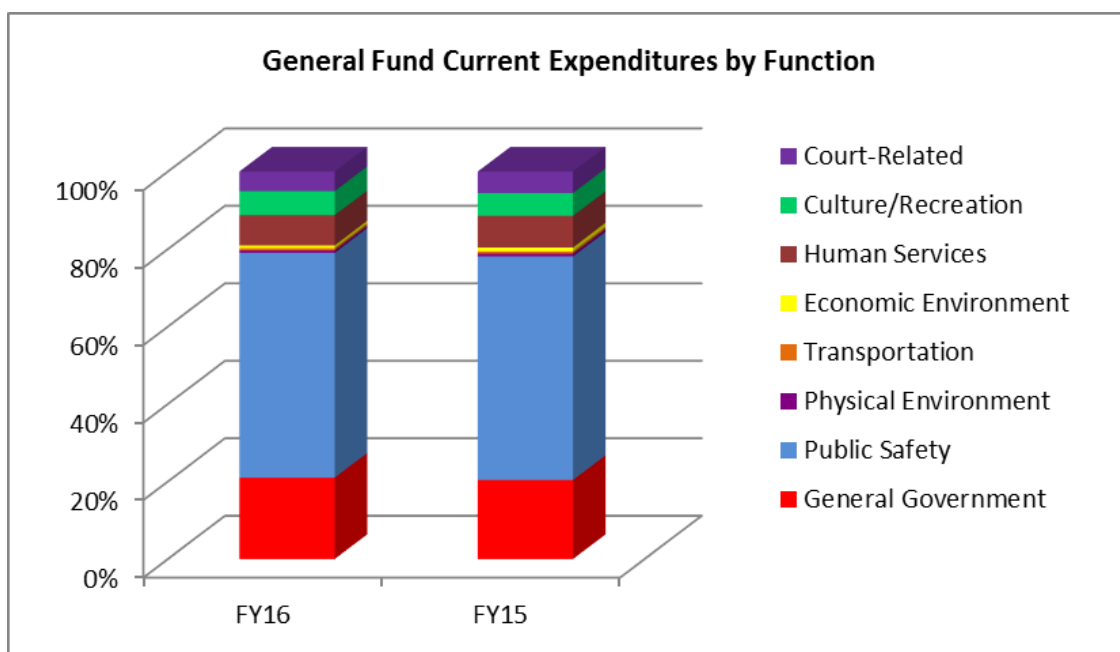
MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2016

This includes amounts that can only be spent for specific purposes as stipulated by external resource providers either constitutionally or through enabling legislation such as the Florida Statutes, laws and regulations, or grantors. The County's governmental funds reported *Committed fund balances* of \$3,615,526 and *Assigned fund balances* of \$13,602,865, which are available for spending in accordance with related ordinances or County policy. The remainder of fund balance is *Nonspendable* to indicate that it is not available for spending because it is not in spendable form: for inventories (\$1,906,344) and for prepaid items (\$363,622).

The General Fund is the chief operating fund of the County. At the end of fiscal year 2016, unassigned fund balance of the General Fund was \$14,847,034, while total fund balance reached \$28,913,879. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 9.1% of the total General Fund expenditures, while total fund balance represents 17.8% of that same amount.

The increase in fund balance of the County's General Fund was \$3,393,262 during the current fiscal year. Intergovernmental revenues increased by \$2.7 million mostly for grants; however, expenditures and transfers out remained mainly unchanged from the prior year.

The following graph displays the General Fund current expenditures by function for FY16 and FY15 (it does not include debt service or other financing uses).



The MSTU for Law Enforcement Fund provides funding in the form of ad valorem taxes for the Marion County Sheriff's Department. At the end of fiscal year 2016, restricted and assigned fund balance totaled \$6,778,475; this amount represents 18.5% of the fund's total expenditures and transfers out. The fund balance increased \$1,248,890 from the prior year. The underlying reason for the increase was from increasing property tax revenues from increasing property values.

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2016

The Silver Springs CRA Trust Fund was established to account for the County's designated redevelopment program and restricted revenues to fund it. At the end of the fiscal year, restricted fund balance totaled \$21,524. The fund balance increased by \$12,767 from the prior year due to minimal operating expenditures.

The Fire, Rescue and EMS fund was established to promote the health, safety and welfare of the citizens of the County. At the end of the fiscal year, fund balance totaled \$12,256,481, a decrease of \$3,396,424 from the prior fiscal year. This was mainly a result of a \$3,263,847 increase in costs from the prior year, while revenues remained relatively unchanged from the prior year. The cost increase was mostly due to personnel costs for rising health insurance and pension costs, and additional overtime to cover unfilled positions.

Proprietary funds

The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. All enterprise funds are reported as major funds. As previously discussed, the internal service fund is combined with governmental funds to arrive at governmental activities. Unrestricted net position of enterprise funds at the end of the year amounted to:

Fund	Unrestricted Net Position	
	2016	2015
Solid Waste	\$ 58,033,319	\$ 46,773,964
Marion County Utility	18,229,398	17,274,613
Total	<u>\$ 76,262,717</u>	<u>\$ 64,048,577</u>

There was an increase in unrestricted net position for the Solid Waste Fund of \$11,259,355, and an increase in unrestricted net position for the Utility Fund of \$954,785, which is in line with the overall increase in net position for the year. The Solid Waste Fund net position increased by \$11,797,756, while the Utility Fund net position increased by \$4,875,769 from the current year's activities. The Solid Waste increase is primarily due to the decrease in the provision for landfill closure. The Utility Fund's operating revenues and expenses were in line with the prior year.

General Fund Budgetary Highlights

The General Fund's original budget decreased by \$610,290 to arrive at the final amended budget for expenditures and transfers out. The largest changes were a decrease to general government mostly from contingency and increases to public safety for law enforcement costs. The changes within functions are summarized in the table below.

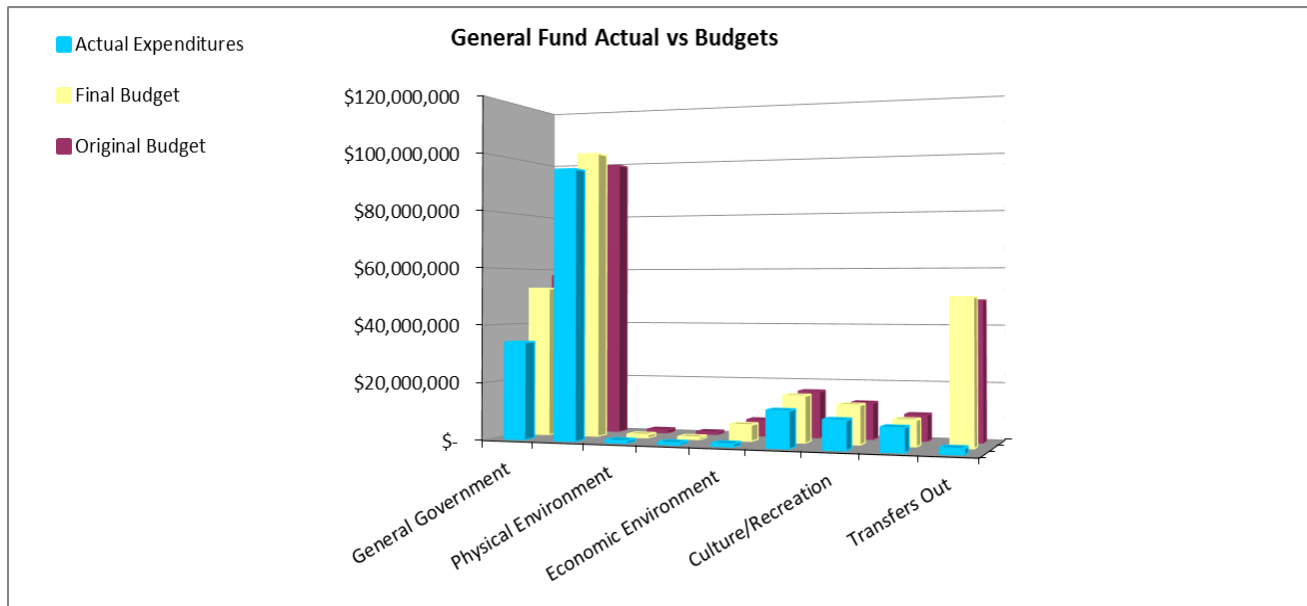
	Original Budget	Final Budget	Change
General Government	\$ 57,641,916	\$ 52,815,279	\$ (4,826,637)
Public Safety	98,343,935	101,007,210	2,663,275
Physical Environment	1,241,542	1,241,542	-
Transportation	932,284	932,284	-
Economic Environment	5,763,743	5,771,743	8,000
Human Services	16,356,903	16,160,383	(196,520)
Culture/Recreation	12,785,437	13,479,942	694,505
Court-Related	9,114,869	8,972,995	(141,874)
Debt Service	364,661	364,661	-
Transfers Out	48,708,422	49,897,383	1,188,961
	<u>\$ 251,253,712</u>	<u>\$ 250,643,422</u>	<u>\$ (610,290)</u>

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2016

The General Fund underspent the final budget by \$86,116,553. The variances within functions are summarized in the table below.

	Actual Expenditures	Final Budget	Change
General Government	\$ 34,008,307	\$ 52,815,279	\$ 18,806,972
Public Safety	94,002,268	101,007,210	7,004,942
Physical Environment	1,030,713	1,241,542	210,829
Transportation	913,174	932,284	19,110
Economic Environment	1,174,552	5,771,743	4,597,191
Human Services	12,618,326	16,160,383	3,542,057
Culture/Recreation	10,050,827	13,479,942	3,429,115
Court-Related	8,171,028	8,972,995	801,967
Debt Service	370,943	364,661	(6,282)
Transfers Out	2,186,731	49,897,383	47,710,652
	<u>\$ 164,526,869</u>	<u>\$ 250,643,422</u>	<u>\$ 86,116,553</u>

The largest differences between actual expenditures and the final budget resulted from \$47.7 million in budget transfers. The majority of unspent budget in general government is due to unspent budgeted contingency. Transfers out are offset by the elimination of budgeted General Fund transfers in, so they are not an actual budgeted expenditure. Overhead costs and fuel allocations in the amount of \$6.9 million in general government are budgeted, but eliminated expenditures.



Capital Assets and Debt Administration

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of September 30, 2016 amounts to \$1,532,718,830 (net of accumulated depreciation and amortization). This investment in capital assets includes land, buildings, improvements other than buildings (including leasehold improvements), equipment, software, infrastructure, and construction in progress. The total decrease in the County's investment in capital assets for the current fiscal year was \$4.0 million (\$2.0 million decrease for governmental activities and \$2.0 million decrease for business-type activities).

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2016

Major capital asset events during the current fiscal year included the following:

- The bulk of the increase in capital assets related to governmental activities is from road improvement projects and other infrastructure construction in progress additions of \$17.8 million.
- Infrastructure related to governmental activities increased by \$9.6 million from the prior year.

Marion County, Florida
Capital Assets, Net

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 422,477,159	\$ 419,711,457	\$ 8,703,446	\$ 7,812,492	\$ 431,180,605	\$ 427,523,949
Buildings	231,031,838	229,876,779	8,730,155	8,723,342	239,761,993	238,600,121
Improvements Other than Buildings	54,087,070	53,684,170	231,645,814	227,811,020	285,732,884	281,495,190
Equipment	115,350,099	119,317,160	14,140,540	13,159,960	129,490,639	132,477,120
Software	4,050,890	4,038,514	-	-	4,050,890	4,038,514
Infrastructure	1,241,599,709	1,232,009,904	-	-	1,241,599,709	1,232,009,904
Construction in Progress	2,965,254	1,787,503	7,791,901	4,810,470	10,757,155	6,597,973
Construction in Progress - Infrastructure	32,619,041	14,864,287	-	-	32,619,041	14,864,287
	2,104,181,060	2,075,289,774	271,011,856	262,317,284	2,375,192,916	2,337,607,058
Less: Accumulated Depreciation	(712,219,280)	(681,328,275)	(130,254,806)	(119,547,137)	(842,474,086)	(800,875,412)
Capital Assets, net	\$ 1,391,961,780	\$ 1,393,961,499	\$ 140,757,050	\$ 142,770,147	\$ 1,532,718,830	\$ 1,536,731,646

Additional information on the County's capital assets, including major construction commitments, can be found in Note 4 of this report.

Long-term debt

At the end of fiscal year 2016, the County had total bonded debt outstanding of \$115,749,821. Of this amount, \$1,450,000 comprises debt backed by the full faith and credit of the government and \$8,354,821 special assessment debt for which the government is not liable in the event of default by the property owners subject to the assessment. The remainder of the County's bonded debt \$105,945,000 represents bonds secured solely by specified revenue sources (i.e., revenue bonds). Additionally, the County had notes payable of \$26,126,651 at the end of fiscal year 2016.

Marion County, Florida
Outstanding Notes Payable and Bonded Debt

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
General Obligation Bonds	\$ 1,450,000	\$ 2,130,000	\$ -	\$ -	\$ 1,450,000	\$ 2,130,000
Revenue Bonds	46,030,000	45,685,000	59,915,000	64,945,000	105,945,000	110,630,000
Special Assessment Bonds	8,354,821	10,234,677	-	-	8,354,821	10,234,677
Notes Payable	1,057,928	1,394,649	25,068,723	26,575,144	26,126,651	27,969,793
	\$ 56,892,749	\$ 59,444,326	\$ 84,983,723	\$ 91,520,144	\$ 141,876,472	\$ 150,964,470

The County's outstanding notes and bonded debt decreased by \$9.1 million. This decrease is attributed to scheduled debt service principal reductions in the year. The County also completed two bond refundings during the fiscal year, one for governmental activities of \$34,420,000 to advance refund public improvement revenue bonds, and one for business-type activities of \$22,325,000 to currently refund utility revenue bonds.

Additional information on the County's debt, including the bond refundings and any major changes to the County's credit ratings, can be found in Note 5 of this report.

Economic Factors and Next Year's Budgets and Rates

- The annual average unemployment rate for the County for 2016 was 6.0% which was a decrease of 0.1% from the prior year. The average adjusted rate for 2015 was 6.1%.
- The taxable assessed value increased 4.3% in the 2016 fiscal year.
- Population increased approximately 1.3% from the prior fiscal year to 345,749 at September 30, 2016.

During the current fiscal year, unassigned fund balance in the General Fund increased to \$14,847,034. The County has budgeted \$25,917,981 for spending in the 2017 fiscal year budget, which includes \$12,973,053 of assigned fund balance carried forward from 2016. The ad valorem tax rate for the General Fund remained the same at 3.19% for the 2017 fiscal year budget. There was no increase in mills.

Rates for the County's water and wastewater utilities each increased 2% in fiscal year 2016. There are no scheduled increases in rates for fiscal year 2017.

In an effort to help stimulate job creation and the economy, the County is awarding Economic Development Financial Incentive Grants. Both Marion County and the City of Ocala are working together with the Economic Development Council to develop potential industrial parks and bring new jobs to Marion County.

Requests for Information

This financial report is designed to present users with a general overview of the County's finances and to demonstrate the County's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, contact the Marion County Clerk of the Circuit Court and Comptroller, Finance Department, 110 NW First Avenue, Ocala, Florida, 34475.

MARION COUNTY, FLORIDA

Statement of Net Position

September 30, 2016

	Governmental Activities	Business-type Activities	Total	Component Units
ASSETS				
Cash and Cash Equivalents	\$ 22,004,961	\$ 14,913,735	\$ 36,918,696	\$ 688,005
Restricted Cash and Cash Equivalents	77,983,902	13,700,680	91,684,582	-
Investments	25,816,647	64,842,736	90,659,383	-
Restricted Investments	31,426,617	-	31,426,617	-
Accounts Receivable, Net	7,094,350	1,389,299	8,483,649	132,641
Accrued Interest Receivable	186,581	211,351	397,932	-
Special Assessments Receivable	7,732,618	-	7,732,618	-
Due from Other Governments	8,524,202	358,147	8,882,349	10,305
Internal Balances	4,000	(4,000)	-	-
Inventories	1,906,344	937,539	2,843,883	-
Prepaid Items	363,622	543	364,165	1,154
Other Assets	-	20,000,000	20,000,000	-
Capital Assets, Not Being Depreciated	458,061,454	16,495,347	474,556,801	-
Capital Assets, Being Depreciated, Amortized (Net)	933,900,326	124,261,703	1,058,162,029	99,841
Total Assets	1,575,005,624	257,107,080	1,832,112,704	931,946
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amount on Refunding	4,077,390	3,052,050	7,129,440	-
Deferred Outflows on Pension Liabilities	69,634,566	1,802,997	71,437,563	-
Total Deferred Outflows of Resources	73,711,956	4,855,047	78,567,003	-
LIABILITIES				
Accounts Payable	6,147,302	1,001,698	7,149,000	8,514
Contracts Payable	435,292	43,581	478,873	-
Accrued Liabilities	2,831,031	223,595	3,054,626	-
Accrued Interest Payable	537,388	600,102	1,137,490	-
Due to Other Governments	2,447,092	57,111	2,504,203	-
Due to Individuals	1,675,149	3,629	1,678,778	-
Deposits	456,513	608,269	1,064,782	-
Unearned Revenue	5,523,297	5,185,591	10,708,888	745
Advanced Grants	147,967	-	147,967	-
Noncurrent Liabilities:				
Due Within One Year	9,704,178	4,568,960	14,273,138	-
Due in More Than One Year	264,201,628	109,990,585	374,192,213	-
Total Liabilities	294,106,837	122,283,121	416,389,958	9,259
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows on Pension Liabilities	11,396,104	282,262	11,678,366	-
Total Deferred Inflows of Resources	11,396,104	282,262	11,678,366	-
NET POSITION				
Net Investment in Capital Assets	1,337,513,605	56,876,287	1,394,389,892	99,841
Restricted for:				
Debt Service	11,072,100	4,923,881	15,995,981	-
Capital Projects	29,293,112	1,333,859	30,626,971	-
Fire and Rescue	15,653,550	-	15,653,550	-
Law Enforcement	10,182,963	-	10,182,963	-
Resource Conservation	12,900,348	-	12,900,348	-
Transportation	19,987,932	-	19,987,932	-
Other Purposes	10,320,514	-	10,320,514	-
Unrestricted	(103,709,485)	76,262,717	(27,446,768)	822,846
Total Net Position	\$ 1,343,214,639	\$ 139,396,744	\$ 1,482,611,383	\$ 922,687

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

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

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities
Primary Government:						
Governmental Activities:						
General Government	\$ 45,740,805	\$ 9,403,817	\$ -	\$ 497,856	\$ (35,839,132)	\$ (35,839,132)
Public Safety	147,295,279	52,977,793	2,999,716	238,771	(91,078,999)	(91,078,999)
Physical Environment	2,944,110	3,704,041	100,570	5,336	865,837	865,837
Transportation	40,001,023	3,490,136	138,231	16,103,034	(20,269,622)	(20,269,622)
Economic Environment	3,552,441	243,710	2,905,262	877,506	474,037	474,037
Human Services	14,615,146	719,304	8,699	351,170	(13,535,973)	(13,535,973)
Culture/Recreation	12,195,761	1,810,143	568,529	757,151	(9,059,938)	(9,059,938)
Court-Related	9,876,310	7,411,956	-	-	(2,464,354)	(2,464,354)
Interest on Long-Term Debt	2,042,111	-	-	-	(2,042,111)	(2,042,111)
Total Governmental Activities	278,262,986	79,760,900	6,721,007	18,830,824	(172,950,255)	(172,950,255)
Business-type Activities:						
Solid Waste	3,957,889	14,241,600	104,264	8,870	-	10,396,845
Water and Wastewater	24,632,788	23,684,699	27,463	3,908,142	-	2,987,516
Total Business-type Activities	28,590,677	37,926,299	131,727	3,917,012	13,384,361	13,384,361
Total Primary Government	\$ 306,853,663	\$ 117,687,199	\$ 6,852,734	\$ 22,747,836	(172,950,255)	(159,565,894)
Component Units:						
Marion County Law Library	\$ 170,188	\$ 167,612	\$ -	\$ -	-	\$ (2,576)
Marion County Housing	5,068	2,500	-	-	-	(2,568)
Total Component Units	\$ 175,256	\$ 170,112	\$ -	\$ -	\$ -	(5,144)
General Revenues:						
Property Tax					101,798,214	101,798,214
Sales Tax					20,563,787	20,563,787
Public Service Tax					2,574,825	2,574,825
Gas Tax					24,484,692	24,484,692
Unrestricted State Revenue Sharing					8,415,045	8,415,045
Tourist Development Tax					2,429,663	2,429,663
Other Taxes					904,077	904,077
Unrestricted Intergovernmental Revenues					578,168	578,168
Investment Income					1,614,539	1,614,539
Miscellaneous					4,982,687	4,982,687
Gain on Sale of Capital Assets					-	-
Transfers					(481,201)	481,201
Total General Revenues and Transfers					167,864,496	171,153,660
Change in Net Position					(5,085,759)	16,673,525
Beginning Net Position					1,348,300,398	122,723,219
Ending Net Position					\$ 1,343,214,639	\$ 1,482,611,383

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

MARION COUNTY, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2016

	General Fund - County Wide	MSTU for Law Enforcement	Silver Springs CRA Trust Fund	Fire, Rescue & EMS
ASSETS				
Cash and Cash Equivalents	\$ 24,541,908	\$ 5,016,682	\$ 22,075	\$ 749,191
Investments	10,957,791	-	-	12,525,939
Accounts Receivable	5,724,641	2,216	-	19,013
Accrued Interest Receivable	35,716	-	-	40,828
Special Assessments Receivable	-	-	-	-
Due from Other Funds	6,761	1,661,528	-	3,058
Due from Other Governments	4,535,919	98,049	-	52,722
Inventories	906,559	-	-	-
Prepaid Items	187,233	-	201	15,894
Total Assets	\$ 46,896,528	\$ 6,778,475	\$ 22,276	\$ 13,406,645
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 4,046,101	\$ -	\$ 551	\$ 325,172
Contracts Payable	105,578	-	-	-
Accrued Liabilities	1,657,995	-	-	782,180
Due to Other Funds	2,057,764	-	-	-
Due to Other Governments	1,606,880	-	-	5,993
Due to Individuals	1,675,149	-	-	-
Deposits	51,344	-	-	-
Unearned Revenues	3,520,483	-	-	35,961
Advanced Grants	147,109	-	-	858
Total Liabilities	14,868,403	-	551	1,150,164
Deferred Inflows of Resources:				
Deferred Assessments	-	-	-	-
Unavailable Revenues	3,114,246	-	-	-
Total Deferred Inflows of Resources	3,114,246	-	-	-
Fund Balances:				
Nonspendable:				
Inventories	906,559	-	-	-
Prepaid Items	187,233	-	201	15,894
Restricted for:				
Community Redevelopment	-	-	21,524	-
Court Innovations	-	-	-	-
Records Modernization Tech	-	-	-	-
Debt Service Reserve	-	-	-	-
Fire and Rescue	-	-	-	11,993,461
Infrastructure	-	-	-	-
Law Enforcement	-	6,713,574	-	-
Parks & Recreation	-	-	-	-
Public Safety	-	-	-	-
Resource Conservation	-	-	-	-
Road Construction	-	-	-	-
Social Services	-	-	-	-
Tourism	-	-	-	-
Transportation Maintenance	-	-	-	-
Committed to:				
Airport	-	-	-	-
Parks & Recreation	-	-	-	-
Assigned to:				
Subsequent Year's Budget	12,973,053	-	-	-
Fire and Rescue	-	-	-	247,126
Infrastructure	-	-	-	-
Law Enforcement	-	64,901	-	-
Parks & Recreation	-	-	-	-
Road Construction	-	-	-	-
Unassigned	14,847,034	-	-	-
Total Fund Balances	28,913,879	6,778,475	21,725	12,256,481
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 46,896,528	\$ 6,778,475	\$ 22,276	\$ 13,406,645

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

Nonmajor Governmental Funds	Total Governmental Funds
\$ 66,619,488	\$ 96,949,344
19,228,516	42,712,246
1,148,711	6,894,581
62,674	139,218
7,732,618	7,732,618
393,625	2,064,972
3,837,512	8,524,202
999,785	1,906,344
160,294	363,622
<u>\$ 100,183,223</u>	<u>\$ 167,287,147</u>

\$ 1,775,478	\$ 6,147,302
329,714	435,292
378,578	2,818,753
3,208	2,060,972
639,692	2,252,565
-	1,675,149
405,169	456,513
13,491	3,569,935
-	147,967
<u>3,545,330</u>	<u>19,564,448</u>
7,732,618	7,732,618
<u>1,145,586</u>	<u>4,259,832</u>
<u>8,878,204</u>	<u>11,992,450</u>

999,785	1,906,344
160,294	363,622
-	21,524
25,440	25,440
1,194,457	1,194,457
3,968,635	3,968,635
3,643,457	15,636,918
316,481	316,481
3,469,246	10,182,820
2,362,353	2,362,353
5,129,226	5,129,226
12,900,348	12,900,348
26,941,828	26,941,828
2,181,140	2,181,140
1,609,855	1,609,855
18,923,833	18,923,833
372,438	372,438
3,243,088	3,243,088
-	12,973,053
-	247,126
75,329	75,329
-	64,901
105,620	105,620
136,836	136,836
-	14,847,034
<u>87,759,689</u>	<u>135,730,249</u>
<u>\$ 100,183,223</u>	<u>\$ 167,287,147</u>

MARION COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
as of September 30, 2016

Total fund balances of governmental funds		\$ 135,730,249
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$2,104,152,869 and the accumulated depreciation and amortization is \$712,202,211. The difference does not include the net capital assets of the internal service funds which are included below.		1,391,950,658
The internal service fund is used by management to charge the costs of risk management services to individual funds. The assets and liabilities of the internal service fund is included in governmental activities in the Statement of Net Position.		9,389,515
At the governmental fund level, special assessments receivables are not available and reported as a deferred inflow of resources. All receivables are included as revenue in the Statement of Activities and therefore, not an unearned revenue on the Statement of Net Position.		7,732,618
At the governmental fund level, some receivables are not available and reported as a deferred inflow of resources. All receivables are included as revenue when earned in the Statement of Activities and therefore, not an unearned revenue on the Statement of Net Position.		4,259,832
Deferred outflows and inflows of resources related to pensions are applicable to future periods and not reported in governmental funds.		
Deferred outflows of resources for pensions	\$ 69,542,729	
Deferred inflows of resources for pensions	<u>(11,382,774)</u>	58,159,955
Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities--both current and long-term--are reported in the Statement of Net Position. The difference does not include the internal service funds which are included above. Long-term liabilities at year-end consist of:		
Bonds payable	55,834,821	
Less: Unamortized bond discounts		
(to be amortized over life of debt)	(123,300)	
Notes payable	1,057,928	
Deferred charge on refunding	(4,077,390)	
Accrued interest payable	537,388	
Net pension liability	175,273,546	
Compensated absences	14,955,597	
Other post employment benefits	20,355,071	
AHCA due to the State	<u>194,527</u>	
		(264,008,188)
Total net position of governmental activities		\$ 1,343,214,639

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



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

	General Fund - County Wide	MSTU for Law Enforcement	Silver Springs CRA Trust Fund
REVENUES			
Taxes	\$ 48,654,057	\$ 35,898,810	\$ -
Special Assessments	53,283	-	-
Impact Fees	-	-	-
Permits and Fees	2,200	-	-
Intergovernmental Revenues	34,116,173	418,182	18,787
Charges for Services	26,414,358	590,397	-
Judgments and Fines	1,672,609	-	-
Court-Related Revenues	5,717,602	-	-
Investment Income	402,023	64,901	114
Miscellaneous Revenues	6,260,065	260,802	-
Total Revenues	<u>123,292,370</u>	<u>37,233,092</u>	<u>18,901</u>
EXPENDITURES			
Current:			
General Government	34,008,307	-	-
Public Safety	94,002,268	1,468,171	-
Physical Environment	1,030,713	-	-
Transportation	913,174	-	-
Economic Environment	1,174,552	-	6,134
Human Services	12,618,326	-	-
Culture/Recreation	10,050,827	-	-
Court-Related	8,171,028	-	-
Debt Service:			
Principal Retirement	336,722	-	-
Interest and Fiscal Charges	34,221	-	-
Bond Issuance Cost	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>162,340,138</u>	<u>1,468,171</u>	<u>6,134</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(39,047,768)</u>	<u>35,764,921</u>	<u>12,767</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	44,627,761	690,570	-
Transfers (Out)	(2,186,731)	(35,206,601)	-
Issuance of Notes/Bonds Payable	-	-	-
Payments to Refunded Bonds Escrow Agent	-	-	-
Total Other Financing Sources and (Uses)	<u>42,441,030</u>	<u>(34,516,031)</u>	<u>-</u>
Net Change in Fund Balances	3,393,262	1,248,890	12,767
Fund Balances - Beginning	<u>25,520,617</u>	<u>5,529,585</u>	<u>8,958</u>
Fund Balances - Ending	<u>\$ 28,913,879</u>	<u>\$ 6,778,475</u>	<u>\$ 21,725</u>

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

Fire, Rescue, and EMS	Nonmajor Governmental Funds	Total Governmental Funds
\$ 8,124,448	\$ 38,713,547	\$ 131,390,862
25,042,387	11,308,800	36,404,470
-	14,745	14,745
67,310	3,721,024	3,790,534
187,553	13,953,220	48,693,915
66,776	5,022,000	32,093,531
-	1,058,908	2,731,517
-	568,924	6,286,526
247,126	687,996	1,402,160
61,749	1,047,900	7,630,516
<u>33,797,349</u>	<u>76,097,064</u>	<u>270,438,776</u>
-	939,174	34,947,481
36,763,572	7,293,785	139,527,796
-	3,305,653	4,336,366
-	30,937,659	31,850,833
-	2,379,045	3,559,731
-	1,817,931	14,436,257
-	2,013,540	12,064,367
-	1,466,060	9,637,088
-	5,157,530	5,494,252
-	1,735,287	1,769,508
-	199,723	199,723
-	13,058,123	13,058,123
<u>36,763,572</u>	<u>70,303,510</u>	<u>270,881,525</u>
<u>(2,966,223)</u>	<u>5,793,554</u>	<u>(442,749)</u>
536,576	1,229,857	47,084,764
(966,777)	(9,205,856)	(47,565,965)
-	34,722,677	34,722,677
-	(36,148,633)	(36,148,633)
<u>(430,201)</u>	<u>(9,401,955)</u>	<u>(1,907,157)</u>
(3,396,424)	(3,608,401)	(2,349,906)
<u>15,652,905</u>	<u>91,368,090</u>	<u>138,080,155</u>
<u>\$ 12,256,481</u>	<u>\$ 87,759,689</u>	<u>\$ 135,730,249</u>

MARION COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2016

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

Net change in fund balances - total governmental funds	\$ (2,349,906)
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Governmental funds report capital purchases as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$44,203,232) exceeds capital additions (\$43,262,665) in the current period. Total capital additions consist of capital expenditures of \$41,794,345 and non-cash contributions of \$1,468,320.	(940,567)
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Special assessment revenues reported in prior year statement of activities that provide current financial resources are reported as revenues in the funds.	(762,076)
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The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contributes to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position. Governmental funds report the effect of premiums and discounts when debt is first issued; whereas these amounts are recorded as part of the debt on the statement of net position, and amortized in the statement of activities. The items that make up these differences in the treatment of long-term debt and related items are:

Debt issued or incurred:		
Issuance of bonds	\$ (34,722,677)	
Issuance of capital leases	-	
Principal repayments	5,494,252	
Payment to refunding escrow	36,148,633	
Amortization of bond discount	(41,100)	
Allocation to interest expense on deferred charge on refunding	(291,242)	\$ 6,587,866

Continued

MARION COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES - Continued
For the Year Ended September 30, 2016

Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues.

These adjustments are as follows:

Changes in compensated absences	\$ (170,801)	
Changes in other post employment benefits	(1,220,072)	
Changes in AHCA long-term due to the State	194,526	
Changes in accrued interest on long-term debt	<u>259,462</u>	(936,885)

Governmental funds report County pension contributions as expenditures. In the statement of activities, the cost of pension benefits earned net of contributions is reported as pension expense.

Difference between pension contributions and net pension expense	(6,980,246)
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In the statement of activities, only the loss on the sale/disposal of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets sold/disposed.

(1,053,813)

Under the modified accrual basis of accounting, revenues are recognized when both the measureable and available criteria have been met. Ambulance and housing assistance loan revenues earned in the current year were not recognized since the availability criteria was not met. Under full accrual accounting, all revenues would be recognized.

1,985,845

The internal service fund is used by management to charge the costs of risk management services to other funds. The net income of the internal service fund is reported with governmental activities.

(635,977)

Change in net position of governmental activities

\$ (5,085,759)

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

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

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Taxes	\$ 48,490,543	\$ 48,490,543	\$ 48,654,057	\$ 163,514
Special Assessments	-	-	53,283	53,283
Permits and Fees	1,900	1,900	2,200	300
Intergovernmental Revenues	39,504,274	40,458,308	34,116,173	(6,342,135)
Charges for Services	26,852,962	26,940,496	26,414,358	(526,138)
Judgments and Fines	2,056,109	2,056,109	1,672,609	(383,500)
Court-Related Revenues	5,764,274	5,764,274	5,717,602	(46,672)
Investment Income	423,618	426,618	402,023	(24,595)
Miscellaneous Revenues	12,568,592	7,836,478	6,260,065	(1,576,413)
Total Revenues	135,662,272	131,974,726	123,292,370	(8,682,356)
EXPENDITURES				
Current:				
General Government	57,641,916	52,815,279	34,008,307	18,806,972
Public Safety	98,343,935	101,007,210	94,002,268	7,004,942
Physical Environment	1,241,542	1,241,542	1,030,713	210,829
Transportation	932,284	932,284	913,174	19,110
Economic Environment	5,763,743	5,771,743	1,174,552	4,597,191
Human Services	16,356,903	16,160,383	12,618,326	3,542,057
Culture/Recreation	12,785,437	13,479,942	10,050,827	3,429,115
Court-Related	9,114,869	8,972,995	8,171,028	801,967
Debt Service:				
Principal Retirement	330,363	330,363	336,722	(6,359)
Interest and Fiscal Charges	34,298	34,298	34,221	77
Total Expenditures	202,545,290	200,746,039	162,340,138	38,405,901
Excess (Deficiency) of Revenues Over (Under) Expenditures	(66,883,018)	(68,771,313)	(39,047,768)	29,723,545
OTHER FINANCING SOURCES (USES)				
Transfers In	91,392,113	94,109,410	44,627,761	(49,481,649)
Transfers (Out)	(48,708,422)	(49,897,383)	(2,186,731)	47,710,652
Total Other Financing Sources and (Uses)	42,683,691	44,212,027	42,441,030	(1,770,997)
Net Change in Fund Balance	(24,199,327)	(24,559,286)	3,393,262	27,952,548
Fund Balance - Beginning	24,199,327	24,559,286	25,520,617	961,331
Fund Balance - Ending	\$ -	\$ -	\$ 28,913,879	\$ 28,913,879

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

MARION COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
MSTU FOR LAW ENFORCEMENT
For the Year Ended September 30, 2016

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Taxes	\$ 35,505,507	\$ 35,505,507	\$ 35,898,810	\$ 393,303
Intergovernmental Revenues	-	531,051	418,182	(112,869)
Charges for Services	526,027	526,027	590,397	64,370
Judgments and Fines	-	110,153	-	(110,153)
Investment Income	24,035	24,035	64,901	40,866
Miscellaneous Revenues	12,843	262,111	260,802	(1,309)
Total Revenues	36,068,412	36,958,884	37,233,092	274,208
EXPENDITURES				
Current:				
Public Safety	6,445,525	6,445,525	1,468,171	4,977,354
Total Expenditures	6,445,525	6,445,525	1,468,171	4,977,354
Excess (Deficiency) of Revenues Over (Under) Expenditures	29,622,887	30,513,359	35,764,921	5,251,562
OTHER FINANCING SOURCES (USES)				
Transfers In	-	693,713	690,570	(3,143)
Transfers (Out)	(34,742,198)	(36,668,202)	(35,206,601)	1,461,601
Total Other Financing Sources (Uses)	(34,742,198)	(35,974,489)	(34,516,031)	1,458,458
Net Change in Fund Balance	(5,119,311)	(5,461,130)	1,248,890	6,710,020
Fund Balance - Beginning	5,119,311	5,461,130	5,529,585	68,455
Fund Balance - Ending	\$ -	\$ -	\$ 6,778,475	\$ 6,778,475

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

MARION COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SILVER SPRINGS CRA TRUST FUND
For the Year Ended September 30, 2016

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Intergovernmental Revenues	\$ -	\$ 18,787	\$ 18,787	\$ -
Investment Income	-	-	114	114
Total Revenues	-	18,787	18,901	114
EXPENDITURES				
Current:				
Economic Environment	23,476	27,263	6,134	21,129
Total Expenditures	23,476	27,263	6,134	21,129
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,476)	(8,476)	12,767	21,243
OTHER FINANCING SOURCES (USES)				
Transfers In	15,000	-	-	-
Total Other Financing Sources (Uses)	15,000	-	-	-
Net Change in Fund Balance	(8,476)	(8,476)	12,767	21,243
Fund Balance - Beginning	8,476	8,476	8,958	482
Fund Balance - Ending	\$ -	\$ -	\$ 21,725	\$ 21,725

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

MARION COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FIRE, RESCUE, AND EMS
For the Year Ended September 30, 2016

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Taxes	\$ 8,029,081	\$ 8,029,081	\$ 8,124,448	\$ 95,367
Special Assessments	24,412,773	24,412,773	25,042,387	629,614
Permits and Fees	55,100	55,100	67,310	12,210
Intergovernmental Revenues	100,300	142,371	187,553	45,182
Charges for Services	58,131	58,131	66,776	8,645
Judgments and Fines	5,415	5,415	-	(5,415)
Investment Income	108,395	108,395	247,126	138,731
Miscellaneous Revenues	7,600	7,600	61,749	54,149
Total Revenues	32,776,795	32,818,866	33,797,349	978,483
EXPENDITURES				
Current:				
Public Safety	45,866,984	47,107,615	36,763,572	10,344,043
Total Expenditures	45,866,984	47,107,615	36,763,572	10,344,043
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,090,189)	(14,288,749)	(2,966,223)	11,322,526
OTHER FINANCING SOURCES (USES)				
Transfers In	536,576	536,576	536,576	-
Transfers (Out)	(966,777)	(966,777)	(966,777)	-
Total Other Financing Sources (Uses)	(430,201)	(430,201)	(430,201)	-
Net Change in Fund Balance	(13,520,390)	(14,718,950)	(3,396,424)	11,322,526
Fund Balance - Beginning	13,520,390	14,718,950	15,652,905	933,955
Fund Balance - Ending	\$ -	\$ -	\$ 12,256,481	\$ 12,256,481

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

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

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Solid Waste	Marion County Utility	Totals	
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 7,921,436	\$ 6,992,299	\$ 14,913,735	\$ 3,039,519
Restricted Assets Available for				
Current Liabilities	1,228,602	3,834,065	5,062,667	-
Investments	47,149,343	17,693,393	64,842,736	14,531,018
Accounts Receivable, Net of Allowance for Uncollectible Accounts	134,021	1,255,278	1,389,299	199,769
Accrued Interest Receivable	153,680	57,671	211,351	47,363
Due from Other Governments	18,159	339,988	358,147	-
Inventories	-	937,539	937,539	-
Prepaid Items	267	276	543	-
Total Current Assets	56,605,508	31,110,509	87,716,017	17,817,669
Noncurrent Assets:				
Restricted Assets:				
Sinking Fund	-	1,488,383	1,488,383	-
Renewal and Replacement	-	1,333,859	1,333,859	-
Landfill Escrow	6,842,838	-	6,842,838	-
Debt Service Reserve	-	4,035,600	4,035,600	-
Less: Portion Classified as Current	(1,228,602)	(3,834,065)	(5,062,667)	-
Total Restricted Assets	<u>5,614,236</u>	<u>3,023,777</u>	<u>8,638,013</u>	<u>-</u>
Prepaid Landfill Fee	20,000,000	-	20,000,000	-
Capital Assets:				
Land	1,043,707	7,659,739	8,703,446	-
Buildings	3,891,905	4,838,250	8,730,155	-
Improvements Other than Buildings	34,628,490	197,017,324	231,645,814	-
Machinery, Equipment, and Vehicles	7,900,785	6,239,755	14,140,540	28,191
Construction in Progress	3,765,987	4,025,914	7,791,901	-
Less: Accumulated Depreciation	(35,875,165)	(94,379,641)	(130,254,806)	(17,069)
Total Capital Assets (Net)	<u>15,355,709</u>	<u>125,401,341</u>	<u>140,757,050</u>	<u>11,122</u>
Total Noncurrent Assets	40,969,945	128,425,118	169,395,063	11,122
Total Assets	97,575,453	159,535,627	257,111,080	17,828,791
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amount on Refunding	-	3,052,050	3,052,050	-
Deferred Outflows on Pension Liabilities	696,335	1,106,662	1,802,997	91,837
Total Deferred Outflows of Resources	\$ 696,335	\$ 4,158,712	\$ 4,855,047	\$ 91,837

Continued

MARION COUNTY, FLORIDA
STATEMENT OF NET POSITION - Continued
PROPRIETARY FUNDS
September 30, 2016

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Solid Waste	Marion County Utility	Totals	
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 532,233	\$ 469,465	\$ 1,001,698	\$ -
Contracts Payable	13,399	30,182	43,581	-
Accrued Liabilities	81,503	142,092	223,595	12,278
Compensated Absences Payable	47,843	58,552	106,395	4,057
Estimated Claims Payable	-	-	-	1,253,093
Due to Other Funds	4,000	-	4,000	-
Due to Other Governments	687	56,424	57,111	-
Deposits	14,295	593,974	608,269	-
Unearned Revenue	-	3,629	3,629	1,953,362
Current Liabilities Payable from Restricted Assets:				
Notes Payable	-	1,543,963	1,543,963	-
Revenue Bonds Payable	-	1,690,000	1,690,000	-
Accrued Interest Payable	-	600,102	600,102	-
Landfill Closure Costs Payable	347,057	-	347,057	-
Remediation Costs Payable	881,545	-	881,545	-
Total Current Liabilities	1,922,562	5,188,383	7,110,945	3,222,790
Noncurrent Liabilities:				
Compensated Absences Payable	191,370	234,209	425,579	16,228
Other Post Employment Benefits	332,320	492,672	824,992	28,634
Net Pension Liability	1,809,642	2,902,066	4,711,708	237,759
Estimated Claims Payable	-	-	-	5,012,372
Unearned Revenue, Connection Fees	-	5,185,591	5,185,591	-
Notes Payable	-	23,524,760	23,524,760	-
Revenue Bonds Payable	-	59,855,943	59,855,943	-
Landfill Closure Costs Payable	18,084,253	-	18,084,253	-
Remediation Costs Payable	2,563,350	-	2,563,350	-
Total Noncurrent Liabilities	22,980,935	92,195,241	115,176,176	5,294,993
Total Liabilities	24,903,497	97,383,624	122,287,121	8,517,783
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows on Pension Liabilities	104,290	177,972	282,262	13,330
Total Deferred Inflows of Resources	104,290	177,972	282,262	13,330
NET POSITION				
Net Investment in Capital Assets	15,230,682	41,645,605	56,876,287	11,122
Restricted:				
Debt Service	-	4,923,881	4,923,881	-
Capital Projects	-	1,333,859	1,333,859	-
Unrestricted	58,033,319	18,229,398	76,262,717	9,378,393
Total Net Position	\$ 73,264,001	\$ 66,132,743	\$ 139,396,744	\$ 9,389,515

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

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

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Solid Waste	Marion County Utility	Total	
Operating Revenues:				
Charges for Services	\$ 14,241,600	\$ 23,684,699	\$ 37,926,299	\$ 29,786,080
Miscellaneous Revenues	67,555	1,481,425	1,548,980	315,183
Total Operating Revenues	<u>14,309,155</u>	<u>25,166,124</u>	<u>39,475,279</u>	<u>30,101,263</u>
Operating Expenses:				
Personal Services	2,995,990	5,088,133	8,084,123	396,755
Contracted Services	2,229,307	1,104,282	3,333,589	-
Supplies and Materials	592,912	914,390	1,507,302	-
Repairs and Maintenance	1,470,621	1,027,193	2,497,814	-
Other Services and Charges	738,979	2,301,429	3,040,408	-
Depreciation	1,631,214	10,321,062	11,952,276	5,339
Provision for Closure and Long Term Care	(5,702,082)	-	(5,702,082)	-
Provision for Pollution Remediation	(161,345)	-	(161,345)	-
Premiums/Claims Expense	162,293	422,491	584,784	30,547,525
Total Operating Expenses	<u>3,957,889</u>	<u>21,178,980</u>	<u>25,136,869</u>	<u>30,949,619</u>
Operating Income (Loss)	<u>10,351,266</u>	<u>3,987,144</u>	<u>14,338,410</u>	<u>(848,356)</u>
Nonoperating Revenues (Expenses):				
Grants	104,264	27,463	131,727	-
Investment Income	706,445	271,110	977,555	212,379
Interest and Fiscal Charges Expense	-	(3,453,808)	(3,453,808)	-
Gain (Loss) on Disposal of Capital Assets	270,710	10,718	281,428	-
Total Nonoperating Revenues (Expenses)	<u>1,081,419</u>	<u>(3,144,517)</u>	<u>(2,063,098)</u>	<u>212,379</u>
Income (Loss) Before Transfers and Contributions	<u>11,432,685</u>	<u>842,627</u>	<u>12,275,312</u>	<u>(635,977)</u>
Transfers In	356,201	125,000	481,201	-
Capital Contributions	8,870	-	8,870	-
Water Connection Fees	-	1,206,075	1,206,075	-
Waste Water Connection Fees	-	2,090,582	2,090,582	-
Capital Grants	-	611,485	611,485	-
Change in Net Position	<u>11,797,756</u>	<u>4,875,769</u>	<u>16,673,525</u>	<u>(635,977)</u>
Total Net Position - Beginning	<u>61,466,245</u>	<u>61,256,974</u>	<u>122,723,219</u>	<u>10,025,492</u>
Total Net Position - Ending	<u>\$ 73,264,001</u>	<u>\$ 66,132,743</u>	<u>\$ 139,396,744</u>	<u>\$ 9,389,515</u>

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

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

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Solid Waste	Marion County Utility	Total	
Cash Flows from Operating Activities				
Receipts from Customers and Users	\$ 14,320,280	\$ 25,046,112	\$ 39,366,392	\$ 30,105,909
Payments to Suppliers	(5,108,662)	(6,822,911)	(11,931,573)	(32,965,587)
Payments to Employees	(2,894,018)	(4,863,342)	(7,757,360)	(395,105)
Net Cash Provided by Operating Activities	6,317,600	13,359,859	19,677,459	(3,254,783)
Cash Flows from Noncapital Financing Activities				
Transfers to Other Funds	-	-	-	-
Transfers from Other Funds	356,201	125,000	481,201	-
Advances Due to/from Other Funds	-	-	-	-
Subsidy from Federal/State Grants	104,264	27,463	131,727	-
Net Cash Provided by Noncapital Financing Activities	460,465	152,463	612,928	-
Cash Flows from Capital and Related Financing Activities				
Grants Received for Capital Purposes	8,870	611,485	620,355	-
Water Connection Fees	-	1,206,075	1,206,075	-
Waste Water Connection Fees	-	2,090,582	2,090,582	-
Acquisition/Construction of Capital Assets	(2,055,535)	(8,053,723)	(10,109,258)	-
Principal Paid on Capital Debt	-	(4,431,421)	(4,431,421)	-
Interest Paid on Capital Debt	-	(3,472,134)	(3,472,134)	-
Proceeds from Refunding Bond	-	22,325,000	22,325,000	-
Payments to Refunding Escrow Agent	-	(24,430,000)	(24,430,000)	-
Proceeds from Disposal of Capital Assets	270,710	300,833	571,543	-
Net Cash (Used) by Capital and Related Financing Activities	(1,775,955)	(13,853,303)	(15,629,258)	-
Cash Flows from Investing Activities				
(Purchase) of Investments	(6,942,169)	-	(6,942,169)	(184,306)
Sale of Investments	-	807,180	807,180	-
Interest Received	651,690	258,980	910,670	200,326
Net Cash Provided by Investing Activities	(6,290,479)	1,066,160	(5,224,319)	16,020
Net Increase (Decrease) in Cash and Cash Equivalents	(1,288,369)	725,179	(563,190)	(3,238,763)
Cash and Cash Equivalents at Beginning of Year	16,052,643	13,124,962	29,177,605	6,278,282
Cash and Cash Equivalents at End of Year	\$ 14,764,274	\$ 13,850,141	\$ 28,614,415	\$ 3,039,519
Cash and Cash Equivalents Classified As:				
Current Assets	\$ 7,921,436	\$ 6,992,299	\$ 14,913,735	\$ 3,039,519
Current Restricted Assets	1,228,602	3,834,065	5,062,667	-
Noncurrent Restricted Assets	5,614,236	3,023,777	8,638,013	-
Total Cash and Cash Equivalents	\$ 14,764,274	\$ 13,850,141	\$ 28,614,415	\$ 3,039,519

Continued

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

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Solid Waste	Marion County Utility	Total	
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	\$ 10,351,266	\$ 3,987,144	\$ 14,338,410	\$ (848,356)
Depreciation	1,631,214	10,321,062	11,952,276	5,339
Amortization	-	-	-	-
Provision for Closure and Postclosure	(5,702,082)	-	(5,702,082)	-
Provision for Pollution Remediation	(161,345)	-	(161,345)	-
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	(45,506)	464,541	419,035	(34,846)
(Increase) Decrease in Prepaids	(127)	3,393	3,266	-
(Increase) Decrease in Due from Other Funds	-	(70)	(70)	-
(Increase) Decrease in Due from Other Governments	56,631	(339,988)	(283,357)	-
(Increase) Decrease in Inventories	-	(57,843)	(57,843)	-
(Increase) Decrease in Deferred Outflows	(499,696)	(787,428)	(1,287,124)	(66,136)
Increase (Decrease) in Accounts Payable	85,564	(587,240)	(501,676)	-
Increase (Decrease) in Contracts Payable	-	(112,368)	(112,368)	-
Increase (Decrease) in Accrued Liabilities	17,941	29,089	47,030	(2,609)
Increase (Decrease) in Due to Other Governments	13	40,990	41,003	-
Increase (Decrease) in Customer Deposits	-	(580,500)	(580,500)	-
Increase (Decrease) in Unearned Revenue	-	(4,053)	(4,053)	39,492
Increase (Decrease) in Compensated Absences	18,973	12,816	31,789	(6,014)
Increase (Decrease) in Post Employment Benefits	(5,157)	72,236	67,079	981
Increase (Decrease) in Net Pension Liability	751,695	1,184,534	1,936,229	99,488
Increase (Decrease) in Claims Payable	-	-	-	(2,418,062)
Increase (Decrease) in Deferred Inflows	(181,784)	(286,456)	(468,240)	(24,060)
Total Adjustments	(4,033,666)	9,372,715	5,339,049	(2,406,427)
Net Cash Provided (Used) by Operating Activities	\$ 6,317,600	\$ 13,359,859	\$ 19,677,459	\$ (3,254,783)

The County had no noncash investing, capital, and financing activities during fiscal year ended September 30, 2016.

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

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

ASSETS

Cash and Cash Equivalents	\$ 13,624,960
Accounts Receivable	209,493
Due from Other Governments	999,800
Due from Individuals	63,765
Total Assets	\$ 14,898,018

LIABILITIES

Accounts Payable	\$ 583,157
Due to Other Governments	3,341,739
Due to Individuals	6,775,457
Deposits	4,197,665
Total Liabilities	\$ 14,898,018

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

MARION COUNTY, FLORIDA
STATEMENT OF NET POSITION
COMPONENT UNITS
September 30, 2016

	Marion County Law Library	Marion County Housing Finance Authority	Total Component Units
ASSETS			
Cash and Cash Equivalents	\$ 175,390	\$ 512,615	\$ 688,005
Accounts Receivable	788	131,853	132,641
Due From Other Governments	10,305	-	10,305
Prepaid Items	1,154	-	1,154
Capital Assets, net	99,841	-	99,841
Total Assets	\$ 287,478	\$ 644,468	\$ 931,946
LIABILITIES			
Accounts Payable	\$ 8,514	\$ -	\$ 8,514
Unearned Revenue	745	-	745
Total Liabilities	9,259	-	9,259
NET POSITION			
Investment in Capital Assets	99,841	-	99,841
Unrestricted	178,378	644,468	822,846
Total Net Position	\$ 278,219	\$ 644,468	\$ 922,687

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

MARION COUNTY, FLORIDA
STATEMENT OF ACTIVITIES - COMPONENT UNITS
For the Year Ended September 30, 2016

	Marion County Law Library	Marion County Housing Finance Authority	Total Component Units
EXPENSES			
Court Related	\$ 170,188	\$ -	\$ 170,188
Economic Environment	-	5,068	5,068
Total Operating Expenses	<u>170,188</u>	<u>5,068</u>	<u>175,256</u>
PROGRAM REVENUES			
Charges for Services	<u>167,612</u>	<u>2,500</u>	<u>170,112</u>
Net Program (Revenue) Expenses	<u>2,576</u>	<u>2,568</u>	<u>5,144</u>
GENERAL REVENUES			
Investment Income	101	923	1,024
Miscellaneous	1,555	-	1,555
Total General Revenues	<u>1,656</u>	<u>923</u>	<u>2,579</u>
Increase (Decrease) in Net Position	<u>(920)</u>	<u>(1,645)</u>	<u>(2,565)</u>
Net Position - Beginning	<u>279,139</u>	<u>646,113</u>	<u>925,252</u>
Net Position - Ending	<u>\$ 278,219</u>	<u>\$ 644,468</u>	<u>\$ 922,687</u>

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

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2016

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NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Marion County, Florida (the "County") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant County accounting policies are described below.

A. Reporting Entity

The County is a political subdivision of the State of Florida established by the Constitution of the State of Florida, Article VIII, Section 1(e). It is governed by an elected Board of County Commissioners (the "Board") which is governed by state statutes and regulations. In addition to the Board, there are five elected Constitutional Officers: Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. The Constitutional Officers maintain separate accounting records and budgets. The Board funds a portion or, in certain instances, all of the operating budgets of the County's Constitutional Officers. The General Funds of the Constitutional Officers are consolidated as part of the County General Fund, and other funds of the Constitutional Officers are presented as either special revenue funds or agency funds as appropriate within the County's financial statements.

As required by GAAP, the financial reporting entity consists of (1) the primary government (the County), (2) organizations for which the County is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The County is financially accountable if it appoints a voting majority of the organization's governing body and (a) it 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. Based on these criteria, County management examined all organizations which were legally separate in order to determine which organizations, if any, should be included in the County's financial statements. Management determined that the Dunnellon Airport Authority, the Marion County Community Redevelopment Agency, the Rainbow Lakes Estates Municipal Services District, the Marion County Housing Finance Authority, and the Marion County Law Library were the only organizations that should be included in the County's financial statements as component units.

1. Blended Component Units

Dunnellon Airport Authority – The Dunnellon Airport Authority was established under the laws of Florida, Chapter 81-436, and Marion County Code Section A3-1 through A3-14. The Marion County Board of County Commissioners acts as the governing board of the Dunnellon Airport Authority, selects management, establishes budgets, and controls all aspects of general aviation, airport management, operations and development. The Dunnellon Airport is reported as a special revenue fund. Separate financial statements for the Dunnellon Airport Authority have not been developed.

Marion County Community Redevelopment Agency – The Marion County Community Redevelopment Agency (CRA) was created pursuant to Chapter 163.356, Florida Statutes, County Ordinance 13-14, and County Resolution 13-R-169. The Marion County Board of County Commissioners serves as the CRA Board and has operational responsibility for the CRA. Although legally separate, the CRA is appropriately blended as a governmental fund type component unit into the primary government. Pursuant to Chapter 163.387, Florida Statutes and County Ordinance 13-15, the Silver Springs Community Redevelopment Area Trust Fund was established to account for the designated redevelopment program in accordance with the Silver Springs Redevelopment Plan. This CRA is presented as a major governmental fund.

Rainbow Lakes Estates Municipal Services District – The Rainbow Lakes Estates Municipal Services District was created under the laws of Florida, Chapter 69-1298 and Marion County code Sections A5-1 through A5-7. The Marion County Board of County Commissioners acts as the governing authority of the district, thus having significant influence over their operations and fiscal management, and has operational responsibility for the district. The taxing district is reported as a special revenue fund. Separate financial statements for the Rainbow Lakes Estates Municipal Services District are available at the County Clerk's office.

2. Discretely Presented Component Units

Marion County Law Library – The Marion County Law Library was created under Florida Statutes Sections 28.2401, 28.241, and 34.041, and Marion County Code Section 2-16, which provides for a law library for the courts of Marion County, members of the Bar, and the general public. The Marion County Law Library is composed of a Board of Trustees who are appointed and whose tenure of office is designated by the Senior Circuit Judge (Ex-Officio Chairman of the Board of Trustees) sitting in Marion County. The Board of Trustees is composed of the chief circuit court judge and three attorneys who serve in an advisory capacity. The Board establishes the fees charged and collected on court actions in support of the Marion County Law Library, and the Board is thereby financially accountable. Therefore, the Marion County Law Library is included as a discretely presented component unit of the reporting entity. Separate financial statements for the Marion County Law Library are available at their administrative offices located in the Marion County Judicial Center, 110 N.W. 1st Avenue, Ocala, Florida 34475.

Marion County Housing Finance Authority – The Marion County Housing Finance Authority was established under Florida Statutes, Section 159.601, and Marion County Code Sections 2-96 through 2-101. The Board does not maintain budgetary control over the operating costs of the Marion County Housing Finance Authority. However, the Board is financially accountable for the activities of the Marion County Housing Finance Authority since the Board both (a) appoints a voting majority of the Authority's governing body, and (b) has the ability to impose its will by removing voting members of the Authority's governing body. Therefore, the Marion County Housing Finance Authority is included as a discretely presented component unit of the reporting entity. The Marion County Housing Finance Authority is accounted for as a single governmental fund. Separate financial statements for the Marion County Housing Finance Authority have not been developed.

3. Related Organizations

The County is responsible for appointing members of boards to other organizations, but is not accountable for these organizations. The following related organizations are not included in the reporting entity:

- i. Marion County Hospital District
- ii. Marion County Industrial Development Authority

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The Statement of Activities demonstrates the degree to which the direct expenses and indirect costs of a given function, or segment, are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Indirect Expenses* are those costs that are allocated to functions and activities in accordance with the County's adopted indirect cost allocation plan. Interfund services provided and used are not eliminated in the process of consolidation. The "Expenses" column includes both direct and indirect expenses. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

1. Government-wide Financial Statements

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

2. Fund Financial Statements

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

Property taxes, franchise fees, licenses, and interest 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

Major funds are determined at the fund level. Non major governmental funds are combined for financial reporting purposes.

The County reports the following major governmental funds:

- The *General Fund* is the government's primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund. The General Fund includes the Board of County Commissioners, Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector.
- The *MSTU for Law Enforcement Fund* is a special revenue fund, created pursuant to Section 125.01, Florida Statutes, to account for the costs of providing the Sheriff's patrol and criminal investigation division services to a geographic area encompassing nearly all of the unincorporated areas of the County. The primary source of funding for this service is ad valorem taxes levied on the areas established by the taxing unit.

- The *Silver Springs CRA Trust Fund* is a special revenue fund created by the Board pursuant to Section 163.387, Florida Statutes to account for the funds used to finance community redevelopment within the Silver Springs Community Redevelopment Area, in accordance with the Silver Springs Community Redevelopment Plan. The primary source of funding is from tax increment financing provided by increased ad valorem tax value in the geographically designated area.
- The *Fire, Rescue and EMS Fund* is a special revenue fund created by the Board pursuant to Section 125.01, Florida Statutes, to account for the provision of fire protection, rescue services and emergency medical services to those portions of the unincorporated area of the County for which these activities are not otherwise provided. The primary sources of revenue in this fund are generated through the levy and collection of a special per-parcel assessment levied only in the covered area, and a levy of ad valorem tax within the areas of Marion County.

The County reports the following major enterprise funds:

- The *Solid Waste System Fund* accounts for the fiscal activity of all solid waste disposals within the County.
- The *Marion County Utility Fund* accounts for the fiscal activity of providing water and wastewater services to residential and commercial customers countywide.

Additionally, the County reports the following fund types:

- *Special Revenue Funds* are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.
- *Debt Service Funds* are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt Service funds are also used to report resources if legally mandated, and financial resources that are being accumulated for principal and interest maturing in future years.
- *Capital Projects Funds* are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital outlay. Capital Project funds exclude capital-related outflows financed by proprietary fund or for assets held in trust for individuals, private organizations, or other governments.
- The *Internal Service Fund* accounts for the activities of the County's risk management program. Activities include amounts collected and the claims paid for the County's workers' compensation, property, general liability, and prescription medicine self-insurance, as well as to account for the premiums received and disbursed to a third party insurer for the County employees' major medical, disability income, and life insurance.
- *Agency Funds* are custodial in nature, and are therefore, excluded from the government-wide financial statements. These Funds are used to account for assets held by the County as an agent for individuals, private organizations and other governments. The resources include fines, forfeitures and filing fees collected for other governmental agencies, child support payments, jury and witness services, posted bonds collected for individuals, prisoner's funds, confiscated monies held as evidence, Sheriff's fees for serving papers, property taxes and fees for licenses.

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 funds and of the County's internal service fund are charges to customers for sales and services. Included in Solid Waste charges for service are non ad valorem assessments for landfill fees. Operating expenses for enterprise funds and internal service fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources, as they are needed for their intended purposes.

D. Budgetary Requirements

The following procedures are utilized by the County in establishing and/or amending the budgetary information contained in the financial statements:

- 1) On or before June 1 of each year, the Clerk of the Circuit Court and Comptroller (the "Clerk"), Sheriff, Supervisor of Elections and Tax Collector each submit a proposed operating budget for the ensuing fiscal year to the Board.
- 2) The proposed operating budget of the Property Appraiser must be presented to the Board on or before June 1 of each year and is simultaneously submitted by the Property Appraiser to the State of Florida, Department of Revenue, from which the final approval of the budget of the Property Appraiser must emanate.
- 3) On or before July 15 of each year, or within 15 days after the receipt of certified taxable property values from the Property Appraiser, whichever occurs last, the Clerk, as Clerk to the Board (and Budget Officer), presents to the Board a proposed budget for the fiscal year commencing the following October 1. Pursuant to the provisions of Section 129.01, Florida Statutes, the proposed budgets as submitted contain balanced statements of estimated revenues (including unexpended fund balances to be carried forward) and proposed appropriations for each fund required to be presented by law or by sound financial practices, including the general, special revenue, debt service, and capital projects funds.
- 4) Following a preliminary review of the proposed budgets by the Board, whose members make such changes as are deemed necessary (provided that the proposed budget for each fund remains balanced), the Board causes a notice of proposed property taxes to be mailed to each County property taxpayer. Included in the notice is a statement of the Board's intent to hold a public hearing to consider adoption of the tentative millage rates and budgets, as well as a comparison of the taxpayer's proposed property tax bill with the actual tax bill of the preceding year.
- 5) Following successful completion of the above referenced public hearings, the Board advertises and subsequently conducts a second public hearing to finally adopt a millage rate and budget for each of the taxing entities under their jurisdiction. These public hearings are ordinarily held prior to October 1 each year. If, however, for some reason the Board is unable to finally adopt a budget prior to October 1, state law permits the readoption by resolution of the budget of the preceding year as an interim measure.
- 6) Pursuant to the provisions of Section 129.07, Florida Statutes, the Board is prohibited from expending or contracting for the expenditure of any amount in excess of the total amount budgeted in any fund. It is, however, legally permissible at the present time for the budgets of individual departments included within a particular fund to be over expended in total without requiring mandatory action by either the Board, the Clerk, as Clerk to the Board (and Budget Officer), or the County Administrator. Transfers of appropriate amounts between funds require approval of the Board.
- 7) Subsequent to final adoption of the budget by the Board, changes to the budget, as enacted, may be made when revenues not anticipated in the original budget are received that management wishes to appropriate during the current fiscal year, resulting in an increase to the total appropriations of a fund. All other changes to total fund appropriations may only be made through adoption of a budget ordinance or resolution following a public hearing.

- 8) Adoption and execution of the budgets are governed in accordance with applicable provisions of the Florida Statutes.
- 9) Formal budgetary integration at the object level is used as a management control device for all governmental funds of the County for which annual budgets are adopted, including the general, special revenue, debt service, and capital projects funds. Pro forma project length budgets are provided to the Board for certain capital projects for informational purposes only. The level at which expenditures may not legally exceed appropriations is the fund level. For instances when the expenditures exceed the appropriation, there would be corresponding increase in unbudgeted revenue.
- 10) Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds.
- 11) All appropriations lapse at the end of each fiscal year, although the County expects to honor purchase orders and contracts in process, subject to authority provided in the subsequent year's budget.

E. Property Taxes

Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessment are also designed to assure a consistent property valuation method statewide. State Statutes permit counties to levy property taxes at a rate of up to 10 mills for countywide purposes and an additional 10 mills for non-countywide purposes for municipal services with such additional 10 mills limit inclusive of municipal service levies of other local government entities.

The tax levy of the County is established by the Board prior to October 1 of each year and the Tax Collector incorporates the millages into the total tax levy, which includes the municipalities, independent districts and the County School Board tax requirements and produces the tax bill.

All property is reassessed according to its fair market value on January 1 of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State Statutes.

All taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the Tax Collector. All unpaid taxes become delinquent on April 1 following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January, and 1% in the month of February. Taxes paid in March are without discount.

On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. Delinquent taxes on real property bear interest at 18% per year or as bid in a public sale of tax certificates. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. Unsold certificates are held by the County. Delinquent taxes on personal property bear interest at 18% per year until the tax is satisfied either by seizure and sale of the property or by the seven-year statute of limitations.

The County does not accrue its portion of the County-held tax sale certificates or personal property tax warrants because such amounts are not considered to be material.

Key dates in the property tax cycle for the fiscal year ended September 30, 2016 are as follows:

Assessment Roll certified	June 2015
Beginning of fiscal year for which taxes are being levied	October 2015
Property taxes levied	October 2015
Tax bills issued	November 1, 2015
Property taxes due by:	
For maximum discount	November 30, 2015
Delinquent after	March 31, 2016
Tax certificates (liens) sold on unpaid property taxes	No later than June 1, 2016

F. Interfund Transactions

Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it, which are applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund, and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

G. Interfund Payables and Receivables

Unpaid amounts of interfund transactions at year end are reflected as "due from other funds" or "due to other funds" in the related fund financial statements. Noncurrent portions of interfund payables and receivables are reported as advances. In governmental funds, advances are offset equally by nonspendable fund balance unless the advanced funds are restricted or committed.

H. Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents include equity in pooled cash, cash on hand, demand deposit accounts and highly liquid investments (including restricted assets) with a maturity of three months or less when purchased.

I. Equity in Pooled Cash

The Board maintains a pooled cash fund which allows the various funds of the Board to pool monies for investment purposes. The Board maintains records to identify the equity of each fund investing in the pool as well as amounts borrowed from the pool. Investment earnings of the pool are recorded as earned and are allocated to the participating funds based on the respective funds average daily balance. The equity in pooled cash consists of cash which can be liquidated without penalty or delay.

J. Investments

The County's investments include U.S. Treasuries, Federal Instrumentalities, Corporate Notes/Obligations, Commercial Paper, Money Market Funds, and Municipal Bonds. Investments with a maturity greater than five and a half (5.50) years when purchased require the Clerk's approval prior to purchase. All investments are carried at fair value, except Florida PRIME which is reported at amortized cost.

K. Inventories and Prepaid Items

Inventories are valued at cost, which approximates market value, using the first-in/first-out (FIFO) method. Annual inventory expenditures reflect supplies consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These payments are recorded as expenditures or expenses when consumed rather than when purchased.

L. Restricted Assets

The use of certain assets of enterprise funds and debt service funds are restricted by specific provisions of bond resolutions. Assets so designated are identified as restricted assets on the statement of net position and balance sheet since their use is limited.

M. Utility Receivables

Utility receivables are shown net of allowance for uncollectible accounts. Utility accounts receivable in excess of 120 days comprise the utility accounts receivable allowance for uncollectible accounts. Water and wastewater operating revenues are generally recognized on the basis of cycle billings rendered monthly. The receivables at the end of the fiscal year include an allowance for uncollectible accounts in the amount of \$975,000.

N. Special Assessment Receivables

The Board imposes special assessments against property located within specified areas, as set forth in the Assessment Resolution, for the construction of improvements. The assessment of each parcel is based upon either the lineal feet of frontage along the areas to be improved or per lot. The assessments will be collected on the ad valorem tax bill, as authorized by Section 197.3632 of the Florida Statutes.

O. Ambulance Receivables

Marion County Fire Rescue provides ground-based ambulance services, as well as basic and advanced life support services to the citizens of Marion County. The receivable for ambulance services at the end of the fiscal year includes an allowance for uncollectable accounts in the amount of \$5.34 Million.

P. State Housing Initiative Partnership (SHIP) Loan Receivables

In accordance with the Marion County SHIP Local Housing Assistance Plan, Marion County's Demolition and Reconstruction Loan Program is designed to replace existing uninhabitable or dilapidated structures for homeowners that do not have alternative housing or financial resources to alleviate the situation. Marion County provides interest free loans to qualifying low income applicants, with equal monthly payments of the principle loan balance amortized for 30 years.

Q. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Property and equipment with initial, individual costs that equal or exceed \$1,000 and estimated useful lives of over one year are recorded as capital assets. Buildings and improvements with initial, individual costs that equal or exceed \$25,000 are recorded as capital assets. Capital assets are recorded at historical cost or estimated historical cost if constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Infrastructure assets are reported on a network and sub-system basis. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the government-wide financial statements regardless of their amount. The historical cost for the initial reporting of these assets was obtained through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As more capital assets are acquired or constructed, they are capitalized and reported at the historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate.

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.

Capital Assets are depreciated over their estimated useful lives unless they are inexhaustible or are intangible assets with indefinite useful lives. The term depreciation (and related forms of the term) includes amortization of intangible assets.

Property, plant, equipment and computer software are depreciated/amortized using the straight line method over the following estimated useful lives:

Buildings and Improvements	10-30 Years
Landfill and Water/Sewer Structures	10-30 Years
Machinery, Equipment and Vehicles	5 Years
Computer Software	5 Years
Infrastructure	15-50 Years

R. Compensated Absences

The County's reporting of accumulated unused compensated absences has been recorded in accordance with GASB Statement No. 16. A liability is accrued for an employee's rights to receive compensation for future absences when certain conditions are met. In general, it is the County's policy to grant all permanent full-time and part-time employees leave based upon the number of years of employment. Employees are encouraged to use their annual leave in the year that it is earned. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for this amount is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

S. Landfill Closure Costs

The Board recognizes municipal solid waste landfill closure and postclosure care costs under the State of Florida's Solid Waste Management Act of 1988, regulations of the Federal Environmental Protection Agency, and the Governmental Accounting Standards Board Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*. The Board is required to place a final cover on closed landfills and to provide long-term care for up to thirty years after final cover. These obligations for closure and postclosure are recognized in the enterprise fund for the County's landfill operations over the active life of the landfill, based on landfill capacity used to date.

T. Long-Term Liabilities

Long-term liabilities which are expected to be financed from governmental funds are accounted for as debt service expenditures in related funds. For proprietary fund types, long-term debt and other obligations are reported as liabilities in the fund financing the obligation.

U. Net Pension Liability

In the government-wide and proprietary fund statements, the net pension liability represents the County's proportionate share of the net pension liability of the cost-sharing pension plans in which it participates. This liability represents a share of the present value of projected benefit payments to be provided through the cost-sharing plans, less the amount of the cost-sharing plans' fiduciary net position. The County participates in both the Florida Retirement System (FRS) defined benefit pension plan and the Health Insurance Subsidy Program (HIS) defined benefit plan administered by the Florida Division of Retirement. The County allocated the net pension liability, deferred outflows for pensions, deferred inflows for pensions, and pension expense to funds and functions/activities based on their respective contributions made to the pension plans for that fiscal year.

V. Unearned Revenues

Unearned revenues in governmental funds represent funds for programs continuing into the next year. Unearned revenues reported on applicable proprietary fund types represent revenues for connection fees and other revenues received in advance. The unearned revenues will be recognized as revenue in the fiscal year in which customer connections are made to the County utility system and other items are earned.

W. Self-Insurance Claims

Liabilities for reported claims and incurred but not reported claims are estimated based on an actuarial review of historical experience and claims pending against the County.

X. Grants Revenues

Program and capital grants received by governmental funds are recorded in the applicable governmental fund as receivables and revenues at the time reimbursable costs are incurred and all significant grant restrictions are satisfied. Grant revenues received in advance of meeting all major grant restrictions are reported as unearned or advanced.

Y. Deferred Outflows and Deferred Inflows of Resources

In addition to assets and liabilities, the County reports the financial statement elements of deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expenditure or expense) until that applicable time. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that applicable time.

The County reports two items that qualify as deferred outflows of resources on its government-wide and proprietary statements of net position, the deferred amount on refunding and deferred outflows for pensions. The deferred amounts on refunding resulted from debt refinancing whereby the reacquisition price of the refunding debt instruments exceeded their net carrying amount. This deferred amounts on refunding are systematically charged to interest expense over the life of the refunding debt. The deferred outflows for pensions are an aggregate of items related to pensions as calculated in accordance with GASB Statements No. 68, *Accounting and Financial Reporting for Pensions* and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. This deferred outflows for pensions will be recognized as pension expense or a reduction of the net pension liability in future reporting years.

The County reports one item that qualifies as deferred inflows of resources on its government-wide and proprietary statements of net position, the deferred inflows for pensions. The deferred inflows for pensions are an aggregate of items related to pensions as calculated under the same principles as the deferred outflows for pensions, and will be recognized as a reduction to pension expense in future reporting years.

The County also reports deferred inflows of resources on applicable governmental fund statements that represent revenues which are measurable but not available, in accordance with the modified accrual basis of accounting. These deferred inflows will be recognized as revenue in the fiscal year they are earned or become available. The majority of these deferred inflows of resources represent special assessment liens, ambulance revenues, and grant funds.

Z. Fund Balance Reporting and Governmental Fund-Type Definitions

The County implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This GASB Statement clarifies governmental fund balance classifications and fund-type definitions. The change in the governmental fund type definition resulted in the re-classifying of certain special revenue funds to the general fund for reporting purposes. The Board of County Commissioners is the County's highest level of decision-making authority.

Governmental fund balances are classified either as nonspendable or spendable. Spendable fund balances are further classified below nonspendable in a hierarchy based on the extent to which there are external and internal constraints on the spending of these fund balances. These classifications are described as follows:

Nonspendable fund balance - include amounts that cannot be spent because they are not in spendable form or legally or contractually required to be maintained intact. Nonspendable governmental fund balances at September 30, 2016 are for inventories and prepaid items.

Restricted fund balance – include amounts that can be spent only for the specific purposes stipulated by external resources providers either constitutionally or thru enabling legislation. Examples include grants and impact fees.

Committed fund balance – include amounts that can only be used for the specific purpose determined by a formal action of the government's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action of an Ordinance approved by the Board at the County's regular meeting that imposed the constraint originally.

Assigned fund balance – include amounts intended to be used by the government for specific purposes. Currently, the Board has not officially designated anyone with the authority to assign fund balance to a specific

purpose as approved by the fund balance policy. Currently, only the Board has the authority to assign fund balance through action other than ordinance. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that the resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

Unassigned fund balance – is the residual classification of the general fund only and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose.

It is the County's goal to maintain an adequate general fund unassigned fund balance to provide liquidity to meet seasonal shortfalls in cash flow, and reduce susceptibility to emergency or unanticipated expenditures and/or revenue shortfalls. It is the goal of the County to maintain an unassigned fund balance in the general fund sufficient to cover 20% of recurring expenditures. If at the end of any fiscal year the actual amount of unassigned fund balance falls below the targeted levels, the Board shall prepare and submit in conjunction with the proposed budget a plan for budget adjustments necessary to restore the minimum requirements.

When multiple categories of fund balance are available for expenditures, the County will start with the most restricted category in its order of use (restricted resources are used first, followed by committed resources, followed by assigned resources). Unassigned fund balance is used when expenditures are incurred for purposes which amounts in any classification could be used.

AA. Net Position

In accordance with GAAP, net position of proprietary funds, governmental activities and business-type activities are made up of three components. *Net investment in capital assets* represents net capital assets less related long-term liabilities, where unspent debt proceeds increase this amount. *Restricted net position* represent assets that are legally restricted for specific purposes. They include bond sinking and reserve funds, special revenues restricted by statute, ordinance, and bond proceeds and other sources restricted for capital projects or improvements. The balance of net position is considered *unrestricted net position*.

NOTE 2 – DEPOSITS AND INVESTMENTS

A. Cash and Cash Equivalents

At September 30, 2016, the County's carrying value of cash and cash equivalents totaled \$142,228,238, which is presented as \$128,603,278 in the statement of net position and \$13,624,960 in the statement of fiduciary assets and liabilities, and is made up of the items following in this paragraph. The carrying amount of the County's cash deposit accounts was \$35,933,340. Cash with a fiscal agent totaled \$96,598. The County's cash deposits are held by a bank that qualifies as a public depository under the Florida Security for Public Deposits Act as required by Chapter 280, Florida Statutes. The County's cash deposits are fully insured by the Public Deposits Trust Fund. Additionally, funds are placed with the State Board of Administration (SBA) for participation in the Local Government Surplus Funds Trust Fund (Florida Prime Investment Pool), created by Section 218.405, Florida Statutes. This investment pool operates under investment guidelines established by Section 215.47, Florida Statutes. The County's investment in the Florida Prime Investment Pool in the amount of \$106,198,300 is reported at amortized cost.

The Florida Prime Investment Pool had a dollar weighted average days to maturity (WAM) of 50 days as of September 30, 2016. Next interest rate reset dates for floating rate securities are used in the calculation of the WAM.

B. Investment Portfolio

The Board of County Commissioners (Board) and Clerk of the Circuit Court and Comptroller (Clerk) formally adopted comprehensive investment policies on October 3, 2000. The Tax Collector formally adopted a comprehensive investment policy on October 20, 2006. The policies were created pursuant to Section 218.415, Florida Statutes and established permitted investments, asset allocation limits, issuer limits, credit ratings requirements, and maturity limits to protect the County's cash and investment assets. The Board maintains a common cash and investment pool for the use of all funds. In addition, cash and investments are separately held by the Board's special revenue, debt service, capital projects, enterprise and trust funds.

Section 218.415, Florida Statutes, limits the types of investments that a government can invest in unless specifically authorized in an investment policy. The Board adopted a list of permitted investments by ordinance and updated their Investment Policy on March 3, 2015. The Ordinance (15-03) allows for the following

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investments: The U.S. Treasury, GNMA, other U.S. Government Guarantees (e.g. AID, GTC), Federal Agency/GSE: FNMA, FHLMC, FHLB, FFCB, other Federal Agency/GSE, Supranationals (where U.S. is a shareholder and voting member), Corporates, Municipals, Agency Mortgage-Backed Securities (MBS), Asset-Backed Securities (ABS), Non-Negotiable Interest Bearing Time Certificates of Deposit, Commercial Paper (CP), Bankers' Acceptances (BAs), Repurchase Agreements (Repo or RP), Money Market Mutual Funds (MMFs), Fixed-Income Mutual Funds & ETFs, Intergovernmental Pools (LGIPs), and the Florida Prime Investment Pool.

The Constitutional Officers, electing not to adopt a written investment policy, are limited to investing funds pursuant to Section 218.415, Florida Statutes, subsection (17) Authorized Investments; no written investment policy. Those investments include the Florida Prime Investment Pool, any authorized intergovernmental investment pool, SEC registered money market funds with the highest credit quality rating from a nationally recognized rating agency, interest-bearing time deposits or savings accounts in qualified public depositories, and direct obligations of the U.S. Treasury.

The County's investment portfolio consists of \$122,086,000 in direct obligations of the United States Treasury Securities, Federal Instrumentalities, Commercial Paper, Corporate Obligations, Municipal Bonds, and Money Market Funds which are reported at fair value in accordance with GASB Statement No. 31.

The County's investments in the Florida Prime Investment Pool are similar to money market funds in which units are owned in the fund rather than the underlying investments. These investments are reported at amortized cost and meet the requirements of GASB Statement No. 31, as amended by GASB Statement No. 79 *Certain External Investment Pools and Pool Participants*, which establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. There are no limitations or restrictions on withdrawals from the Florida Prime Investment Pool; although in the occurrence of an event that has a material impact on liquidity or operations of the trust fund, the fund's executive director may limit contributions to or withdrawals from the trust fund for a period of 48 hours.

The County categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application* provides guidance for determining fair value of investments for financial reporting purposes and includes the fair value hierarchy, which has three levels based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Statement No. 72 allows for the use of quoted prices provided by third parties. The County uses quoted prices provided by its third party custodian, SunTrust Bank, Inc. Quoted prices are categorized using a Fair Value Evaluation Matrix providing asset type, pricing method, pricing sources, evaluation frequency, and customary fair value level. Investments' fair value measurements and input levels are as follows at September 30, 2016.

	9/30/2016	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level				
Corporate Obligations	\$ 73,562,212	\$ -	\$ 73,562,212	\$ -
Commercial Paper	3,076,498		3,076,498	
MUNI Bonds	4,129,144		4,129,144	
FNMA Notes	13,226,996		13,226,996	
FHLB Notes	10,007,675		10,007,675	
FHLMC Notes	6,504,947		6,504,947	
US Treasury Notes	11,057,200		11,057,200	
Federated MM Fund	521,328		521,328	
Total investments by fair value level	\$ 122,086,000	\$ -	\$ 122,086,000	\$ -
Investments measured at amortized cost				
SBA - Florida Prime	106,198,300			
Total investments measured at amortized cost	\$ 106,198,300			
Total Investments	\$ 228,284,300			

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As of September 30, 2016, interest receivable on the County's investment portfolio amounted to \$397,932. The County had the following investment types by issuer and effective duration presented in terms of years:

Effective Duration by Security Type	Fair Value	Weighted Average Duration (Years)	Credit Rating	Percentage of Portfolio
Corporate Obligations	\$ 73,562,212	1.64	A-,AAA	60.25 %
Commercial Paper	3,076,498	0.46	A-1	2.52 %
MUNI Bonds	4,129,144	2.30	AA	3.38 %
FNMA Notes	13,226,996	1.54	AA+	10.83 %
FHLB Notes	10,007,675	2.54	AA+	8.20 %
FHLMC Notes	6,504,947	2.51	AA+	5.33 %
US Treasury Notes	11,057,200	2.26	AA+	9.06 %
Federated MM Fund	521,328	n/a		0.43 %
Total Fair Value	<u>\$ 122,086,000</u>			<u>100.00 %</u>
Portfolio Weighted Average Duration		1.80		

C. Interest Rate Risk

The Board's investment policy sets limits for investment maturities to match known cash needs and anticipated cash flow requirements. Investments of current operating funds shall have maturities of no longer than twenty-four (24) months. Investments of bond reserves, construction funds, and other non-operating funds, "core funds", shall have a term appropriate to the need for funds and in accordance with debt covenants. The purchase of investments for core funds with maturities longer than five and a half (5.50) years requires the Clerk's approval prior to purchase. The maturities of the underlying securities of a repurchase agreement will follow the requirements of the Master Repurchase Agreement.

The Board utilizes "effective duration" as a measurement of interest rate risk and as of September 30, 2016, the investment portfolio had an effective duration of 1.80 years.

Included in the investment portfolio, the Board has \$9,069,496 in Callable Securities that have an embedded option consisting of the option at the discretion of the issuer to call their obligation or pay a stated increase in the interest rate. The effective duration of callables is 1.73 years with the latest maturity date of April 25, 2019. The Board has \$4,881,933 invested in Federal Agency mortgage-backed pass-through securities with an effective duration of 2.28 years and latest maturity date of October 1, 2026. Additionally, the Board has \$15,133,265 invested in Asset-backed securities with an effective duration of 1.28 years.

D. Credit Risk

The Board's investment policy permits for investing in the following investments, which are limited to credit quality ratings from a Nationally Recognized Statistical Rating Organization (NRSRO) as described below.

- Money Market Mutual Funds provided such funds are registered under the Federal Investment Company Act of 1940 and operate in accordance with 17 C.F.R. § 270.2a-7, which stipulates that money market funds must have an average weighted maturity of 90 days or less. In addition, the share value of the money market funds must equal to \$1.00. The money market funds shall be rated the two highest rating categories by all NRSROs who rate the fund (AAm/Aa-mf, or equivalent).
- Corporate notes, bonds, or other debt obligations shall be rated, at minimum or better, the highest short term or three highest long term rating categories (A-1/P-1, A-/A3 or equivalent) by a NRSRO.
- Bankers' Acceptances (BAs) which are issued, drawn on, or guaranteed by a U.S. bank or U.S. branch of a foreign bank shall be rated the highest short term rating category (A-1/P-1, or equivalent) by a NRSRO.
- Municipal obligations shall be rated, at a minimum or better, the highest short term or three highest long term rating categories (SP-1/MIG 1, A-/A3, or equivalent) by a NRSRO.

- Supranationals shall be rated, at a minimum or better, the highest short term or two highest long term rating categories (A-1/P-1, AA-/Aa3, or equivalent) by a NRSRO.
- Commercial paper of any United States company or a domestic or foreign corporation, company, financial institution, trust or other entity, including unsecured debt and asset-backed programs shall be rated the highest short term rating category (A-1/P-1, or equivalent) by a NRSRO.

As of September 30, 2016, the majority of the Board's investment securities in the amount of \$122,086,000 were all individually rated A-/AAA by Standard & Poor's Rating Services or A3/Aaa by Moody's Rating Services.

The County's \$106,198,300 investment deposit in the Florida State Board of Administration's Local Government Surplus Funds Trust Fund (Florida Prime Investment Pool) was rated by Standard & Poor's. The current rating as of September 30, 2016 was AAAm.

The County's cash deposit balance, including the deposit with fiscal agent, of \$36,029,936 was deposited in a qualified public depository, as required by Chapter 280, Florida Statutes.

E. Custodial Credit Risk

The Board's investment policy, pursuant to Section 218.415(18), Florida Statutes, requires securities, with the exception of certificates of deposits, shall be held with a third party custodian; and all securities purchased by, and all collateral obtained by the Board should be properly designated as an asset of the County. The securities must be held in an account separate and apart from the assets of the financial institution. A third party custodian is defined as any bank depository chartered by the Federal Government, the State of Florida, or any other state or territory of the United States which has a branch or principal place of business in the State of Florida, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in the State of Florida. Certificates of deposit will be placed in the provider's safekeeping department for the term of the deposit.

As of September 30, 2016, the Board's investment portfolio was held with a third-party custodian as required by the Board's investment policy.

F. Concentration of Credit Risk

The Board's investment policy establishes asset allocation and issuer limits designed to reduce the concentration of credit risk by security type and individual issuer. As of September 30, 2016, the Board's investments included the following investment with 5% or greater concentrated in an individual issuer. Investments in Federal National Mortgage Association (FNMA) for \$13,226,996 representing 5.79% of total investments. All investments held were within the limits established by the Board's investment policy for security type and individual issuer.

NOTE 3 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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

	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
Major Funds:		
General Fund	\$ 6,761	\$ 2,057,764
Major Special Revenue Funds:		
MSTU For Law Enforcement	1,661,528	-
Fire, Rescue & EMS	3,058	-
Major Enterprise Funds:		
Solid Waste System	-	4,000
Nonmajor Funds:		
Special Revenue Funds	301,411	3,208
Debt Service Funds	11,676	-
Capital Project Funds	80,538	-
	<u>\$ 2,064,972</u>	<u>\$ 2,064,972</u>

Interfund receivables and payables resulted primarily from revenues accrued in certain funds that are transferred to other funds and excess fees of County Constitutional Officers due to other funds of the County. The total interfund balances contain \$2.13 million of General Fund eliminations between the Constitutional Officers (Clerk, Property Appraiser, Sheriff, Supervisor of Elections and Tax Collector).

Interfund transfers consist of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General Fund	\$ 44,627,761	\$ 2,186,731
Major Special Revenue Funds:		
MSTU For Law Enforcement	690,570	35,206,601
Fire, Rescue & EMS	536,576	966,777
Major Enterprise Funds:		
Solid Waste System	356,201	-
Marion County Utility	125,000	-
Non-major Funds:		
Special Revenue Funds	1,229,857	8,256,109
Debt Service Funds	-	49,747
Capital Project Funds	-	900,000
	<u>\$ 47,565,965</u>	<u>\$ 47,565,965</u>

The MSTU for Law Enforcement Special Revenue Fund transferred \$35.2 million to the General Fund for the Sheriff. The Fine & Forfeiture Special Revenue Fund transferred \$7.9 million to the General Fund for the Sheriff to cover law enforcement costs. The total transfers contain \$46.6 million of General Fund eliminations between the Constitutional Officers (Clerk, Property Appraiser, Sheriff, Supervisor of Elections and Tax Collector).

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NOTE 4 – CAPITAL ASSETS

A. Changes in Capital Assets

The following shows the changes in capital assets of governmental activities:

Governmental Activities	Primary Government			Ending Balance 9/30/2016
	Beginning Balance 9/30/2015	Increases	Decreases	
Capital Assets, Not Being Depreciated:				
Land	\$ 419,711,457	\$ 3,515,819	\$ (750,117)	\$ 422,477,159
Land Use Rights	-	-	-	-
Construction In Progress	1,787,503	2,192,401	(1,014,650)	2,965,254
Construction In Progress - Infrastructure	14,864,287	19,969,334	(2,214,580)	32,619,041
Total Capital Assets, Not Being Depreciated	436,363,247	25,677,554	(3,979,347)	458,061,454
Capital Assets, Being Depreciated and Amortized:				
Buildings	229,876,779	1,155,059	-	231,031,838
Improvements Other Than Buildings	53,684,170	402,900	-	54,087,070
Equipment	119,317,160	9,654,201	(13,621,262)	115,350,099
Computer Software	4,038,514	12,376	-	4,050,890
Infrastructure	1,232,009,904	9,589,805	-	1,241,599,709
Total Capital Assets Being Depreciated	1,638,926,527	20,814,341	(13,621,262)	1,646,119,606
Less Accumulated Depreciation For:				
Buildings	(86,921,642)	(7,372,009)	-	(94,293,651)
Improvements Other Than Buildings	(30,984,369)	(2,606,122)	-	(33,590,491)
Equipment	(98,689,422)	(8,021,082)	13,317,566	(93,392,938)
Computer Software	(1,337,562)	(808,590)	-	(2,146,152)
Infrastructure	(463,395,280)	(25,400,768)	-	(488,796,048)
Total Accumulated Depreciation	(681,328,275)	(44,208,571)	13,317,566	(712,219,280)
Total Capital Assets, Being Depreciated, Net	957,598,252	(23,394,230)	(303,696)	933,900,326
Governmental Activities Capital Assets, Net	\$ 1,393,961,499	\$ 2,283,324	\$ (4,283,043)	\$ 1,391,961,780

The following is a summary of governmental activities depreciation and amortization expense by function. As used in this section, the term depreciation (and related forms of the term) includes amortization of intangible assets:

Depreciation Governmental Activities:

General Government	\$ 6,258,223
Public Safety	8,732,496
Physical Environment	357,204
Transportation	26,173,616
Economic Environment	66,690
Human Services	288,548
Culture/Recreation	2,138,294
Court Related	188,161
Capital Assets held by the government's Internal Service Fund and charged to individual functions based on usage	5,339
Total Depreciation Expense - Governmental Activities	44,208,571

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The following shows changes in capital assets of business-type activities:

Business-type Activities	Beginning Balance 9/30/2015	Increases	Decreases	Ending Balance 9/30/2016
Capital Assets, Not Being Depreciated:				
Land	\$ 7,812,492	\$ 890,954	\$ -	\$ 8,703,446
Construction In Progress	4,810,470	2,981,431	-	7,791,901
Total Capital Assets, Not Being Depreciated	12,622,962	3,872,385	-	16,495,347
Capital Assets, Being Depreciated:				
Buildings	8,723,342	6,813	-	8,730,155
Improvements Other Than Buildings	227,811,020	3,834,794	-	231,645,814
Equipment	13,159,960	2,225,187	(1,244,607)	14,140,540
Total Capital Assets Being Depreciated	249,694,322	6,066,794	(1,244,607)	254,516,509
Less Accumulated Depreciation For:				
Buildings	(2,923,073)	(297,191)	-	(3,220,264)
Improvements Other Than Buildings	(106,238,751)	(10,605,594)	-	(116,844,345)
Equipment	(10,385,313)	(1,049,491)	1,244,607	(10,190,197)
Total Accumulated Depreciation	(119,547,137)	(11,952,276)	1,244,607	(130,254,806)
Total Capital Assets, Being Depreciated, Net	130,147,185	(5,885,482)	-	124,261,703
Total Business-Type Activities				
Capital Assets, Net	\$ 142,770,147	\$ (2,013,097)	\$ -	\$ 140,757,050

The following is a summary of business-type activities depreciation expense by function:

Depreciation Business-type activities:	
Solid Waste System	\$ 1,631,214
Marion County Utility	10,321,062
Total Depreciation Expense - Business-type Activities	<u>\$ 11,952,276</u>

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The following shows the changes in capital assets of business-type activities for both enterprise funds:

	Beginning Balance 09/30/15	Increases	Decreases	Ending Balance 09/30/16
Business-type Activities				
<u>Solid Waste System</u>				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,014,412	\$ 29,295	\$ -	\$ 1,043,707
Construction In Progress	3,068,233	697,754	-	3,765,987
Total Capital Assets, Not Being Depreciated	4,082,645	727,049	-	4,809,694
Capital Assets, Being Depreciated:				
Buildings	3,885,092	6,813	-	3,891,905
Improvements Other Than Buildings	34,574,384	54,106	-	34,628,490
Equipment	7,332,064	1,392,594	(823,873)	7,900,785
Total Capital Assets Being Depreciated	45,791,540	1,453,513	(823,873)	46,421,180
Less Accumulated Depreciation For:				
Buildings	(1,461,943)	(135,438)	-	(1,597,381)
Improvements Other Than Buildings	(28,368,747)	(776,955)	-	(29,145,702)
Equipment	(5,237,134)	(718,821)	823,873	(5,132,082)
Total Accumulated Depreciation	(35,067,824)	(1,631,214)	823,873	(35,875,165)
Total Capital Assets, Being Depreciated, Net	10,723,716	(177,701)	-	10,546,015
Solid Waste System Capital Assets, Net	\$ 14,806,361	\$ 549,348	\$ -	\$ 15,355,709
<u>Marion County Utility</u>				
Capital Assets, Not Being Depreciated:				
Land	\$ 6,798,080	\$ 861,659	\$ -	\$ 7,659,739
Construction In Progress	1,742,237	2,283,677	-	4,025,914
Total Capital Assets, Not Being Depreciated	8,540,317	3,145,336	-	11,685,653
Capital Assets, Being Depreciated:				
Buildings	4,838,250	-	-	4,838,250
Improvements Other Than Buildings	193,236,636	3,780,688	-	197,017,324
Equipment	5,827,896	832,593	(420,734)	6,239,755
Total Capital Assets Being Depreciated	203,902,782	4,613,281	(420,734)	208,095,329
Less Accumulated Depreciation For:				
Buildings	(1,461,130)	(161,753)	-	(1,622,883)
Improvements Other Than Buildings	(77,870,004)	(9,828,639)	-	(87,698,643)
Equipment	(5,148,179)	(330,670)	420,734	(5,058,115)
Total Accumulated Depreciation	(84,479,313)	(10,321,062)	420,734	(94,379,641)
Total Capital Assets, Being Depreciated, Net	119,423,469	(5,707,781)	-	113,715,688
Marion County Utility Capital Assets, Net	\$ 127,963,786	\$ (2,562,445)	\$ -	\$ 125,401,341
Total Business-Type Activities				
Capital Assets, Net	\$ 142,770,147	\$ (2,013,097)	\$ -	\$ 140,757,050

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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B. Summary of Capital Assets

The following summarizes Capital Assets found on the Statement of Net Position for governmental activities and business-type activities:

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
Capital Assets, Not Being Depreciated:			
Land	\$ 422,477,159	\$ 8,703,446	\$ 431,180,605
Construction in Progress	2,965,254	7,791,901	10,757,155
Construction in Progress - Infrastructure	32,619,041	-	32,619,041
Total Capital Assets, Not Being Depreciated	458,061,454	16,495,347	474,556,801
Capital Assets, Being Depreciated and Amortized, Net:			
Buildings	231,031,838	8,730,155	239,761,993
Improvements Other than Buildings	54,087,070	231,645,814	285,732,884
Equipment	115,350,099	14,140,540	129,490,639
Software	4,050,890	-	4,050,890
Infrastructure	1,241,599,709	-	1,241,599,709
Capital Assets, Being Depreciated	1,646,119,606	254,516,509	1,900,636,115
Less: Accumulated Depreciation	(712,219,280)	(130,254,806)	(842,474,086)
Total Capital Assets, Being Depreciated, Net	933,900,326	124,261,703	1,058,162,029
Total Capital Assets, Net	\$ 1,391,961,780	\$ 140,757,050	\$ 1,532,718,830

C. Construction Commitments

The following is a summary of construction commitments outstanding at September 30, 2016:

Projects	Spent-to-Date	Remaining Commitment
Road & Bridge Projects	\$ 5,722,862	\$ 2,236,385
Veteran's Service Center	331,466	74,839
Marion Oaks Sports Complex	67,632	6,763
SELP Roping Arena	1,009,579	656,775
Stormwater Projects	142,405	291,787
Water & Sewer Projects	435,815	583,571
Total	\$ 7,709,759	\$ 3,850,120

D. Capital Assets under Lease Purchase Commitments

Leased equipment under capital lease in capital assets at September 30, 2016, included equipment of \$1,471,779 less accumulated depreciation of \$563,503. Amortization of leased equipment is included with depreciation expense.

NOTE 5 – LONG-TERM LIABILITIES

A. Schedule of Changes in Long-term Liabilities

The County's outstanding long-term liabilities include bonds payable, notes payable, claims payable, compensated absences, other post employment benefits, claims and judgments, accrued landfill closure costs and remediation costs. The following is a schedule of changes in the County's long-term liabilities for the fiscal year ended September 30, 2016:

	Balance 10/01/2015	Additions	Reductions	Balance 09/30/2016	Due Within One Year
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 2,130,000	\$ -	\$ (680,000)	\$ 1,450,000	\$ 710,000
Revenue Bonds	45,685,000	34,420,000	(34,075,000)	46,030,000	2,630,000
Special Assessment debt with governmental commitment	10,234,677	302,677	(2,182,533)	8,354,821	1,779,966
Less Other Debt Amounts:					
Bond Issuance Discounts	(164,400)	-	41,100	(123,300)	-
Total Bonds Payable	57,885,277	34,722,677	(36,896,433)	55,711,521	5,119,966
Notes Payable	1,394,649	-	(336,721)	1,057,928	335,943
Claims Payable	8,683,526	1,252,879	(3,670,940)	6,265,465	1,253,093
Compensated Absences	14,811,095	11,577,020	(11,412,233)	14,975,882	2,995,176
Other Post Empl Benefits	19,162,652	1,221,053	-	20,383,705	-
Net Pension Liability	101,011,170	116,601,261	(42,101,126)	175,511,305	-
Governmental Activity Long-term Liabilities	\$ 202,948,369	\$ 165,374,890	\$ (94,417,453)	\$ 273,905,806	\$ 9,704,178
Business-type Activities:					
Bonds Payable:					
Revenue Bonds	\$ 64,945,000	\$ 22,325,000	\$ (27,355,000)	\$ 59,915,000	\$ 1,690,000
Less Other Debt Amounts:					
Bond Issuance Premiums	1,739,673	-	(108,730)	1,630,943	-
Total Bonds Payable	66,684,673	22,325,000	(27,463,730)	61,545,943	1,690,000
Notes Payable	26,575,144	-	(1,506,421)	25,068,723	1,543,963
Compensated Absences	500,185	407,056	(375,267)	531,974	106,395
Other Post Empl Benefits	757,913	67,079	-	824,992	-
Net Pension Liability	2,775,479	2,979,369	(1,043,140)	4,711,708	-
Landfill Closure Costs	24,133,392	-	(5,702,082)	18,431,310	347,057
Pollution Remediation Costs	3,606,240	-	(161,345)	3,444,895	881,545
Business-type Activity Long-term Liabilities	\$ 125,033,026	\$ 25,778,504	\$ (36,251,985)	\$ 114,559,545	\$ 4,568,960

Compensated absences, net pension liability, and other postemployment benefits will be liquidated in future periods primarily by the general revenue of the General Fund and ad valorem taxes of the Fire Rescue and EMS Fund and the MSTU for Law Enforcement Special Revenue Funds.

The County issued the Series 2016 Public Improvement Refunding Revenue Bonds of \$34,420,000 to advance refund the Series 2009A and 2010 Revenue Bonds. The refunding resulted in a savings of \$1,873,009 and loss on refunding of \$4,368,633 which was deferred. The County also issued the Series 2016 Utility System Refunding Revenue Bonds of \$22,325,000 to currently refund the Series 2010 and 2011 Utility Revenue Bonds. The refunding resulted in a savings of \$2,343,715 with no material gain or loss on refunding.

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2016

B. Bonds Payable

The County has general obligation, special assessment, and revenue bonds outstanding at year end. Special assessment bonds are secured by liens on real property, governmental revenue bonds are secured by the half-cent sales tax revenues and enterprise revenue bonds are secured by the revenues generated by the issuing fund. The limited ad valorem tax bonds are limited to a levy not to exceed one-half of one mill in any given year. The following is a schedule of bonds outstanding at September 30, 2016:

	<u>Purpose of Issue</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>	<u>Interest Rates</u>	<u>Maturity</u>
Governmental Activities:					
General Obligation Bonds:					
Limited Ad Valorem Tax Bonds, Series 1998	Land acquisition for parks and conservation	\$ 9,935,000	\$ 1,450,000	3.30%-4.70%	2018
Total General Obligation Bonds			1,450,000		
Revenue Bonds:					
Public Improvement Revenue Bonds, Series 2009A	Roads	23,190,000	4,090,000	4.0%-4.13%	2019
Public Improvement Revenue Bonds, Series 2010	Roads	32,515,000	7,520,000	3.0%-4.0%	2020
Public Improvement Revenue Refunding Bonds, Series 2016	Roads	34,420,000	34,420,000	2.45%	2029
Total Revenue Bonds			46,030,000		
Special Assessment Bonds:					
Series 2006A	Road and other	1,595,014	84,004	3.780%	2017
Series 2007A	infrastructure	2,266,195	190,001	3.890%	2017
Series 2007B	improvement projects	1,653,779	184,876	3.423%	2018
Series 2008A		3,374,560	286,094	3.320%	2018
Series 2008B		2,749,793	816,341	4.630%	2019
Series 2009A		1,298,330	320,280	5.260%	2019
Series 2010A		524,482	149,590	3.700%	2020
Series 2011A		2,532,443	1,282,608	2.820%	2021
Series 2012A		1,913,421	1,095,334	2.440%	2022
Series 2013A		1,866,400	1,231,505	2.390%	2023
Series 2014A		3,105,919	2,436,883	2.960%	2024
Series 2015A		302,677	277,305	2.790%	2025
Total Special Assessment Bonds			8,354,821		
Total Bonds Payable - Governmental Activities			<u>\$ 55,834,821</u>		
Business-type Activities:					
Revenue Bonds:					
Utilities System Revenue Refunding Bonds, Series 2012	Refunding	39,940,000	37,590,000	3.00%-5.00%	2027
Utilities System Revenue Refunding Bonds, Series 2016	Refunding	22,325,000	22,325,000	1.870%	2029
Total Bonds Payable - Business-type Activities			<u>\$ 59,915,000</u>		

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2016

C. Notes Payable

The County has various notes and contracts outstanding at year end. The following is a summary of notes outstanding at September 30, 2016:

	<u>Purpose</u>	<u>Interest Rates</u>	<u>Remaining Balance</u>
Business-type Activities:			
Marion County Utility Fund			
SRF Contract Payable - Oak Run	System Improvements	1.11%	\$ 9,942,894
SRF Contract Payable - Stonecrest	System Improvements	1.11%	7,851,108
SRF Contract Payable - JB Ranch	System Improvements	1.11%	2,822,075
Windstream Utilities	System Acquisition	4.50%	4,311,332
SRF Contract Payable - SSRU	System Acquisition	2.67%	141,314
			<u>\$ 25,068,723</u>
Governmental Activities:			
General Fund			
Motorola	Radio System Upgrade	1.68%	\$ 850,775
Key Government Finance	Cisco Catalyst Equip	1.86%	91,485
Dell	EqualLogic	2.85%	44,343
Dell	SonicWall	2.47%	71,325
			<u>\$ 1,057,928</u>

D. Debt Service Requirements

The following schedules show debt service requirements to maturity for the County's general obligation bonds, special assessment bonds, revenue bonds, and notes payable:

Governmental Activities:

<u>Fiscal Year</u>	<u>General</u>		<u>Revenue and Special</u>		<u>Notes Payable</u>		<u>Total</u>
	<u>Obligation Bonds</u>		<u>Assessment Bonds</u>				
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2017	\$ 710,000	\$ 67,618	\$ 4,409,966	\$ 1,484,041	\$ 335,943	\$ 21,684	\$ 7,029,252
2018	740,000	34,780	4,342,552	1,331,986	249,426	13,962	6,712,706
2019	-	-	4,237,487	1,182,024	254,512	8,876	5,682,899
2020	-	-	3,972,540	1,031,488	218,047	3,668	5,225,743
2021	-	-	4,064,228	899,268	-	-	4,963,496
2022-2026	-	-	18,433,048	2,960,748	-	-	21,393,796
2027-2031	-	-	14,925,000	742,656	-	-	15,667,656
Total	<u>\$ 1,450,000</u>	<u>\$ 102,398</u>	<u>\$ 54,384,821</u>	<u>\$ 9,632,211</u>	<u>1,057,928</u>	<u>48,190</u>	<u>\$ 66,675,548</u>

Business-type Activities

<u>Fiscal Year</u>	<u>Revenue Bonds</u>		<u>Notes Payable</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2017	\$ 1,690,000	\$ 1,869,614	\$ 1,543,963	\$ 663,209	\$ 5,766,786
2018	3,325,000	1,894,948	1,582,499	624,673	7,427,120
2019	3,400,000	1,805,817	1,622,055	585,116	7,412,988
2020	3,485,000	1,714,178	1,662,660	544,512	7,406,350
2021	3,585,000	1,612,892	1,704,344	502,828	7,405,064
2022-2026	17,855,000	6,402,295	9,117,935	1,851,122	35,226,352
2027-2031	18,310,000	3,465,798	6,032,249	730,001	28,538,048
2032-2036	8,265,000	440,700	1,164,023	278,977	10,148,700
2037-2041	-	-	638,995	42,069	681,064
Total	<u>\$ 59,915,000</u>	<u>\$ 19,206,242</u>	<u>\$ 25,068,723</u>	<u>\$ 5,822,507</u>	<u>\$ 110,012,472</u>

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2016

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2016, were as follows:

<u>Fiscal Year</u>	<u>Governmental Activities</u>
2017	\$ 357,627
2018	263,388
2019	263,388
2020	221,715
2021	-
2022-2026	-
Total minimum lease payment	1,106,118
less: amount representing interest	(48,190)
Present value of minimum lease payments	<u>\$ 1,057,928</u>

E. Pledged Revenues

Marion County has pledged certain revenues, to repay certain bonds and notes outstanding as of September 30, 2016. The following table reports the revenues, sometimes net of related operating expenses, pledged for each debt issue, the amounts of such revenues received in the current year, the current year principal and interest paid on the debt, the approximate percentage of each revenue which is pledged to meet the debt obligation, the date through which the revenue is pledged under the debt agreement, and the total pledged future revenues for each debt, which is the amount of the remaining principal and interest on the bonds and notes at September 30, 2016:

<u>GOVERNMENTAL ACTIVITIES</u>	<u>Revenue Pledged</u>	<u>Current Year Total Revenue</u>	<u>Pledged Outstanding Principal & Interest</u>	<u>Estimated Revenue Percentage Pledged</u>	<u>Principal & Interest Paid</u>	<u>Maturity</u>
Revenue Bonds:						
Public Improvement Revenue Bonds - 2009A	Sales tax	\$ 20,563,787	\$ 4,429,947	7.2%	\$ 1,441,547	2019
Public Improvement Revenue Bonds - 2010	Sales tax	20,563,787	8,224,200	10.0%	2,044,153	2020
Public Improvement Revenue Bonds - 2016	Sales tax	20,563,787	42,145,708	15.8%	112,439	2029
Total Revenue Notes and Bonds - Governmental Activities			<u>\$ 54,799,855</u>		<u>\$ 3,598,139</u>	
BUSINESS-TYPE ACTIVITIES						
Revenue Bonds:						
Utility System Revenue Bonds - 2012	System Revenue	14,715,036	54,361,625	33.6 %	2,714,950	2032
Utility System Revenue Bonds - 2016	System Revenue	14,715,036	24,759,617	12.9 %	345,911	2032
Revenue Notes:						
2003 State Revolving Fund Loan - SSRU	System Revenue	14,715,036	155,869	0.2 %	22,267	2023
2008 State Revolving Fund Loan - JB Ranch	System Revenue	14,715,036	3,192,884	1.8 %	277,642	2028
2008 State Revolving Fund Loan - Oak Run	System Revenue	14,715,036	11,578,853	6.1 %	890,681	2029
2008 State Revolving Fund Loan - Stonecrest	System Revenue	14,715,036	9,159,561	4.8 %	704,582	2029
2014 Windstream Utilities Loan	System Revenue	14,715,036	6,804,055	2.0 %	312,000	2029
Total Revenue Notes and Bonds - Business Activities			<u>\$ 110,012,464</u>		<u>\$ 5,268,033</u>	

F. Defeased Debt

The County advance refunds and defeases debt primarily as a means of reducing debt service requirements. At such time, the liability for that debt is removed from the applicable statement of net position. As of September 30, 2016, the County had \$31,780,000 total outstanding defeased debt; \$13,925,000 for the Series 2009A Bonds and \$17,855,000 for the Series 2010 Bonds.

G. Compensated Absences

Compensated absences are accrued in proprietary funds at year end. The County does not accrue compensated absences in governmental funds. However, compensated absences paid in governmental funds are charged to the fund and function in which the employee was related and are reported as a liability on the government-wide statement for governmental activities. The following is a summary schedule of compensated absences as of September 30, 2016:

	Balance 09/30/2015	Additions	(Reductions)	Balance 09/30/2016
Governmental Activities:				
Board of County Commissioners	\$ 4,783,189	\$ 3,904,480	\$ (3,700,038)	\$ 4,987,631
Clerk of the Circuit Court	672,111	432,697	(477,961)	626,847
Sheriff	8,748,913	6,481,642	(6,503,657)	8,726,898
Tax Collector	295,039	409,764	(404,598)	300,205
Property Appraiser	239,276	247,776	(239,223)	247,829
Supervisor of Elections	46,268	84,305	(64,386)	66,187
Internal Service Fund	26,299	16,356	(22,370)	20,285
	<u>\$ 14,811,095</u>	<u>\$ 11,577,020</u>	<u>\$ (11,412,233)</u>	<u>\$ 14,975,882</u>
Business-type Activities:				
Solid Waste Fund	\$ 220,240	\$ 161,733	\$ (142,760)	\$ 239,213
Marion County Utility Fund	279,945	245,323	(232,507)	292,761
	<u>\$ 500,185</u>	<u>\$ 407,056</u>	<u>\$ (375,267)</u>	<u>\$ 531,974</u>

H. Landfill Closure Costs

State and federal laws and regulations require the County to place a final cover on its landfill when closed and to perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The cost of landfill closure and postclosure care is allocated based on landfill capacity used to date. As of September 30, 2016, the landfill was at 86.2% of original design capacity. The County expects the landfill to close in 2021 or sooner. The accrued cost for closure care as of September 30, 2016, was \$18,431,310. The remaining closure and postclosure costs to be recognized, based upon the current engineering estimates are \$1,283,880. All amounts recognized are based on an estimate by the County's engineers of the cost to perform all closure and postclosure care as of September 30, 2016. Actual costs may be different due to inflation, deflation, changes in technology, or changes in laws and regulations. The County is required by state and federal laws and regulations to establish escrow accounts for closure and postclosure costs of the landfill. The County has complied with these requirements by depositing required amounts into a landfill management escrow account. Any balance in this account is reported as a restricted asset on the statement of net position of the Solid Waste enterprise fund.

I. Bond Covenant Requirements

Revenue bond covenants, revenue bond debt service and transfer requirement provisions require either (1) monthly sinking fund contributions for current debt service of one-twelfth and one-sixth of the next maturing principal and interest payment, respectively, or (2) an annual approach where all receipts are deposited into a sinking fund until the funds therein are sufficient to meet the maturing principal and interest payments. In addition, certain reserves for future debt service requirements (generally the largest principal and interest payment due in any succeeding year) must be maintained.

The sum of the net revenue, available impact fees and utility services fees to be received in such bond year shall be at least equal to one hundred ten percent (110%) of the bond debt service requirements.

Bond covenants require debt service reserves to be either fully funded or insured. If insured, the surety provider must maintain sufficient ratings. The County has reserved \$4,035,600 for the Utility Bonds and \$2,803,257 for Transportation bonds to fulfill the covenant requirements. The County is not aware of any areas of non-compliance with respect to its bond covenants.

NOTE 6 – RISK MANAGEMENT PROGRAM

The County maintains a risk management program whereby the County is responsible for specific workers' compensation claims, general property and casualty, and automobile liabilities. The activities of the risk management program are accounted for in an internal service fund. The program covers individual workers' compensation claims up to \$1,000,000. The County allocates costs to funds and functions based on standard workers' compensation premium schedules. The program covers individual property damage claims up to \$100,000 and \$100,000 for general liability and automobile liability claims. Excess coverage for property claims is the scheduled value of approximately \$500 million. The excess coverage for workers' compensation, general liability and automobile liability have been discontinued during the fiscal year. In addition, there have been no settlements which exceeded the County's insurance coverage for each of the past three fiscal years.

All departments of the County participate in the program. Payments are made by various funds to the self-insurance fund based on past experience of the amounts needed to pay current year claims. For the year ended September 30, 2016, the County obtained actuarially determined estimates of the total claims loss reserves for workers' compensation, general liability and automobile liability self insurance risks. The claims liability of \$6,265,465 reported in the governmental activities statement of net position as of September 30, 2016 is based on the requirements of GAAP which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be accrued when insured events occur. The liability reported includes non-incremental claims adjustment expenses as part of the liability for claims and judgments.

The risk management program is also used to account for the amounts collected and disbursed to a third party insurer for the County employees' major medical, disability income, and life insurance. Changes in the risk management program's claims liability, for the past two fiscal years, are as follows:

Fiscal Year	Beginning Beginning	Current Year Claims / Changes in Estimates	Current Year Claims Payments	Ending Balance
2014-2015	\$ 9,950,747	\$ 3,634,639	\$ (4,901,860)	\$ 8,683,526
2015-2016	8,683,526	1,252,879	(3,670,940)	6,265,465

The County's Internal Service Fund provides the participants' comprehensive safety programs, management of insurance, casualty/liability review and reduction, self insurance or pooled insurance programs, and claims management.

NOTE 7 – RETIREMENT SYSTEM

A. The Florida Retirement System

1. Plan Description, Membership and Plan Benefits, and Contribution Requirements

Plan Description

The Florida Retirement System (FRS) is a cost-sharing, multiple-employer, contributory retirement system, administered by the State of Florida (State). The 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 (DROP) 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 plan is the FRS Investment Plan (INV). 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.

The FRS and HIS are administered by the Florida Department of Management Services, Division of Retirement. 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 Florida Retirement System Rules, Chapter 60S, Florida Administrative Code. The Florida Legislature has the authority to establish and amend retirement legislation and related bills of significance to members of the FRS and HIS plans (including benefit terms and contribution rates). Passed bills are presented to the Governor of Florida and approved before they may be enacted into law.

The FRS and HIS financial information is included in the Florida Retirement System (System) Pension Plan and Other State-Administered Systems' Comprehensive Annual Financial Report (CAFR). The System CAFR, including audited financial information to support the Schedules of Employer Allocations and Schedules of Pension Amounts by Employer, are available online at:

http://www.dms.myflorida.com/workforce_operations/retirement/publications.

The System CAFR and actuarial reports may also be obtained by contacting the Division of Retirement by mail or phone at:

Department of Management Services
Division of Retirement
Bureau of Research and Member Contributions
P.O. Box 9000
Tallahassee, FL 32315-9000
850-907-6500 or toll free 844-377-1888

Membership and Plan Benefits - FRS

The FRS has several classes of membership applicable to the County, including regular class, special risk, elected officers, senior management, and DROP. The FRS Pension Plan provides for the vesting of benefits after six years of creditable service or after eight years of credible service for members first enrolled after July 1, 2011. Members are eligible for normal retirement when they have met the minimum requirements listed below. Early retirement may be taken any time after vesting; however, there is a 5% benefit reduction for each year prior to normal retirement age. Members are also eligible for in-line-of-duty or regular disability benefits if permanently disabled and unable to work. Benefits are computed on the basis of age, average final compensation, creditable years of service, and accrual value by membership class.

A DROP was established effective July 1, 1998, subject to provisions of Section 121.091, Florida Statutes. It permits employees eligible for normal retirement under the FRS to defer receipt of monthly benefit payment while continuing employment with a Florida Retirement System employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the Florida Retirement System Trust Fund and accrue interest.

Normal Retirement Requirements

Regular Class, Senior Management Service Class, and Elected Officers' Class	Six years of service and age 62, or the age after 62 the member becomes vested, or thirty years of service, regardless of age, whichever comes first. Eight years of service for members first enrolled after July 1, 2011 and age 65 the member becomes vested, or the age after 65 the member becomes vested, or thirty three years of service regardless of the age before 65.
Special Risk Class	Six years of special risk service and age 55, or twenty-five total years special risk service, regardless of age. Eight years of service for members first enrolled after July 1, 2011 and age 60 the member becomes vested, or thirty years of service regardless of age before 60 or age 57 and completes 30 years of service and up to 4 years of wartime military service purchased under section 121.111 Florida Statutes.
Special Risk Administrative Support Class	Special risk requirements apply to service in this class if member has six years (eight years for members first enrolled after July 1, 2011) actual special risk service; otherwise regular member requirements apply.

Membership and Plan Benefits - HIS

HIS membership is available to all members within the FRS and INV plans. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. Eligible retirees and beneficiaries receive a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$5. The minimum payment is \$30 and the maximum payment is \$160 per month, pursuant to section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under one of the state-administered retirement systems must provide proof of eligible health insurance coverage, which can include Medicare.

Contribution Requirements

The contribution rates for FRS and HIS members are established, and may be amended, by the State of Florida. Employer contributions rates are actuarially recommended but set by the Legislature. These rates are a percentage of covered payroll. The FRS and HIS contribution rates were as follows:

	<u>10/1/15-6/30/16</u>	<u>7/1/16-9/30/16</u>
Regular Class – Members not qualifying for other classes.	7.26%	7.52%
Special Risk Class – Members employed as law enforcement officers, firefighters, or correctional officers meet the criteria to qualify for this class.	22.04%	22.57%
Senior Management	21.43%	21.77%
Special Risk Administrative Support	32.95%	28.06%
Elected County Officers	42.27%	42.47%
Deferred Retirement Option Program (DROP)	12.88%	12.99%

Employer rates include 1.66% from 10/1/15-6/30/16 and 1.66% from 7/1/16-9/30/16 for the HIS program. In addition, other than for the DROP, rates include .04% from 10/1/15-6/30/16 and .06% from 7/1/16-9/30/16 for administrative costs.

The County's contributions recognized during the fiscal year ended September 30, 2016 by the FRS and HIS were \$13,857,372 and \$1,809,176 respectively.

As of July 1, 2011, members contribute 3% of their salary as retirement contributions. Members participating in DROP are not required to make 3% contributions.

2. FRS and HIS Rate of Return, Discount Rate Sensitivity and Significant Actuarial Assumptions

Long-Term Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in October 2016 the FRS Actuarial Assumption Conference reviewed assumptions by Milliman's Capital Markets Assumption team and Aon Hewitt Investment Consulting. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Annual Arithmetic Return
Cash	1.00%	3.00%
Fixed Income	18.00%	4.70%
Global Equity	53.00%	8.10%
Real Estate (Property)	10.00%	6.40%
Private Equity	6.00%	11.50%
Strategic Investments	12.00%	6.10%
	<u>100.00%</u>	

The HIS is essentially funded on a pay-as-you go basis and the depletion date is considered to be immediate. As such, there is no assumption for a long-term expected rate of return on a portfolio, no assumptions for cash flows into and out of the plan, or assumed asset allocation.

Discount Rate Sensitivity Analysis

The following tables demonstrate the sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact if the discount rate was 1.0% higher or 1.0% lower than the current discount rate at June 30, 2016.

FRS Net Pension Liability (Asset)			HIS Net Pension Liability (Asset)		
Current Discount			Current Discount		
1% Decrease	Rate	1% Increase	1% Decrease	Rate	1% Increase
6.60%	7.60%	8.60%	1.85%	2.85%	3.85%
\$ 256,298,504	\$ 139,211,883	\$ 41,752,737	\$ 47,049,083	\$ 41,011,130	\$ 35,999,958

Actuarial Methods and Assumptions

Actuarial assumptions for both the FRS and HIS are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS has a valuation performed annually and the HIS has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the FRS was completed in 2014 for the period July 1, 2008 through June 30, 2013. Because the HIS is funded on a pay-as-you-go basis, no experience study has been completed.

The total pension liability for the FRS and HIS was determined by an actuarial valuation as of July 1, 2016 using the individual entry age normal actuarial cost method. Inflation increases for both plans is assumed at 2.60%. Payroll growth for both plans is assumed at 3.25%. Mortality assumptions for both plans were based on the Generational RP-2000 with Projection Scale BB tables. Both the discount rate and long-term expected rate of return used for FRS investments is 7.60%, a decrease from 7.65% in the prior year. The FRS fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. Because the HIS uses pay-as-you-go funding structure, a municipal bond rate of 2.85% was used to determine its total pension liability. In October 2016, the Actuarial Assumptions Conference adopted the Bond Buyer General Obligation 20-Bond Municipal Bond Index as the applicable municipal bond index. As of June 30, 2016, the municipal rate used by HIS decreased from 3.80% to 2.85%.

The Florida Retirement System Actuarial Assumption Conference adopted the 7.6% investment return assumption, pursuant to section 216.136(10), Florida Statutes, which is a *prescribed assumption* as defined by Actuarial Standard of Practice (ASOP) 27. The consulting actuary for FRS noted that the adopted return assumption conflicts with the actuary's judgement of a reasonable assumption as defined by Actuarial Standard of Practice No. 27. The opinion of the FRS System auditor was not modified with respect to this matter. Additional information can be obtained in CAFR and actuarial reports of the FRS System, as described on page 67.

B. Net Pension Liability, Deferred Outflows/Inflows of Resources, and Pension Expense for County Defined Benefit Pension Plans

1. Proportionate Share of FRS and HIS Plans

Employers participating in the FRS and HIS were provided pension allocation schedules for use in recording their proportionate share of the FRS and HIS collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pensions expense at measurement date June 30, 2016 in accordance with GASB Statements No. 68, *Accounting and Financial Reporting for Pensions* and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of Statement No. 68*. The underlying financial information used to prepare the pension allocation schedules was based on the same basis as mentioned previously and on the actuarial valuation as of July 1, 2016. The County's proportionate share was calculated using the retirement contributions for employees that were members of the FRS and HIS during the measurement year ended June 30, 2016. The aggregate employer contribution amounts in the pension allocation schedules agree to the total employer contribution amounts reported in the System CAFR.

At September 30, 2016, the County reported a net pension liability of \$180,223,013 for its proportionate share of the collective net pension liability of the FRS and HIS. The following table presents information on the County's proportionate share of the FRS and HIS:

	FRS	HIS	County Total
Proportionate Share of Net Pension Liability at June 30, 2016	\$ 139,211,883	\$ 41,011,130	\$ 180,223,013
County's proportion at June 30, 2016	0.0055133	0.0035189	
County's proportion at June 30, 2015	0.0052232	0.0035615	
Change in proportion during current year	0.0002901	-0.0000426	

2. Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended September 30, 2016, the County recognized pension expense of \$19,598,423 related to FRS, and pension expense of \$3,238,528 related to the HIS. At September 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2016

	FRS		HIS		County Total Deferred Outflow / (Deferred Inflow)
	Def Outfl	Def Infl	Def Outfl	Def Infl	
Differences between expected and actual experience	\$ 10,659,132	\$ (1,296,156)	\$ -	\$ (93,407)	\$ 10,659,132 (1,389,563)
Changes of assumptions	8,421,903		6,435,690		14,857,593
Net difference between projected and actual investment earnings	35,984,574	-	20,736	-	36,005,310 -
Changes in proportion	5,169,276	(9,344,041)	98,545	(944,762)	5,267,821 (10,288,803)
County contributions subsequent to the measurement date	4,146,093		501,614		4,647,707
Total Deferred Outflows	\$ 64,380,978		\$ 7,056,585		\$ 71,437,563
Total Deferred (Inflows)		\$ (10,640,197)		\$ (1,038,169)	\$ (11,678,366)

Deferred outflows of resources of \$4,647,707 are reported by the County for employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Reporting Year Ending June 30,	FRS		HIS		County Total Deferred Outflow / (Deferred Inflow)
2017	\$ 5,778,033	\$ 969,573	\$ 6,747,606		
2018	5,778,037	969,569	6,747,606		
2019	19,807,055	965,655	20,772,710		
2020	14,529,461	963,735	15,493,196		
2021	2,753,778	884,824	3,638,602		
Thereafter	948,324	763,446	1,711,770		
Totals	\$ 49,594,688	\$ 5,516,802	\$ 55,111,490		

C. Defined Contribution Retirement Plan

The County contributes to the Florida Retirement System Investment Plan (INV), the integrated defined contribution investment plan described above. The INV is administered by the Florida Department of Management Services, Division of Retirement. Benefit terms, including contribution requirements, for the INV are established and may be amended by the Florida Legislature. For each employee in the INV, the County must contribute at the blended uniform rate structure as previously disclosed for the FRS Plan. Employees are required to contribute 3% of salary. For the year ended September 30, 2016, the County recognized pension expense of \$633,319.

The detail of pension expense by each County Officer for the defined contribution investment plan is as follows:

<u>County Officer</u>		<u>Pension Expense</u>
Board of County Commissioners	\$	320,754
Clerk of the Circuit Court and Comptroller		20,366
Property Appraiser		5,469
Sheriff		272,231
Supervisor of Elections		1,142
Tax Collector		13,357
Total	\$	<u>633,319</u>

Employer contributions and earnings on those contributions are vested according to the same schedule as disclosed for the FRS Plan. Nonvested County contributions are forfeited upon termination of employment. Such forfeitures are used to cover a portion of the INV's administrative expenses. For the fiscal year ended September 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.

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description

The Other Postemployment Benefit (OPEB) Plan is a single-employer benefit plan administered by the County. Retirees are charged whatever the insurance company charges for the type of coverage elected. However, the premiums charged by the insurance company are based on a blending of the experience among younger active employees and older retired employees. The older retirees usually have higher costs, which means that the County is actually subsidizing the cost of the retiree coverage because it pays all or a significant portion of that premium on behalf of the active employees. GASB No. 45 calls this the "implicit rate subsidy". In addition to the implicit rate subsidy, the Marion County Sheriff's Office provides retirees with a direct subsidy of \$5 per month per each credited year of service with the Sheriff's Office. This amount is limited to \$150 per month and in no event will it exceed total cost of health insurance net of the Florida Retirement System's (FRS) health insurance subsidy. This subsidy is only available until the retiree becomes Medicare eligible. The health insurance subsidy is provided under the FRS and is not considered part of GASB No. 45.

Retirees and their dependents are permitted to remain covered under the County's respective medical and insurance plans as long as they pay a full premium applicable to coverage elected, subject to direct subsidies discussed above. This conforms to the minimum required of Florida governmental employers per Ch. 112.08, F.S. Benefits that exceed this minimum are established and may be amended through action from the Board of County Commissioners (the "Board"). The OPEB Plan does not issue a stand-alone report and is not included in the report of the FRS or other entity.

As of the valuation date of October 1, 2015, there was no significant change in the benefits of the Plan.

Funding Policy. For the OPEB Plan, contribution requirements of the County are established and may be amended through action from the Board. Currently the County's OPEB Benefits are unfunded. The required contributions are based on pay-as-you-go financing requirements. There is no separate trust fund or equivalent arrangement into which the County would make contributions to advance-fund the obligation, as it does for its pension plan, the FRS. Therefore, ultimate subsidies which are provided over time are financed directly by general assets of the County, which are invested in very short-term fixed income instruments according to its current investment policy. The interest rate used to calculate the present values and cost of OPEB must be the long-range expected return on such short-term fixed income instruments. The County selected an interest discount rate of 3.5% for this purpose. The net amount of retiree contributions totaled \$1,275,877.

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2016

Annual OPEB Cost and Net OPEB Obligation. The County's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The Unfunded Actuarial Accrued Liability (UAAL) represents an actuarial measurement of the obligation that has accrued so far based on the promise that has been made to current retirees and to current employees. Since the County's OPEB is currently unfunded, the offset to that expense comes from actual subsidies paid on behalf of the current retirees and their dependents for the current year. This offset is called the Employer Contribution and equals the total age-adjusted costs paid by the County for coverage for the retirees and their dependents for the year (net of the retiree's own payments for the year).

The following table shows the components of the County's net OPEB obligation:

	FY16 Valuation as of 10/01/15
Normal Cost (service cost for one year)	\$ 1,387,398
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	<u>1,408,299</u>
Annual Required Contribution (ARC)	2,795,697
Interest on Net OPEB Obligation	697,220
Adjustment to ARC	<u>(905,480)</u>
Annual OPEB Cost (Expense)	2,587,437
Employer contributions Made	<u>1,299,305</u>
Increase (Decrease) in Net OPEB Obligation	1,288,132
Net OPEB Obligation at beginning of year	<u>19,920,565</u>
Net OPEB Obligation at end of year	<u><u>\$ 21,208,697</u></u>

The County's annual OPEB cost, the percentage of annual expected employer contribution toward OPEB cost, and the net OPEB obligation for 2016 with two applicable preceding years was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
9/30/2014	\$ 2,575,428	\$ 990,400	38.46%	\$ 18,276,462
9/30/2015	2,709,526	1,065,423	39.32%	19,920,565
9/30/2016	2,587,437	1,299,305	50.22%	21,208,697

Funded Status and Funding Progress. As of September 30, 2016, the most recent actuarial valuation date of October 1, 2015, the plan was unfunded. The actuarial accrued liability for benefits was \$30,454,205, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$30,454,205. The covered payroll (annual payroll of active employees covered by the plan) was \$87,153,332 and the ratio of the UAAL to the covered payroll was 34.94%.

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

Actuarial Methods and Assumptions. In any long-term actuarial valuation, certain demographic, economic and behavioral assumptions are made concerning the population, the investment discount rates, inflation rates, and the benefits provided. These actuarial assumptions form the basis for the actuarial model which is used to project the future population, the future benefits provided and the contributions collected. Then the investment discount rate assumption is used to discount those projected net OPEB benefits to a present value. This and other related present values are used to calculate the annual OPEB cost. The actuarial assumptions also include a payroll growth rate of 3.5%, and an annual healthcare cost trend rate of 0% initially to 6.3% at third year, reduced annually to an ultimate trend rate of 4.5%. The remaining amortization period at September 30, 2016, was 22 years. The investment rate of return and projected salary increases include general inflation at 2.5%. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of the legal or contractual funding limitations.

The results presented as of the actuarial valuation date have been derived using the individual entry age actuarial cost method with an amortization of the UAAL as a level percent of projected payroll over a closed period of thirty years from 2007. This is the most common such method used for government pension valuations (and likely so for OPEB valuations) and spreads the cost evenly as a percent of pay throughout the collective careers of those in the covered workforce. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employees and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit cost between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The actuarial calculations were based on information outlined in the substantive plan and the core actuarial assumptions and methods. There were no significant changes as described in Paragraph 12 of GASB Statement No. 45 since the previous valuation. The discount rate and payroll growth rate stayed the same at 3.5%. The number of covered active employees decreased from the prior valuation date from 2,240 to 2,208, while the number of covered retirees increased from 171 to 197. These population changes had an increasing effect on the cost and liability. The cost of coverage provided to employees, retirees and their dependents increased more than expected. The average cost increased from \$706 to \$870 per subscriber per month, which is greater than the \$861 projected in the previous valuation. This had a modest increasing effect on the costs and liabilities. Long term health trend assumptions were developed using an updated forecasting model that assumed trend rates for costs decline over a 24-year period from 6.5% for the year beginning October 1, 2017 to the ultimate level of 4.24%. This had a modest decreasing effect on the costs and liabilities. The County's health plan was already in compliance with the Affordable Care Act; consequently no additional consideration has been given in the valuation of these liabilities as of this valuation. The County is not projected to be assessed the Excise Tax on High-Cost Employer Health Plans until several years after it becomes effective. Absent any plan changes, the tax will have very minimal effect on the plan cost until 2039. The net effect of the assumption changes was an increase in plan costs and liabilities.

NOTE 9 – DEFERRED OUTFLOWS AND DEFERRED INFLOWS FOR REFUNDING

The balance of deferred outflows on refunding in the County Utility Fund at September 30, 2016 was \$3,052,050. In the current year, \$344,570 was charged to interest expense. The balance of deferred outflows on refunding in governmental activities at September 30, 2016 was \$4,077,390. In the current year, \$291,242 was charged to interest expense.

NOTE 10 – RESTRICTED NET POSITION FOR OTHER PURPOSES

Restricted Net Position for Other Purposes of the County's governmental activities at September 30, 2016, are as follows:

Community Redevelopment	\$	21,725
Courts		25,440
Public Safety		5,134,140
Records Modernization		1,331,380
Social Services		2,181,140
Tourism		1,626,689
	\$	<u>10,320,514</u>

NOTE 11 – COMMITMENTS AND CONTINGENCIES

A. Litigation

The County is contingently liable with respect to lawsuits and other claims incidental to the ordinary course of its operations. Claims covered by the risk management self insurance program are reviewed and losses are accrued as required in the judgment of management. In the opinion of management, based on the advice of legal counsel, the ultimate disposition of lawsuits and claims will not have a material adverse effect on the financial position of the County.

B. Grants

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

C. Pollution Remediation Obligation

The County has recorded in its financial statements a cost estimate for pollution remediation at the Martel, Davis and Newton Landfill owned and/or operated by the County. These sites have been identified by environmental regulators as locations where historic uses have contributed to various forms of environmental pollution to the properties. The County has reported a cumulative liability of \$3,444,895 at September 30, 2016, to address required environmental cleanup costs associated with these sites. The estimate of costs used to establish the liability was developed through extensive site analysis by independent engineers retained by the County. The liability was measured by estimating a reasonable range of potential outlays and multiplying those outlays by their probability of occurrence. The liability could change due to price increases or reductions, technology, or changes in applicable laws or regulations. The County believes that its maximum exposure for the Newton cleanup is not currently estimable. Costs of cleaning up the site and restoration of natural resources will be estimated upon completion of the site assessment and investigation. The County does not expect to recover any amounts for remediation cost from any other party.

D. Developer Agreements

The County has entered into several developer agreements which may result in future financial obligations. These agreements with various developers are primarily for capital cost associated with road construction or transportation projects, in which a future asset may be contributed to the County or will benefit the County. The County has agreed to provide up to \$13.26 million in credits, waivers, reductions and/or direct payments for future building impact fees.

E. Transportation Bonds

The County issued transportation bonds (phase 1 and phase 2) for new road construction and to increase capacity on existing roads in FY 2009 and FY 2010. These Public Improvement Revenue Bonds were secured by the local government half cent sales tax, but funded by the recently approved five cent local option gas tax effective January 1, 2010. The cumulative bonded funds totaled \$55,705,000. As of September 30, 2016, approximately \$328,000 was unspent and restricted for road construction in the Public Improvement Capital Projects Fund. These bonds were partially advance refunded in 2016 and additional information can be found in Note 5.

F. Landfill Disposal Agreement

The County has entered into an agreement with A.C.M.S. Inc. to secure long-term disposal rights for municipal solid waste in a fully permitted, fully operational Class I landfill in Sumter County. The County will receive a significantly reduced rate for disposal rights in consideration for the prepayment of those rights. The County's upfront payments, which will be disbursed as construction related payments, will enable A.C.M.S. Inc to fund the construction of the First cell of the Landfill. The upfront payment will secure for the County, a warranted and unencumbered, limited property interest in the Landfill, a long-term service agreement in the nature of a prepaid tipping fee, and certain performance security rights on behalf of the public interest in the event of a default. As of September 30, 2016, the total County payment of \$20 million has been recorded as prepaid landfill fees. This represents the tipping fee for the right to dispose of 2.5 million tons of solid waste at the facility for a period up to 30 years. The landfill construction was completed in 2013; however, a timing and utilization plan has not yet been determined.

G. Retrospective Medicaid Revenue Sharing Reductions

Beginning with the October 2012 distribution, the Department of Revenue is required to reduce the County's Revenue Sharing distributions pursuant to s. 218.26 F.S by one thirty-sixth of the amount certified by the Agency for Health Care Administration for the County's Medicaid billings from November 1, 2001 through April 30, 2012 which remain unpaid. The amount certified for Marion County was \$1,167,158; one thirty-sixth of that total is \$32,421. This reduction was made for twelve months through September 30, 2013. Beginning in October 2013, the monthly reduction was reduced to one forty-eighth of the remaining balance, or \$16,211. As of September 30, 2016 the remaining balance of this reduction is \$194,527 and will be completed in fiscal year 2017.

NOTE 12 – NEW PRONOUNCEMENT

GASB Statement No. 77, *Tax Abatement Disclosures* is effective for financial statements of the County as of September 30, 2017. This statement requires disclosure of tax abatement information about (1) the County's own tax abatement agreements and (2) those that are entered into by other governments and reduce the County's tax revenues. The requirements of this statement should provide the information necessary to assess how tax abatements affect the County's financial position and results of operations, including its ability to raise resources in the future.

REQUIRED SUPPLEMENTARY INFORMATION

Other Post Employment Benefits:

- Schedule of Funding Progress
- Schedule of Employer Contributions

Retirement Benefits:

- Schedule of Proportionate Share of Net Pension Liability
- Schedule of Contributions

**MARION COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

SCHEDULE OF FUNDING PROGRESS FOR OTHER POSTEMPLOYMENT BENEFITS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
10/1/2011	\$ 0	\$ 27,592,705	\$ 27,592,705	0.00 %	\$ 91,136,957	30.28 %
10/1/2013	0	26,287,624	26,287,624	0.00 %	90,911,994	28.92 %
10/1/2015	0	30,454,205	30,454,205	0.00 %	87,153,332	34.94 %

SCHEDULE OF EMPLOYER CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS

Fiscal Year Ending	Annual OPEB Cost	Annual Required Contribution (ARC)	OPEB Cost Contribution	% of ARC Contributed	Net OPEB Obligation
9/30/2014	\$ 2,575,428	\$ 2,686,704	\$ 990,400	36.86 %	\$ 18,276,462
9/30/2015	2,709,526	2,831,369	1,065,423	37.63 %	19,920,565
9/30/2016	2,587,437	2,795,697	1,299,305	46.48 %	21,208,697

**MARION COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
LAST 10 FISCAL YEARS**

Florida Retirement System (FRS):

	2016	2015	2014
County's proportion of the net pension liability (asset)	0.5513325%	0.5223217%	0.5280476%
County's proportionate share of the net pension liability (asset) \$	139,211,883 \$	67,464,856 \$	32,218,666 \$
County's covered-employee payroll	\$ 95,274,707 \$	94,971,512 \$	94,316,446 \$
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	146.12%	71.04%	34.16%
Plan fiduciary net position as a percentage of the total pension liability (Note 2)	84.88%	92.00%	96.09%

Health Insurance Subsidy (HIS):

	2016	2015	2014
County's proportion of the net pension liability (asset)	0.3518884%	0.3561509%	0.3581788%
County's proportionate share of the net pension liability (asset) \$	41,011,130 \$	36,321,793 \$	33,490,589 \$
County's covered-employee payroll	\$ 108,783,713 \$	108,185,867 \$	106,524,385 \$
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	37.70%	33.57%	31.44%
Plan fiduciary net position as a percentage of the total pension liability (Note 2)	0.97%	0.50%	0.99%

* The amounts presented for each measurement year were determined as of 6/30.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the County is presenting information for only those years for which information is available.

Note 2: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Comprehensive Annual Financial Report.

**MARION COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
LAST 10 FISCAL YEARS**

Florida Retirement System (FRS):

	2016	2015	2014
Contractually required contribution	\$ 13,857,372	\$ 12,985,262	\$ 13,011,575
Contributions in relation to the contractually required contribution	\$ (13,857,372)	\$ (12,985,262)	\$ (13,011,575)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
County's covered-employee payroll	\$ 95,731,450	\$ 95,289,168	\$ 93,725,442
Contributions as a percentage of covered-employee payroll	14.48%	13.63%	13.88%

Health Insurance Subsidy (HIS):

	2016	2015	2014
Contractually required contribution	\$ 1,809,176	\$ 1,489,024	\$ 1,296,213
Contributions in relation to the contractually required contribution	\$ (1,809,176)	\$ (1,489,024)	\$ (1,296,213)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
County's covered-employee payroll	\$ 109,096,038	\$ 108,853,417	\$ 106,214,747
Contributions as a percentage of covered-employee payroll	1.66%	1.37%	1.22%

* The amounts presented for each fiscal year were determined as of 9/30.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the County is presenting information for only those years for which information is available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

The following changes in actuarial assumptions occurred in 2016:

- FRS: There were no significant changes in actuarial assumptions. The inflation rate assumption remained at 2.60%, the real payroll growth assumption remained at 0.65%, and the overall payroll growth rate assumption remained at 3.25%. The long-term expected rate of return decreased from 7.65% to 7.60%.
- HIS: The municipal rate used to determine total pension liability was decreased from 3.80% to 2.85%.

The following changes in actuarial assumptions occurred in 2015:

- HIS: The municipal rate used to determine total pension liability was decreased from 4.29% to 3.80%.

OTHER SUPPLEMENTARY INFORMATION

General Fund:

- Combining Balance Sheet and Combining Schedules for General Fund

Non- Major Governmental Funds:

- Combining Financial Statements for All Nonmajor Governmental Funds and Individual Budgetary Comparison Schedules for all Budgeted Nonmajor Governmental Funds

GOVERNMENTAL FUNDS

GENERAL FUND

The *General Fund* is the government's primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund. The General Fund includes the Board of County Commissioners, Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector:

Board of County Commissioners

This fund is the primary operating fund of Marion County. It is used to account for all financial resources of the general government except those required to be accounted for in other funds.

Clerk of the Circuit Court and Comptroller

This fund reflects the activities of the Office of the Clerk of Circuit Court and Comptroller. Services provided are in accordance with provisions of the Florida Statutes related primarily to the county and circuit court systems, recording operations, and various other services.

Property Appraiser

This fund reflects the operations of the Office of the Property Appraiser who provides independent appraisals of tangible and personal property for all taxing authorities within the County.

Sheriff

This fund reflects the operations of the Office of the Sheriff. Services provided are for all the law enforcement activities within the County.

Supervisor of Elections

This fund reflects the operations of the Office of the Supervisor of Elections in the performance of its duties in accordance with Florida Statutes.

Tax Collector

This fund reflects the operations of the Office of the Tax Collector who collects and remits ad valorem taxes, licenses, and other revenues, to the related taxing authorities.



MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
GENERAL FUND BY CATEGORY
September 30, 2016

	Board of County Commissioners	Clerk of the Circuit Court	Property Appraiser
ASSETS			
Cash and Cash Equivalents	\$ 15,835,752	\$ 2,013,467	\$ 90,187
Investments	10,957,791	-	-
Accounts Receivable	5,410,318	353	1,596
Accrued Interest Receivable	35,716	-	-
Due from Other Funds	2,129,421	3,513	-
Due from Other Governments	4,130,900	73,423	-
Inventories	906,559	-	-
Prepaid Items	68,903	68,765	49,565
Total Assets	\$ 39,475,360	\$ 2,159,521	\$ 141,348
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 2,258,205	\$ 65,299	\$ -
Contracts Payable	105,578	-	-
Accrued Liabilities	1,060,569	415,585	57,513
Due to Other Funds	440	226,642	82,029
Due to Other Governments	315,705	1,289,369	1,806
Due to Individuals	-	150,428	-
Deposits	39,146	12,198	-
Unearned Revenues	3,520,483	-	-
Advanced Grants	147,109	-	-
Total Liabilities	7,447,235	2,159,521	141,348
Deferred Inflows of Resources:			
Unavailable Revenues	3,114,246	-	-
Total Deferred Inflows of Resources	3,114,246	-	-
Fund Balances:			
Nonspendable:			
Inventories	906,559	-	-
Prepaid Items	68,903	68,765	49,565
Assigned to:			
Subsequent Year's Budget	12,973,053	-	-
Unassigned	14,965,364	(68,765)	(49,565)
Total Fund Balances	28,913,879	-	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 39,475,360	\$ 2,159,521	\$ 141,348

Sheriff	Supervisor of Elections	Tax Collector	Eliminations	Total General Funds
\$ 5,806,117	\$ 43,632	\$ 752,753	\$ -	\$ 24,541,908
-	-	-	-	10,957,791
312,374	-	-	-	5,724,641
-	-	-	-	35,716
4,135	-	-	(2,130,308)	6,761
-	-	331,596	-	4,535,919
-	-	-	-	906,559
-	-	-	-	187,233
<u>\$ 6,122,626</u>	<u>\$ 43,632</u>	<u>\$ 1,084,349</u>	<u>\$ (2,130,308)</u>	<u>\$ 46,896,528</u>

\$ 1,668,167	\$ 2,042	\$ 52,388	\$ -	\$ 4,046,101
-	-	-	-	105,578
-	31,890	92,438	-	1,657,995
2,929,738	9,700	939,523	(2,130,308)	2,057,764
-	-	-	-	1,606,880
1,524,721	-	-	-	1,675,149
-	-	-	-	51,344
-	-	-	-	3,520,483
-	-	-	-	147,109
<u>6,122,626</u>	<u>43,632</u>	<u>1,084,349</u>	<u>(2,130,308)</u>	<u>14,868,403</u>

-	-	-	-	3,114,246
-	-	-	-	3,114,246

-	-	-	-	906,559
-	-	-	-	187,233
-	-	-	-	12,973,053
-	-	-	-	14,847,034
-	-	-	-	28,913,879
<u>\$ 6,122,626</u>	<u>\$ 43,632</u>	<u>\$ 1,084,349</u>	<u>\$ (2,130,308)</u>	<u>\$ 46,896,528</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - GENERAL FUND BY CATEGORY
For the Year Ended September 30, 2016

	Board of County Commissioners	Clerk of the Circuit Court	Property Appraiser
REVENUES			
Taxes	\$ 48,654,057	\$ -	\$ -
Special Assessments	53,283	-	-
Permits and Fees	2,200	-	-
Intergovernmental Revenues	33,736,027	380,146	-
Charges for Services	23,882,153	1,636,737	893,308
Judgments and Fines	405,907	1,266,702	-
Court-Related Revenues	1,044,901	4,672,701	-
Investment Income	389,269	12,126	628
Miscellaneous Revenues	13,042,008	71,971	-
Total Revenues	<u>121,209,805</u>	<u>8,040,383</u>	<u>893,936</u>
EXPENDITURES			
Current:			
General Government	22,247,748	4,834,033	3,874,130
Public Safety	22,186,530	-	-
Physical Environment	1,030,713	-	-
Transportation	913,174	-	-
Economic Environment	1,174,552	-	-
Human Services	12,618,326	-	-
Culture/Recreation	10,050,827	-	-
Court-Related	2,395,792	5,775,236	-
Debt Service:			
Principal Retirement	336,722	-	-
Interest and Fiscal Charges	34,221	-	-
Total Expenditures	<u>72,988,605</u>	<u>10,609,269</u>	<u>3,874,130</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>48,221,200</u>	<u>(2,568,886)</u>	<u>(2,980,194)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	3,951,059	2,568,886	2,980,194
Transfers (Out)	(48,778,997)	-	-
Total Other Financing Sources and (Uses)	<u>(44,827,938)</u>	<u>2,568,886</u>	<u>2,980,194</u>
Net Change in Fund Balances	3,393,262	-	-
Fund Balances - Beginning	<u>25,520,617</u>	<u>-</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 28,913,879</u>	<u>\$ -</u>	<u>\$ -</u>

Sheriff	Supervisor of Elections	Tax Collector	Eliminations	Total General Funds
\$ -	\$ -	\$ -	\$ -	\$ 48,654,057
-	-	-	-	53,283
-	-	-	-	2,200
-	-	-	-	34,116,173
-	2,160	-	-	26,414,358
-	-	-	-	1,672,609
-	-	-	-	5,717,602
-	-	-	-	402,023
-	-	-	(6,853,914)	6,260,065
-	2,160	-	(6,853,914)	123,292,370
-	2,676,856	7,229,454	(6,853,914)	34,008,307
71,815,738	-	-	-	94,002,268
-	-	-	-	1,030,713
-	-	-	-	913,174
-	-	-	-	1,174,552
-	-	-	-	12,618,326
-	-	-	-	10,050,827
-	-	-	-	8,171,028
-	-	-	-	336,722
-	-	-	-	34,221
71,815,738	2,676,856	7,229,454	(6,853,914)	162,340,138
(71,815,738)	(2,674,696)	(7,229,454)	-	(39,047,768)
71,815,738	2,674,696	7,229,454	(46,592,266)	44,627,761
-	-	-	46,592,266	(2,186,731)
71,815,738	2,674,696	7,229,454	-	42,441,030
-	-	-	-	3,393,262
-	-	-	-	25,520,617
\$ -	\$ -	\$ -	\$ -	\$ 28,913,879

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2016

	Board of County Commissioners			
	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 48,490,543	\$ 48,490,543	\$ 48,654,057	\$ 163,514
Special Assessments	-	-	53,283	53,283
Permits and Fees	1,900	1,900	2,200	300
Intergovernmental Revenues	39,242,914	40,196,948	33,736,027	(6,460,921)
Charges for Services	24,750,218	24,752,385	23,882,153	(870,232)
Judgments and Fines	265,829	265,829	405,907	140,078
Court-Related Revenues	1,171,453	1,171,453	1,044,901	(126,552)
Investment Income	417,449	417,449	389,269	(28,180)
Miscellaneous Revenues	12,491,098	14,612,898	13,042,008	(1,570,890)
Total Revenues	<u>126,831,404</u>	<u>129,909,405</u>	<u>121,209,805</u>	<u>(8,699,600)</u>
EXPENDITURES				
Current:				
General Government	38,790,213	40,679,901	22,247,748	18,432,153
Public Safety	26,688,399	26,683,599	22,186,530	4,497,069
Physical Environment	1,241,542	1,241,542	1,030,713	210,829
Transportation	932,284	932,284	913,174	19,110
Economic Environment	5,763,743	5,771,743	1,174,552	4,597,191
Human Services	16,356,903	16,160,383	12,618,326	3,542,057
Culture/Recreation	12,785,437	13,479,942	10,050,827	3,429,115
Court-Related	3,350,186	3,208,312	2,395,792	812,520
Debt Service:				
Principal Retirement	330,363	330,363	336,722	(6,359)
Interest and Fiscal Charges	34,298	34,298	34,221	77
Total Expenditures	<u>106,273,368</u>	<u>108,522,367</u>	<u>72,988,605</u>	<u>35,533,762</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>20,558,036</u>	<u>21,387,038</u>	<u>48,221,200</u>	<u>26,834,162</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	3,951,059	3,951,059	3,951,059	-
Transfers (Out)	(48,708,422)	(49,897,383)	(48,778,997)	1,118,386
Total Other Financing Sources and (Uses)	<u>(44,757,363)</u>	<u>(45,946,324)</u>	<u>(44,827,938)</u>	<u>1,118,386</u>
Net Change in Fund Balances	<u>(24,199,327)</u>	<u>(24,559,286)</u>	<u>3,393,262</u>	<u>27,952,548</u>
Fund Balance - Beginning	<u>24,199,327</u>	<u>24,559,286</u>	<u>25,520,617</u>	<u>961,331</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,913,879</u>	<u>\$ 28,913,879</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2016

	Clerk of the Circuit Court			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
REVENUES				
Intergovernmental Revenues	\$ 261,360	\$ 261,360	\$ 380,146	\$ 118,786
Charges for Services	1,214,945	1,298,145	1,636,737	338,592
Judgments and Fines	1,790,280	1,790,280	1,266,702	(523,578)
Court-Related Revenues	4,592,821	4,592,821	4,672,701	79,880
Investment Income	6,169	9,169	12,126	2,957
Miscellaneous Revenues	77,494	77,494	71,971	(5,523)
Total Revenues	<u>7,943,069</u>	<u>8,029,269</u>	<u>8,040,383</u>	<u>11,114</u>
EXPENDITURES				
Current:				
General Government	4,889,955	4,976,155	4,834,033	142,122
Court-Related	5,764,683	5,764,683	5,775,236	(10,553)
Total Expenditures	<u>10,654,638</u>	<u>10,740,838</u>	<u>10,609,269</u>	<u>131,569</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,711,569)</u>	<u>(2,711,569)</u>	<u>(2,568,886)</u>	<u>142,683</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	2,711,569	2,711,569	2,568,886	(142,683)
Total Other Financing Sources and (Uses)	<u>2,711,569</u>	<u>2,711,569</u>	<u>2,568,886</u>	<u>(142,683)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2016

	Property Appraiser			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
REVENUES				
Charges for Services	\$ 887,799	\$ 887,799	\$ 893,308	\$ 5,509
Investment Income	-	-	628	628
Total Revenues	<u>887,799</u>	<u>887,799</u>	<u>893,936</u>	<u>6,137</u>
EXPENDITURES				
Current:				
General Government	3,902,606	3,951,828	3,874,130	77,698
Total Expenditures	<u>3,902,606</u>	<u>3,951,828</u>	<u>3,874,130</u>	<u>77,698</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,014,807)</u>	<u>(3,064,029)</u>	<u>(2,980,194)</u>	<u>83,835</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	3,014,807	3,064,029	2,980,194	(83,835)
Total Other Financing Sources and (Uses)	<u>3,014,807</u>	<u>3,064,029</u>	<u>2,980,194</u>	<u>(83,835)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2016

	Sheriff			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
EXPENDITURES				
Current:				
Public Safety	\$ 71,655,536	\$ 74,323,611	\$ 71,815,738	\$ 2,507,873
Total Expenditures	<u>71,655,536</u>	<u>74,323,611</u>	<u>71,815,738</u>	<u>2,507,873</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(71,655,536)</u>	<u>(74,323,611)</u>	<u>(71,815,738)</u>	<u>2,507,873</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	71,655,536	74,323,611	71,815,738	(2,507,873)
Total Other Financing Sources and (Uses)	<u>71,655,536</u>	<u>74,323,611</u>	<u>71,815,738</u>	<u>(2,507,873)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2016

	Supervisor of Elections			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
REVENUES				
Charges for Services	\$ -	\$ 2,167	\$ 2,160	\$ (7)
Total Revenues	-	2,167	2,160	(7)
EXPENDITURES				
Current:				
General Government	2,679,273	2,681,440	2,676,856	4,584
Total Expenditures	2,679,273	2,681,440	2,676,856	4,584
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,679,273)	(2,679,273)	(2,674,696)	4,577
OTHER FINANCING SOURCES (USES)				
Transfers In	2,679,273	2,679,273	2,674,696	(4,577)
Total Other Financing Sources and (Uses)	2,679,273	2,679,273	2,674,696	(4,577)
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2016

	Tax Collector			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
EXPENDITURES				
Current:				
General Government	\$ 7,379,869	\$ 7,379,869	\$ 7,229,454	\$ 150,415
Total Expenditures	<u>7,379,869</u>	<u>7,379,869</u>	<u>7,229,454</u>	<u>150,415</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,379,869)</u>	<u>(7,379,869)</u>	<u>(7,229,454)</u>	<u>150,415</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	7,379,869	7,379,869	7,229,454	(150,415)
Total Other Financing Sources and (Uses)	<u>7,379,869</u>	<u>7,379,869</u>	<u>7,229,454</u>	<u>(150,415)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2016

	Eliminations			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
REVENUES				
Miscellaneous Revenues	\$ -	\$ (6,853,914)	\$ (6,853,914)	\$ -
Total Revenues	-	(6,853,914)	(6,853,914)	-
EXPENDITURES				
Current:				
General Government	-	(6,853,914)	(6,853,914)	-
Total Expenditures	-	(6,853,914)	(6,853,914)	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	(46,592,266)	(46,592,266)
Transfers (Out)	-	-	46,592,266	46,592,266
Total Other Financing Sources and (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2016

	Total			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
REVENUES				
Taxes	\$ 48,490,543	\$ 48,490,543	\$ 48,654,057	\$ 163,514
Special Assessments	-	-	53,283	53,283
Permits and Fees	1,900	1,900	2,200	300
Intergovernmental Revenues	39,504,274	40,458,308	34,116,173	(6,342,135)
Charges for Services	26,852,962	26,940,496	26,414,358	(526,138)
Judgments and Fines	2,056,109	2,056,109	1,672,609	(383,500)
Court-Related Revenues	5,764,274	5,764,274	5,717,602	(46,672)
Investment Income	423,618	426,618	402,023	(24,595)
Miscellaneous Revenues	12,568,592	7,836,478	6,260,065	(1,576,413)
Total Revenues	135,662,272	131,974,726	123,292,370	(8,682,356)
EXPENDITURES				
Current:				
General Government	57,641,916	52,815,279	34,008,307	18,806,972
Public Safety	98,343,935	101,007,210	94,002,268	7,004,942
Physical Environment	1,241,542	1,241,542	1,030,713	210,829
Transportation	932,284	932,284	913,174	19,110
Economic Environment	5,763,743	5,771,743	1,174,552	4,597,191
Human Services	16,356,903	16,160,383	12,618,326	3,542,057
Culture/Recreation	12,785,437	13,479,942	10,050,827	3,429,115
Court-Related	9,114,869	8,972,995	8,171,028	801,967
Debt Service:				
Principal Retirement	330,363	330,363	336,722	(6,359)
Interest and Fiscal Charges	34,298	34,298	34,221	77
Total Expenditures	202,545,290	200,746,039	162,340,138	38,405,901
Excess (Deficiency) of Revenues Over (Under) Expenditures	(66,883,018)	(68,771,313)	(39,047,768)	29,723,545
OTHER FINANCING SOURCES (USES)				
Transfers In	91,392,113	94,109,410	44,627,761	(49,481,649)
Transfers (Out)	(48,708,422)	(49,897,383)	(2,186,731)	47,710,652
Total Other Financing Sources and (Uses)	42,683,691	44,212,027	42,441,030	(1,770,997)
Net Change in Fund Balances	(24,199,327)	(24,559,286)	3,393,262	27,952,548
Fund Balance - Beginning	24,199,327	24,559,286	25,520,617	961,331
Fund Balance - Ending	\$ -	\$ -	\$ 28,913,879	\$ 28,913,879

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The County has the following Special Revenue Funds:

Fine and Forfeiture Funds

Fines and Forfeiture Fund

Established pursuant to the provisions of Section 142.01, Florida Statutes, to account for expenditures related to the costs of criminal prosecutions and for the proceeds of certain court fines and costs.

Fines and Forfeiture Crime Prevention Fund

Established pursuant to the provisions of Section 775.083, to account for funds related to the costs of crime prevention and for the proceeds of certain court fines and costs.

80% Gas Tax Construction Fund

Used to account for the County proceeds of the 80% portion of the Constitutional Gas Tax (2 cents per gallon), which is collected and distributed by the State of Florida. Expenditures from this fund may be used for the acquisition, construction and maintenance of roads as authorized by Section 334.03, Florida Statutes.

20% Gas Tax Construction Fund

Used to account for the County's proceeds of the 20% portion of the Constitutional Gas Tax (2 cents per gallon), which is collected and distributed by the State of Florida. Purposes for which these funds may be expended have been restricted pursuant to an opinion of the Florida Attorney General and, therefore, are limited to the purchase of materials used in the construction and maintenance of roads and bridges.

County Transportation Maintenance Fund

Created pursuant to the provisions of Section 129.02, Florida Statutes, to account for transportation related revenues and expenditures. The primary revenue source are gas taxes (one cent voted, 6th cent local, and 7th cent county) which are used to fund the activities of the Transportation Department.

Sidewalk Construction Fund

Created pursuant to the provisions of Section 6.12.12 of the Land Development Code adopted by Ordinance 13-20, to account for sidewalk fees paid by developers to the County in lieu of construction along external streets. The County may use these funds toward construction of sidewalks throughout the County based on priorities established by the Board.

Dunnellon Airport Fund

Created pursuant to the provisions of Chapter 81-436, Laws of Florida, to account for the revenues and expenditures related to the operation of this Southwest Marion County facility. The Board of County Commissioners serve as the Dunnellon Airport Authority which is the governing body of this facility. Revenues are generated primarily through fuel sales and the rental of County-owned real property in addition to grants received from the State of Florida Department of Transportation. Expenditures predominantly result from the maintenance and or improvement to the airport runways and related improvements.

Alcohol and Other Drug Abuse Trust Fund

Created pursuant to the provisions of Section 893.165, Florida Statutes, and Ordinance 13-12 to account for the mandatory costs, discretionary costs, and assessments remitted to Marion County pursuant to Sections 938.13, 938.21 and 938.23, Florida Statutes. These monies shall be used only for the support of alcohol and other drug abuse treatment and educational programs based in Marion County, Florida, which meet the standards of qualifications for such programs of the Florida Department of Children and Family Services.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS - Continued

2nd Local Option Fuel Tax Fund

Established pursuant to the provisions of Section 336.025, Florida Statutes, to account for the proceeds from the 2nd Local Option Fuel Tax (5 cents per gallon). The use of proceeds provides for distribution between Marion County and municipalities located within Marion County, to fund necessary transportation improvements in Marion County in accordance with the adopted local government comprehensive plan.

Marion County Health Department Fund

Established pursuant to the provisions of Sections 154.02 and 154.06, Florida Statutes, to account for the proceeds of a special ad valorem tax levy established by the Board and transmitted in equal monthly installments to the Marion County Health Unit, where they are used to subsidize operations.

Criminal Justice Court Costs Fund

Created pursuant to the provisions of Section 939.185, Florida Statutes, to account for the Revenue of additional court costs and surcharges. The Board of County Commissioners may adopt by Ordinance an additional court cost, not to exceed \$65. Authorized uses of the amount collected include payments to be allocated to fund court innovations, legal aid, law library and juvenile programs.

Law Enforcement Trust Fund

Created pursuant to the provisions of Section 932.704, Florida Statutes, to account for the net proceeds from the sale or conversion of forfeited properties. Expenditures payable from this fund are legally restricted to nonrecurring obligations of the Sheriff's office, including equipment purchases. Although legally entitled as a trust fund, this fund is more properly accounted for as a special revenue fund due to the nature of the transactions recorded therein.

Sheriff Educational Fund

Created to account for the revenues generated by the imposition by the Board of an additional \$2 per case for court cost, assessed against every person convicted for violation of a state penal or criminal statute, municipal or county ordinance. Pursuant to Section 938.15, Florida Statutes, monies received are required to be expended for criminal justice education and training of law enforcement officers, corrections officers and support personnel.

911 Management Fund

Created in accordance with the provisions of the Florida Emergency Telephone Act (Sections 365.171 and 365.172, Florida Statutes) to account for the Enhanced 911 (E911) fees imposed and collected from local telephone exchange customers and subscribers of wireless telephone services. 911 service directs 911 calls to the appropriate public safety answering point and provides for automatic number and location identification. The E911 Board may adjust the allocation percentages or adjust the amount of the fee, or both, if necessary, to ensure full cost recovery or prevent over recovery of costs incurred in the provision of E911. Expenditures are restricted to the establishment and maintenance of an enhanced emergency telephone number 911 system or enhanced 911 service.

Building Department Fund

Created pursuant to the provisions of Section 533.79, Florida Statutes, and Ordinance 01-34 to account for revenues generated by building permit fees levied by the Board by resolution. Fees generated are used to fund costs of the building permitting activities and inspections.

Tourist Development Tax

Created pursuant to the provisions of Chapter 125.0104, Florida Statutes, and Ordinance 78-13 to account for the two percent Tourist Development Tax. The tax is collected by the Marion County Tax Collector and transmitted monthly to Marion County. The tax is used to fund the Marion County Tourist Development Plan.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS - Continued

Parks and Recreation Fees Fund

Created in accordance with the provisions of the Marion County Code of Ordinances (Chapter 14) and Ordinance 94-20, to account for user fees generated by the parks and recreation department. The Board shall by resolution, adopt fees for use of any or all parks and any improvements or facilities therein. These funds are used for parks and recreation capital.

Local Housing Assistance Trust Fund

The Local Housing Assistance Trust Fund was created pursuant to the provisions of Section 420.9075, Florida Statutes, and Ordinance 93-13 to account for the local housing distribution monies received from the State of Florida in connection with the State Housing Initiative Partnership (SHIP) program. Authorized expenditures from the Local Housing Assistance Trust Fund are limited to the administration and implementation of the local housing assistance program.

Medical Examiner

Established by an interlocal agreement between Marion, Citrus, Hernando, Sumter and Lake Counties pursuant to the provisions of Chapter 406, Florida Statutes, for the joint operation of the District Medical Examiner's Office. In accordance with the agreement, Marion County serves as the Administrative Coordinator and is responsible for managing all funds associated with this agreement.

Impact Fee Ordinance Trust Fund – District 1

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 89-27. Amounts are collected for four separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

Impact Fee Ordinance Trust Fund – District 2

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 89-27. Amounts are collected for four separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

Impact Fee Ordinance Trust Fund – District 3

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 89-27. Amounts are collected for four separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

Impact Fee Ordinance Trust Fund – District 4

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 89-27. Amounts are collected for four separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

Rainbow Lakes Estates MSD Fund

Created pursuant to the provisions of Section 125.01, Florida Statutes, and the provisions of the Marion County Code of Ordinances (Article XI, Chapter 12) to account for the MSTU for Road Improvements, and to account for the provision of municipal type services to a limited geographic area encompassing portions of both Marion and Levy Counties. Funding is provided primarily through the levy and collection of ad valorem taxes by the Board as governing body of this multi-County taxing district.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

Rainbow Lakes Estates Fire Protection MSBU

Created in accordance with the provisions of the Marion County Code of Ordinances (Article XII, Chapter 12) to account for the proceeds of special assessments levied by the Board on property located in the Rainbow Lakes Estates area and collected by the Tax Collector are accounted for in this fund. The purpose is to provide fire protection within the Rainbow Lakes Estates area.

Marion Oaks MSTU Fund

The Marion Oaks MSTU fund was created pursuant to the provisions of Section 125.01, Florida Statutes, to account for the costs of providing law enforcement as well as the construction, maintenance, and operation of community resource facilities within the Marion Oaks development. Revenues are generated through a levy by the Board of special assessments upon properties located exclusively within the Marion Oaks area.

MSTU/MSBU for Road Improvements

Rainbow Lakes Estates MSTU for Road Improvements Fund

The proceeds of special assessments levied by the Board on property located in the Rainbow Lakes Estates area and collected by the Tax Collector are accounted for in this fund. The purpose is to provide road improvements within the Rainbow Lakes Estates area.

Silver Springs Shores MSTU for Road Improvements Fund

The costs of providing stabilization and maintenance of roads within this subdivision are accounted for in this fund. The primary source of funding for these services is ad valorem taxes.

Lake Tropicana MSTU for Road Improvements Fund

The costs of providing stabilization and maintenance of roads within this subdivision are accounted for in this fund. The primary source of funding for these services is ad valorem taxes.

Golden Hills MSTU for Road Improvements Fund

Costs of road improvements made within the Golden Hills subdivision, and funded by a special per-parcel assessment levied by the Board and collected by the Tax Collector and accounted for in this fund.

Kingsland Estates/Ocala Waterway MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Kingsland Whispering Pines/Forrest Glenn MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Silver Spring Acres MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Ocala Waterway Estates MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

MSTU/MSBU for Road Improvements - continued

NW 17th Avenue/Northwood MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Rainbow Park Units 1 & 2 MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Pine Run Estates MSTU for Road Improvements Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road improvements in the covered area.

Woods and Lakes Subdivision MSBU for Road Maintenance

The proceeds of special assessments levied by the Board exclusively upon properties located within Woods and Lakes Subdivision and collected by the Tax Collector are accounted for in this fund. The purpose for which the funds so derived may legally be expended is generally limited to the provision of road improvements and maintenance.

Marion Oaks MSTU for Road Improvements Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road improvements in the covered area.

Paradise Farms MSBU for Roadside Mowing Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for roadside mowing in the covered area.

Stonecrest Center MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Silver Springs Shores MSTU Fund

Created by the Board pursuant to Section 125.01, Florida Statutes, and used to account for street lighting, cultural and recreational services provided to this commercial and residential community. The primary source of revenue for this municipal service taxing unit is ad valorem taxes levied solely within the geographic boundaries of the taxing unit.

MSTU/MSBU for Recreation Fund

Rainbow Lakes Estates Community Recreational Facility MSBU

The proceeds of special assessments levied by the Board on property located in the Rainbow Lakes Estates area and collected by the Tax Collector are accounted for in this fund. Per-parcel assessments levied within the community are the primary source of funding for these services.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

MSTU/MSBU for Recreation - continued

Hills of Ocala MSTU for Recreation Fund

Used to account for the costs of recreation and related services provided to this community located in Southwest Marion County. Per-parcel assessments levied within the community are the primary source of funding for these services.

MSTU for Street Lighting

Indian Meadows MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Ocala Heights MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Bahia Oaks MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Boardman MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Doublegate MSTU for General Services

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Hickory Hills MSTU for Street Lighting Services

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Raven Hill MSTU for General Services

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Churchill Subdivision MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting in the covered area.

Little Lake Weir-Edgewater Estates for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting in the covered area.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

MSTU for Street Lighting - continued

Rainbow's End MSTU for General Municipal Services Fund

Created to account for a wide variety of authorized expenditures including, but not limited to, road improvements and street lighting. Revenues to fund said expenditures are generated through the levy of a special per-parcel assessment by the Board which is collected by the Tax Collector as a part of the tax roll.

Marion Oaks MSTU for General Services Fund

The proceeds of special assessments levied by the Board exclusively on the properties within the boundaries established and collected by the Tax Collector are accounted for by this fund. The assessments collected will provide for road repairs, mowing and street lighting.

Citrus Park MSTU Fund

Created to account for the proceeds of a special per-parcel assessment levied by the Board on the Citrus Park Subdivision. The assessment will be used to provide municipal services in the covered area and will be collected by the Tax Collector via the tax roll.

Bolder Hill MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting in the covered area.

Fire Rescue Impact Fees Fund

Established to account for the impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 08-19, restricted for the costs required to finance fire rescue facility improvements necessitated by new development in the County.

Stormwater Program

Established pursuant to Ordinance No. 02-13 to account for the special per-parcel assessment levied by the Board within the designated service area. Assessments are collected by the Tax Collector, and will provide for the establishment and operation of the Stormwater Program throughout the service area.

MSTU for General Services

Tompkins and Georges Addition to Dunnellon MSTU Fund

Used to account for the special per-parcel assessment levied by the Board on property located in the Tompkins and Georges addition to Dunnellon Subdivision and collected by the Tax Collector as part of the tax roll. Funds derived are to be used for the provision of general municipal services.

Country Estates Buffington Addition MSTU Fund

The costs of general municipal services provided in the Country Estates Buffington Addition Subdivision are funded by a special per-parcel assessment levied by the Board and collected by the Tax Collector are accounted for in this fund.

Wineberry MSTU for General Services Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

MSTU for General Services - continued

Golden Hills MSTU for General Services Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Delcrest MSTU for General Services Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Bellaire MSTU for Services Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Clerk of the Circuit Court Trust Fund

This fund reflects the activities of the Office of the Clerk of Circuit Court Trust Funds. Services provided are in accordance with provisions of the Florida Statutes for Records Modernization.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt Service funds are also used to report resources if legally mandated and financial resources that are being accumulated for principal and interest maturing in the future. The County has the following Debt Service Funds:

Parks and Land Acquisition Debt Service Fund

Created pursuant to the provisions of resolutions authorizing the issuance of Limited Ad Valorem Tax Refunding Bonds, Series 1994 and 1998. As specified in the resolutions and approved by a referendum vote on November 8, 1988, the primary source of revenue to be used for the repayment of the bonds is a levy of ad valorem (property) taxes on all taxable property within the County at a rate not to exceed one-half of 1 mill (rate per \$1,000 of taxable value) in any year.

Public Improvement Transportation Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Public Improvement Revenue Bonds. Revenue used to fund the debt service payments is generated through the Second local option fuel tax and secured by Sales Tax.

Special Assessment Bonds, Series 2004C Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2004C. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2005A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2005A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

NON-MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS – Continued

Special Assessment Bonds, Series 2006A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2006A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2007A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2007A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2007B Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2007B. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2008A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2008A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2008B Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2008B. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2009A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2009A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2010A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2010A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2011A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2011A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2012A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2012A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2013A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2013A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

NON-MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS – Continued

Special Assessment Bonds, Series 2014A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2014A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2015A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2015A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2016A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2016A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital outlay. Capital Project funds exclude capital-related outflows financed by proprietary fund or for assets held in trust for individuals, private organizations, or other governments. The County has the following Capital Projects Funds:

Parks Capital Projects Fund

This fund accounts for bond proceeds and grant revenues to be used for future acquisitions of parks and environmentally sensitive lands.

CIP Capital Projects Fund

This fund accounts for the capital expenditures of various infrastructure related projects.

Surtax Capital Projects Fund

This fund is used to account for proceeds from the one percent infrastructure surtax and related expenditures.

SELP Capital Projects Fund

Created to account for the fee revenues to be used for capital expenditures at the Southeastern Livestock Pavilion.

Public Improvement Transportation Capital Projects Fund

This fund is used to account for payment of the Public Improvement Revenue Bonds, Series 2009A and Series 2010, issued to provide funds for the construction of road improvements within the County.

Special Assessment Bonds, Series 2014A Capital Projects Fund

Created to account for payment of the Special Assessment Bonds, Series 2014A issued to provide funds for the construction of road improvements within the benefited boundaries.

Special Assessment Bonds, Series 2015A Capital Projects Fund

Created to account for payment of the Special Assessment Bonds, Series 2015A issued to provide funds for the construction of road improvements within the benefited boundaries. The bonds for this capital project were issued in fiscal year 2016.

NON-MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS – Continued

Special Assessment Bonds, Series 2016A Capital Projects Fund

Created to account for payment of the Special Assessment Bonds, Series 2016A issued to provide funds for the construction of road improvements within the benefited boundaries. The bonds for this capital project will be issued in fiscal year 2017.



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

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 58,553,808	\$ 3,664,241	\$ 4,401,439	\$ 66,619,488
Investments	19,228,516	-	-	19,228,516
Accounts Receivable	1,148,711	-	-	1,148,711
Accrued Interest Receivable	62,674	-	-	62,674
Special Assessments Receivable	91,765	7,640,853	-	7,732,618
Due from Other Funds	301,411	11,676	80,538	393,625
Due from Other Governments	3,544,794	292,718	-	3,837,512
Inventories	999,785	-	-	999,785
Prepaid Items	160,294	-	-	160,294
Total Assets	\$ 84,091,758	\$ 11,609,488	\$ 4,481,977	\$ 100,183,223
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 1,499,169	\$ -	\$ 276,309	\$ 1,775,478
Contracts Payable	162,766	-	166,948	329,714
Accrued Liabilities	378,578	-	-	378,578
Due to Other Funds	3,208	-	-	3,208
Due to Other Governments	57,398	-	582,294	639,692
Deposits	405,169	-	-	405,169
Unearned Revenues	13,491	-	-	13,491
Total Liabilities	2,519,779	-	1,025,551	3,545,330
Deferred Inflows of Resources:				
Deferred Assessments	91,765	7,640,853	-	7,732,618
Unavailable Grant Revenues	1,145,586	-	-	1,145,586
Total Deferred Inflows of Resources	1,237,351	7,640,853	-	8,878,204
Fund Balances:				
Nonspendable:				
Inventories	999,785	-	-	999,785
Prepays	160,294	-	-	160,294
Restricted for:				
Court Innovations	25,440	-	-	25,440
Records Modernization Tech	1,194,457	-	-	1,194,457
Debt Service Reserve	-	3,968,635	-	3,968,635
Fire and Rescue	3,643,457	-	-	3,643,457
Infrastructure	-	-	316,481	316,481
Law Enforcement	3,469,246	-	-	3,469,246
Parks and Recreation	2,000,028	-	362,325	2,362,353
Public Safety	5,129,226	-	-	5,129,226
Resource Conservation	12,900,348	-	-	12,900,348
Road Construction	24,481,993	-	2,459,835	26,941,828
Social Services	2,181,140	-	-	2,181,140
Tourism	1,609,855	-	-	1,609,855
Transportation Maintenance	18,923,833	-	-	18,923,833
Committed to:				
Airport	372,438	-	-	372,438
Parks and Recreation	3,243,088	-	-	3,243,088
Assigned to:				
Infrastructure	-	-	75,329	75,329
Parks and Recreation	-	-	105,620	105,620
Road Construction	-	-	136,836	136,836
Total Fund Balances	80,334,628	3,968,635	3,456,426	87,759,689
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 84,091,758	\$ 11,609,488	\$ 4,481,977	\$ 100,183,223

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

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ 34,931,706	\$ 3,781,841	\$ -	\$ 38,713,547
Special Assessments	8,374,029	2,720,696	214,075	11,308,800
Impact Fees	14,745	-	-	14,745
Permits and Fees	3,721,024	-	-	3,721,024
Intergovernmental Revenues	13,953,220	-	-	13,953,220
Charges for Services	4,965,368	-	56,632	5,022,000
Judgments and Fines	1,058,908	-	-	1,058,908
Court-Related Revenues	568,924	-	-	568,924
Investment Income	531,089	9,519	147,388	687,996
Miscellaneous Revenues	1,047,900	-	-	1,047,900
Total Revenues	69,166,913	6,512,056	418,095	76,097,064
EXPENDITURES				
Current:				
General Government	939,174	-	-	939,174
Public Safety	7,293,785	-	-	7,293,785
Physical Environment	3,305,653	-	-	3,305,653
Transportation	30,937,659	-	-	30,937,659
Economic Environment	2,379,045	-	-	2,379,045
Human Services	1,817,931	-	-	1,817,931
Culture/Recreation	2,013,540	-	-	2,013,540
Court-Related	1,466,060	-	-	1,466,060
Debt Service:				
Principal Retirement	-	5,157,530	-	5,157,530
Interest and Fiscal Charges	-	1,732,250	3,037	1,735,287
Bond Issuance Cost	-	199,723	-	199,723
Capital Outlay	-	-	13,058,123	13,058,123
Total Expenditures	50,152,847	7,089,503	13,061,160	70,303,510
Excess (Deficiency) of Revenues Over (Under) Expenditures	19,014,066	(577,447)	(12,643,065)	5,793,554
OTHER FINANCING SOURCES (USES)				
Transfers In	1,229,857	-	-	1,229,857
Transfers (Out)	(8,256,109)	(49,747)	(900,000)	(9,205,856)
Issuance of Notes/Bonds Payable	46,092	34,420,000	256,585	34,722,677
Payments to Refunded Bonds Escrow Agent	-	(36,148,633)	-	(36,148,633)
Total Other Financing Sources (Uses)	(6,980,160)	(1,778,380)	(643,415)	(9,401,955)
Net Change in Fund Balances	12,033,906	(2,355,827)	(13,286,480)	(3,608,401)
Fund Balances - Beginning	68,300,722	6,324,462	16,742,906	91,368,090
Fund Balances - Ending	\$ 80,334,628	\$ 3,968,635	\$ 3,456,426	\$ 87,759,689

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
September 30, 2016

	Fines and Forfeitures	80% Gas Tax Construction	20% Gas Tax Construction	County Transportation Maintenance Fund	Sidewalk Construction	Dunnellon Airport
ASSETS						
Cash and Cash Equivalents	\$ 2,369,802	\$ 7,038,464	\$ 1,470,415	\$ 4,016,088	\$ 112,001	\$ 302,481
Investments	-	-	-	9,840,743	-	-
Accounts Receivable	-	-	-	-	-	-
Accrued Interest Receivable	-	-	-	32,075	-	-
Special Assessments Receivable	-	-	-	91,765	-	-
Due from Other Funds	300,969	-	-	-	-	-
Due from Other Governments	59,436	307,879	76,970	2,297,059	-	90,252
Inventories	-	-	971,882	-	-	27,903
Prepaid Items	143	-	-	108	-	-
Total Assets	\$ 2,730,350	\$ 7,346,343	\$ 2,519,267	\$ 16,277,838	\$ 112,001	\$ 420,636
LIABILITIES						
Accounts Payable	\$ 98,796	\$ -	\$ 45,458	\$ 715,958	\$ -	\$ 3,029
Contracts Payable	-	-	-	148,883	-	-
Accrued Liabilities	-	-	-	177,693	-	4,272
Due to Other Funds	-	-	-	2,059	-	-
Due to Other Governments	753	-	-	29,868	-	1,317
Deposits	-	-	-	122,889	-	11,677
Unearned Revenues	-	-	-	-	-	-
Total Liabilities	99,549	-	45,458	1,197,350	-	20,295
DEFERRED INFLOWS OF RESOURCES						
Deferred Assessments	-	-	-	91,765	-	-
Unavailable Grant Revenues	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	91,765	-	-
FUND BALANCES						
Nonspendable:						
Inventories	-	-	971,882	-	-	27,903
Prepaid Items	143	-	-	108	-	-
Restricted for:						
Court Innovations	-	-	-	-	-	-
Records Modernization Tech	-	-	-	-	-	-
Fire and Rescue	-	-	-	-	-	-
Law Enforcement	2,630,658	-	-	-	-	-
Parks and Recreation	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Resource Conservation	-	-	-	-	-	-
Road Construction	-	7,346,343	-	-	-	-
Social Services	-	-	-	-	-	-
Tourism	-	-	-	-	-	-
Transportation Maintenance	-	-	1,501,927	14,988,615	112,001	-
Committed to:						
Airport	-	-	-	-	-	372,438
Parks & Recreation	-	-	-	-	-	-
Total Fund Balances	2,630,801	7,346,343	2,473,809	14,988,723	112,001	400,341
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 2,730,350	\$ 7,346,343	\$ 2,519,267	\$ 16,277,838	\$ 112,001	\$ 420,636

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
September 30, 2016

	Parks and Recreation Fees Fund	Local Housing Assistance Trust	Medical Examiner	Impact Fee Ordinance Trust Fund - District 1	Impact Fee Ordinance Trust Fund - District 2	Impact Fee Ordinance Trust Fund - District 3
ASSETS						
Cash and Cash Equivalents	\$ 3,284,453	\$ 2,060,432	\$ 615,829	\$ 104,816	\$ 20,371	\$ 441,128
Investments	-	-	-	-	-	-
Accounts Receivable	3,125	1,145,586	-	-	-	-
Accrued Interest Receivable	-	-	-	-	-	-
Special Assessments Receivable	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-
Due from Other Governments	1,322	-	-	-	-	-
Inventories	-	-	-	-	-	-
Prepaid Items	-	-	4,914	-	-	-
Total Assets	\$ 3,288,900	\$ 3,206,018	\$ 620,743	\$ 104,816	\$ 20,371	\$ 441,128
LIABILITIES						
Accounts Payable	\$ 3,806	\$ 34,426	\$ 6,282	\$ -	\$ -	\$ -
Contracts Payable	-	-	-	-	-	-
Accrued Liabilities	19,810	2,717	-	-	-	-
Due to Other Funds	-	1,149	-	-	-	-
Due to Other Governments	4,425	17	681	-	-	-
Deposits	4,280	22,000	-	-	-	-
Unearned Revenues	13,491	-	-	-	-	-
Total Liabilities	45,812	60,309	6,963	-	-	-
DEFERRED INFLOWS OF RESOURCES						
Deferred Assessments	-	-	-	-	-	-
Unavailable Grant Revenues	-	1,145,586	-	-	-	-
Total Deferred Inflows of Resources	-	1,145,586	-	-	-	-
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	-	-	-
Prepaid Items	-	-	4,914	-	-	-
Restricted for:						
Court Innovations	-	-	-	-	-	-
Records Modernization Tech	-	-	-	-	-	-
Fire and Rescue	-	-	-	-	-	-
Law Enforcement	-	-	-	-	-	-
Parks and Recreation	-	-	-	-	-	-
Public Safety	-	-	608,866	-	-	-
Resource Conservation	-	-	-	-	-	-
Road Construction	-	-	-	104,816	20,371	441,128
Social Services	-	2,000,123	-	-	-	-
Tourism	-	-	-	-	-	-
Transportation Maintenance	-	-	-	-	-	-
Committed to:						
Airport	-	-	-	-	-	-
Parks & Recreation	3,243,088	-	-	-	-	-
Total Fund Balances	3,243,088	2,000,123	613,780	104,816	20,371	441,128
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 3,288,900	\$ 3,206,018	\$ 620,743	\$ 104,816	\$ 20,371	\$ 441,128

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
September 30, 2016

	Stormwater Program	MSTU for General Services	Clerk of the Circuit Court Trust Fund	Total Nonmajor Special Revenue Funds
ASSETS				
Cash and Cash Equivalents	\$ 3,768,135	\$ 61,810	\$ 1,204,498	\$ 58,553,808
Investments	9,387,773	-	-	19,228,516
Accounts Receivable	-	-	-	1,148,711
Accrued Interest Receivable	30,599	-	-	62,674
Special Assessments Receivable	-	-	-	91,765
Due from Other Funds	-	-	-	301,411
Due from Other Governments	50,016	16	-	3,544,794
Inventories	-	-	-	999,785
Prepaid Items	-	-	136,923	160,294
Total Assets	\$ 13,236,523	\$ 61,826	\$ 1,341,421	\$ 84,091,758
LIABILITIES				
Accounts Payable	\$ 305,593	\$ 324	\$ 888	\$ 1,499,169
Contracts Payable	7,120	-	-	162,766
Accrued Liabilities	23,435	-	9,153	378,578
Due to Other Funds	-	-	-	3,208
Due to Other Governments	27	530	-	57,398
Deposits	-	-	-	405,169
Unearned Revenues	-	-	-	13,491
Total Liabilities	336,175	854	10,041	2,519,779
DEFERRED INFLOWS OF RESOURCES				
Deferred Assessments	-	-	-	91,765
Unavailable Grant Revenues	-	-	-	1,145,586
Total Deferred Inflows of Resources	-	-	-	1,237,351
FUND BALANCES				
Nonspendable:				
Inventories	-	-	-	999,785
Prepaid Items	-	-	136,923	160,294
Restricted for:				
Court Innovations	-	-	-	25,440
Records Modernization Tech	-	-	1,194,457	1,194,457
Fire and Rescue	-	-	-	3,643,457
Law Enforcement	-	-	-	3,469,246
Parks and Recreation	-	-	-	2,000,028
Public Safety	-	-	-	5,129,226
Resource Conservation	12,900,348	-	-	12,900,348
Road Construction	-	-	-	24,481,993
Social Services	-	-	-	2,181,140
Tourism	-	-	-	1,609,855
Transportation Maintenance	-	60,972	-	18,923,833
Committed to:				
Airport	-	-	-	372,438
Parks & Recreation	-	-	-	3,243,088
Total Fund Balances	12,900,348	60,972	1,331,380	80,334,628
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 13,236,523	\$ 61,826	\$ 1,341,421	\$ 84,091,758



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

	Fines and Forfeitures	80% Gas Tax Construction	20% Gas Tax Construction	County Transportation Maintenance Fund	Sidewalk Construction
REVENUES					
Taxes	\$ 7,689,374	\$ 3,637,266	\$ 909,317	\$ 13,859,137	\$ -
Special Assessments	-	-	-	9,152	-
Impact Fees	-	-	-	-	-
Permits and Fees	-	-	-	95,369	60,861
Intergovernmental Revenues	6,815	-	-	9,577,045	-
Charges for Services	190,555	-	-	293,683	-
Judgments and Fines	409,952	-	-	-	-
Court-Related Revenues	131,525	-	-	-	-
Investment Income	21,623	20,948	7,653	138,322	458
Miscellaneous Revenues	64,810	-	-	525,507	-
Total Revenues	8,514,654	3,658,214	916,970	24,498,215	61,319
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	196,435	-	-	-	-
Physical Environment	-	-	-	-	-
Transportation	-	298,925	1,024,411	22,096,641	-
Economic Environment	-	-	-	-	-
Human Services	-	-	-	-	-
Culture/Recreation	-	-	-	-	-
Court-Related	611,197	-	-	-	-
Total Expenditures	807,632	298,925	1,024,411	22,096,641	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,707,022	3,359,289	(107,441)	2,401,574	61,319
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	173,160	-
Transfers (Out)	(7,950,005)	-	-	-	-
Issuance of Notes/Bonds Payable	-	-	-	46,092	-
Total Other Financing Sources (Uses)	(7,950,005)	-	-	219,252	-
Net Change in Fund Balances	(242,983)	3,359,289	(107,441)	2,620,826	61,319
Fund Balances - Beginning	2,873,784	3,987,054	2,581,250	12,367,897	50,682
Fund Balances - Ending	\$ 2,630,801	\$ 7,346,343	\$ 2,473,809	\$ 14,988,723	\$ 112,001

Dunnellon Airport	Alcohol and Drug Abuse Trust Fund	2nd Local Option Fuel Tax	Marion County Health Department	Criminal Justice Court Costs	Law Enforcement Trust Fund	Sheriff's Educational	911 Management Fund
\$ -	\$ -	\$ 3,368,128	\$ 1,740,879	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,021,088	-	-	-	-	-	-	-
524,237	-	-	-	-	-	-	1,495,141
-	-	-	-	-	246,929	-	-
-	32,611	-	-	324,198	-	80,420	-
469	536	22,645	2,777	334	2,295	2,002	11,723
230	-	-	2,001	-	-	-	443
<u>1,546,024</u>	<u>33,147</u>	<u>3,390,773</u>	<u>1,745,657</u>	<u>324,532</u>	<u>249,224</u>	<u>82,422</u>	<u>1,507,307</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,186,883
-	-	-	-	-	-	-	-
1,566,127	-	458,721	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	1,736,798	81,133	-	-	-
-	-	-	-	-	-	-	-
-	45,601	-	-	296,547	-	-	-
<u>1,566,127</u>	<u>45,601</u>	<u>458,721</u>	<u>1,736,798</u>	<u>377,680</u>	<u>-</u>	<u>-</u>	<u>1,186,883</u>
<u>(20,103)</u>	<u>(12,454)</u>	<u>2,932,052</u>	<u>8,859</u>	<u>(53,148)</u>	<u>249,224</u>	<u>82,422</u>	<u>320,424</u>
-	-	-	-	-	-	-	-
100,000	-	-	-	-	-	-	80,053
-	-	-	-	-	(182,691)	-	-
-	-	-	-	-	-	-	-
<u>100,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(182,691)</u>	<u>-</u>	<u>80,053</u>
79,897	(12,454)	2,932,052	8,859	(53,148)	66,533	82,422	400,477
<u>320,444</u>	<u>119,980</u>	<u>4,211,090</u>	<u>64,632</u>	<u>78,588</u>	<u>333,540</u>	<u>356,093</u>	<u>2,300,076</u>
<u>\$ 400,341</u>	<u>\$ 107,526</u>	<u>\$ 7,143,142</u>	<u>\$ 73,491</u>	<u>\$ 25,440</u>	<u>\$ 400,073</u>	<u>\$ 438,515</u>	<u>\$ 2,700,553</u>

(Continued)

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

	Building Department Fund	Tourist Development Fund	Parks and Recreation Fees Fund	Local Housing Assistance Trust	Medical Examiner
REVENUES					
Taxes	\$ 100,017	\$ 2,429,663	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-
Impact Fees	-	-	-	-	-
Permits and Fees	3,419,932	-	-	-	-
Intergovernmental Revenues	-	-	-	1,381,313	1,879,947
Charges for Services	-	-	1,341,949	-	405,176
Judgments and Fines	-	-	-	-	-
Court-Related Revenues	-	-	170	-	-
Investment Income	20,461	5,732	15,480	9,544	2,707
Miscellaneous Revenues	29,737	54,286	808	235,424	-
Total Revenues	<u>3,570,147</u>	<u>2,489,681</u>	<u>1,358,407</u>	<u>1,626,281</u>	<u>2,287,830</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	2,744,440	-	-	-	3,055,988
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	-	1,417,341	-	961,704	-
Human Services	-	-	-	-	-
Culture/Recreation	-	-	1,372,788	-	-
Court-Related	-	-	-	-	-
Total Expenditures	<u>2,744,440</u>	<u>1,417,341</u>	<u>1,372,788</u>	<u>961,704</u>	<u>3,055,988</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>825,707</u>	<u>1,072,340</u>	<u>(14,381)</u>	<u>664,577</u>	<u>(768,158)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	871,393
Transfers (Out)	-	-	-	-	-
Issuance of Notes/Bonds Payable	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>871,393</u>
Net Change in Fund Balances	825,707	1,072,340	(14,381)	664,577	103,235
Fund Balances - Beginning	<u>3,694,653</u>	<u>554,349</u>	<u>3,257,469</u>	<u>1,335,546</u>	<u>510,545</u>
Fund Balances - Ending	<u>\$ 4,520,360</u>	<u>\$ 1,626,689</u>	<u>\$ 3,243,088</u>	<u>\$ 2,000,123</u>	<u>\$ 613,780</u>

Impact Fee Ordinance Trust Fund - District 1	Impact Fee Ordinance Trust Fund - District 2	Impact Fee Ordinance Trust Fund - District 3	Impact Fee Ordinance Trust Fund - District 4	Rainbow Lakes Estates MSD	Rainbow Lakes Estates Fire Protection MSBU	Marion Oaks MSTU	MSTU/MSBU for Road Improvements
\$ -	\$ -	\$ -	\$ -	\$ 208,093	\$ -	\$ 390,099	\$ -
-	-	-	-	-	177,539	-	3,678,689
6,099	-	5,462	2,212	-	-	-	-
-	-	-	-	144,862	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	36	-	9	-
-	-	-	-	-	-	-	-
502	1,872	1,905	25,546	5,710	3,075	8,060	34,520
-	-	-	-	5,908	12,880	67,057	-
6,601	1,872	7,367	27,758	364,609	193,494	465,225	3,713,209
-	-	-	-	181,988	-	724,719	-
-	-	-	-	-	110,039	-	-
-	497,212	21,032	567,793	189,864	-	-	3,392,714
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	497,212	21,032	567,793	371,852	110,039	724,719	3,392,714
6,601	(495,340)	(13,665)	(540,035)	(7,243)	83,455	(259,494)	320,495
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(123,413)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(123,413)
6,601	(495,340)	(13,665)	(540,035)	(7,243)	83,455	(259,494)	197,082
98,215	515,711	454,793	3,680,697	1,075,867	525,604	1,634,178	6,088,449
\$ 104,816	\$ 20,371	\$ 441,128	\$ 3,140,662	\$ 1,068,624	\$ 609,059	\$ 1,374,684	\$ 6,285,531

(Continued)

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

	Silver Springs Shores MSTU	MSTU/MSBU for Recreation	MSTU for Street Lighting	Fire Rescue Impact Fees	Stormwater Program
REVENUES					
Taxes	\$ 541,490	\$ 58,243	\$ -	\$ -	\$ -
Special Assessments	-	-	865,047	-	3,600,858
Impact Fees	-	-	-	972	-
Permits and Fees	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	87,012
Charges for Services	12	1	-	-	7,814
Judgments and Fines	-	-	-	-	-
Court-Related Revenues	-	-	-	-	-
Investment Income	3,265	774	6,485	1,655	148,057
Miscellaneous Revenues	18,163	3,175	4	-	27,467
Total Revenues	562,930	62,193	871,536	2,627	3,871,208
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Physical Environment	-	-	-	-	3,305,653
Transportation	37,293	-	786,926	-	-
Economic Environment	-	-	-	-	-
Human Services	-	-	-	-	-
Culture/Recreation	566,162	74,590	-	-	-
Court-Related	-	-	-	-	-
Total Expenditures	603,455	74,590	786,926	-	3,305,653
Excess (Deficiency) of Revenues Over (Under) Expenditures	(40,525)	(12,397)	84,610	2,627	565,555
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfers (Out)	-	-	-	-	-
Issuance of Notes/Bonds Payable	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	(40,525)	(12,397)	84,610	2,627	565,555
Fund Balances - Beginning	536,114	142,442	1,107,428	331,956	12,334,793
Fund Balances - Ending	\$ 495,589	\$ 130,045	\$ 1,192,038	\$ 334,583	\$ 12,900,348

MSTU for General Services	Clerk of the Circuit Court Trust Fund	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ 34,931,706
42,744	-	8,374,029
-	-	14,745
-	-	3,721,024
-	-	13,953,220
-	706,755	4,965,368
-	402,027	1,058,908
-	-	568,924
323	3,631	531,089
-	-	1,047,900
<u>43,067</u>	<u>1,112,413</u>	<u>69,166,913</u>
28,234	4,233	939,174
-	-	7,293,785
-	-	3,305,653
-	-	30,937,659
-	-	2,379,045
-	-	1,817,931
-	-	2,013,540
-	512,715	1,466,060
<u>28,234</u>	<u>516,948</u>	<u>50,152,847</u>
<u>14,833</u>	<u>595,465</u>	<u>19,014,066</u>
-	5,251	1,229,857
-	-	(8,256,109)
-	-	46,092
<u>-</u>	<u>5,251</u>	<u>(6,980,160)</u>
14,833	600,716	12,033,906
<u>46,139</u>	<u>730,664</u>	<u>68,300,722</u>
<u>\$ 60,972</u>	<u>\$ 1,331,380</u>	<u>\$ 80,334,628</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FINES AND FORFEITURES FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 7,613,668	\$ 7,689,374	\$ 75,706
Intergovernmental Revenues	75,918	6,815	(69,103)
Charges for Services	160,550	190,555	30,005
Judgments and Fines	458,869	409,952	(48,917)
Court-Related Revenues	118,750	131,525	12,775
Investment Income	4,940	21,623	16,683
Miscellaneous Revenues	63,066	64,810	1,744
Total Revenues	<u>8,495,761</u>	<u>8,514,654</u>	<u>18,893</u>
EXPENDITURES			
Current:			
Public Safety			
Fine and Forfeiture Crime Prevention	894,112	196,435	697,677
Court-Related			
Fines & Forfeitures	2,111,923	611,197	1,500,726
Total Expenditures	<u>3,006,035</u>	<u>807,632</u>	<u>2,198,403</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,489,726</u>	<u>7,707,022</u>	<u>2,217,296</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(8,247,890)	(7,950,005)	297,885
Total Other Financing Sources and (Uses)	<u>(8,247,890)</u>	<u>(7,950,005)</u>	<u>297,885</u>
Net Change in Fund Balance	(2,758,164)	(242,983)	2,515,181
Fund Balance - Beginning	<u>2,758,164</u>	<u>2,873,784</u>	<u>115,620</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,630,801</u>	<u>\$ 2,630,801</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
80% GAS TAX CONSTRUCTION FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 3,296,500	\$ 3,637,266	\$ 340,766
Investment Income	950	20,948	19,998
Total Revenues	<u>3,297,450</u>	<u>3,658,214</u>	<u>360,764</u>
EXPENDITURES			
Current:			
Transportation	<u>5,251,021</u>	<u>298,925</u>	<u>4,952,096</u>
Total Expenditures	<u>5,251,021</u>	<u>298,925</u>	<u>4,952,096</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,953,571)</u>	<u>3,359,289</u>	<u>5,312,860</u>
Net Change in Fund Balance	<u>(1,953,571)</u>	<u>3,359,289</u>	<u>5,312,860</u>
Fund Balance - Beginning	<u>1,953,571</u>	<u>3,987,054</u>	<u>2,033,483</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 7,346,343</u>	<u>\$ 7,346,343</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
20% GAS TAX CONSTRUCTION FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 826,500	\$ 909,317	\$ 82,817
Investment Income	1,045	7,653	6,608
Total Revenues	<u>827,545</u>	<u>916,970</u>	<u>89,425</u>
EXPENDITURES			
Current:			
Transportation	2,073,961	1,024,411	1,049,550
Total Expenditures	<u>2,073,961</u>	<u>1,024,411</u>	<u>1,049,550</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,246,416)</u>	<u>(107,441)</u>	<u>1,138,975</u>
Net Change in Fund Balance	(1,246,416)	(107,441)	1,138,975
Fund Balance - Beginning	<u>1,246,416</u>	<u>2,581,250</u>	<u>1,334,834</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,473,809</u>	<u>\$ 2,473,809</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
COUNTY TRANSPORTATION MAINTENANCE FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 12,455,415	\$ 13,859,137	\$ 1,403,722
Special Assessments	-	9,152	9,152
Permits and Fees	54,150	95,369	41,219
Intergovernmental Revenues	23,026,854	9,577,045	(13,449,809)
Charges for Services	178,676	293,683	115,007
Investment Income	14,250	138,322	124,072
Miscellaneous Revenues	96,064	525,507	429,443
Total Revenues	<u>35,825,409</u>	<u>24,498,215</u>	<u>(11,327,194)</u>
EXPENDITURES			
Current:			
Transportation	55,114,085	22,096,641	33,017,444
Total Expenditures	<u>55,114,085</u>	<u>22,096,641</u>	<u>33,017,444</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(19,288,676)</u>	<u>2,401,574</u>	<u>21,690,250</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	173,160	173,160	-
Issuance of Notes/Bonds Payable	10,505,000	46,092	(10,458,908)
Total Other Financing Sources and (Uses)	<u>10,678,160</u>	<u>219,252</u>	<u>(10,458,908)</u>
Net Change in Fund Balance	<u>(8,610,516)</u>	<u>2,620,826</u>	<u>11,231,342</u>
Fund Balance - Beginning	<u>8,610,516</u>	<u>12,367,897</u>	<u>3,757,381</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 14,988,723</u>	<u>\$ 14,988,723</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SIDEWALK CONSTRUCTION
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Permits and Fees	\$ 33,250	\$ 60,861	\$ 27,611
Investment Income	-	458	458
Total Revenues	<u>33,250</u>	<u>61,319</u>	<u>28,069</u>
EXPENDITURES			
Current:			
Transportation	<u>73,585</u>	<u>-</u>	<u>73,585</u>
Total Expenditures	<u>73,585</u>	<u>-</u>	<u>73,585</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(40,335)</u>	<u>61,319</u>	<u>101,654</u>
Net Change in Fund Balance	<u>(40,335)</u>	<u>61,319</u>	<u>101,654</u>
Fund Balance - Beginning	<u>40,335</u>	<u>50,682</u>	<u>10,347</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 112,001</u>	<u>\$ 112,001</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
DUNNELLON AIRPORT FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,954,916	\$ 1,021,088	\$ (933,828)
Charges for Services	697,340	524,237	(173,103)
Investment Income	380	469	89
Miscellaneous Revenues	-	230	230
Total Revenues	<u>2,652,636</u>	<u>1,546,024</u>	<u>(1,106,612)</u>
EXPENDITURES			
Current:			
Transportation	3,150,082	1,566,127	1,583,955
Total Expenditures	<u>3,150,082</u>	<u>1,566,127</u>	<u>1,583,955</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(497,446)</u>	<u>(20,103)</u>	<u>477,343</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	100,000	100,000	-
Total Other Financing Sources and (Uses)	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Net Change in Fund Balance	<u>(397,446)</u>	<u>79,897</u>	<u>477,343</u>
Fund Balance - Beginning	<u>397,446</u>	<u>320,444</u>	<u>(77,002)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 400,341</u>	<u>\$ 400,341</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
ALCOHOL AND DRUG ABUSE TRUST FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Court-Related Revenues	\$ 47,025	\$ 32,611	\$ (14,414)
Investment Income	-	536	536
Total Revenues	<u>47,025</u>	<u>33,147</u>	<u>(13,878)</u>
EXPENDITURES			
Current:			
Court-Related	131,206	45,601	85,605
Total Expenditures	<u>131,206</u>	<u>45,601</u>	<u>85,605</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(84,181)</u>	<u>(12,454)</u>	<u>71,727</u>
Net Change in Fund Balance	(84,181)	(12,454)	71,727
Fund Balance - Beginning	<u>84,181</u>	<u>119,980</u>	<u>35,799</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 107,526</u>	<u>\$ 107,526</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2nd LOCAL OPTION FUEL TAX FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 1,167,255	\$ 3,368,128	\$ 2,200,873
Investment Income	1,900	22,645	20,745
Total Revenues	<u>1,169,155</u>	<u>3,390,773</u>	<u>2,221,618</u>
EXPENDITURES			
Current:			
Transportation	2,513,628	458,721	2,054,907
Total Expenditures	<u>2,513,628</u>	<u>458,721</u>	<u>2,054,907</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,344,473)</u>	<u>2,932,052</u>	<u>4,276,525</u>
Net Change in Fund Balance	(1,344,473)	2,932,052	4,276,525
Fund Balance - Beginning	<u>1,344,473</u>	<u>4,211,090</u>	<u>2,866,617</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 7,143,142</u>	<u>\$ 7,143,142</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MARION COUNTY HEALTH DEPARTMENT FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 1,723,398	\$ 1,740,879	\$ 17,481
Investment Income	512	2,777	2,265
Miscellaneous Revenues	-	2,001	2,001
Total Revenues	<u>1,723,910</u>	<u>1,745,657</u>	<u>21,747</u>
EXPENDITURES			
Current:			
Human Services	1,782,080	1,736,798	45,282
Total Expenditures	<u>1,782,080</u>	<u>1,736,798</u>	<u>45,282</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(58,170)</u>	<u>8,859</u>	<u>67,029</u>
Net Change in Fund Balance	<u>(58,170)</u>	<u>8,859</u>	<u>67,029</u>
Fund Balance - Beginning	<u>58,170</u>	<u>64,632</u>	<u>6,462</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 73,491</u>	<u>\$ 73,491</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CRIMINAL JUSTICE COURT COSTS FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Court-Related Revenues	\$ 405,080	\$ 324,198	\$ (80,882)
Investment Income	28	334	306
Total Revenues	<u>405,108</u>	<u>324,532</u>	<u>(80,576)</u>
EXPENDITURES			
Current:			
General Government	39,603	-	39,603
Human Services	101,270	81,133	20,137
Court-Related	359,935	296,547	63,388
Total Expenditures	<u>500,808</u>	<u>377,680</u>	<u>123,128</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(95,700)</u>	<u>(53,148)</u>	<u>42,552</u>
Net Change in Fund Balance	(95,700)	(53,148)	42,552
Fund Balance - Beginning	<u>95,700</u>	<u>78,588</u>	<u>(17,112)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 25,440</u>	<u>\$ 25,440</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LAW ENFORCEMENT TRUST FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Judgments and Fines	\$ -	\$ 246,929	\$ 246,929
Investment Income	285	2,295	2,010
Total Revenues	<u>285</u>	<u>249,224</u>	<u>248,939</u>
EXPENDITURES			
Current:			
General Government	83,336	-	83,336
Total Expenditures	<u>83,336</u>	<u>-</u>	<u>83,336</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(83,051)</u>	<u>249,224</u>	<u>332,275</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(185,834)	(182,691)	3,143
Total Other Financing Sources and (Uses)	<u>(185,834)</u>	<u>(182,691)</u>	<u>3,143</u>
Net Change in Fund Balance	(268,885)	66,533	335,418
Fund Balance - Beginning	<u>268,885</u>	<u>333,540</u>	<u>64,655</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 400,073</u>	<u>\$ 400,073</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SHERIFF'S EDUCATIONAL FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Court-Related Revenues	\$ 82,650	\$ 80,420	\$ (2,230)
Investment Income	285	2,002	1,717
Total Revenues	<u>82,935</u>	<u>82,422</u>	<u>(513)</u>
EXPENDITURES			
Current:			
Public Safety	381,917	-	381,917
Total Expenditures	<u>381,917</u>	<u>-</u>	<u>381,917</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(298,982)</u>	<u>82,422</u>	<u>381,404</u>
Net Change in Fund Balance	<u>(298,982)</u>	<u>82,422</u>	<u>381,404</u>
Fund Balance - Beginning	<u>298,982</u>	<u>356,093</u>	<u>57,111</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 438,515</u>	<u>\$ 438,515</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
911 MANAGEMENT FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 1,400,300	\$ 1,495,141	\$ 94,841
Investment Income	2,850	11,723	8,873
Miscellaneous Revenues	-	443	443
Total Revenues	<u>1,403,150</u>	<u>1,507,307</u>	<u>104,157</u>
EXPENDITURES			
Current:			
Public Safety	4,386,970	1,186,883	3,200,087
Total Expenditures	<u>4,386,970</u>	<u>1,186,883</u>	<u>3,200,087</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,983,820)</u>	<u>320,424</u>	<u>3,304,244</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	80,053	80,053	-
Total Other Financing Sources and (Uses)	<u>80,053</u>	<u>80,053</u>	<u>-</u>
Net Change in Fund Balance	<u>(2,903,767)</u>	<u>400,477</u>	<u>3,304,244</u>
Fund Balance - Beginning	<u>2,903,767</u>	<u>2,300,076</u>	<u>(603,691)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,700,553</u>	<u>\$ 2,700,553</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
BUILDING DEPARTMENT FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 140,600	\$ 100,017	\$ (40,583)
Permits and Fees	2,612,500	3,419,932	807,432
Investment Income	3,800	20,461	16,661
Miscellaneous Revenues	8,170	29,737	21,567
Total Revenues	<u>2,765,070</u>	<u>3,570,147</u>	<u>805,077</u>
EXPENDITURES			
Current:			
Public Safety	6,133,355	2,744,440	3,388,915
Total Expenditures	<u>6,133,355</u>	<u>2,744,440</u>	<u>3,388,915</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,368,285)</u>	<u>825,707</u>	<u>4,193,992</u>
Net Change in Fund Balance	(3,368,285)	825,707	4,193,992
Fund Balance - Beginning	<u>3,368,285</u>	<u>3,694,653</u>	<u>326,368</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 4,520,360</u>	<u>\$ 4,520,360</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
TOURIST DEVELOPMENT FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 2,087,422	\$ 2,429,663	\$ 342,241
Investment Income	665	5,732	5,067
Miscellaneous Revenues	-	54,286	54,286
Total Revenues	<u>2,088,087</u>	<u>2,489,681</u>	<u>401,594</u>
EXPENDITURES			
Current:			
Economic Environment	<u>2,548,130</u>	<u>1,417,341</u>	<u>1,130,789</u>
Total Expenditures	<u>2,548,130</u>	<u>1,417,341</u>	<u>1,130,789</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(460,043)</u>	<u>1,072,340</u>	<u>1,532,383</u>
Net Change in Fund Balance	<u>(460,043)</u>	<u>1,072,340</u>	<u>1,532,383</u>
Fund Balance - Beginning	<u>460,043</u>	<u>554,349</u>	<u>94,306</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,626,689</u>	<u>\$ 1,626,689</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PARKS AND RECREATION FEES FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 1,190,601	\$ 1,341,949	\$ 151,348
Court-Related Revenues	-	170	170
Investment Income	3,325	15,480	12,155
Miscellaneous Revenues	-	808	808
Total Revenues	<u>1,193,926</u>	<u>1,358,407</u>	<u>164,481</u>
EXPENDITURES			
Current:			
Culture/Recreation	4,329,620	1,372,788	2,956,832
Total Expenditures	<u>4,329,620</u>	<u>1,372,788</u>	<u>2,956,832</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,135,694)</u>	<u>(14,381)</u>	<u>3,121,313</u>
Net Change in Fund Balance	(3,135,694)	(14,381)	3,121,313
Fund Balance - Beginning	<u>3,135,694</u>	<u>3,257,469</u>	<u>121,775</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 3,243,088</u>	<u>\$ 3,243,088</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LOCAL HOUSING ASSISTANCE TRUST FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,286,000	\$ 1,381,313	\$ 95,313
Investment Income	-	9,544	9,544
Miscellaneous Revenues	142,500	235,424	92,924
Total Revenues	<u>1,428,500</u>	<u>1,626,281</u>	<u>197,781</u>
EXPENDITURES			
Current:			
Economic Environment	2,045,904	961,704	1,084,200
Total Expenditures	<u>2,045,904</u>	<u>961,704</u>	<u>1,084,200</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(617,404)</u>	<u>664,577</u>	<u>1,281,981</u>
Net Change in Fund Balance	<u>(617,404)</u>	<u>664,577</u>	<u>1,281,981</u>
Fund Balance - Beginning	<u>617,404</u>	<u>1,335,546</u>	<u>718,142</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,000,123</u>	<u>\$ 2,000,123</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MEDICAL EXAMINER
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,879,947	\$ 1,879,947	\$ -
Charges for Services	353,971	405,176	51,205
Investment Income	-	2,707	2,707
Total Revenues	<u>2,233,918</u>	<u>2,287,830</u>	<u>53,912</u>
EXPENDITURES			
Current:			
Public Safety	<u>3,421,403</u>	<u>3,055,988</u>	<u>365,415</u>
Total Expenditures	<u>3,421,403</u>	<u>3,055,988</u>	<u>365,415</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,187,485)</u>	<u>(768,158)</u>	<u>419,327</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	<u>871,393</u>	<u>871,393</u>	<u>-</u>
Total Other Financing Sources and (Uses)	<u>871,393</u>	<u>871,393</u>	<u>-</u>
Net Change in Fund Balance	<u>(316,092)</u>	<u>103,235</u>	<u>419,327</u>
Fund Balance - Beginning	<u>316,092</u>	<u>510,545</u>	<u>194,453</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 613,780</u>	<u>\$ 613,780</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE ORDINANCE TRUST DISTRICT 1
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ 121,125	\$ 6,099	\$ (115,026)
Investment Income	119	502	383
Total Revenues	<u>121,244</u>	<u>6,601</u>	<u>(114,643)</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, District 1	211,060	-	211,060
Total Expenditures	<u>211,060</u>	<u>-</u>	<u>211,060</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(89,816)</u>	<u>6,601</u>	<u>96,417</u>
Net Change in Fund Balance	(89,816)	6,601	96,417
Fund Balance - Beginning	<u>89,816</u>	<u>98,215</u>	<u>8,399</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 104,816</u>	<u>\$ 104,816</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE ORDINANCE TRUST DISTRICT 2
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ 90,250	\$ -	\$ (90,250)
Investment Income	1,900	1,872	(28)
Total Revenues	<u>92,150</u>	<u>1,872</u>	<u>(90,278)</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, District 2	593,550	497,212	96,338
Total Expenditures	<u>593,550</u>	<u>497,212</u>	<u>96,338</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(501,400)</u>	<u>(495,340)</u>	<u>6,060</u>
Net Change in Fund Balance	(501,400)	(495,340)	6,060
Fund Balance - Beginning	<u>501,400</u>	<u>515,711</u>	<u>14,311</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 20,371</u>	<u>\$ 20,371</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE ORDINANCE TRUST DISTRICT 3
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ 320,625	\$ 5,462	\$ (315,163)
Investment Income	1,330	1,905	575
Total Revenues	<u>321,955</u>	<u>7,367</u>	<u>(314,588)</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, District 3	768,493	21,032	747,461
Total Expenditures	<u>768,493</u>	<u>21,032</u>	<u>747,461</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(446,538)</u>	<u>(13,665)</u>	<u>432,873</u>
Net Change in Fund Balance	(446,538)	(13,665)	432,873
Fund Balance - Beginning	<u>446,538</u>	<u>454,793</u>	<u>8,255</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 441,128</u>	<u>\$ 441,128</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE ORDINANCE TRUST DISTRICT 4
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ 722,000	\$ 2,212	\$ (719,788)
Investment Income	17,100	25,546	8,446
Total Revenues	<u>739,100</u>	<u>27,758</u>	<u>(711,342)</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, District 4	4,192,838	567,793	3,625,045
Total Expenditures	<u>4,192,838</u>	<u>567,793</u>	<u>3,625,045</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,453,738)</u>	<u>(540,035)</u>	<u>2,913,703</u>
Net Change in Fund Balance	<u>(3,453,738)</u>	<u>(540,035)</u>	<u>2,913,703</u>
Fund Balance - Beginning	<u>3,453,738</u>	<u>3,680,697</u>	<u>226,959</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 3,140,662</u>	<u>\$ 3,140,662</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RAINBOW LAKES ESTATES MSD FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 205,218	\$ 208,093	\$ 2,875
Permits and Fees	130,718	144,862	14,144
Charges for Services	85	36	(49)
Investment Income	2,185	5,710	3,525
Miscellaneous Revenues	5,438	5,908	470
Total Revenues	<u>343,644</u>	<u>364,609</u>	<u>20,965</u>
EXPENDITURES			
Current:			
General Government	981,342	181,988	799,354
Transportation	317,694	189,864	127,830
Total Expenditures	<u>1,299,036</u>	<u>371,852</u>	<u>927,184</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(955,392)</u>	<u>(7,243)</u>	<u>948,149</u>
Net Change in Fund Balance	(955,392)	(7,243)	948,149
Fund Balance - Beginning	<u>955,392</u>	<u>1,075,867</u>	<u>120,475</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,068,624</u>	<u>\$ 1,068,624</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RAINBOW LAKES ESTATES FIRE PROTECTION FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 179,806	\$ 177,539	\$ (2,267)
Investment Income	494	3,075	2,581
Miscellaneous Revenues	-	12,880	12,880
Total Revenues	<u>180,300</u>	<u>193,494</u>	<u>13,194</u>
EXPENDITURES			
Current:			
Public Safety	<u>657,237</u>	<u>110,039</u>	<u>547,198</u>
Total Expenditures	<u>657,237</u>	<u>110,039</u>	<u>547,198</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(476,937)</u>	<u>83,455</u>	<u>560,392</u>
Net Change in Fund Balance	<u>(476,937)</u>	<u>83,455</u>	<u>560,392</u>
Fund Balance - Beginning	<u>476,937</u>	<u>525,604</u>	<u>48,667</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 609,059</u>	<u>\$ 609,059</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MARION OAKS MSTU FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 383,105	\$ 390,099	\$ 6,994
Charges for Services	-	9	9
Investment Income	1,862	8,060	6,198
Miscellaneous Revenues	66,500	67,057	557
Total Revenues	<u>451,467</u>	<u>465,225</u>	<u>13,758</u>
EXPENDITURES			
Current:			
General Government	1,962,792	724,719	1,238,073
Total Expenditures	<u>1,962,792</u>	<u>724,719</u>	<u>1,238,073</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,511,325)</u>	<u>(259,494)</u>	<u>1,251,831</u>
Net Change in Fund Balance	(1,511,325)	(259,494)	1,251,831
Fund Balance - Beginning	<u>1,511,325</u>	<u>1,634,178</u>	<u>122,853</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,374,684</u>	<u>\$ 1,374,684</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MSTU/MSBU FOR ROAD IMPROVEMENTS SPECIAL ASSESSMENT FUNDS
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 3,571,714	\$ 3,678,689	\$ 106,975
Investment Income	4,559	34,520	29,961
Total Revenues	<u>3,576,273</u>	<u>3,713,209</u>	<u>136,936</u>
EXPENDITURES			
Current:			
Transportation			
Rainbow Laks Estates MSTU	1,003,339	44,252	959,087
Silver Springs Shores MSTU	2,870,157	1,765,530	1,104,627
Lake Tropicana MSTU	112,703	4,437	108,266
Golden Hills MSTU	168,591	3,272	165,319
Kingsland -Waterway MSBU	545,367	9,550	535,817
Kingsland -Forrest Glenn MSBU	643,148	562,670	80,478
Silver Spring Acres MSBU	214,240	78,701	135,539
Ocala Water Way Estates MSBU	147,190	26,645	120,545
NW 17-Northwoods MSBU	8,401	479	7,922
Rainbow Park 1,2 MSBU	513,025	13,905	499,120
Pine Run Estates MSTU	114,254	54,202	60,052
Woods and Lakes MSTU	256,354	11,570	244,784
Marion Oaks Road Improvement	1,963,164	805,965	1,157,199
Paradise Farms Road Mowing	13,680	8,282	5,398
Stonecrest Center MSBU	21,103	3,254	17,849
Total Expenditures	<u>8,594,716</u>	<u>3,392,714</u>	<u>5,202,002</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,018,443)</u>	<u>320,495</u>	<u>5,338,938</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(123,413)	(123,413)	-
Total Other Financing Sources and (Uses)	<u>(123,413)</u>	<u>(123,413)</u>	<u>-</u>
Net Change in Fund Balance	<u>(5,141,856)</u>	<u>197,082</u>	<u>5,338,938</u>
Fund Balance - Beginning	<u>5,141,856</u>	<u>6,088,449</u>	<u>946,593</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 6,285,531</u>	<u>\$ 6,285,531</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SILVER SPRINGS SHORES MSTU
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 532,127	\$ 541,490	\$ 9,363
Charges for Services	-	12	12
Investment Income	475	3,265	2,790
Miscellaneous Revenues	10,640	18,163	7,523
Total Revenues	<u>543,242</u>	<u>562,930</u>	<u>19,688</u>
EXPENDITURES			
Current:			
Transportation	46,000	37,293	8,707
Culture/Recreation	957,605	566,162	391,443
Total Expenditures	<u>1,003,605</u>	<u>603,455</u>	<u>400,150</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(460,363)</u>	<u>(40,525)</u>	<u>419,838</u>
Net Change in Fund Balance	(460,363)	(40,525)	419,838
Fund Balance - Beginning	<u>460,363</u>	<u>536,114</u>	<u>75,751</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 495,589</u>	<u>\$ 495,589</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MSTU/MSBU FOR RECREATION SPECIAL ASSESSMENT FUNDS
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 57,575	\$ 58,243	\$ 668
Charges for Services	-	1	1
Investment Income	228	774	546
Miscellaneous Revenues	3,876	3,175	(701)
Total Revenues	<u>61,679</u>	<u>62,193</u>	<u>514</u>
EXPENDITURES			
Current:			
Recreation			
Rainbow Lakes Recreation Facility	122,290	41,222	81,068
Hills of Ocala for Recreation	63,193	33,368	29,825
Total Expenditures	<u>185,483</u>	<u>74,590</u>	<u>110,893</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(123,804)</u>	<u>(12,397)</u>	<u>111,407</u>
Net Change in Fund Balance	<u>(123,804)</u>	<u>(12,397)</u>	<u>111,407</u>
Fund Balance - Beginning	<u>123,804</u>	<u>142,442</u>	<u>18,638</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 130,045</u>	<u>\$ 130,045</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MSTU FOR STREET LIGHTING SPECIAL ASSESSMENT FUNDS
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 842,719	\$ 865,047	\$ 22,328
Investment Income	1,936	6,485	4,549
Miscellaneous Revenues	-	4	4
Total Revenues	<u>844,655</u>	<u>871,536</u>	<u>26,881</u>
EXPENDITURES			
Current:			
Transportation			
Indian Meadow MSTU	5,410	2,519	2,891
Ocala Heights MSTU	34,204	3,292	30,912
Bahia Oaks MSTU	25,934	11,779	14,155
Boardman MSTU	10,597	4,207	6,390
Doublegate MSTU	2,760	2,210	550
Hickory Hills MSTU	4,726	2,259	2,467
Raven Hills MSTU	9,868	2,104	7,764
Churchill Subdivision MSTU	6,603	2,092	4,511
Little Lake Weir MSTU	82,503	15,303	67,200
Rainbow's End MSTU	158,910	1,749	157,161
Marion Oaks MSTU	1,221,899	734,047	487,852
Citrus Park MSTU	12,735	4,260	8,475
Boulder Hill MSTU	6,719	1,105	5,614
Total Expenditures	<u>1,582,868</u>	<u>786,926</u>	<u>795,942</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(738,213)</u>	<u>84,610</u>	<u>822,823</u>
Net Change in Fund Balance	<u>(738,213)</u>	<u>84,610</u>	<u>822,823</u>
Fund Balance - Beginning	<u>738,213</u>	<u>1,107,428</u>	<u>369,215</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,192,038</u>	<u>\$ 1,192,038</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FIRE RESCUE IMPACT FEES FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ 6,650	\$ 972	\$ (5,678)
Investment Income	-	1,655	1,655
Total Revenues	<u>6,650</u>	<u>2,627</u>	<u>(4,023)</u>
EXPENDITURES			
Current:			
Public Safety	<u>206,687</u>	-	<u>206,687</u>
Total Expenditures	<u>206,687</u>	-	<u>206,687</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(200,037)</u>	<u>2,627</u>	<u>202,664</u>
Net Change in Fund Balance	<u>(200,037)</u>	<u>2,627</u>	<u>202,664</u>
Fund Balance - Beginning	<u>200,037</u>	<u>331,956</u>	<u>131,919</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 334,583</u>	<u>\$ 334,583</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
STORMWATER PROGRAM
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 3,519,497	\$ 3,600,858	\$ 81,361
Intergovernmental Revenues	-	87,012	87,012
Charges for Services	-	7,814	7,814
Investment Income	48,735	148,057	99,322
Miscellaneous Revenues	-	27,467	27,467
Total Revenues	<u>3,568,232</u>	<u>3,871,208</u>	<u>302,976</u>
EXPENDITURES			
Current:			
Physical Environment	13,429,802	3,305,653	10,124,149
Total Expenditures	<u>13,429,802</u>	<u>3,305,653</u>	<u>10,124,149</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,861,570)</u>	<u>565,555</u>	<u>10,427,125</u>
Net Change in Fund Balance	(9,861,570)	565,555	10,427,125
Fund Balance - Beginning	<u>9,861,570</u>	<u>12,334,793</u>	<u>2,473,223</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 12,900,348</u>	<u>\$ 12,900,348</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MSTU FOR GENERAL SERVICES SPECIAL ASSESSMENT FUNDS
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 42,584	\$ 42,744	\$ 160
Investment Income	47	323	276
Total Revenues	<u>42,631</u>	<u>43,067</u>	<u>436</u>
EXPENDITURES			
Current:			
General Government			
Tompkins and Georges Addition	13,519	9,281	4,238
Country Estates Buffington Addition	5,199	1,683	3,516
Wineberry MSTU	6,572	2,605	3,967
Golden Hills MSTU	71,748	11,520	60,228
Delcrest MSTU	10,993	1,349	9,644
Bellaire MSTU	7,581	1,796	5,785
Total Expenditures	<u>115,612</u>	<u>28,234</u>	<u>87,378</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(72,981)</u>	<u>14,833</u>	<u>87,814</u>
Net Change in Fund Balance	(72,981)	14,833	87,814
Fund Balance - Beginning	<u>72,981</u>	<u>46,139</u>	<u>(26,842)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 60,972</u>	<u>\$ 60,972</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CLERK OF THE CIRCUIT COURT TRUST FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 608,527	\$ 706,755	\$ 98,228
Judgments and Fines	350,000	402,027	52,027
Investment Income	460	3,631	3,171
Total Revenues	<u>958,987</u>	<u>1,112,413</u>	<u>153,426</u>
EXPENDITURES			
Current:			
General Government	230,215	4,233	225,982
Court-Related	1,173,462	512,715	660,747
Total Expenditures	<u>1,403,677</u>	<u>516,948</u>	<u>886,729</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(444,690)</u>	<u>595,465</u>	<u>1,040,155</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	5,251	5,251	-
Total Other Financing Sources and (Uses)	<u>5,251</u>	<u>5,251</u>	<u>-</u>
Net Change in Fund Balance	(439,439)	600,716	1,040,155
Fund Balance - Beginning	<u>439,439</u>	<u>730,664</u>	<u>291,225</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,331,380</u>	<u>\$ 1,331,380</u>



MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
September 30, 2016

	Parks and Land Acquisition Debt Service	Public Improvement Transportation Debt Service	Special Assessment Bonds, Series 2004C	Special Assessment Bonds, Series 2005A
ASSETS				
Cash and Cash Equivalents	\$ 265,809	\$ 2,511,821	\$ -	\$ -
Special Assessments Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	1,282	291,436	-	-
Total Assets	<u>\$ 267,091</u>	<u>\$ 2,803,257</u>	<u>\$ -</u>	<u>\$ -</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Assessments	\$ -	\$ -	\$ -	\$ -
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Restricted for:				
Debt Service Reserve	267,091	2,803,257	-	-
Total Fund Balances	<u>267,091</u>	<u>2,803,257</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources, and Fund Balances	<u>\$ 267,091</u>	<u>\$ 2,803,257</u>	<u>\$ -</u>	<u>\$ -</u>

Special Assessment Bonds, Series 2006A	Special Assessment Bonds, Series 2007A	Special Assessment Bonds, Series 2007B	Special Assessment Bonds, Series 2008A	Special Assessment Bonds, Series 2008B	Special Assessment Bonds, Series 2009A
\$ 90,155	\$ 84,903	\$ 51,780	\$ 137,915	\$ 52,433	\$ 53,985
-	-	326,297	-	649,889	46,692
489	-	385	1,426	-	1,216
-	-	-	-	-	-
<u>\$ 90,644</u>	<u>\$ 84,903</u>	<u>\$ 378,462</u>	<u>\$ 139,341</u>	<u>\$ 702,322</u>	<u>\$ 101,893</u>
\$ -	\$ -	\$ 326,297	\$ -	\$ 649,889	\$ 46,692
-	-	326,297	-	649,889	46,692
90,644	84,903	52,165	139,341	52,433	55,201
<u>90,644</u>	<u>84,903</u>	<u>52,165</u>	<u>139,341</u>	<u>52,433</u>	<u>55,201</u>
<u>\$ 90,644</u>	<u>\$ 84,903</u>	<u>\$ 378,462</u>	<u>\$ 139,341</u>	<u>\$ 702,322</u>	<u>\$ 101,893</u>

(Continued)

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
September 30, 2016

	Special Assessment Bonds, Series 2010A	Special Assessment Bonds, Series 2011A	Special Assessment Bonds, Series 2012A	Special Assessment Bonds, Series 2013A
ASSETS				
Cash and Cash Equivalents	\$ 14,130	\$ 100,299	\$ 76,045	\$ 72,650
Special Assessments Receivable	238,757	1,028,586	883,137	1,050,599
Due from Other Funds	410	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 253,297</u>	<u>\$ 1,128,885</u>	<u>\$ 959,182</u>	<u>\$ 1,123,249</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Assessments	\$ 238,757	\$ 1,028,586	\$ 883,137	\$ 1,050,599
Total Deferred Inflows of Resources	<u>238,757</u>	<u>1,028,586</u>	<u>883,137</u>	<u>1,050,599</u>
FUND BALANCES				
Restricted for:				
Debt Service Reserve	14,540	100,299	76,045	72,650
Total Fund Balances	<u>14,540</u>	<u>100,299</u>	<u>76,045</u>	<u>72,650</u>
Total Deferred Inflows of Resources, and Fund Balances	<u>\$ 253,297</u>	<u>\$ 1,128,885</u>	<u>\$ 959,182</u>	<u>\$ 1,123,249</u>

Special Assessment Bonds, Series 2014A	Special Assessment Bonds, Series 2015A	Special Assessment Bonds, Series 2016A	Total Nonmajor Debt Service Funds
\$ 141,931	\$ 10,385	\$ -	\$ 3,664,241
2,172,815	240,749	1,003,332	7,640,853
7,750	-	-	11,676
-	-	-	292,718
<u>\$ 2,322,496</u>	<u>\$ 251,134</u>	<u>\$ 1,003,332</u>	<u>\$ 11,609,488</u>
\$ 2,172,815	\$ 240,749	\$ 1,003,332	\$ 7,640,853
<u>2,172,815</u>	<u>240,749</u>	<u>1,003,332</u>	<u>7,640,853</u>
149,681	10,385	-	3,968,635
<u>149,681</u>	<u>10,385</u>	<u>-</u>	<u>3,968,635</u>
<u>\$ 2,322,496</u>	<u>\$ 251,134</u>	<u>\$ 1,003,332</u>	<u>\$ 11,609,488</u>

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

	Parks and Land Acquisition Debt Service	Public Improvement Transportation Debt Service	Special Assessment Bonds, Series 2004C
REVENUES			
Taxes	\$ 870,676	\$ 2,911,165	\$ -
Special Assessments	-	-	-
Investment Income	3,520	1,295	-
Total Revenues	<u>874,196</u>	<u>2,912,460</u>	<u>-</u>
EXPENDITURES			
Debt Service			
Principal Retirement	680,000	2,295,000	-
Interest and Fiscal Charges	99,997	1,303,387	-
Bond Issuance Cost	-	199,723	-
Total Expenditures	<u>779,997</u>	<u>3,798,110</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>94,199</u>	<u>(885,650)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	-	-	(3,687)
Issuance of Notes/Bonds Payable	-	34,420,000	-
Payments to Refunded Bonds Escrow Agent	-	(36,148,633)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(1,728,633)</u>	<u>(3,687)</u>
Net Change in Fund Balances	<u>94,199</u>	<u>(2,614,283)</u>	<u>(3,687)</u>
Fund Balances - Beginning	<u>172,892</u>	<u>5,417,540</u>	<u>3,687</u>
Fund Balances - Ending	<u>\$ 267,091</u>	<u>\$ 2,803,257</u>	<u>\$ -</u>

Special Assessment Bonds, Series 2005A	Special Assessment Bonds, Series 2006A	Special Assessment Bonds, Series 2007A	Special Assessment Bonds, Series 2007B	Special Assessment Bonds, Series 2008A	Special Assessment Bonds, Series 2008B
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	194,161	235,805	168,940	372,882	340,597
261	331	488	318	863	10
<u>261</u>	<u>194,492</u>	<u>236,293</u>	<u>169,258</u>	<u>373,745</u>	<u>340,607</u>
14,217	138,449	218,995	137,587	374,841	248,394
680	8,409	15,910	11,038	21,943	49,297
-	-	-	-	-	-
<u>14,897</u>	<u>146,858</u>	<u>234,905</u>	<u>148,625</u>	<u>396,784</u>	<u>297,691</u>
(14,636)	47,634	1,388	20,633	(23,039)	42,916
(46,060)	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(46,060)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(60,696)	47,634	1,388	20,633	(23,039)	42,916
60,696	43,010	83,515	31,532	162,380	9,517
<u>\$ -</u>	<u>\$ 90,644</u>	<u>\$ 84,903</u>	<u>\$ 52,165</u>	<u>\$ 139,341</u>	<u>\$ 52,433</u>

(Continued)

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

	Special Assessment Bonds, Series 2009A	Special Assessment Bonds, Series 2010A	Special Assessment Bonds, Series 2011A	Special Assessment Bonds, Series 2012A
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Special Assessments	166,000	55,387	309,394	221,604
Investment Income	7	73	493	499
Total Revenues	<u>166,007</u>	<u>55,460</u>	<u>309,887</u>	<u>222,103</u>
EXPENDITURES				
Debt Service				
Principal Retirement	96,272	34,122	235,806	184,938
Interest and Fiscal Charges	21,911	6,798	42,819	31,239
Bond Issuance Cost	-	-	-	-
Total Expenditures	<u>118,183</u>	<u>40,920</u>	<u>278,625</u>	<u>216,177</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>47,824</u>	<u>14,540</u>	<u>31,262</u>	<u>5,926</u>
OTHER FINANCING SOURCES (USES)				
Transfers (Out)	-	-	-	-
Issuance of Notes/Bonds Payable	-	-	-	-
Payments to Refunded Bonds Escrow Agent	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	47,824	14,540	31,262	5,926
Fund Balances - Beginning	<u>7,377</u>	<u>-</u>	<u>69,037</u>	<u>70,119</u>
Fund Balances - Ending	<u>\$ 55,201</u>	<u>\$ 14,540</u>	<u>\$ 100,299</u>	<u>\$ 76,045</u>

Special Assessment Bonds, Series 2013A	Special Assessment Bonds, Series 2014A	Special Assessment Bonds, Series 2015A	Special Assessment Bonds, Series 2016A	Total Nonmajor Debt Service Funds
\$ -	\$ -	\$ -	\$ -	\$ 3,781,841
215,044	401,027	39,855	-	2,720,696
384	924	53	-	9,519
<u>215,428</u>	<u>401,951</u>	<u>39,908</u>	<u>-</u>	<u>6,512,056</u>
159,891	313,647	25,371	-	5,157,530
33,254	81,416	4,152	-	1,732,250
-	-	-	-	199,723
<u>193,145</u>	<u>395,063</u>	<u>29,523</u>	<u>-</u>	<u>7,089,503</u>
<u>22,283</u>	<u>6,888</u>	<u>10,385</u>	<u>-</u>	<u>(577,447)</u>
-	-	-	-	(49,747)
-	-	-	-	34,420,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(36,148,633)</u>
-	-	-	-	(1,778,380)
22,283	6,888	10,385	-	(2,355,827)
50,367	142,793	-	-	6,324,462
<u>\$ 72,650</u>	<u>\$ 149,681</u>	<u>\$ 10,385</u>	<u>\$ -</u>	<u>\$ 3,968,635</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PARKS AND LAND ACQUISITION DEBT SERVICE
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Taxes	\$ 861,700	\$ 870,676	\$ 8,976
Investment Income	712	3,520	2,808
Total Revenues	<u>862,412</u>	<u>874,196</u>	<u>11,784</u>
EXPENDITURES			
Debt Service			
Principal Retirement	680,000	680,000	-
Interest and Fiscal Charges	100,098	99,997	101
Miscellaneous	15	-	15
Total Expenditures	<u>780,113</u>	<u>779,997</u>	<u>116</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>82,299</u>	<u>94,199</u>	<u>11,900</u>
OTHER FINANCING SOURCES (USES)			
Reserve for Debt Service	(256,115)	-	256,115
Total Other Financing Sources and (Uses)	<u>(256,115)</u>	<u>-</u>	<u>256,115</u>
Net Change in Fund Balance	(173,816)	94,199	268,015
Fund Balance - Beginning	<u>173,816</u>	<u>172,892</u>	<u>(924)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 267,091</u>	<u>\$ 267,091</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PUBLIC IMPROVEMENT TRANSPORTATION DEBT SERVICE
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Taxes	\$ 4,043,711	\$ 2,911,165	\$ (1,132,546)
Investment Income	760	1,295	535
Total Revenues	<u>4,044,471</u>	<u>2,912,460</u>	<u>(1,132,011)</u>
EXPENDITURES			
Debt Service			
Principal Retirement	2,295,000	2,295,000	-
Interest and Fiscal Charges	1,304,139	1,303,387	752
Bond Issuance Cost	199,723	199,723	-
Miscellaneous	25	-	25
Total Expenditures	<u>3,798,887</u>	<u>3,798,110</u>	<u>777</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>245,584</u>	<u>(885,650)</u>	<u>(1,131,234)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of Notes/Bonds Payable	34,420,000	34,420,000	-
Payments to Refunded Bonds Escrow Agent	(36,148,633)	(36,148,633)	-
Reserve for Debt Service	(3,934,491)	-	3,934,491
Total Other Financing Sources and (Uses)	<u>(5,663,124)</u>	<u>(1,728,633)</u>	<u>3,934,491</u>
Net Change in Fund Balance	<u>(5,417,540)</u>	<u>(2,614,283)</u>	<u>2,803,257</u>
Fund Balance - Beginning	<u>5,417,540</u>	<u>5,417,540</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,803,257</u>	<u>\$ 2,803,257</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2004C
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	\$ (3,687)	\$ (3,687)	\$ -
Total Other Financing Sources and (Uses)	<u>(3,687)</u>	<u>(3,687)</u>	<u>-</u>
Net Change in Fund Balance	(3,687)	(3,687)	-
Fund Balance - Beginning	<u>3,687</u>	<u>3,687</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2005A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Investment Income	\$ 261	\$ 261	\$ -
Total Revenues	<u>261</u>	<u>261</u>	<u>-</u>
EXPENDITURES			
Debt Service			
Principal Retirement	14,218	14,217	1
Interest and Fiscal Charges	680	680	-
Total Expenditures	<u>14,898</u>	<u>14,897</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(14,637)</u>	<u>(14,636)</u>	<u>1</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(46,060)	(46,060)	-
Total Other Financing Sources and (Uses)	<u>(46,060)</u>	<u>(46,060)</u>	<u>-</u>
Net Change in Fund Balance	(60,697)	(60,696)	1
Fund Balance - Beginning	<u>60,697</u>	<u>60,696</u>	<u>(1)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2006A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 188,891	\$ 194,161	\$ 5,270
Investment Income	328	331	3
Total Revenues	<u>189,219</u>	<u>194,492</u>	<u>5,273</u>
EXPENDITURES			
Debt Service			
Principal Retirement	223,819	138,449	85,370
Interest and Fiscal Charges	8,409	8,409	-
Total Expenditures	<u>232,228</u>	<u>146,858</u>	<u>85,370</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(43,009)</u>	<u>47,634</u>	<u>90,643</u>
Net Change in Fund Balance	(43,009)	47,634	90,643
Fund Balance - Beginning	<u>43,009</u>	<u>43,010</u>	<u>1</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 90,644</u>	<u>\$ 90,644</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2007A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 226,290	\$ 235,805	\$ 9,515
Investment Income	482	488	6
Total Revenues	<u>226,772</u>	<u>236,293</u>	<u>9,521</u>
EXPENDITURES			
Debt Service			
Principal Retirement	294,377	218,995	75,382
Interest and Fiscal Charges	15,910	15,910	-
Total Expenditures	<u>310,287</u>	<u>234,905</u>	<u>75,382</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(83,515)</u>	<u>1,388</u>	<u>84,903</u>
Net Change in Fund Balance	<u>(83,515)</u>	<u>1,388</u>	<u>84,903</u>
Fund Balance - Beginning	<u>83,515</u>	<u>83,515</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 84,903</u>	<u>\$ 84,903</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2007B
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 164,522	\$ 168,940	\$ 4,418
Investment Income	310	318	8
Total Revenues	<u>164,832</u>	<u>169,258</u>	<u>4,426</u>
EXPENDITURES			
Debt Service			
Principal Retirement	185,327	137,587	47,740
Interest and Fiscal Charges	11,038	11,038	-
Total Expenditures	<u>196,365</u>	<u>148,625</u>	<u>47,740</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(31,533)</u>	<u>20,633</u>	<u>52,166</u>
Net Change in Fund Balance	<u>(31,533)</u>	<u>20,633</u>	<u>52,166</u>
Fund Balance - Beginning	<u>31,533</u>	<u>31,532</u>	<u>(1)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 52,165</u>	<u>\$ 52,165</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2008A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 363,593	\$ 372,882	\$ 9,289
Investment Income	855	863	8
Total Revenues	<u>364,448</u>	<u>373,745</u>	<u>9,297</u>
EXPENDITURES			
Debt Service			
Principal Retirement	504,884	374,841	130,043
Interest and Fiscal Charges	21,944	21,943	1
Total Expenditures	<u>526,828</u>	<u>396,784</u>	<u>130,044</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(162,380)</u>	<u>(23,039)</u>	<u>139,341</u>
Net Change in Fund Balance	<u>(162,380)</u>	<u>(23,039)</u>	<u>139,341</u>
Fund Balance - Beginning	<u>162,380</u>	<u>162,380</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 139,341</u>	<u>\$ 139,341</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2008B
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 279,239	\$ 340,597	\$ 61,358
Investment Income	238	10	(228)
Total Revenues	<u>279,477</u>	<u>340,607</u>	<u>61,130</u>
EXPENDITURES			
Debt Service			
Principal Retirement	248,395	248,394	1
Interest and Fiscal Charges	49,298	49,297	1
Total Expenditures	<u>297,693</u>	<u>297,691</u>	<u>2</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(18,216)</u>	<u>42,916</u>	<u>61,132</u>
Net Change in Fund Balance	(18,216)	42,916	61,132
Fund Balance - Beginning	<u>18,216</u>	<u>9,517</u>	<u>(8,699)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 52,433</u>	<u>\$ 52,433</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2009A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 79,479	\$ 166,000	\$ 86,521
Investment Income	95	7	(88)
Total Revenues	<u>79,574</u>	<u>166,007</u>	<u>86,433</u>
EXPENDITURES			
Debt Service			
Principal Retirement	96,273	96,272	1
Interest and Fiscal Charges	21,911	21,911	-
Total Expenditures	<u>118,184</u>	<u>118,183</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(38,610)</u>	<u>47,824</u>	<u>86,434</u>
Net Change in Fund Balance	(38,610)	47,824	86,434
Fund Balance - Beginning	<u>38,610</u>	<u>7,377</u>	<u>(31,233)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 55,201</u>	<u>\$ 55,201</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2010A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 25,968	\$ 55,387	\$ 29,419
Investment Income	19	73	54
Total Revenues	<u>25,987</u>	<u>55,460</u>	<u>29,473</u>
EXPENDITURES			
Debt Service			
Principal Retirement	34,123	34,122	1
Interest and Fiscal Charges	6,798	6,798	-
Total Expenditures	<u>40,921</u>	<u>40,920</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(14,934)</u>	<u>14,540</u>	<u>29,474</u>
Net Change in Fund Balance	(14,934)	14,540	29,474
Fund Balance - Beginning	<u>14,934</u>	<u>-</u>	<u>(14,934)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 14,540</u>	<u>\$ 14,540</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2011A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 232,424	\$ 309,394	\$ 76,970
Investment Income	95	493	398
Total Revenues	<u>232,519</u>	<u>309,887</u>	<u>77,368</u>
EXPENDITURES			
Debt Service			
Principal Retirement	235,807	235,806	1
Interest and Fiscal Charges	42,820	42,819	1
Total Expenditures	<u>278,627</u>	<u>278,625</u>	<u>2</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(46,108)</u>	<u>31,262</u>	<u>77,370</u>
Net Change in Fund Balance	(46,108)	31,262	77,370
Fund Balance - Beginning	<u>46,108</u>	<u>69,037</u>	<u>22,929</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 100,299</u>	<u>\$ 100,299</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2012A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 213,200	\$ 221,604	\$ 8,404
Investment Income	495	499	4
Total Revenues	<u>213,695</u>	<u>222,103</u>	<u>8,408</u>
EXPENDITURES			
Debt Service			
Principal Retirement	252,574	184,938	67,636
Interest and Fiscal Charges	31,239	31,239	-
Total Expenditures	<u>283,813</u>	<u>216,177</u>	<u>67,636</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(70,118)</u>	<u>5,926</u>	<u>76,044</u>
Net Change in Fund Balance	<u>(70,118)</u>	<u>5,926</u>	<u>76,044</u>
Fund Balance - Beginning	<u>70,118</u>	<u>70,119</u>	<u>1</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 76,045</u>	<u>\$ 76,045</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2013A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 152,655	\$ 215,044	\$ 62,389
Investment Income	72	384	312
Total Revenues	<u>152,727</u>	<u>215,428</u>	<u>62,701</u>
EXPENDITURES			
Debt Service			
Principal Retirement	159,891	159,891	-
Interest and Fiscal Charges	33,255	33,254	1
Total Expenditures	<u>193,146</u>	<u>193,145</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(40,419)</u>	<u>22,283</u>	<u>62,702</u>
Net Change in Fund Balance	(40,419)	22,283	62,702
Fund Balance - Beginning	<u>40,419</u>	<u>50,367</u>	<u>9,948</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 72,650</u>	<u>\$ 72,650</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2014A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 386,239	\$ 401,027	\$ 14,788
Investment Income	917	924	7
Total Revenues	<u>387,156</u>	<u>401,951</u>	<u>14,795</u>
EXPENDITURES			
Debt Service			
Principal Retirement	448,533	313,647	134,886
Interest and Fiscal Charges	81,416	81,416	-
Total Expenditures	<u>529,949</u>	<u>395,063</u>	<u>134,886</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(142,793)</u>	<u>6,888</u>	<u>149,681</u>
Net Change in Fund Balance	<u>(142,793)</u>	<u>6,888</u>	<u>149,681</u>
Fund Balance - Beginning	<u>142,793</u>	<u>142,793</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 149,681</u>	<u>\$ 149,681</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2015A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 39,855	\$ 39,855	\$ -
Investment Income	53	53	-
Total Revenues	<u>39,908</u>	<u>39,908</u>	<u>-</u>
EXPENDITURES			
Principal Retirement	35,756	25,371	10,385
Interest and Fiscal Charges	4,152	4,152	-
Total Expenditures	<u>39,908</u>	<u>29,523</u>	<u>10,385</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>10,385</u>	<u>10,385</u>
Net Change in Fund Balance	<u>-</u>	<u>10,385</u>	<u>10,385</u>
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 10,385</u>	<u>\$ 10,385</u>

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS
September 30, 2016

	Parks Capital Projects Fund	CIP Capital Projects Fund	Surtax Capital Projects
ASSETS			
Cash and Cash Equivalents	\$ 364,162	\$ 72,072	\$ 349,668
Due from Other Funds	-	-	-
Total Assets	\$ 364,162	\$ 72,072	\$ 349,668
Liabilities			
Accounts Payable	\$ -	\$ 242	\$ -
Contracts Payable	-	-	29,688
Due to Other Governments	-	-	-
Total Liabilities	-	242	29,688
FUND BALANCES			
Restricted for:			
Infrastructure	-	-	316,481
Parks and Recreation	362,325	-	-
Road Construction	-	-	-
Assigned to:			
Infrastructure	-	71,830	3,499
Parks and Recreation	1,837	-	-
Road Construction	-	-	-
Total Fund Balances	364,162	71,830	319,980
Total Liabilities and Fund Balances	\$ 364,162	\$ 72,072	\$ 349,668

SELP Capital Projects	Public Improvement Transportation Capital Projects	Special Assessment Bonds, Series 2014A	Special Assessment Bonds, Series 2015A	Special Assessment Bonds, Series 2016A	Total Nonmajor Capital Projects Funds
\$ 103,783	\$ 3,285,500	\$ 170,792	\$ 45,648	\$ 9,814	\$ 4,401,439
-	-	-	-	80,538	80,538
<u>\$ 103,783</u>	<u>\$ 3,285,500</u>	<u>\$ 170,792</u>	<u>\$ 45,648</u>	<u>\$ 90,352</u>	<u>\$ 4,481,977</u>
\$ -	\$ 188,581	\$ -	\$ -	\$ 87,486	\$ 276,309
-	134,394	-	-	2,866	166,948
-	582,129	165	-	-	582,294
-	905,104	165	-	90,352	1,025,551
-	-	-	-	-	316,481
-	-	-	-	-	362,325
-	2,244,060	170,627	45,148	-	2,459,835
-	-	-	-	-	75,329
103,783	-	-	-	-	105,620
-	136,336	-	500	-	136,836
<u>103,783</u>	<u>2,380,396</u>	<u>170,627</u>	<u>45,648</u>	<u>-</u>	<u>3,456,426</u>
<u>\$ 103,783</u>	<u>\$ 3,285,500</u>	<u>\$ 170,792</u>	<u>\$ 45,648</u>	<u>\$ 90,352</u>	<u>\$ 4,481,977</u>

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

	Parks Capital Projects Fund	CIP Capital Projects Fund	Surtax Capital Projects
REVENUES			
Special Assessments	\$ -	\$ -	\$ -
Charges for Services	-	-	-
Investment Income	1,837	4,840	3,499
Total Revenues	<u>1,837</u>	<u>4,840</u>	<u>3,499</u>
EXPENDITURES			
Debt Service			
Interest and Fiscal Charges	-	-	-
Capital Outlay	11,037	12,320	468,869
Total Expenditures	<u>11,037</u>	<u>12,320</u>	<u>468,869</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,200)</u>	<u>(7,480)</u>	<u>(465,370)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	-	(900,000)	-
Issuance of Notes/Bonds Payable	-	-	-
Total Other Financing Sources and (Uses)	<u>-</u>	<u>(900,000)</u>	<u>-</u>
Net Change in Fund Balances	<u>(9,200)</u>	<u>(907,480)</u>	<u>(465,370)</u>
Fund Balances - Beginning	<u>373,362</u>	<u>979,310</u>	<u>785,350</u>
Fund Balances - Ending	<u>\$ 364,162</u>	<u>\$ 71,830</u>	<u>\$ 319,980</u>

SELP Capital Projects	Public Improvement Transportation Capital Projects	Special Assessment Bonds, Series 2014A	Special Assessment Bonds, Series 2015A	Special Assessment Bonds, Series 2016A	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ -	\$ 58,773	\$ 155,302	\$ 214,075
56,632	-	-	-	-	56,632
376	136,336	-	500	-	147,388
<u>57,008</u>	<u>136,336</u>	<u>-</u>	<u>59,273</u>	<u>155,302</u>	<u>418,095</u>
-	-	-	3,037	-	3,037
70,733	11,979,719	75,201	284,942	155,302	13,058,123
<u>70,733</u>	<u>11,979,719</u>	<u>75,201</u>	<u>287,979</u>	<u>155,302</u>	<u>13,061,160</u>
<u>(13,725)</u>	<u>(11,843,383)</u>	<u>(75,201)</u>	<u>(228,706)</u>	<u>-</u>	<u>(12,643,065)</u>
-	-	-	-	-	(900,000)
<u>-</u>	<u>-</u>	<u>-</u>	<u>256,585</u>	<u>-</u>	<u>256,585</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>256,585</u>	<u>-</u>	<u>(643,415)</u>
(13,725)	(11,843,383)	(75,201)	27,879	-	(13,286,480)
<u>117,508</u>	<u>14,223,779</u>	<u>245,828</u>	<u>17,769</u>	<u>-</u>	<u>16,742,906</u>
<u>\$ 103,783</u>	<u>\$ 2,380,396</u>	<u>\$ 170,627</u>	<u>\$ 45,648</u>	<u>\$ -</u>	<u>\$ 3,456,426</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PARKS CAPITAL PROJECTS FUND
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Investment Income	\$ 475	\$ 1,837	\$ 1,362
Total Revenues	<u>475</u>	<u>1,837</u>	<u>1,362</u>
EXPENDITURES			
Arbitrage Rebate Expenditure	1,322	-	1,322
Capital Outlay	<u>370,859</u>	<u>11,037</u>	<u>359,822</u>
Total Expenditures	<u>372,181</u>	<u>11,037</u>	<u>361,144</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(371,706)</u>	<u>(9,200)</u>	<u>362,506</u>
Net Change in Fund Balance	<u>(371,706)</u>	<u>(9,200)</u>	<u>362,506</u>
Fund Balance - Beginning	<u>371,706</u>	<u>373,362</u>	<u>1,656</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 364,162</u>	<u>\$ 364,162</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CIP CAPITAL PROJECTS FUND
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Investment Income	\$ 1,425	\$ 4,840	\$ 3,415
Total Revenues	<u>1,425</u>	<u>4,840</u>	<u>3,415</u>
EXPENDITURES			
Current:			
General Government	45,028	-	45,028
Capital Outlay	18,526	12,320	6,206
Total Expenditures	<u>63,554</u>	<u>12,320</u>	<u>51,234</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(62,129)</u>	<u>(7,480)</u>	<u>54,649</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(900,000)	(900,000)	-
Total Other Financing Sources (Uses)	<u>(900,000)</u>	<u>(900,000)</u>	<u>-</u>
Net Change in Fund Balance	(962,129)	(907,480)	54,649
Fund Balance - Beginning	<u>962,129</u>	<u>979,310</u>	<u>17,181</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 71,830</u>	<u>\$ 71,830</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SURTAX CAPITAL PROJECTS FUND
For the Year Ended September 30, 2016

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Investment Income	\$ 95	\$ 3,499	\$ 3,404
Total Revenues	<u>95</u>	<u>3,499</u>	<u>3,404</u>
EXPENDITURES			
Capital Outlay	<u>774,627</u>	<u>468,869</u>	<u>305,758</u>
Total Expenditures	<u>774,627</u>	<u>468,869</u>	<u>305,758</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(774,532)</u>	<u>(465,370)</u>	<u>309,162</u>
Net Change in Fund Balance	<u>(774,532)</u>	<u>(465,370)</u>	<u>309,162</u>
Fund Balance - Beginning	<u>774,532</u>	<u>785,350</u>	<u>10,818</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 319,980</u>	<u>\$ 319,980</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SELF CAPITAL PROJECTS FUND
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Charges for Services	\$ 57,380	\$ 56,632	\$ (748)
Investment Income	95	376	281
Total Revenues	<u>57,475</u>	<u>57,008</u>	<u>(467)</u>
EXPENDITURES			
Capital Outlay	117,597	70,733	46,864
Total Expenditures	<u>117,597</u>	<u>70,733</u>	<u>46,864</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(60,122)</u>	<u>(13,725)</u>	<u>46,397</u>
Net Change in Fund Balance	(60,122)	(13,725)	46,397
Fund Balance - Beginning	<u>60,122</u>	<u>117,508</u>	<u>57,386</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 103,783</u>	<u>\$ 103,783</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PUBLIC IMPROVEMENT TRANSPORTATION CAPITAL PROJECTS
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Investment Income	\$ 29,450	\$ 136,336	\$ 106,886
Total Revenues	<u>29,450</u>	<u>136,336</u>	<u>106,886</u>
EXPENDITURES			
Capital Outlay	12,787,319	11,979,719	807,600
Total Expenditures	<u>12,787,319</u>	<u>11,979,719</u>	<u>807,600</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(12,757,869)</u>	<u>(11,843,383)</u>	<u>914,486</u>
Net Change in Fund Balance	<u>(12,757,869)</u>	<u>(11,843,383)</u>	<u>914,486</u>
Fund Balance - Beginning	<u>12,757,869</u>	<u>14,223,779</u>	<u>1,465,910</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,380,396</u>	<u>\$ 2,380,396</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2014A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
EXPENDITURES			
Capital Outlay	\$ 245,828	\$ 75,201	\$ 170,627
Total Expenditures	<u>245,828</u>	<u>75,201</u>	<u>170,627</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(245,828)</u>	<u>(75,201)</u>	<u>170,627</u>
Net Change in Fund Balance	(245,828)	(75,201)	170,627
Fund Balance - Beginning	<u>245,828</u>	<u>245,828</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 170,627</u>	<u>\$ 170,627</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2015A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ 58,773	\$ 58,773	\$ -
Investment Income	500	500	-
Total Revenues	<u>59,273</u>	<u>59,273</u>	<u>-</u>
EXPENDITURES			
Debt Service			
Interest and Fiscal Charges	3,037	3,037	-
Capital Outlay	330,590	284,942	45,648
Total Expenditures	<u>333,627</u>	<u>287,979</u>	<u>45,648</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(274,354)</u>	<u>(228,706)</u>	<u>45,648</u>
OTHER FINANCING SOURCES (USES)			
Issuance of Notes/Bonds Payable	256,585	256,585	-
Total Other Financing Sources (Uses)	<u>256,585</u>	<u>256,585</u>	<u>-</u>
Net Change in Fund Balance	<u>(17,769)</u>	<u>27,879</u>	<u>45,648</u>
Fund Balance - Beginning	<u>17,769</u>	<u>17,769</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 45,648</u>	<u>\$ 45,648</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASESMENT BONDS, SERIES 2016A
For the Year Ended September 30, 2016

	Budget	Actual Amounts	Variance with Budget - Positive (Negative)
REVENUES			
Special Assessments	\$ -	\$ 155,302	\$ 155,302
Total Revenues	<u>-</u>	<u>155,302</u>	<u>155,302</u>
EXPENDITURES			
Capital Outlay	1,313,936	155,302	1,158,634
Total Expenditures	<u>1,313,936</u>	<u>155,302</u>	<u>1,158,634</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,313,936)</u>	<u>-</u>	<u>1,313,936</u>
OTHER FINANCING SOURCES (USES)			
Issuance of Notes/Bonds Payable	1,313,936	-	(1,313,936)
Total Other Financing Sources (Uses)	<u>1,313,936</u>	<u>-</u>	<u>(1,313,936)</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

FIDUCIARY FUNDS

AGENCY FUNDS

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

Clerk of the Circuit Court and Comptroller

Used to account for resources received and held by the Clerk in a fiduciary capacity. These resources represent fines, forfeitures, and filing fees collected for other governmental agencies and support payments, jury and witness services, and posted bonds collected for individuals.

Sheriff

Used to account for the assets held by the Sheriff for individuals such as prisoner's funds, confiscated monies held as evidence, and prepayments of the Sheriff's fees for serving papers.

Tax Collector

Used to account for property taxes and fees for licenses.

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

	Clerk of the Circuit Court	Sheriff	Tax Collector	Total
ASSETS				
Cash and Cash Equivalents	\$ 6,070,722	\$ 968,654	\$ 6,585,584	\$ 13,624,960
Accounts Receivable	7,073	-	202,420	209,493
Due from Other Governments	585,417	2	414,381	999,800
Due from Individuals	-	32,454	31,311	63,765
Total Assets	\$ 6,663,212	\$ 1,001,110	\$ 7,233,696	\$ 14,898,018
LIABILITIES				
Accounts Payable	\$ 583,157	\$ -	\$ -	\$ 583,157
Due to Other Governments	874,030	52,427	2,415,282	3,341,739
Due to Individuals	5,206,025	948,683	620,749	6,775,457
Deposits	-	-	4,197,665	4,197,665
Total Liabilities	\$ 6,663,212	\$ 1,001,110	\$ 7,233,696	\$ 14,898,018

MARION COUNTY, FLORIDA
STATEMENTS OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS

For the Year Ended September 30, 2016

CLERK OF THE CIRCUIT COURT

	Balance 10/01/15	Additions	Deductions	Balance 09/30/16
ASSETS				
Cash and Cash Equivalents	\$ 8,215,820	\$ 73,461,332	\$ 75,606,430	\$ 6,070,722
Accounts Receivable	7,073	-	-	7,073
Due From Other Governments	72,504	585,417	72,504	585,417
Total Assets	8,295,397	74,046,749	75,678,934	6,663,212
LIABILITIES				
Accounts Payable	71,401	586,582	74,826	583,157
Due to Other Governments	831,656	28,689,065	28,646,691	874,030
Due to Individuals	7,392,340	44,771,102	46,957,417	5,206,025
Total Liabilities	\$ 8,295,397	\$ 74,046,749	\$ 75,678,934	\$ 6,663,212

SHERIFF

	Balance 10/01/15	Additions	Deductions	Balance 09/30/16
ASSETS				
Cash and Cash Equivalents	\$ 913,448	\$ 2,942,838	\$ 2,887,632	\$ 968,654
Due From Other Governments	2	23	23	2
Due From Individuals	-	32,454	-	32,454
Total Assets	913,450	2,975,315	2,887,655	1,001,110
LIABILITIES				
Due to Other Governments	70,098	742,330	760,001	52,427
Due to Individuals	843,352	2,232,985	2,127,654	948,683
Total Liabilities	\$ 913,450	\$ 2,975,315	\$ 2,887,655	\$ 1,001,110

TAX COLLECTOR

	Balance 10/01/15	Additions	Deductions	Balance 09/30/16
ASSETS				
Cash and Cash Equivalents	\$ 6,346,911	\$ 363,294,616	\$ 363,055,943	\$ 6,585,584
Accounts Receivable	157,443	18,007,077	17,962,100	202,420
Due From Other Governments	696,789	438,143	720,551	414,381
Due From Individuals	50,291	393,348	412,328	31,311
Total Assets	7,251,434	382,133,184	382,150,922	7,233,696
LIABILITIES				
Due to Other Governments	2,630,500	361,392,361	361,607,579	2,415,282
Due to Individuals	672,702	20,491,390	20,543,343	620,749
Deposits	3,948,232	249,433	-	4,197,665
Total Liabilities	\$ 7,251,434	\$ 382,133,184	\$ 382,150,922	\$ 7,233,696

Continued

MARION COUNTY, FLORIDA
STATEMENTS OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES - Continued
AGENCY FUNDS
For the Year Ended September 30, 2016

AGENCY COMBINED TOTALS

	Balance 10/01/15	Additions	Deductions	Balance 09/30/16
ASSETS				
Cash and Cash Equivalents	\$ 15,476,179	\$ 439,698,786	\$ 441,550,005	\$ 13,624,960
Accounts Receivable	164,516	18,007,077	17,962,100	209,493
Due From Other Governments	769,295	1,023,583	793,078	999,800
Due From Individuals	50,291	425,802	412,328	63,765
Total Assets	<u>16,460,281</u>	<u>459,155,248</u>	<u>460,717,511</u>	<u>14,898,018</u>
LIABILITIES				
Accounts Payable	71,401	586,582	74,826	583,157
Due to Other Governments	3,532,254	390,823,756	391,014,271	3,341,739
Due to Individuals	8,908,394	67,495,477	69,628,414	6,775,457
Deposits	3,948,232	249,433	-	4,197,665
Total Liabilities	<u>\$ 16,460,281</u>	<u>\$ 459,155,248</u>	<u>\$ 460,717,511</u>	<u>\$ 14,898,018</u>



STATISTICAL SECTION

This part of the Marion County, Florida's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Financial Trends

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

Revenue Capacity

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

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's

current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

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

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the 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 years.



Schedule 1
Marion County, Florida

NET POSITION BY COMPONENT
(accrual basis of accounting)

Last Ten Fiscal Years

	2007	2008	2009	2010
<u>Governmental Activities</u>				
Net Investment in Capital Assets	\$ 1,129,405,045	\$ 1,204,897,010	\$ 1,264,430,529	\$ 1,286,658,441
Restricted	138,283,449	144,423,149	152,372,492	122,129,370
Unrestricted	46,328,403	43,352,959	10,415,981	29,428,992
Total governmental activities net position	\$ 1,314,016,897	\$ 1,392,673,118	\$ 1,427,219,002	\$ 1,438,216,803
<u>Business-Type Activities</u>				
Net Investment in Capital Assets	\$ 35,156,819	\$ 51,122,310	\$ 43,105,301	\$ 42,808,102
Restricted	2,526,760	4,233,291	7,513,590	8,260,785
Unrestricted	22,080,907	11,620,963	19,351,302	29,272,608
Total business-type activities net position	\$ 59,764,486	\$ 66,976,564	\$ 69,970,193	\$ 80,341,495
<u>Primary Government</u>				
Net Investment in Capital Assets	\$ 1,164,561,864	\$ 1,256,019,320	\$ 1,307,535,830	\$ 1,329,466,543
Restricted	140,810,209	148,656,440	159,886,082	130,390,155
Unrestricted	68,409,310	54,973,922	29,767,283	58,701,600
Total primary government net position	\$ 1,373,781,383	\$ 1,459,649,682	\$ 1,497,189,195	\$ 1,518,558,298

Note 1: Prior to 2015, amounts have not been restated for the implementation of GASB 68.

Continued next page

2011	2012	2013	2014	2015	2016
\$ 1,315,106,880	\$ 1,339,224,675	\$ 1,330,395,327	\$ 1,341,090,566	\$ 1,343,878,343	\$ 1,337,513,605
124,861,210	106,920,759	103,632,320	100,088,086	101,636,838	109,410,519
25,736,649	22,941,903	20,012,070	16,816,579	(97,214,783)	(103,709,485)
<u>\$ 1,465,704,739</u>	<u>\$ 1,469,087,337</u>	<u>\$ 1,454,039,717</u>	<u>\$ 1,457,995,231</u>	<u>\$ 1,348,300,398</u>	<u>\$ 1,343,214,639</u>
\$ 44,435,797	\$ 40,789,313	\$ 42,870,778	\$ 48,492,151	\$ 52,167,269	\$ 56,876,287
7,953,456	6,863,307	6,611,894	6,472,081	6,507,373	6,257,740
38,346,532	52,111,814	56,388,196	58,633,107	64,048,577	76,262,717
<u>\$ 90,735,785</u>	<u>\$ 99,764,434</u>	<u>\$ 105,870,868</u>	<u>\$ 113,597,339</u>	<u>\$ 122,723,219</u>	<u>\$ 139,396,744</u>
\$ 1,363,035,600	\$ 1,380,013,988	\$ 1,373,266,105	\$ 1,389,582,717	\$ 1,396,045,612	\$ 1,394,389,892
129,321,743	113,705,539	110,244,214	106,560,167	108,144,211	115,668,259
64,083,181	75,132,244	76,400,266	75,449,686	(33,166,206)	(27,446,768)
<u>\$ 1,556,440,524</u>	<u>\$ 1,568,851,771</u>	<u>\$ 1,559,910,585</u>	<u>\$ 1,571,592,570</u>	<u>\$ 1,471,023,617</u>	<u>\$ 1,482,611,383</u>

Schedule 2
Marion County, Florida

CHANGES IN NET POSITION
(accrual basis of accounting)

Last Ten Fiscal Years

	2007	2008	2009	2010
<u>Expenses</u>				
Governmental activities:				
General government	\$ 40,250,709	\$ 50,289,541	\$ 42,842,170	\$ 43,979,722
Public safety	125,304,921	135,957,489	144,546,211	144,310,629
Physical environment	3,671,989	4,116,712	5,471,441	6,360,859
Transportation	45,165,767	41,631,881	39,915,602	31,761,721
Economic environment	8,236,355	4,947,189	2,112,819	8,537,148
Human services	12,080,569	12,970,984	12,474,754	13,368,757
Culture/Recreation	12,918,822	12,905,263	12,786,258	13,082,486
Court related	11,976,763	12,738,301	11,870,332	9,887,143
Interest on long-term debt	1,967,343	1,889,730	3,208,569	3,079,956
Total governmental activities expenses	<u>\$ 261,573,238</u>	<u>\$ 277,447,090</u>	<u>\$ 275,228,156</u>	<u>\$ 274,368,421</u>
Business-type activities:				
Solid waste	\$ 18,381,442	\$ 15,370,865	\$ 12,591,560	\$ 9,010,430
Waste and wastewater	17,596,561	20,910,776	22,162,256	24,193,956
Total business-type activities expenses	<u>\$ 35,978,003</u>	<u>\$ 36,281,641</u>	<u>\$ 34,753,816</u>	<u>\$ 33,204,386</u>
Total primary government expenses	<u>\$ 297,551,241</u>	<u>\$ 313,728,731</u>	<u>\$ 309,981,972</u>	<u>\$ 307,572,807</u>
<u>Program Revenues</u>				
Governmental activities:				
Charges for services				
General government	\$ 15,268,137	\$ 11,000,420	\$ 9,981,707	\$ 8,997,312
Public safety	38,336,937	35,622,476	48,547,719	44,943,141
Physical environment	3,781,443	3,618,474	3,564,865	3,730,593
Transportation	6,734,968	5,445,867	4,411,402	4,975,690
Economic environment	891,418	348,173	235,189	142,647
Human services	453,622	415,617	492,397	499,726
Culture/Recreation	752,946	1,594,423	1,118,363	1,176,333
Court related	8,644,953	8,714,521	7,999,661	8,577,107
Total Charges for services	<u>74,864,424</u>	<u>66,759,971</u>	<u>76,351,303</u>	<u>73,042,549</u>
Operating grants and contributions	6,469,886	12,055,023	10,025,744	15,671,313
Capital grants and contributions	65,661,020	75,612,607	45,942,984	29,409,178
Total governmental activities program revenues	<u>\$ 146,995,330</u>	<u>\$ 154,427,601</u>	<u>\$ 132,320,031</u>	<u>\$ 118,123,040</u>
Business-type activities:				
Charges for services				
Solid Waste	\$ 14,602,842	\$ 13,652,802	\$ 14,283,856	\$ 14,848,648
Water and Waste Water	16,056,929	17,761,334	19,271,507	21,111,685
Operating grants and contributions	30,056	32,669	45,503	33,745
Capital grants and contributions	3,443,146	8,991,073	1,585,804	5,205,906
Total business-type activities program revenues	<u>\$ 34,132,973</u>	<u>\$ 40,437,878</u>	<u>\$ 35,186,670</u>	<u>\$ 41,199,984</u>
Total primary government program revenues	<u>\$ 181,128,303</u>	<u>\$ 194,865,479</u>	<u>\$ 167,506,701</u>	<u>\$ 159,323,024</u>
<u>Net (Expense) / Revenue</u>				
Governmental activities	\$ (114,577,908)	\$ (123,019,489)	\$ (142,908,125)	\$ (156,245,381)
Business-type activities	(1,845,030)	4,156,237	432,854	7,995,598
Total primary government net expense	<u>\$ (116,422,938)</u>	<u>\$ (118,863,252)</u>	<u>\$ (142,475,271)</u>	<u>\$ (148,249,783)</u>

Continued next page

2011	2012	2013	2014	2015	2016
\$ 42,710,125	\$ 41,826,873	\$ 37,925,988	\$ 37,322,626	\$ 42,961,192	\$ 45,740,805
134,744,336	129,376,964	131,807,590	132,850,801	129,080,673	147,295,279
4,396,791	3,155,518	3,661,367	3,268,232	3,312,381	2,944,110
39,403,724	36,124,801	38,529,108	35,006,802	39,110,915	40,001,023
3,736,099	4,900,310	4,655,508	6,233,276	3,891,212	3,552,441
12,575,166	15,225,590	15,011,096	12,944,317	14,562,848	14,615,146
12,609,646	12,250,613	12,107,933	12,239,890	12,044,743	12,195,761
9,827,791	9,910,479	10,626,062	10,096,193	10,377,601	9,876,310
3,477,078	3,188,320	3,307,866	2,671,126	2,444,752	2,042,111
<u>\$ 263,480,756</u>	<u>\$ 255,959,468</u>	<u>\$ 257,632,518</u>	<u>\$ 252,633,263</u>	<u>\$ 257,786,317</u>	<u>\$ 278,262,986</u>
\$ 8,496,725	\$ 10,438,774	\$ 15,546,828	\$ 7,385,262	\$ 9,093,417	\$ 3,957,889
24,285,219	23,956,357	22,352,941	23,836,533	23,959,419	24,632,788
<u>\$ 32,781,944</u>	<u>\$ 34,395,131</u>	<u>\$ 37,899,769</u>	<u>\$ 31,221,795</u>	<u>\$ 33,052,836</u>	<u>\$ 28,590,677</u>
<u>\$ 296,262,700</u>	<u>\$ 290,354,599</u>	<u>\$ 295,532,287</u>	<u>\$ 283,855,058</u>	<u>\$ 290,839,153</u>	<u>\$ 306,853,663</u>
\$ 8,208,180	\$ 8,598,441	\$ 8,509,099	\$ 8,643,200	\$ 9,031,600	\$ 9,403,817
46,450,592	47,004,298	48,372,460	50,090,680	51,359,927	52,977,793
3,695,580	3,593,966	3,557,403	3,616,730	3,612,337	3,704,041
5,723,303	3,433,205	3,644,752	3,353,826	3,172,123	3,490,136
70,186	82,355	105,890	169,331	130,723	243,710
515,603	646,411	614,575	617,748	785,473	719,304
1,166,676	1,251,519	1,294,444	1,576,363	1,777,138	1,810,143
8,400,979	8,537,269	8,897,947	7,243,228	7,902,887	7,411,956
74,231,099	73,147,464	74,996,570	75,311,106	77,772,208	79,760,900
5,509,204	8,020,277	8,539,451	8,335,073	5,961,610	6,721,007
50,400,467	28,867,761	16,724,520	22,982,897	22,718,320	18,830,824
<u>\$ 130,140,770</u>	<u>\$ 110,035,502</u>	<u>\$ 100,260,541</u>	<u>\$ 106,629,076</u>	<u>\$ 106,452,138</u>	<u>\$ 105,312,731</u>
\$ 15,049,547	\$ 15,014,024	\$ 15,061,959	\$ 14,781,604	\$ 14,087,452	\$ 14,241,600
24,504,334	23,707,700	20,784,154	20,404,496	22,940,795	23,684,699
27,219	81,917	56,311	104,173	121,187	131,727
1,597,587	2,698,356	6,338,423	1,579,722	4,933,662	3,917,012
<u>\$ 41,178,687</u>	<u>\$ 41,501,997</u>	<u>\$ 42,240,847</u>	<u>\$ 36,869,995</u>	<u>\$ 42,083,096</u>	<u>\$ 41,975,038</u>
<u>\$ 171,319,457</u>	<u>\$ 151,537,499</u>	<u>\$ 142,501,388</u>	<u>\$ 143,499,071</u>	<u>\$ 148,535,234</u>	<u>\$ 147,287,769</u>
\$ (133,339,986)	\$ (145,923,966)	\$ (157,371,977)	\$ (146,004,187)	\$ (151,334,179)	\$ (172,950,255)
8,396,743	7,106,866	4,341,078	5,648,200	9,030,260	13,384,361
<u>\$ (124,943,243)</u>	<u>\$ (138,817,100)</u>	<u>\$ (153,030,899)</u>	<u>\$ (140,355,987)</u>	<u>\$ (142,303,919)</u>	<u>\$ (159,565,894)</u>

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Schedule 2
Marion County, Florida

CHANGES IN NET POSITION, continued
(accrual basis of accounting)

Last Ten Fiscal Years

	2007	2008	2009	2010
<u>General Revenues and Other Changes in Net Position</u>				
Governmental activities:				
Property tax	\$ 125,980,258	\$ 132,884,371	\$ 122,410,829	\$ 112,338,960
Sales tax	20,604,300	18,349,921	16,110,230	15,648,027
Public service tax	2,907,768	3,077,284	4,305,337	3,315,697
Gas tax	18,698,124	17,462,416	17,205,761	21,100,727
Unrestricted state revenue sharing	7,517,365	7,011,636	6,271,703	6,357,247
Franchise taxes	-	-	-	-
Tourist Development Tax	1,119,633	1,041,918	864,832	874,800
Other Taxes	568,929	784,109	1,020,888	1,030,821
Unrestricted intergovernmental revenues	1,318,377	1,333,028	540,581	474,992
Investment income	14,706,405	10,230,432	6,113,264	3,777,483
Miscellaneous revenues	4,191,771	9,520,595	2,610,584	2,324,428
Transfers in (out)	-	(20,000)	-	-
Total governmental activities	<u>\$ 197,612,930</u>	<u>\$ 201,675,710</u>	<u>\$ 177,454,009</u>	<u>\$ 167,243,182</u>
Business-type activities:				
Investment income	\$ 2,958,080	\$ 1,968,235	\$ 1,504,736	\$ 1,187,761
Miscellaneous revenues	930,573	1,067,606	1,056,039	1,187,943
Gain on sale of capital assets	-	-	-	-
Transfers in (out)	-	20,000	-	-
Total business-type activities	<u>\$ 3,888,653</u>	<u>\$ 3,055,841</u>	<u>\$ 2,560,775</u>	<u>\$ 2,375,704</u>
Total primary government	<u>\$ 201,501,583</u>	<u>\$ 204,731,551</u>	<u>\$ 180,014,784</u>	<u>\$ 169,618,886</u>
<u>Change in Net Position</u>				
Governmental activities	\$ 83,035,022	\$ 78,656,221	\$ 34,545,884	\$ 10,997,801
Business-type activities	<u>2,043,623</u>	<u>7,212,078</u>	<u>2,993,629</u>	<u>10,371,302</u>
Total primary government	<u>\$ 85,078,645</u>	<u>\$ 85,868,299</u>	<u>\$ 37,539,513</u>	<u>\$ 21,369,103</u>
Restatement of Net Assets - Governmental	-			
Restatement of Net Assets - Business type	<u>6,452,849</u>			
	91,531,494			

Note 1: Prior to 2013, amounts have not been restated for the implementation of GASB 65.

Note 2: Prior to 2015, amounts have not been restated for the implementation of GASB 68.

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2011	2012	2013	2014	2015	2016
\$ 105,482,315	\$ 95,489,435	\$ 88,328,566	\$ 92,296,160	\$ 97,786,296	\$ 101,798,214
15,774,601	16,236,723	17,279,765	18,437,597	19,494,464	20,563,787
3,144,880	2,944,791	3,167,928	2,835,715	2,664,469	2,574,825
20,904,474	21,082,945	20,300,977	22,780,874	23,599,141	24,484,692
6,483,180	6,703,840	7,089,066	7,548,554	8,231,502	8,415,045
-	-	-	-	-	-
877,610	934,625	997,044	1,047,211	1,141,077	2,429,663
914,188	898,734	893,952	920,135	894,809	904,077
533,027	528,775	506,710	587,730	568,821	578,168
1,770,877	1,684,242	774,299	698,913	1,454,047	1,614,539
4,942,770	2,820,454	2,986,050	2,806,794	4,142,891	4,982,687
-	(18,000)	-	-	1,032,452	(481,201)
\$ 160,827,922	\$ 149,306,564	\$ 142,324,357	\$ 149,959,683	\$ 161,009,969	\$ 167,864,496
\$ 649,648	\$ 566,613	\$ 235,945	\$ 322,506	\$ 717,363	\$ 977,555
1,347,899	1,337,170	1,529,411	1,688,416	3,336,111	1,548,980
-	-	-	67,344	322,673	281,428
-	18,000	-	-	(1,032,452)	481,201
\$ 1,997,547	\$ 1,921,783	\$ 1,765,356	\$ 2,078,266	\$ 3,343,695	\$ 3,289,164
\$ 162,825,469	\$ 151,228,347	\$ 144,089,713	\$ 152,037,949	\$ 164,353,664	\$ 171,153,660
\$ 27,487,936	\$ 3,382,598	\$ (15,047,620)	\$ 3,955,514	\$ 9,675,790	\$ (5,085,759)
10,394,290	9,028,649	6,106,434	7,726,471	12,373,955	16,673,525
\$ 37,882,226	\$ 12,411,247	\$ (8,941,186)	\$ 11,681,985	\$ 22,049,745	\$ 11,587,766

Schedule 3
Marion County, Florida

FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)

Last Ten Fiscal Years

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
<u>General Fund</u>				
Reserved	\$ 421,874	\$ 455,274	\$ 1,020,701	\$ 805,616
Unreserved	<u>53,903,467</u>	<u>61,828,901</u>	<u>51,368,779</u>	<u>47,985,139</u>
Nonspendable				805,616
Restricted				-
Committed				-
Assigned				21,260,734
Unassigned				26,724,405
Total general fund	<u>\$ 54,325,341</u>	<u>\$ 62,284,175</u>	<u>\$ 52,389,480</u>	<u>\$ 48,790,755</u>
<u>All Other Governmental Funds</u>				
Reserved	\$ 4,841,384	\$ 5,559,013	\$ 7,148,042	\$ 10,374,746
Unreserved, reported in:				
Special revenue funds	87,180,346	105,491,616	99,684,164	95,891,898
Capital projects funds	<u>43,522,134</u>	<u>27,916,696</u>	<u>37,057,904</u>	<u>52,914,796</u>
Nonspendable				1,505,111
Restricted				141,397,262
Committed				11,736,789
Assigned				4,542,278
Unassigned				-
Total all other governmental funds	<u>\$ 135,543,864</u>	<u>\$ 138,967,325</u>	<u>\$ 143,890,110</u>	<u>\$ 159,181,440</u>
Total Fund Balance	\$ 189,869,205	\$ 201,251,500	\$ 196,279,590	\$ 207,972,195

Note: Prior to 2010, amounts have not been restated for the implementation of Statement 54.

Continued next page

2011	2012	2013	2014	2015	2016
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
976,749	1,059,629	1,030,386	1,137,245	1,028,667	1,093,792
-	-	-	-	-	-
-	-	-	-	-	-
18,422,739	21,912,762	17,166,304	12,964,911	11,282,579	12,973,053
25,137,400	16,171,654	13,636,213	13,187,592	13,209,371	14,847,034
<u>\$ 44,536,888</u>	<u>\$ 39,144,045</u>	<u>\$ 31,832,903</u>	<u>\$ 27,289,748</u>	<u>\$ 25,520,617</u>	<u>\$ 28,913,879</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
1,376,526	1,066,573	1,039,705	940,788	2,120,541	1,176,174
145,405,944	129,817,722	118,971,695	108,881,174	104,150,951	101,394,858
2,706,441	2,918,295	3,079,598	3,437,058	3,552,973	3,615,526
6,137,348	3,896,581	3,481,197	2,981,149	2,735,073	629,812
-	-	-	-	-	-
<u>\$ 155,626,259</u>	<u>\$ 137,699,171</u>	<u>\$ 126,572,195</u>	<u>\$ 116,240,169</u>	<u>\$ 112,559,538</u>	<u>\$ 106,816,370</u>
\$ 200,163,147	\$ 176,843,216	\$ 158,405,098	\$ 143,529,917	\$ 138,080,155	\$ 135,730,249

Schedule 4
Marion County, Florida

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)

Last Ten Fiscal Years

	2007	2008	2009	2010
<u>Revenues</u>				
Taxes	\$ 149,840,957	\$ 158,086,398	\$ 148,365,587	\$ 141,050,051
Special Assessments	31,629,815	33,837,748	34,160,597	35,232,571
Impact Fees	24,503,511	22,291,221	6,707,351	2,204,335
Permits and Fees	5,188,376	2,770,319	2,364,523	2,404,629
Intergovernmental Revenues	40,551,123	40,728,323	32,195,941	47,982,308
Charges for Services	19,133,218	17,146,122	28,383,253	27,936,261
Judgments and Fines	4,521,601	4,504,565	3,349,669	1,441,594
Court-Related Revenues	6,773,015	7,104,733	6,779,713	7,515,787
Investment Income	14,142,160	9,817,183	5,591,542	3,425,307
Miscellaneous Revenues	14,086,785	15,810,751	9,112,802	6,907,964
Total Revenues	\$ 310,370,561	\$ 312,097,363	\$ 277,010,978	\$ 276,100,807
<u>Expenditures</u>				
General Government	\$ 47,217,366	\$ 49,160,822	\$ 36,715,015	\$ 35,883,638
Public Safety	129,260,143	136,195,417	143,934,195	143,828,428
Physical Environment	3,662,798	3,932,825	5,463,327	6,394,549
Transportation	72,761,093	42,237,727	39,763,773	38,502,899
Economic Environment	8,235,953	4,921,265	2,120,680	8,533,491
Human Services	12,108,897	13,123,972	12,340,884	13,048,009
Culture/Recreation	14,169,193	13,425,270	15,214,969	14,115,100
Court Related	9,520,968	10,271,004	24,505,255	13,274,078
Debt Service:				
Principal Retirement	6,135,264	6,932,124	10,208,531	6,102,219
Interest and Fiscal Charges	1,926,961	1,835,113	2,124,888	2,658,940
Bond Issuance Cost	2,685	-	455,498	456,166
Arbitrage Rebate Expense	-	-	-	-
Payments to State	2,493,338	2,210,979	878,256	-
Capital Outlay	21,401,286	22,634,419	15,449,306	13,952,632
Total Expenditures	\$ 328,895,945	\$ 306,880,937	\$ 309,174,577	\$ 296,750,149
Excess of Revenues				
Over (Under) Expenditures	\$ (18,525,384)	\$ 5,216,426	\$ (32,163,599)	\$ (20,649,342)
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 94,207,500	\$ 95,593,972	\$ 94,931,318	\$ 91,100,807
Transfers (Out)	(94,207,500)	(95,613,972)	(94,931,318)	(91,100,807)
Issuance of Notes/Bonds Payable	3,898,742	5,028,338	34,043,123	32,515,000
Premium(Discount)Notes/Bonds	-	-	(114,221)	(173,053)
Pmt to Bond Escrow Agent	-	-	(6,737,213)	-
Pmt to Refunded Bond Escrow	-	-	-	-
Issuance of Capital Lease	-	1,338,061	-	-
Total Other Financing Sources (Uses)	\$ 3,898,742	\$ 6,346,399	\$ 27,191,689	\$ 32,341,947
Net Change in Fund Balances	\$ (14,626,642)	\$ 11,562,825	\$ (4,971,910)	\$ 11,692,605
Debt Service as a Percentage of Non-Capital Expenditures	3.6%	3.7%	5.2%	3.7%

Continued next page

2011	2012	2013	2014	2015	2016
\$ 133,875,503	\$ 123,916,382	\$ 116,297,091	\$ 122,125,493	\$ 126,765,952	\$ 131,390,862
35,150,797	35,709,142	35,821,981	36,858,818	36,079,094	36,404,470
375,662	257,313	85,799	37,365	29,206	14,745
2,237,255	2,293,486	2,344,784	3,020,955	3,280,706	3,790,534
41,360,556	39,691,078	38,127,807	35,654,854	41,447,582	48,693,915
28,228,065	29,389,108	30,690,047	30,251,348	31,906,856	32,093,531
1,608,428	1,470,944	1,831,045	3,221,550	3,154,568	2,731,517
7,493,912	7,520,544	7,716,185	6,178,868	6,819,527	6,286,526
1,615,450	1,552,309	718,553	621,288	1,266,402	1,402,160
9,684,345	5,543,823	5,530,762	5,389,248	4,914,733	7,630,516
\$ 261,629,973	\$ 247,344,129	\$ 239,164,054	\$ 243,359,787	\$ 255,664,626	\$ 270,438,776
\$ 38,454,988	\$ 34,930,448	\$ 33,438,850	\$ 32,755,900	\$ 34,085,900	\$ 34,947,481
132,767,510	128,930,611	130,840,361	133,528,310	136,048,147	139,527,796
4,365,937	4,339,138	4,990,705	4,540,140	4,865,228	4,336,366
36,581,676	43,356,928	31,950,496	29,860,589	27,106,323	31,850,833
3,784,715	4,879,706	4,639,547	6,235,487	3,890,676	3,559,731
12,268,985	13,887,837	15,240,247	12,844,874	14,892,391	14,436,257
13,096,083	10,821,170	10,654,579	10,496,965	11,044,561	12,064,367
9,745,901	10,153,071	10,533,621	10,051,813	10,700,023	9,637,088
6,960,808	7,973,935	7,744,995	8,418,396	8,946,105	5,494,252
3,594,333	3,319,852	3,033,314	2,807,225	2,556,839	1,769,508
-	-	-	-	-	199,723
-	-	-	-	3,000	-
-	-	-	-	-	-
10,775,010	9,966,785	6,401,857	10,970,480	8,370,451	13,058,123
\$ 272,395,946	\$ 272,559,481	\$ 259,468,572	\$ 262,510,179	\$ 262,509,644	\$ 270,881,525
\$ (10,765,973)	\$ (25,215,352)	\$ (20,304,518)	\$ (19,150,392)	\$ (6,845,018)	\$ (442,749)
\$ 45,747,393	\$ 43,048,872	\$ 46,297,803	\$ 46,053,480	\$ 46,819,683	\$ 47,084,764
(45,847,393)	(43,066,872)	(46,297,803)	(46,053,480)	(45,787,231)	(47,565,965)
3,056,925	1,913,421	1,866,400	3,105,919	-	34,722,677
-	-	-	-	-	-
-	-	-	-	-	(36,148,633)
-	-	-	1,169,274	362,804	-
\$ 2,956,925	\$ 1,895,421	\$ 1,866,400	\$ 4,275,193	\$ 1,395,256	\$ (1,907,157)
\$ (7,809,048)	\$ (23,319,931)	\$ (18,438,118)	\$ (14,875,199)	\$ (5,449,762)	\$ (2,349,906)
4.7%	5.1%	4.8%	5.0%	5.0%	3.2%

Schedule 5
Marion County, Florida

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Fiscal Year	Real Property				Total Real Property	Personal Property
	Commercial Property	Industrial Property	Residential Property	Other Property		
2007	2,070,436,596	638,100,410	17,387,009,729	8,115,235,046	28,210,781,781	1,398,251,481
2008	2,573,415,957	773,377,677	23,125,233,307	10,446,949,824	36,918,976,765	1,531,172,245
2009	2,844,096,132	861,867,267	21,999,506,927	10,466,865,573	36,172,335,899	1,608,354,450
2010	2,715,698,740	778,653,107	17,829,896,185	9,680,805,603	31,005,053,635	1,547,921,757
2011	2,410,679,008	702,103,700	15,203,926,702	8,824,497,465	27,141,206,875	1,424,892,450
2012	2,344,301,512	666,586,806	13,535,679,168	7,577,863,752	24,124,431,238	1,372,246,797
2013	2,257,195,858	642,470,150	12,384,768,178	6,429,240,516	21,713,674,702	1,325,660,677
2014	2,245,878,042	638,224,414	12,329,619,094	6,448,968,463	21,662,690,013	1,365,147,480
2015	2,329,441,506	644,187,014	12,939,236,900	6,632,801,440	22,545,666,860	1,421,016,339
2016	2,399,518,588	656,544,413	13,565,382,174	6,325,204,311	22,946,649,486	1,515,664,515

Source: Marion County Property Appraiser.

Notes: Property is reassessed each year by the Marion County Property Appraiser. Property is assessed at approximately 100% of actual taxable value. Tax rates are per \$1,000 of assessed valuation.

(1) Centrally assessed property consists of railroad and telegraph systems which are assessed by the State of Florida.

(2) Source is the State of Florida, Department of Revenue, Division of Ad Valorem Tax.

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Centrally Assessed Property (1)	Total	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value (2)
16,831,233	29,625,864,495	12,082,150,276	17,543,714,219	4.57	18,683,401,724	93.90%
18,006,999	38,468,156,009	16,120,773,828	22,347,382,181	3.49	23,014,811,721	97.10%
15,007,701	37,795,698,050	17,148,198,397	20,647,499,653	3.89	21,047,400,258	98.10%
15,121,409	32,568,096,801	14,294,357,595	18,273,739,206	3.90	18,292,031,237	99.90%
13,690,221	28,579,789,546	12,344,740,750	16,235,048,796	3.89	16,617,245,441	97.70%
15,044,813	25,511,722,848	10,577,005,055	14,934,717,793	3.89	15,255,074,354	97.90%
18,381,187	23,057,716,566	9,134,245,468	13,923,471,098	3.89	13,937,408,507	99.90%
19,153,005	23,046,990,498	9,157,851,809	13,889,138,689	3.90	14,363,121,705	96.70%
20,017,720	23,986,700,919	9,639,477,242	14,347,223,677	3.90	14,945,024,664	96.00%
20,342,991	24,482,656,992	9,516,991,825	14,965,665,167	3.90	15,887,118,012	94.20%

**Schedule 6
Marion County, Florida**

DIRECT AND OVERLAPPING PROPERTY TAX RATES (1)(2)

Last Ten Fiscal Years

	<u>2007</u>	<u>2008</u>	<u>2009</u>
<u>Board of County Commissioners:</u>			
General Fund	3.6200	2.7300	3.1300
Find and Forfeiture Fund	0.7100	0.5600	0.5600
Marion County Health Department Fund	0.1400	0.1200	0.1200
Parks and Land Acquisition Debt Service Fund	0.1000	0.0800	0.0800
Total General County	<u>4.5700</u>	<u>3.4900</u>	<u>3.8900</u>
<u>District School System:</u>			
I Local Required Effort	5.1090	4.8960	5.0530
II Local Discretionary Use	0.7600	0.7110	0.6950
III Building Fund	2.0000	2.0000	1.7500
IV Interest and Sinking Fund	-	-	-
V Additional Voted Millage	-	-	-
Total School System	<u>7.8690</u>	<u>7.6070</u>	<u>7.4980</u>
Total County-Wide	<u><u>12.4390</u></u>	<u><u>11.0970</u></u>	<u><u>11.3880</u></u>
<u>Special Districts:</u>			
Rainbow Lakes Estates MSD ⁽³⁾	1.4000	1.0800	1.5600
MSTU for Law Enforcement ⁽⁴⁾	2.2800	2.0300	2.0300
Silver Springs Shores Special Tax District	3.0000	2.8500	3.0000
Marion Oaks MSTU for Fire Protection ⁽⁴⁾	-	-	-
Silver Springs Shores MSTU for Fire Protection ⁽⁴⁾	-	-	-
MSTU-Emergency Medical Service ⁽⁴⁾	1.0400	0.8300	0.8300
Rainbow Lakes Estates CRF MSBU ⁽⁵⁾	0.4500	0.2100	0.3000
Marion Oaks MSTU for Fire Protection ⁽⁴⁾	1.6300	1.0200	1.0200
Emergency Medical Services Fund	0.2100	0.4000	-
Hills of Ocala MSTU for Recreation ⁽⁴⁾	0.1400	0.0900	0.1400

- Notes: (1) Marion County Property Appraiser (Primary Millage Rates).
(2) Rates are stated as an amount per \$1,000 of assessed value.
(3) MSD is an acronym for Municipal Service District.
(4) MSTU is an acronym for Municipal Service Taxing Unit.
(5) MSBU is an acronym for Municipal Service Benefit Unit.

Continued next page

2010	2011	2012	2013	2014	2015	2016
3.1300	3.1900	3.1900	3.1900	3.1900	3.1900	3.1900
0.5600	0.5300	0.5300	0.5300	0.5300	0.5300	0.5300
0.1200	0.1200	0.1200	0.1200	0.1200	0.1200	0.1200
0.0900	0.0500	0.0500	0.0500	0.0600	0.0600	0.0600
<u>3.9000</u>	<u>3.8900</u>	<u>3.8900</u>	<u>3.8900</u>	<u>3.9000</u>	<u>3.9000</u>	<u>3.9000</u>
5.2300	5.2390	5.4600	5.4230	5.0910	5.0500	4.9240
0.7480	0.7480	0.7480	0.7480	0.7480	0.7480	0.7480
1.5000	1.5000	1.5000	1.5000	1.5000	1.5000	1.5000
-	-	-	-	-	-	-
-	-	-	-	-	-	1.0000
<u>7.4780</u>	<u>7.4870</u>	<u>7.7080</u>	<u>7.6710</u>	<u>7.3390</u>	<u>7.2980</u>	<u>8.1720</u>
<u>11.3780</u>	<u>11.3770</u>	<u>11.5980</u>	<u>11.5610</u>	<u>11.2390</u>	<u>11.1980</u>	<u>12.0720</u>
2.0000	2.0000	2.2500	2.2500	2.2500	2.2500	2.2500
2.3300	2.8100	2.8100	2.8100	3.2100	3.4700	3.4700
3.0000	3.0000	3.0000	3.0000	3.0000	3.0000	3.0000
-	-	-	-	-	-	-
-	-	-	-	-	-	-
0.8300	0.8300	0.7700	0.7700	0.7700	0.7700	0.7700
0.3400	0.3400	0.3800	0.4700	0.4700	0.4700	0.4700
1.0200	1.0200	1.0200	1.0200	1.0200	1.0200	1.0200
-	-	-	-	-	-	-
0.1400	0.1800	0.1800	0.1800	0.1800	0.1800	0.1800

**Schedule 6
Marion County, Florida**

DIRECT AND OVERLAPPING PROPERTY TAX RATES (1)(2) (CONTINUED)

Last Ten Fiscal Years

	2007	2008	2009
<u>Southwest Florida Water Management District:</u>			
District Levy	0.4220	0.3866	0.3866
Withlacoochee River Basin Levy	0.2650	0.2308	0.2308
<u>St. Johns River Water Management District:</u>			
District Levy	0.4620	0.4158	0.4158
<u>Municipalities:</u>			
Ocala	5.6760	4.5288	4.5288
Ocala (Downtown Development District "A")	1.8667	1.5470	1.3726
Ocala (Downtown Development District "B")	1.5361	1.1981	1.1566
Ocala (Downtown Development District "C")	1.2187	1.0115	0.9493
Bellevue	3.8188	2.8905	2.8905
Dunnellon	6.5000	5.2266	5.2266
McIntosh	1.0540	0.8681	1.8050

Notes: The County's basic property tax rate may be increased only by a majority vote of the County's residents.
Rates for debt service are set based on each year's requirements.
(1) Marion County Property Appraiser (Primary Millage Rates).
(2) Rates are stated as an amount per \$1,000 of assessed value.

Continued next page

2010	2011	2012	2013	2014	2015	2016
0.3866	0.3770	0.3928	0.3928	0.3818	0.3658	0.3488
0.2308	0.2308	-	-	-	-	-
0.4158	0.4158	0.3313	0.3313	0.3283	0.3164	0.3023
4.9664	5.6183	5.9332	6.1502	6.2502	6.1638	6.6177
1.3967	1.5647	1.5862	1.6461	1.5967	1.4966	1.4966
1.2163	1.5508	1.6191	1.6542	1.7013	1.6332	1.6332
1.0062	1.1347	1.1772	1.2332	1.2810	1.2825	1.2825
2.9544	3.3472	3.9912	3.9912	3.9912	3.9912	4.5000
6.4469	6.9101	7.1408	6.8013	7.1408	7.5000	7.5000
1.9670	2.1344	2.2988	2.5546	2.5198	2.4087	2.3175

**Schedule 7
Marion County, Florida**

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	Fiscal Year 2016 (a)			Fiscal Year 2007 (b)		
	Taxable Value	Percent of Total Taxable Value	Rank	Taxable Value	Percent of Total Taxable Value	Rank
Duke Energy Center	\$ 195,056,475	1.30 %	1			
Sumter Electric Coop, Inc.	117,000,942	0.78 %	2	\$ 78,248,045	0.45 %	3
Marion County Hospital District	107,198,876	0.72 %	3	52,729,207	0.30 %	6
Wal-Mart	74,464,289	0.50 %	4	65,357,946	0.37 %	4
Embarq Florida Inc.	64,161,277	0.43 %	5	154,074,820	0.88 %	1
Marion Community Hospital	54,128,440	0.36 %	6			
K-Mart Distribution	52,199,564	0.35 %	7	57,017,410	0.33 %	5
Paddock Mall Associates	41,414,762	0.28 %	8			
On Top of the World	40,099,549	0.27 %	9	40,045,381	0.23 %	8
Clay Electric	32,449,793	0.22 %	10			
Florida Power Corporation				116,708,105	0.67 %	2
Carlton Arms of Ocala				35,988,622	0.21 %	10
SBI Group				43,354,007	0.25 %	7
Deltona Corp.				38,441,628	0.22 %	9
Sub-total	\$ 778,173,967	5.20 %		\$ 681,965,171	3.89 %	
All others	\$ 14,187,488,200	94.80 %		\$ 16,861,736,792	96.11 %	
Totals	\$ 14,965,662,167	100.00 %		\$ 17,543,701,963	100.00 %	

Source: Marion County Property Appraiser.

Notes: (a) The fiscal year ended September 30, 2016 tax levy is based on the 2015 taxable value.
(b) The fiscal year ended September 30, 2007 tax levy is based on the 2006 taxable value.

**Schedule 8
Marion County, Florida**

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as a Percent of Current Levy
2007	130,778,474	125,636,012	96.1 %	344,246	125,980,258	96.3 %
2008	137,409,534	130,484,877	95.0 %	2,399,485	132,884,362	96.7 %
2009	127,481,050	120,611,560	94.6 %	1,799,269	122,410,829	96.0 %
2010	115,943,764	110,503,489	95.3 %	1,835,471	112,338,960	96.9 %
2011	108,420,286	104,552,164	96.4 %	930,151	105,482,315	97.3 %
2012	98,571,292	94,771,156	96.1 %	718,279	95,489,435	96.9 %
2013	91,425,614	87,636,400	95.9 %	692,166	88,328,566	96.6 %
2014	95,169,348	91,653,600	96.3 %	642,560	92,296,160	97.0 %
2015	101,010,439	97,115,097	96.1 %	671,198	97,786,295	96.8 %
2016	104,950,636	100,844,671	96.1 %	953,543	101,798,214	97.0 %

Source: Marion County Tax Collector.

Schedule 9
Marion County, Florida

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Other Governmental Activities			Business-Type Activities	
		Half Cent Sales Tax Revenue Bonds	Special Assessment Bonds	Commercial Loan Payable	Utility System Revenue Bonds	Long-Term Contracts Payable
2007	9,285,000	22,948,000	8,604,000	4,233,000	72,570,000	1,815,000
2008	7,935,000	20,479,000	12,212,000	3,878,000	70,835,000	15,060,000
2009	6,545,000	40,899,780	14,129,854	26,405	69,045,000	27,639,518
2010	5,110,000	71,038,310	11,848,612	16,898	79,905,000	28,051,317
2011	4,565,000	66,740,000	12,798,436	6,505	75,305,000	26,950,288
2012	3,995,000	61,815,000	12,239,420	-	73,110,000	26,137,581
2013	3,400,000	56,518,574	12,050,829	-	72,537,132	24,838,452
2014	2,780,000	51,273,174	12,623,352	1,169,274	69,628,402	28,044,983
2015	2,130,000	45,520,600	10,234,677	1,394,649	66,684,673	26,575,144
2016	1,450,000	45,906,700	8,354,821	1,057,928	61,545,943	25,068,723

Sources: Population and personal income data from University of Florida, Bureau of Economic and Business Research. The Bureau of the Census and Bureau of Economic Analysis. See schedule 12

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
Prior year data reflects source data updates.
Per Capita income and population for Fiscal Year 2016 was not available at time of report.
The calculation for 2016 per capita income is a 1.46% CPI increase over 2015 year.

Source of CPI is U.S. Department of Labor, Bureau of Labor Statistics.
Debt limitation-there are no legal debt limits for Florida municipalities.

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Total Primary Government	Marion County Personal Income	Percentage of Personal Income	Per Capita
119,455,000	10,312,551,260	1.2 %	370
130,399,000	10,523,481,444	1.2 %	397
158,285,557	9,716,575,293	1.6 %	479
195,970,137	10,032,034,738	2.0 %	592
186,365,229	10,524,941,870	1.8 %	562
177,297,001	10,602,369,760	1.7 %	532
169,344,987	10,537,006,624	1.6 %	505
165,519,185	11,035,115,955	1.5 %	490
152,539,734	11,532,729,000	1.4 %	447
143,384,107	11,857,461,955	1.2 %	415

Schedule 10
Marion County, Florida

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Bonded Debt				
	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Net General Bond Debt	Percentage of Actual Property Value	Per Capita
2007	9,285,000	367,027	8,917,973	0.03%	279
2008	7,935,000	430,788	7,504,212	0.02%	234
2009	6,545,000	327,351	6,217,649	0.02%	212
2010	5,110,000	221,717	4,888,283	0.02%	162
2011	4,565,000	240,605	4,324,395	0.02%	137
2012	3,995,000	189,139	3,805,861	0.01%	120
2013	3,400,000	85,227	3,314,773	0.01%	105
2014	2,780,000	117,104	2,662,896	0.01%	82
2015	2,130,000	172,892	1,957,108	0.01%	60
2016	1,450,000	267,091	1,182,909	0.01%	34

- Notes:** Details regarding the County's outstanding debt can be found in the notes to the financial statements.
- 1** Taxable value data can be found on the schedule of Assessed Value and Actual Value of Taxable Property.
 - 2** Population data can be found on the Demographic and Economic Statistics schedule.



Schedule 11
Marion County, Florida

PLEDGED REVENUE COVERAGE

Last Ten Fiscal Years

Utility System Revenue Bonds						
Fiscal Year	Gross Revenues (1)	Less: Operating Expenses (2)	Net Available For Debt Service	Debt Service Requirements Principal	Debt Service Requirements Interest	Coverage
2007	18,922,480	13,483,104	5,439,376	2,077,085	3,401,217	0.99
2008	18,842,209	12,336,767	6,505,442	2,232,028	3,351,099	1.17
2009	20,710,555	12,236,006	8,474,549	2,280,512	3,384,669	1.50
2010	22,602,242	12,044,376	10,557,866	3,591,349	3,574,329	1.47
2011	26,028,823	11,331,761	14,697,062	3,857,103	4,358,526	1.79
2012	25,224,770	10,735,712	14,489,058	3,127,708	4,183,583	1.98
2013	22,369,186	10,104,468	12,264,718	3,829,129	3,216,767	1.74
2014	22,086,023	10,481,549	11,604,474	4,564,267	3,272,564	1.48
2015	26,677,171	10,590,017	16,087,154	4,304,839	3,346,761	2.10
2016	25,572,951	10,857,915	14,715,036	4,431,420	3,209,859	1.93

Source: Clerk of the Circuit Court, Finance Department.

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

(1) Gross revenues are defined pursuant to the resolution authorizing the issuance of the bonds (Resolution Number 93-R-292) as all revenues of the Utilities System, excluding governmental grants (and any interest earned on such grants) and water and sewer connection fees.

(2) Operating expenses are defined pursuant to the resolution authorizing the issuance of the bonds (Resolution Number 93-R-292) as all expenses of the Utilities System, with the exception of interest, depreciation, depletion, amortization, or similar expenses.

Continued next page

Special Assessment Bonds				Half-Cent Sales Tax Revenue Bonds			
Special Assessment Collections	Debt Service Requirements Principal	Interest	Coverage	Half-Cent Sales Tax Revenues	Debt Service Requirements Principal	Interest	Coverage
1,220,510	1,059,524	260,968	0.92	20,604,300	2,386,460	1,055,424	5.99
1,811,999	1,420,684	320,962	1.04	18,349,921	2,468,050	959,298	5.35
1,933,052	2,129,834	465,470	0.74	16,110,230	2,554,710	892,173	4.67
2,669,553	2,281,241	536,060	0.95	15,648,027	2,376,470	1,719,734	3.82
2,513,889	2,107,102	483,087	0.97	15,774,601	4,298,310	2,757,274	2.24
2,637,319	2,472,437	469,727	0.90	16,236,723	4,925,000	2,594,194	2.16
2,489,575	2,054,991	423,418	1.00	17,279,764	5,095,000	2,417,239	2.30
2,472,353	2,533,396	407,543	0.84	18,437,597	5,265,000	2,233,129	2.46
2,780,374	2,388,675	377,488	1.01	19,494,464	5,770,000	2,047,394	2.49
2,729,848	2,182,532	328,864	1.09	20,563,787	2,295,000	1,303,139	5.72

**Schedule 12
Marion County, Florida**

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population (1)	Per Capita Personal Income (1)(2)	Personal Income (3) (in thousands)	School Enrollment (4)	Unemployment Rate (5)
2007	322,610	31,966	10,312,551	42,332	4.70%
2008	328,356	32,049	10,523,481	42,691	8.10%
2009	330,507	29,399	9,716,575	41,498	12.80%
2010	331,298	30,281	10,032,035	41,173	13.60%
2011	331,745	31,726	10,524,942	41,331	12.30%
2012	332,989	31,840	10,602,370	41,415	10.30%
2013	335,008	31,453	10,537,007	41,589	8.60%
2014	337,455	32,701	11,035,116	41,632	7.30%
2015	341,205	33,800	11,532,729	42,194	6.10%
2016	345,749	34,295	11,857,462	42,474	6.00%

- Sources:**
- (1) University of Florida, Bureau of Economic and Business Research, Florida Statistical Abstract.
 - (2) Per Capita income for Fiscal Year 2016 was not available at time of report.
The calculation for 2016 is a 1.46% CPI increase from 2015 year.
Source of CPI is U.S. Department of Labor, Bureau of Labor Statistics.
 - (3) The per capita figures are multiplied by the population to determine the personal income.
The actual per capita personal income is for Marion County.
 - (4) Marion County Public Schools at www.marion.k12.fl.us/
 - (5) Florida Research and Economic Information Database at <http://freida.labormarketinfo.com/>
Unemployment rate information is an adjusted yearly average.

Note: Prior year data reflects source data updates.

**Schedule 13
Marion County, Florida**

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer(1)	Business	Fiscal Year 2016			Fiscal Year 2007		
		Employees	Percent of Total County Employment	Rank	Employees	Percent of Total County Employment	Rank
Marion County Public Schools	Education	6,070	5.05 %	1	5,991	5.77 %	1
Munroe Regional Medical Center	Healthcare	2,648	2.20 %	2	2,427	2.34 %	2
State of Florida (All Depts.)	Government	2,600	2.16 %	3	2,263	2.18 %	4
Wal-Mart	Retail Sales	2,370	1.97 %	4	2,385	2.30 %	3
Ocala Regional Health System	Healthcare	2,200	1.83 %	5	1,301	1.25 %	7
Marion County BCC	Government	1,510	1.26 %	6	1,342	1.29 %	6
Publix Supermarkets	Retail Sales	1,488	1.24 %	7	1,450	1.40 %	5
AT & T	Communications	1,000	0.83 %	8			
City of Ocala	Government	989	0.82 %	9	1,244	1.20 %	9
Lockheed Martin	Manufacturing	981	0.82 %	10			
Emergency One, Inc.	Manufacturing				1,281	1.23 %	8
Cingular Wireless	Support Services				1,000	0.96 %	10
Total		21,856	17.55 %		20,684	15.93 %	
All Others		102,707	82.45 %		109,195	84.07 %	
Total Employment(2)		124,563	100 %		129,879	100 %	

Sources: (1) Top 10 Major Employers from Ocala, Marion County Economic Development Corporation (EDC) at www.ocalaedc.org.
(2) Total Employment numbers from Florida Research and Economic Information Database Application retrieved from <http://freida.labormarketinfo.com>

Schedule 14
Marion County, Florida

MARION COUNTY GOVERNMENT EMPLOYEES BY FUNCTION / PROGRAM

Last Ten Fiscal Years

	2007	2008	2009	2010	2011
Governmental Activities:					
<u>General Government</u>					
1 Board of County Commissioners	219	206	206	170	170
1 Clerk of the Circuit Court	91	86	86	64	64
2 Supervisor of Elections	14	14	14	13	16
3 Tax Collector	139	133	121	122	118
4 Property Appraiser	72	65	61	57	54
<u>Public Safety</u>					
5 Marion County Sheriff	861	877	903	869	795
1 Board of County Commissioners	565	566	566	702	702
<u>Physical Environment</u>					
1 Board of County Commissioners	55	30	26	34	34
<u>Transportation</u>					
1 Board of County Commissioners	225	188	188	180	180
<u>Economic Environment</u>					
1 Board of County Commissioners	11	11	11	15	15
<u>Human Services</u>					
1 Board of County Commissioners	47	43	43	63	63
<u>Culture / Recreation</u>					
1 Board of County Commissioners	158	179	179	178	178
<u>Court Related</u>					
1 Board of County Commissioners	19	19	19	20	20
1 Clerk of the Circuit Court	128	225	225	135	135
Business-type Activities:					
1 Solid Waste	93	86	82	76	76
1 Water and Wastewater	91	95	104	102	102
Total	2,788	2,823	2,834	2,800	2,722

Sources:

- 1 Clerk of the Circuit Court, Budget Department.
- 2 Marion County Supervisor of Elections.
- 3 Marion County Tax Collector.
- 4 Marion County Property Appraiser.
- 5 Marion County Sheriff.

Continued next page

2012	2013	2014	2015	2016
164	169	180	180	182
64	59	64	65	67
15	13	15	16	15
120	119	122	117	118
54	54	53	53	52
768	760	714	718	708
673	687	694	701	721
26	29	32	33	33
171	171	170	170	171
18	14	14	14	15
57	59	58	58	55
158	158	170	169	162
21	21	23	22	22
135	145	136	132	131
71	59	58	56	54
93	95	93	95	95
2,608	2,612	2,596	2,599	2,601

**Schedule 15
Marion County, Florida**

OPERATING INDICATORS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

	2007	2008	2009	2010	2011
<u>Utility System</u>					
Number of customers	28,120	28,455	28,599	28,755	29,006
Average daily flow (millions of gallons)	12.82	12.54	10.07	9.89	10.00
<u>Building Inspections</u>					
Building permits issued	18,387	14,048	11,124	12,467	12,094
<u>Law Enforcement</u>					
Physical arrests	14,360	13,705	13,307	12,925	12,629
<u>Fire</u>					
Emergency responses	32,869	33,354	58,041	59,043	62,145
Inspections	2,056	1,914	1,378	1,322	1,310
<u>Other Public Works</u>					
Street resurfacing (miles)	102	93	15	17	27
Other street repairs	58,105	41,155	44,851	325,445	1,052,675

Source: Various County Departments.

Note: Indicators are not available for the general government function.

Continued next page

2012	2013	2014	2015	2016
29,159	29,197	30,392	31,546	31,923
9.63	9.12	8.88	9.23	10.27
12,219	13,081	16,022	16,856	17,438
12,293	9,022	13,251	10,426	8,675
47,603 1,255	66,081 1,254	65,696 1,356	69,138 447	74,227 1,555
55 609,685	21 426,131	11 476,351	21 419,286	12 181,453

Schedule 16
Marion County, Florida

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

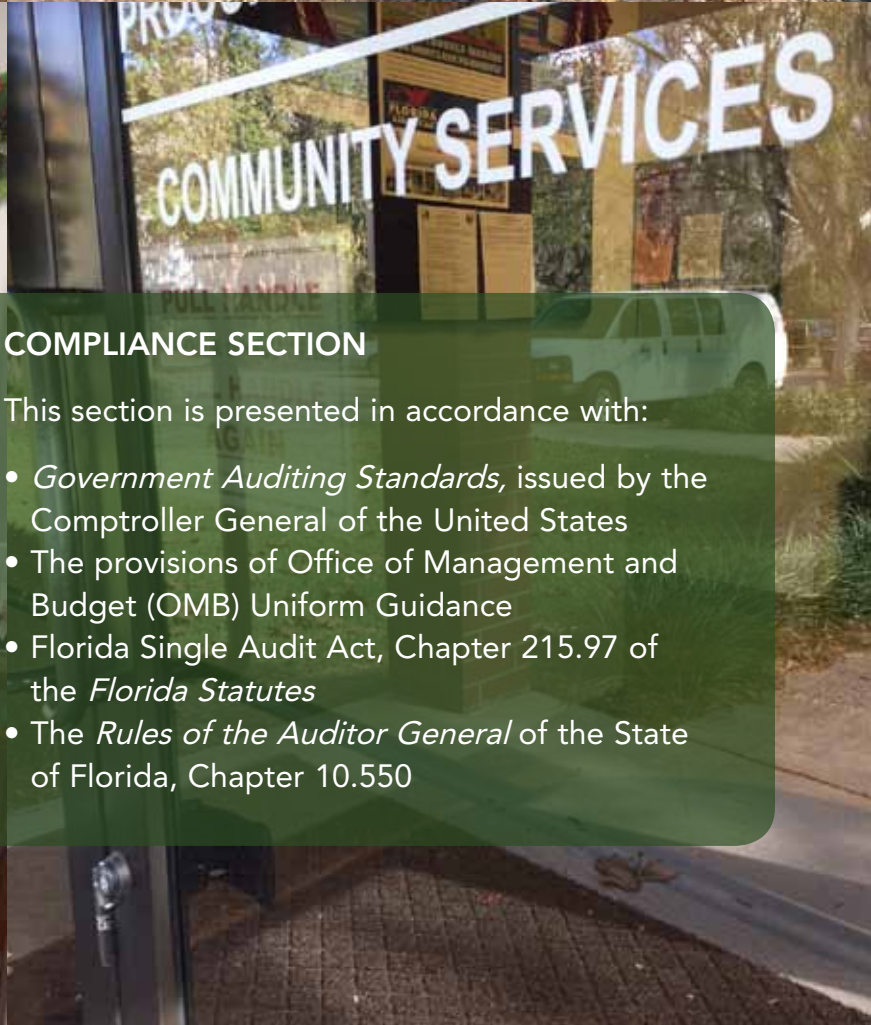
Last Ten Fiscal Years

	2007	2008	2009	2010	2011
<u>Transportation</u>					
Miles of streets	2,865	2,946	2,965	2,999	3,040
<u>Utility System</u>					
Miles of water mains	507	535	564	568	568
Plant Capacity - all plants (millions)	29	35	35	36	36
Number of fire hydrants	1,912	1,934	2,045	2,121	2,148
Water plants	35	37	39	43	36
Deep wells	55	60	63	67	97
High service pumping stations	6	8	10	9	9
Ground storage tanks	6	8	10	9	9
Ground storage tank capacity (millions of gallons)	5.00	7.00	8.01	6.51	8.00
Elevated storage tanks	4	4	4	4	4
Elevated storage tank capacity (millions of gallons)	1.50	1.50	1.50	1.50	1.50
Number of treatment plants	11	11	11	11	10
Daily treatment capacity (millions of gallons)	4.25	4.25	4.33	2.35	2.00
Number of lift stations	164	151	152	153	163
Miles of sanitary sewer lines	251	277	303	308	215
<u>Other Public Works</u>					
Traffic signals	99	106	112	108	108
<u>Public Safety</u>					
Fire stations	27	29	30	30	31
Sheriff stations	12	12	13	12	11
Patrol units	579	638	605	587	517
<u>Parks and Recreation</u>					
Park acreage	3,048	3,048	3,859	2,479	2,501
Number of community parks	30	35	36	36	38

Source: Various County Departments.

Continued next page

2012	2013	2014	2015	2016
3,059	3,058	3,075	3,077	3,079
591	597	608	628	642
39	39	42	43	42
2,195	2,248	2,332	2,421	2,469
33	33	35	38	37
59	59	64	66	65
9	9	9	9	9
9	9	9	9	9
8.00	8.00	8.00	8.00	8.00
4	4	4	4	3
1.50	1.50	1.50	1.50	1.35
7	6	5	5	5
2.22	4.60	4.06	4.06	4.06
163	164	163	166	166
216	217	217	224	226
111	113	116	116	116
30	31	30	30	30
11	11	11	11	11
451	430	405	428	420
2,462	2,014	2,014	2,014	2,002
37	40	40	40	50



COMPLIANCE SECTION

This section is presented in accordance with:

- *Government Auditing Standards*, issued by the Comptroller General of the United States
- The provisions of Office of Management and Budget (OMB) Uniform Guidance
- Florida Single Audit Act, Chapter 215.97 of the *Florida Statutes*
- The *Rules of the Auditor General* of the State of Florida, Chapter 10.550

**ADDITIONAL ELEMENTS OF REPORT PREPARED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*,
ISSUED BY THE COMPTROLLER GENERAL OF THE UNITED STATES;
THE PROVISIONS OF THE UNIFORM GUIDANCE; AND THE *RULES
OF THE AUDITOR GENERAL* OF THE STATE OF FLORIDA**

**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***

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and 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, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Marion County, Florida (the County) as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 10, 2017.

Internal Control Over Financial Reporting

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

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

Certified Public Accountants

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MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

**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
(Concluded)**

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of 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 test 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 results of that testing, and not to provide an opinion on the effectiveness of the entity'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.

Durvis, Gray and Company, LLP

March 10, 2017
Ocala, Florida

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND
CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

Report on Compliance for Each Major Federal Program and State Project

We have audited Marion County, Florida (the County)'s compliance with types of compliance requirements described in the *OMB Compliance Supplement* and the requirements described in the *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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs and state projects.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs and state projects 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; 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 major federal programs and state projects 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.

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The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND
CHAPTER 10.550, RULES OF THE AUDITOR GENERAL
(Continued)**

Opinion on Each Major Federal Program

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 of 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 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 a major federal program or 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 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 or 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 or 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 or 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.

Schedule of Expenditures of Federal Awards and State Financial Assistance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County, as of and for the year ended September 30, 2016, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 10, 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 Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND
CHAPTER 10.550, RULES OF THE AUDITOR GENERAL
(Concluded)**

Schedule of Expenditures of Federal Awards and State Financial Assistance (Concluded)

The accompanying schedule of expenditures of federal awards and state financial assistance is presented for the 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 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 underlying accounting and other records used to prepare the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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.

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 results 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.

Curvis, Gray and Company, LLP

March 10, 2017
Ocala, Florida

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016
MARION COUNTY, FLORIDA**

Federal Grantor / Pass-Through Grantor / Program Title / Project Title	Federal CFDA Number	Pass-Through Grantor Number	Federal Expenditures Only	Federal Amount Provided to Subrecipients
FEDERAL AWARDS				
<u>U.S. Department of Agriculture:</u>				
<i>Direct Programs:</i>				
Cooperative Forestry Assistance: Forestry Special Details	10.664	13-LE-11080500-004	30,880	-
<i>Passed through Florida Department of Financial Services:</i>				
Schools and Roads-Grants to States: Federal Forestry Shared Revenue	10.665	N/A	284,949	-
<i>Passed through Marion County School Board:</i>				
Schools and Roads-Grants to States: Federal Forestry Shared Revenue	10.665	N/A	21,681	-
Total U.S. Department of Agriculture			337,510	-
<u>U.S. Department of Housing and Urban Development:</u>				
<i>Direct Programs:</i>				
Community Development Block Grants/Entitlement Grants	14.218	B-14-UC-12-0019	769,280	454,434
Community Development Block Grants/Entitlement Grants	14.218	B-15-UC-12-0019	108,226	48,883
Community Development Block Grants/Entitlement Grants	14.218	B-08-UN-12-0011	70,714	-
Community Development Block Grants/Entitlement Grants	14.218	B-11-UN-12-0011	202,346	-
Community Development Block Grants/Entitlement Grants	14.231	E-13-UC-12-0026	61,709	55,580
Community Development Block Grants/Entitlement Grants	14.231	E-14-UC-12-0026	137,514	130,845
Community Development Block Grants/Entitlement Grants	14.231	E-15-UC-12-0026	28,369	26,165
Total Community Development Block Grants/Entitlement Grants			1,378,158	715,907
Home Investment Partnerships Program	14.239	M-10-DC-12-0232	320,667	293,638
Home Investment Partnerships Program	14.239	M-11-DC-12-0232	283,151	227,921
Home Investment Partnerships Program	14.239	M-12-DC-12-0232	458,560	361,870
Home Investment Partnerships Program	14.239	M-13-DC-12-0232	189,048	-
Home Investment Partnerships Program	14.239	M-14-DC-12-0232	26,240	-
Home Investment Partnerships Program	14.239	M-15-DC-12-0232	18,693	16,869
Total Home Investment Partnerships Program			1,296,359	900,298
Total U.S. Department of Housing and Urban Development			2,674,517	1,616,205
<u>U.S. Department of Justice:</u>				
JAG Program Cluster:				
<i>Direct Programs:</i>				
Edward Byrne Memorial Justice Assistance Grant Program				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2013-DJ-BX-1071	30,323	
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2014-DJ-BX-0819	17,568	
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2015-DJ-BX-1047	6,815	-
<i>Passed through Florida Department of Law Enforcement:</i>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-JAGC-MAR1-4-H3-227	4,000	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-JAGC-MAR1-3-H3-099	33,433	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-JAGC-MAR1-5-H3-232	8,532	-
Total JAG Program Cluster			100,671	-

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016
MARION COUNTY, FLORIDA
(Continued)**

Federal Grantor / Pass-Through Grantor / Program Title / Project Title	Federal CFDA Number	Pass-Through Grantor Number	Federal Expenditures Only	Federal Amount Provided to Subrecipients
<u>U.S. Department of Justice, continued:</u>				
<i>Passed through Florida Office of Attorney General: Crime Victim Compensation</i>	16.575	V238-14337	38,636	-
Total U.S. Department of Justice			139,307	-
<u>U.S. Department of Transportation:</u>				
<i>Passed through Florida Department of Transportation:</i>				
Highway Planning and Construction FPN: 43407-1-38-01	20.205	G0020	6,916	-
Highway Planning and Construction FPN: 436358-1-58-01	20.205	G0168	4,079	-
Highway Planning and Construction FPN: 436291-1-58-.01	20.205	G0167	1,553	-
Highway Planning and Construction FPN: 436474-1-38-01	20.205	G0021	60,000	-
Highway Planning and Construction FPN: 435484-1-38/C8-01	20.205	G0175	47,709	-
Highway Planning and Construction FPN: 430252-1-54-01	20.205	ARG87	61,905	-
Highway Planning and Construction FPN: 436186-1-58-01	20.205	G0050	1,352,233	-
Highway Planning and Construction FPN: 434844-1-38-01-1-38-01	20.205	ARK32	1,569	-
Highway Planning and Construction FPN: 435486-1-38-01	20.205	G0977	2,462	-
Highway Planning and Construction FPN: 433206-1-58/68-01	20.205	G0749	288,267	-
Total U.S. Department of Transportation			1,826,693	-
<u>U.S. Department of Health & Human Services:</u>				
<i>Passed through Florida Department of Revenue: Child Support Enforcement</i>	93.563	COC 42	380,146	-
Total U.S. Department of Health & Human Services			380,146	-
<u>U.S. Department of Homeland Security:</u>				
<i>Passed through Florida Department of Community Affairs:</i>				
Emergency Management Performance Grant	97.042	17-FG-P9-05-52-01-115	26,222	-
Emergency Management Performance Grant	97.042	16-FG-5A-05-52-01-108	75,463	-
Total Emergency Management Performance Grants			101,685	-
Homeland Security Grant Program:				
Homeland Security Grant Program	97.067	16-CC-S6-05-52-02-382	5,720	-
Homeland Security Grant Program	97.067	16-CI-S9-05-52-02-383	5,720	-
Homeland Security Grant Program	97.067	15-DS-P4-05-52-02-282	782	-
Homeland Security Grant Program	97.067	15-DS-P4-05-52-01-241	522	-
Homeland Security Grant Program	97.067	16-DS-T9-05-52-01-329	101,413	-

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016
MARION COUNTY, FLORIDA
(Continued)**

Federal Grantor / Pass-Through Grantor / Program Title / Project Title	Federal CFDA Number	Pass-Through Grantor Number	Federal Expenditures Only	Federal Amount Provided to Subrecipients
<u>U.S. Department of Homeland Security, continued:</u>				
<i>Passed through Florida Department of Emergency Management</i>				
Homeland Security Grant Program	97.067	15-DS-P4-05-52-01-387	14,250	-
Homeland Security Grant Program	97.067	16-DS-T9-05-52-01-394	27,834	-
Total Homeland Security Grant Program			<u>156,241</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>257,926</u>	<u>-</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 5,616,099</u>	<u>\$ 1,616,205</u>

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016
MARION COUNTY, FLORIDA
(Continued)**

State Grantor / Pass-Through Grantor / Program Title / Project Title	State CSFA Number	State Identification Number	State Expenditures Only	State Amount Provided to Subrecipients
STATE FINANCIAL ASSISTANCE				
<u>Executive Office of the Governor:</u>				
<i>Direct Programs:</i>				
Emergency Management Programs:				
Emergency Management Preparedness & Assistance	31.063	17-BG-83-05-52-01-048	37,528	-
Emergency Management Preparedness & Assistance	31.063	16-BG-83-05-52-01-041	87,269	-
Total Emergency Management Programs			124,797	-
Total Executive Office of the Governor			124,797	-
<u>Florida Department of Environmental Protection:</u>				
<i>Direct Programs:</i>				
Cooperative Collection Center Grant:	37.007	S0880	35,000	-
<i>Direct Programs:</i>				
<i>Passed through St. Johns River Water Management District:</i>				
Florida Springs Grant Program	37.052	27653	611,485	-
Total Florida Department of Environmental Protection			646,485	-
<u>Florida Department of Agriculture and Consumer Services:</u>				
<i>Direct Programs:</i>				
Southeastern Livestock Pavillion Resources	42.033	022938	665,255	-
Southeastern Livestock Pavillion Resources	42.033	021832	32,085	-
Total Florida Department of Agriculture and Consumer Services			697,340	-
<u>Florida Department of State and Secretary of State:</u>				
<i>Direct Programs:</i>				
State Aid to Libraries	45.030	16-ST-30	162,077	-
Total Florida Department of State and Secretary of State			162,077	-
<u>Florida Housing Finance Corporation:</u>				
<i>Direct Programs:</i>				
State Housing Initiatives Partnership (SHIP) Program	40.901	N/A	961,704	-
Total Florida Housing Finance Corporation			961,704	-
<u>Florida Department of Transportation:</u>				
<i>Direct Programs:</i>				
Aviation Development Grants:				
Customer Service Building Aircraft Parking Apron @ Dunnellon Airport/ FM#: 431546-1-9401	55.004	ARI50	13,269	-
JPA-Aircraft Parking Apron @ Dunnellon Airport/ FM#: 431547-1-94-01	55.004	AR348	240	-
Total Aviation Development Grants			13,509	-

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016
MARION COUNTY, FLORIDA
(Concluded)**

State Grantor / Pass-Through Grantor / Program Title / Project Title	State CSFA Number	State Identification Number	State Expenditures Only	State Amount Provided to Subrecipients
<u>Florida Department of Transportation, continued:</u>				
<i>Direct Programs, continued:</i>				
County Incentive Grant Program:				
CIGP Agreement/CR200A Resurfacing FPN: 436188-1-54-01	55.008	GOA33	137,648	-
Transportation Regional Incentive Program:				
LAP Agreement-SE 92nd Loop/ FPN: 424186-3-54-01	55.026	ARV68	2,553,482	-
Transportation Regional Incentive Program:				
LAP Agreement-SE 92nd Loop/North FPN: 424186-2-54-01	55.026	G0095	4,342,290	-
Total Florida Department of Transportation			7,046,929	-
<u>Florida Department of Health:</u>				
<i>Direct Programs:</i>				
<i>County Grant Awards Program:</i>				
Emergency Medical Services County Grant	64.005	C4042	53,503	-
Total Florida Department of Health			53,503	-
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			\$ 9,692,835	\$ -
TOTAL EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE			\$ 15,308,934	\$ 1,616,205

Notes:

(1) Marion County received the following Local Government Water Supply Funding Assistance from WRWSA in FY16:

15-16 Local Government Water Supply Funding	N/A	N/A	20,242
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Basis of Presentation

The accompanying schedule of expenditures of federal awards and state financial assistance includes the federal and state grant activity of Marion County, Florida and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the financial statements.

Indirect Cost Rate

Marion County received a negotiated cost rate for federal awards; therefore, Marion County did not elect the minimus rate 10% for determining indirect cost amount.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL AWARD PROGRAMS AND STATE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2016
MARION COUNTY, FLORIDA**

PART A - SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on the basic financial statements of Marion County, Florida, as of and for the year ended September 30, 2016.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the report on internal control over financial reporting and on compliance and other matters based on an audit of the basic financial statements of Marion County, Florida.
3. No instances of noncompliance material to the basic financial statements of Marion County, Florida were disclosed during the audit (same report as No. 2 above).
4. No significant deficiencies or material weaknesses relating to the audit of the major federal programs and state projects are reported in the independent auditors' report on compliance for each major federal program and state project and on internal control over compliance in accordance with Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*.
5. The auditors' report on compliance for the major federal programs and state projects for Marion County, Florida expresses an unmodified opinion (same report as No. 4 above).
6. The audit disclosed no findings required to be reported in accordance with Section 516(a) of the Uniform Guidance or Chapter 10.557, *Rules of the Auditor General*, relative to the major federal programs and state projects for Marion County, Florida.
7. The programs/projects tested as major programs/projects included the following:
 - **Federal Programs**
 - U.S. Department of Transportation
 - ▶ Highway Planning and Construction, CFDA 20.205
 - **State Projects**
 - Florida Department of Agriculture and Consumer Services
 - ▶ Southeastern Livestock Pavilion Resources, CSFA No. 42.033
 - Florida Department of Transportation
 - ▶ Transportation Regional Incentive Program (TRIP), CSFA No. 55.026
8. The threshold for distinguishing Type A and Type B programs/projects was \$750,000 for major federal award programs and \$300,000 major state financial assistance projects.
9. Marion County, Florida did qualify as a low-risk auditee pursuant to the Uniform Guidance.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL AWARD PROGRAMS AND STATE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2016
MARION COUNTY, FLORIDA
(Concluded)**

PART B - FINDINGS - FINANCIAL STATEMENTS

1. No matters were reported.

PART C - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS

1. No matters were reported.

PART D - FINDINGS AND QUESTIONED COST - MAJOR STATE FINANCIAL ASSISTANCE PROJECTS

1. No matters were reported.

PART E - OTHER ISSUES

1. No summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to federal programs or state projects.
2. No Corrective Action Plan is required because there were no findings required to be reported under the Uniform Guidance or Florida *Single Audit Acts*.

**INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE
WITH SECTION 218.415, FLORIDA STATUTES**

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

We have examined Marion County, Florida (the County)'s compliance with the requirements of Section 218.415, Florida Statutes, as of and for the year ended September 30, 2016, as required by Section 10.556(10)(a), *Rules of the Auditor General*. 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 the 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 of the County's compliance with specified requirements.

In our opinion, the County complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2016.

This report 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 Council Members, and applicable management, and is not intended to be and should not be used by anyone other than those specified parties.

Purvis, Gray and Company, LLP

March 10, 2017
Ocala, Florida

Certified Public Accountants

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MEMBERS OF AMERICAN AND FLORIDA INSTITUTES OF CERTIFIED PUBLIC ACCOUNTANTS
MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

**INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE
WITH SECTIONS 365.172(10) AND 365.173(2)(d), FLORIDA STATUTES**

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

We have examined Marion County, Florida (the County's) compliance with the requirements of Section 365.172(10), Florida Statutes, *Authorized Expenditures of E911 Fee*, and Section 365.173(2)(d), Florida Statutes, *Distribution and Use of (E911) Funds*, 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.

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 Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Commission members, and applicable management, and is not intended to be, and should not be, used by anyone other than these specified parties.

Purvis, Gray and Company, LLP

March 10, 2017
Ocala, Florida

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MANAGEMENT LETTER

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

Report of the Financial Statements

We have audited the basic financial statements of Marion County, Florida (the County), as of and for the fiscal year ended September 30, 2016, and have issued our report thereon dated March 10, 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; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of 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 on Compliance and Other Matters Based on an Audit of 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' Reports on examination conducted in accordance with AICPA *Professional Standards*, Section 601, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosure in those reports and schedule, which are dated March 10, 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 audit recommendations made in the preceding 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. The legal authority for the County and its component units is reported in Note 1 to the basic financial statements.

Certified Public Accountants

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The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

MANAGEMENT LETTER
(Concluded)

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 condition(s) 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 the financial information provided by same.

Annual Financial Report

Sections 10.554(1)(i)5.b. and 10.556(7), *Rules of the Auditor General*, require that we report the results of our determination as to whether the annual financial report for the County 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 report for the fiscal year ended September 30, 2016. In connection with our audit, we determined that these two reports were in agreement.

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 the County Commissioners, and applicable management, and is intended to be and should not be used by anyone other than these specified parties.



March 10, 2017
Ocala, Florida



CLERK OF THE CIRCUIT COURT AND COMPTROLLER
David R. Ellspermann

MARION COUNTY
IMPACT FEE AFFIDAVIT

As the Chief Financial Officer, I certify that the County of Marion County Florida has complied with Florida Statute 163.31801.

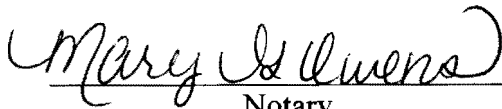


David R. Ellspermann

2/2/17

Date

Sworn to and subscribed before me this
2nd of February, 2017.



Notary





DEDICATED TO ALL WHO SERVED

OCALA - MARION COUNTY

Veterans Memorial Park

1997

JEWISH WAR VETERANS
OCALA FL POST