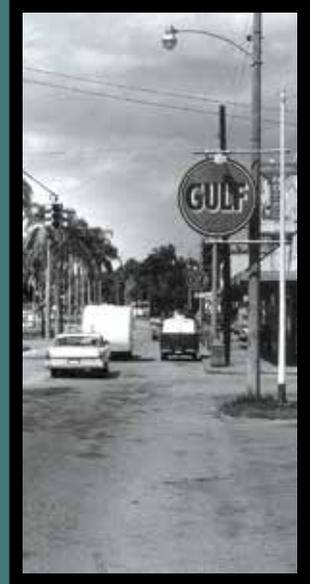


LAKE COUNTY, FLORIDA



Comprehensive Annual
Financial Report

Fiscal Year Ended September 30, 2014

LAKE COUNTY | FLORIDA



Comprehensive Annual Financial Report

Fiscal Year Ended September 30, 2014

LAKE COUNTY FLORIDA

Comprehensive Annual Financial Report
Fiscal Year Ended September 30, 2014

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LAKE COUNTY, FLORIDA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Year Ended
September 30, 2014**

**Neil Kelly
Clerk of the Circuit Court**

COUNTY FINANCE DEPARTMENT

**Barbara F. Lehman, CPA
Chief Deputy Clerk**

**Kristy L. Mullane, CPA
Accounting Director**

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**PRINCIPAL OFFICIALS
LAKE COUNTY, FLORIDA**

AS OF SEPTEMBER 30, 2014

BOARD OF COUNTY COMMISSIONERS

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

ELECTED COUNTY OFFICIALS

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

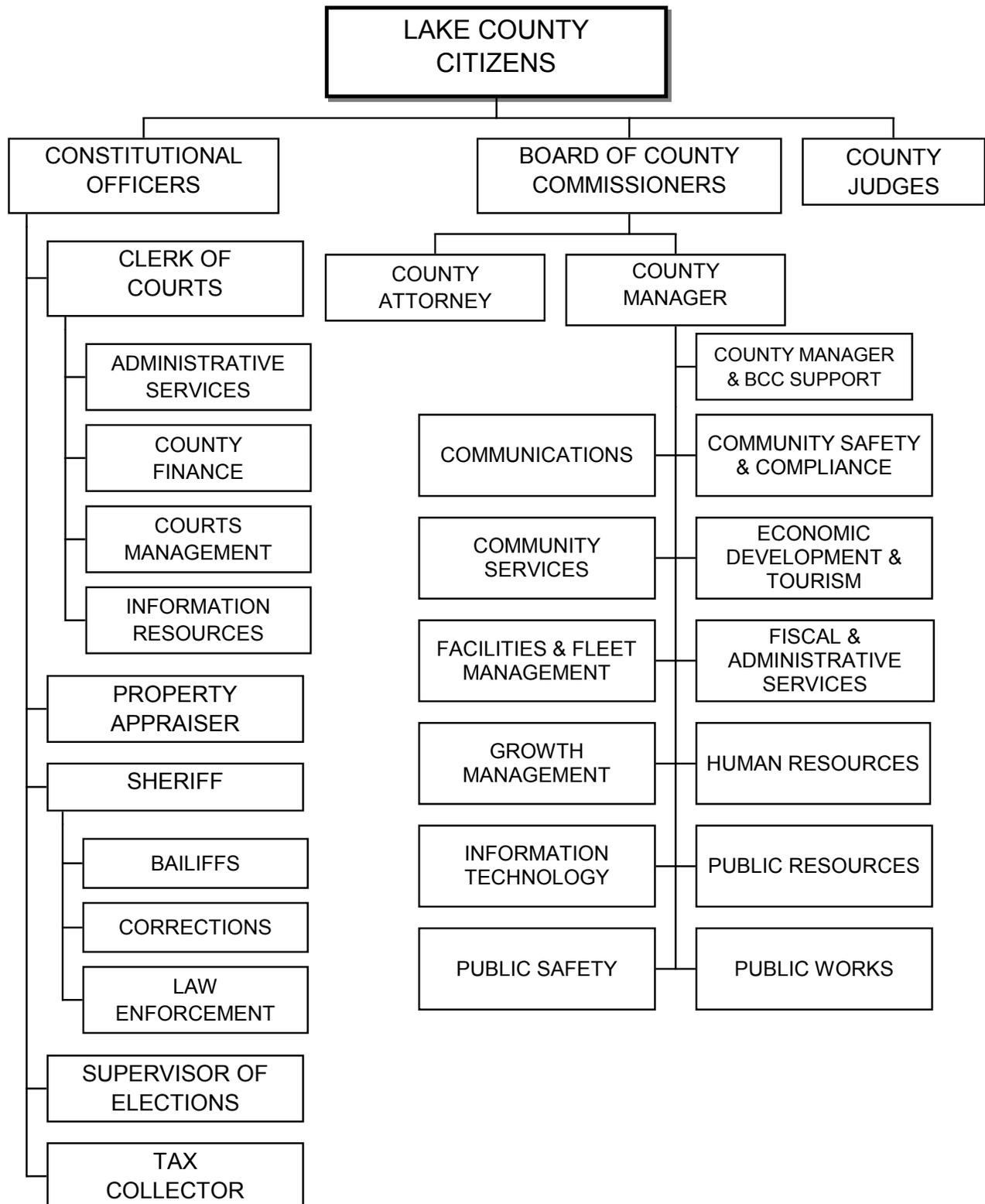
APPOINTED COUNTY OFFICIALS

David Heath	County Manager
Sanford A. Minkoff	County Attorney

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ORGANIZATIONAL CHART

LAKE COUNTY ORGANIZATIONAL CHART LAKE COUNTY, FLORIDA



LAKE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

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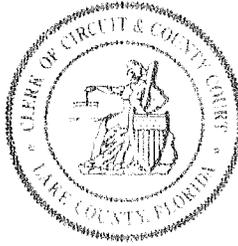
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LETTERS OF TRANSMITTAL

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Clerk of the Circuit Court

March 31, 2015

The Honorable Board of County Commissioners
Lake County, Florida

The Comprehensive Annual Financial Report of Lake County, Florida, as of September 30, 2014, and for the 2013-2014 fiscal year is hereby transmitted. The accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, is the responsibility of the County. Management believes that the presented data is materially accurate and is designed to report the financial position and the results of operations as measured by the financial activity of the County's various funds. The necessary disclosures to enable the reader to gain the maximum understanding of the County's financial affairs have been included.

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

This report has been prepared following the guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada. The GFOA awards Certificates of Achievement to those governments whose annual financial reports are judged to conform substantially with high standards of public financial reporting, including accounting principles generally accepted in the United States. Lake County was awarded a Certificate of Achievement for its annual financial report for the 2013 fiscal year. The Certificate of Achievement program requires the inclusion of all funds of the County. The financial statements for the year ended September 30, 2014, include all of the Constitutional Officers, dependent special districts, and other agencies of the County. It is my belief that the accompanying fiscal year 2014 financial report will meet program standards and it will be submitted to the GFOA for review.

NEIL KELLY

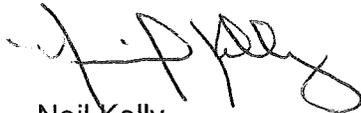
*Clerk of the Circuit Court • County Court • Board of County Commissioners
550 West Main Street • Post Office Box 7800 • Tavares, Florida 32778-7800
(352) 742-4100*

March 31, 2015
Page Two

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

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

Respectfully submitted,

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

Neil Kelly
Clerk of Circuit Court

Attachment



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

Clerk of the Circuit Court

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

March 31, 2015

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

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of Lake County, Florida, for the fiscal year ended September 30, 2014. This report was prepared by the County Finance Department under the direction of the Clerk of Courts in his capacity as County Comptroller.

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

In accordance with Chapter 218, Florida Statutes, Lake County's financial statements have been audited by independent certified public accountants. The independent auditor's report has been included in the financial section of this report. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. Based upon the results of the audit, the auditors concluded that there was a reasonable basis for rendering an unmodified opinion that Lake County's financial statements for the fiscal year ended September 30, 2014 are fairly presented in conformity with GAAP. In addition to meeting the requirements set forth in state statutes, the

Neil Kelly

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audit was also designed to meet the requirements of the State of Florida and Federal Single Audit Acts. The standards governing single audit engagements require the independent auditor to report on the government's internal controls and compliance with legal requirements with special emphasis on the administration of federal and state awards. Information related to the single audit, including schedules of federal and state financial assistance and the independent auditor's reports thereon are included in this report.

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

Profile of Lake County

Lake County is located in the center of the state approximately 65 miles from the east and west coasts at the northwestern edge of central Florida. The County was created in June, 1887, by the Florida legislature and encompasses 954 square miles of land and over 200 square miles of lakes. The current estimated population is 308,034. There are fourteen municipalities located within the County including: Astatula, Clermont, Eustis, Fruitland Park, Groveland, Howey-in-the-Hills, Lady Lake, Leesburg, Mascotte, Minneola, Montverde, Mount Dora, Tavares and Umatilla.

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

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

The chief administrative official of the County is the County Manager. The County Manager is hired by the Board and is responsible to them for the

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

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

The budget is prepared by fund, department, and object code. After the budget is adopted, no transfers can be made between funds without a public hearing. Certain transfers within a department may be approved by the County Manager or by the Board, depending on the dollar amount. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget is adopted. For the general fund, this comparison is on page 42 as part of the basic financial statements for governmental funds. For other governmental funds, the comparison for each fund for which a budget has been adopted is presented on pages 44 to 45 and 102 to 135.

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

Local Economy. The local economy continues to improve in 2015. For the second year in a row, the assessed taxable value of real and personal property increased. The increase, about \$656 million, represents about 4.5% of the total assessed value of \$15.5 billion. In addition, the unemployment rate for the County decreased by .6%, to 6.3% at year end. State and national rates were also lower at 6.1% and 5.9%, respectively.

Economic development has been an ongoing priority of the Board. The Economic Development Department has a website which gives businesses and individuals up to date information about the County and various programs that are available to those wishing to locate here or to start a business here.

In addition, the County has:

- Established Business Incubator Programs in conjunction with the local college. There are three Business Opportunity Centers which offer affordable office space, specialty training, mentoring and other educational services to businesses at any stage of development.
- Developed business incentive programs such as the Review Appropriate to Priority in Development (RAPID) which offers expedited plan review and inspections affecting the construction of a facility in a timeframe that meets the organization's deadlines.
- Created a commercial property finder on the County's website which includes various properties that are available and allows for a search of properties based on certain parameters.

These are just a few of the steps that have been taken to assist local businesses and to encourage other businesses to locate here.

Federal and state grants continue to provide for various programs that benefit the County. Affordable housing, community development, road projects, public transportation and public safety are programs that are supported in part by federal and state funding. The County received \$17.6 million in state and federal assistance in 2014.

In addition, the Public Safety Department entered into agreements with several cities in the county for emergency services. These Interlocal Service Boundary Agreements (ISBA) provide that the closest emergency unit will respond to emergency incidents within the ISBA area. The system uses an Automatic Vehicle Location system, which is similar to a GPS monitoring system, that will dispatch the closest unit to any emergency, whether county or city. Additional agreements are planned with other cities in the county with the goal of improving public safety and lowering costs.

All of these projects helped to create jobs and benefitted the community.

Relevant financial policies. The County has established an economic stabilization reserve policy to ensure that sufficient cash is available in the following year to meet the County's obligations until anticipated revenues are available and to protect the County's essential service programs during periods of economic downturn or unforeseen catastrophic events. One of the goals of this policy is for the General Fund to maintain a reserve of fund balance from 7%

to 12% of the total budget. At September 30, 2014, the unassigned fund balance of \$12,223,358 met this goal.

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

Long-term Financial Planning. The County issued \$87,455,000 in Capital Improvement Revenue Bonds in 2007 to fund the construction of projects in accordance with a master space and facilities plan developed in previous years. Phase II construction, the Courthouse Expansion, began in 2010 as discussed below.

In addition, the County issued \$34,720,000 in Limited General Obligation Bonds for the acquisition of environmentally sensitive lands. These bonds are secured by a voter-approved ad valorem tax not to exceed 1/3 mill. In 2014, .1900 mills were assessed to cover the debt service. About \$1.0 million of these proceeds remain.

Major Initiatives. The completion of the Courthouse Expansion project marks the conclusion of a six year capital improvement program financed by the Capital Improvement Revenue Bonds mentioned above. The bond proceeds were used for the construction of a parking garage, a Tax Collector and Property Appraiser Office Building and an expansion of approximately 168,000 square feet of the existing Courthouse. This program was undertaken in response to a space study completed in 2005 that predicted the need for increased space for County and court-related operations.

With space issues adequately addressed, the County is turning its attention to the renewal of the one-cent discretionary infrastructure sales tax which expires December 31, 2017. The current sales tax is divided equally among the County, School District and Cities. The County uses one-half of the approximately \$12.4 million received each year for roads and the other half for qualifying projects such as infrastructure and public safety equipment. Continuation of the tax is subject to a referendum of the voters of Lake County. The current sales tax levy began in 1988 and was subsequently extended in 2001 for another 15 year period.

Another emphasis of the Board is the completion of two important road projects including a new turnpike interchange that will be built east of Minneola in south Lake County. The interchange will be built by the Florida Department of Transportation (FDOT); the County will make North Hancock Road four lanes to provide access. Hancock Road is an \$8.6 million project with \$1.9 million funded

by FDOT. In addition, the County has partnered with the Villages in the construction of a portion of CR 466A also using a FDOT grant of about \$4.3 million. Both of these projects will have a significant impact on the County.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lake County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2013. This was the 33rd consecutive year that Lake County has received this award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In addition, both the Board and Clerk's Office participate in GFOA's Distinguished Budget Award program. In order to qualify for the Distinguished Budget Presentation Award, a budget document must be judged proficient in several categories including policy documentation, financial planning and organization. The Board has received this award for 8 fiscal years and the Clerk's Office for the last 23 fiscal years.

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

Respectfully submitted,



Barbara F. Lehman, CPA
Chief Deputy Clerk - County Finance

CERTIFICATE OF ACHIEVEMENT



Government Finance Officers Association

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

Presented to

**Lake County
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2013

Executive Director/CEO

INDEPENDENT AUDITOR'S REPORT

Honorable Board of County Commissioners
Lake County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of Lake County, Florida (the "County") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of the County as of September 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Road Impact Fees Fund, and Federal/State Grants for the year then ended in accordance with accounting principles generally accepted in the United States of America.

INDEPENDENT AUDITOR'S REPORT
(Concluded)

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 9, 2015, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Moore Stephens Lovelace, P.A.

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
April 9, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS

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Management's Discussion and Analysis

As management of Lake County, Florida, (County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Lake County government for the fiscal year ended September 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the letters of transmittal, which can be found at pages 3 to 10 of this report.

Financial Highlights

- Lake County's assets exceeded its liabilities at September 30, 2014 by \$454,145,307 (net position). Of this amount, \$23,626,417 (unrestricted net position) may be used to meet the County's ongoing obligations to its citizens and creditors.
- The County's total net position decreased \$16,589,526 from the previous year with \$19,146,960 of the decrease resulting from governmental activities and a \$2,557,434 increase from business-type activity.
- At September 30, 2014, Lake County's governmental fund statements report combined ending fund balances of \$82,683,371, a decrease of \$16,497,510 from the previous fiscal year. Of this amount, \$12,223,358 remains unassigned in the governmental funds with the remaining balance either restricted, committed or assigned in the various governmental fund types.
- The General Fund, the County's primary operating fund, reported an unassigned fund balance of \$12,223,358 and a decrease in total fund balance from the last fiscal year of \$6,870,672. The unassigned general fund balance of \$12,223,358 represents approximately 11% of total general fund expenditures.
- Total bonded debt outstanding at year-end amounted to \$105,020,000. There were no new borrowings in 2014.

Overview of the Financial Statements

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

Government-wide financial statements

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

The **Statement of Net Position** presents the County's assets less its liabilities at year end. The difference between these assets and liabilities is reported as net position. Changes in net position over time may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

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

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

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

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

wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 35 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Road Impact Fees Special Revenue Fund, Federal & State Grants Special Revenue Fund, Sales Tax Capital Projects, and Facilities Expansion Capital Projects Funds, all of which are considered to be major funds. Data from the other 30 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

The basic governmental fund financial statements can be found on pages 34 to 45 of this report.

Proprietary funds. The County maintains and presents two types of proprietary funds: enterprise and internal service, which can be found on pages 46 to 49 of this report.

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

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

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

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

The basic fiduciary fund financial statement can be found on page 50 of this report.

Notes to financial statements. The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 51 to 79 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 86 to 165 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the County's financial position. In the case of Lake County, governmental activities assets exceed liabilities by \$441,046,164 at September 30, 2014.

By far the largest portion of the County's governmental activities net position (86%) reflects its investment in capital assets (e.g., infrastructure, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are *not* available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following is a summary of Lake County net position for governmental and business-type activities for 2014 and 2013, with amounts expressed in thousands.

LAKE COUNTY'S NET POSITION (amounts expressed in thousands)

	Governmental Activities		Business-type Activity		Total	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 113,474	\$ 129,044	\$ 8,446	\$ 3,985	\$ 121,920	\$ 133,029
Capital Assets	489,981	494,437	12,232	12,601	502,213	507,038
Total Assets	<u>603,455</u>	<u>623,481</u>	<u>20,678</u>	<u>16,586</u>	<u>624,133</u>	<u>640,067</u>
Long-term liabilities outstanding	131,147	134,052	5,742	4,738	136,889	138,790
Other liabilities	31,262	29,236	1,837	1,306	33,099	30,542
Total Liabilities	<u>162,409</u>	<u>163,288</u>	<u>7,579</u>	<u>6,044</u>	<u>169,988</u>	<u>169,332</u>
Net Position:						
Net investment in capital assets	378,600	381,585	12,232	12,602	390,832	394,187
Restricted	39,686	46,806	-	-	39,686	46,806
Unrestricted (deficit)	22,760	31,802	867	(2,060)	23,627	29,742
Total net position	<u>\$ 441,046</u>	<u>\$ 460,193</u>	<u>\$ 13,099</u>	<u>\$ 10,542</u>	<u>\$ 454,145</u>	<u>\$ 470,735</u>

An additional portion of the County's governmental activities net position (9%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted governmental activities net position (\$22,759,650) may be used to meet the County's ongoing obligations to citizens and creditors.

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

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

Net position in the Landfill Fund (Business-type Activity) consists of the amount invested in net investment in capital assets of \$12,232,376 (93%), and unrestricted net position of \$866,767.

Governmental activities

Governmental activities account for 97% of the County's net position. One of the major components of general revenue collected by governmental activities is property taxes. In 2014, property taxes were assessed at a millage rate of 4.7309 mills for the general fund, the same rate as 2013. Property taxes collected amounted to \$82,457,569, an increase of \$593,511 from the prior year. This increase was due to an increase in taxable value of about .6%. Other taxes amounted to \$23,463,189 and include infrastructure sales tax (\$12,443,490), gas taxes (\$6,831,394), communications services taxes (\$1,857,263) and tourist development taxes (\$2,331,042).

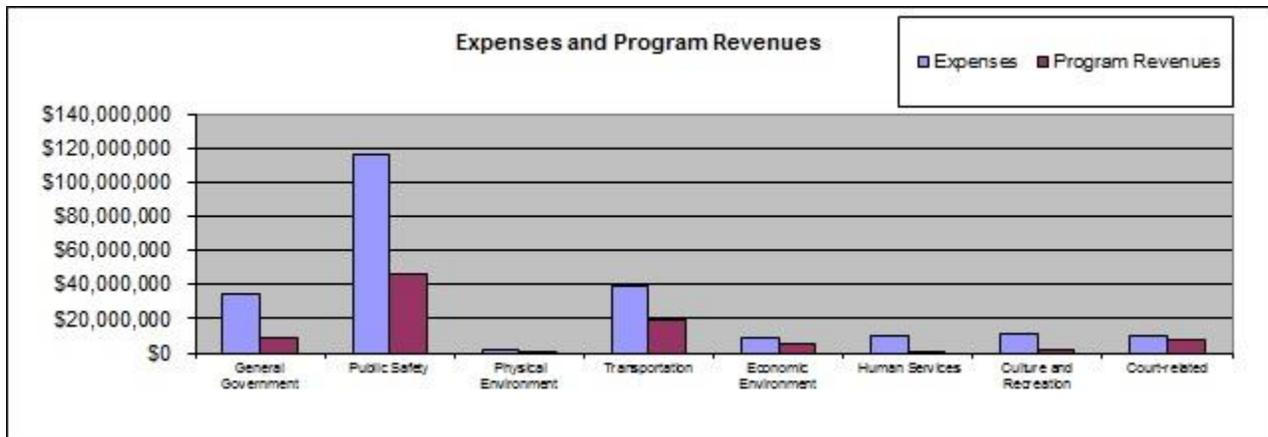
Other variances in governmental activities include:

- Other ad valorem taxes include the Stormwater Management, Parks and Roads Municipal Services Tax Fund, the Lake County Ambulance Fund, the Municipal Taxing Unit for Fire Protection Fund and Voter Approved debt. The tax rate for the stormwater, parks and roads MSTU was .4984 mills, the same as last year. The Ambulance fund adopted a millage rate of .3853 mills, also the same as last year. The MTU for Fire Protection is used to provide funds for advanced life support services by the Fire department. This millage was .3222 in 2014 and 2013. The Voter Approved debt millage was .1900, also the same as last year. These funds are used to pay debt service on bonds issued to purchase environmentally sensitive land. Collections from these four taxes amounted to about \$14.5 million of the total \$82.5 million that was collected.
- Charges for services increased and operating grants and contributions decreased by approximately \$6.8 million and \$7.8 million respectively. Approximately \$3.9 million of the increase and \$4.7 million of the decrease is due to a change in funding for the courts system. Clerk's Offices were taken out of the state appropriation process beginning July, 2013. Thus, intergovernmental revenues were replaced by court revenues (fines, fees, service charges and costs) now classified as charges for services. In addition, court revenues as a whole are down by about \$1 million due to a decrease in foreclosure filings and traffic citations.
- The remaining \$2.9 million increase in charges for services resulted from an increase of approximately \$1.0 million in ambulance revenues due to a rate increase and increased call volume, an increase of approximately \$1.0 million in Sheriff charges for dispatching and police services, and an increase of approximately \$500,000 in building services revenue related to increased building permit activity. The remaining \$3.1 million decrease in operating revenue is primarily due to decreases in various grant revenues, including \$1.9 million in Federal grants for low income housing and rental assistance, related to the expiration of the Community Development Block Grant NSP3 program and Housing and Urban Development reducing Section 8 reserves.
- Capital grants were higher in 2014 by almost \$5.7 million, primarily for road projects funded by federal grants of \$4.5 million, road impact fees of \$1.8 million and a state grant for right of way of \$1.3 million. These increases were offset by a decrease in public safety grants of approximately 1.3 million for the Emergency Communications and Operations Center completed in 2013.
- General government expenses increased by approximately \$2.0 million, including approximately 1.0 million for expenses incurred by the Tax Collector in taking over the issuance of driver's licenses from the state. Transportation expenses increased by almost \$1.6 million for additional repairs and maintenance incurred in 2014.

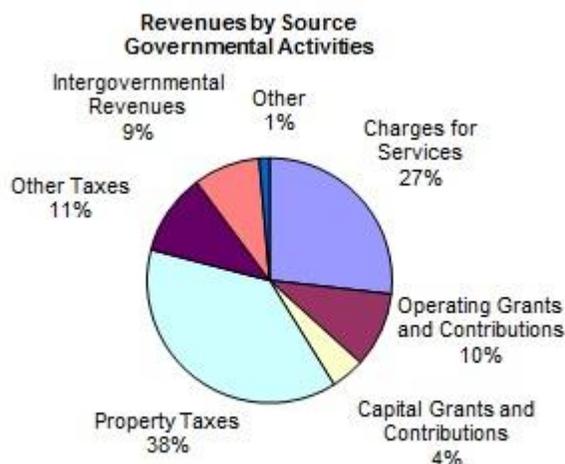
The following is a summary of Lake County governmental and business-type activities for 2014 and 2013, including revenues and expenses, with amounts expressed in thousands:

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program Revenues:						
Charges for services	\$ 58,270	\$ 51,418	\$ 16,007	\$ 16,264	\$ 74,277	\$ 67,682
Operating grants and contributions	21,633	29,480	-	-	21,633	29,480
Capital grants and contributions	9,720	4,049	-	-	9,720	4,049
General Revenues:						
Property taxes	82,458	81,864	-	-	82,458	81,864
Other taxes	23,463	22,079	-	-	23,463	22,079
Intergovernmental	19,198	17,798	-	-	19,198	17,798
Other	2,944	2,762	2,821	445	5,765	3,207
Total Revenues	217,686	209,450	18,828	16,709	236,514	226,159
Expenses:						
General government	34,385	32,293	-	-	34,385	32,293
Public safety	116,395	116,043	-	-	116,395	116,043
Physical environment	2,247	2,427	-	-	2,247	2,427
Transportation	39,248	37,581	-	-	39,248	37,581
Economic environment	8,411	9,031	-	-	8,411	9,031
Human Services	10,359	9,937	-	-	10,359	9,937
Culture and recreation	10,980	9,515	-	-	10,980	9,515
Court-related	10,272	10,229	-	-	10,272	10,229
Interest on long-term debt	5,249	6,782	-	-	5,249	6,782
Landfill	-	-	15,558	20,181	15,558	20,181
Total Expenses	237,546	233,838	15,558	20,181	253,104	254,019
Change in net position before transfers	(19,860)	(24,388)	3,270	(3,472)	(16,590)	(27,860)
Transfers	713	(1,194)	(713)	1,194	-	-
Change in net position	(19,147)	(25,582)	2,557	(2,278)	(16,590)	(27,860)
Net Position beginning	460,193	485,775	10,542	12,820	470,735	498,595
Net Position ending	\$ 441,046	\$ 460,193	\$ 13,099	\$ 10,542	\$ 454,145	\$ 470,735

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



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



Business-type activity

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

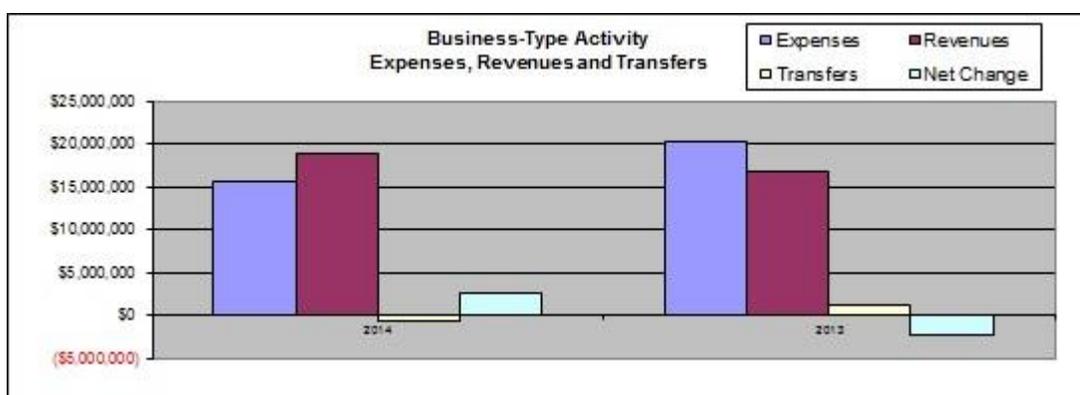
The County had a service agreement, which expired June 30, 2014, with Covanta, Inc. for the operation of the incinerator mentioned above. In FY 2005, the County entered into a new waste disposal agreement for the operation of the plant. In addition, the bonds used to construct the plant were refunded in 2005. In 2010, the debt service reserve of \$5.1 million was applied against the outstanding balance of the bond and the debt service payments were lowered, thus resulting in cash flow savings for the County. The outstanding balance at September 30, 2013 of \$2,731,699 was paid in full on October 1, 2013. The refunding bond was issued by a local bank at a rate of 4.16% and a term of 10 years. The bond was recorded on the books of Covanta, Inc. The County's obligation was to pay the debt service through the waste disposal agreement. The County has entered into contracts with new vendors for collection and disposal starting October 1, 2014. These contracts were based on requests for proposals issued after the County completed an extensive study of the solid waste system.

The activities of the solid waste management system are reported in the Landfill Fund. The fund finished the year with an increase in net position of \$2,557,434 compared to a decrease of \$2,278,422 in 2013. This increase in net position of approximately \$4.8 million results primarily from the termination of the contract with Covanta mentioned

above. Operating expenses were lower by \$4,612,869, (\$15,557,591 compared to \$20,170,460 in 2013) and miscellaneous revenue was higher by \$2,382,374 due to energy credits received after the close of the contract. These changes were offset by a lower transfer from the General Fund by almost \$2,000,000, as additional funds were not needed to support the landfill as discussed below.

Tipping fees were reduced from about \$90 per ton to \$40 per ton in 2003 in an effort to encourage cities within the county to use the system. This decrease in tipping fees has been offset in prior years by a transfer of ad valorem taxes from the General Fund. In 2014 the transfer was \$300,000 compared to \$2,299,120 in 2013.

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



Financial Analysis of the County’s Funds

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

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

The combined ending fund balance for all governmental funds at September 30, 2014 was \$82,683,371, a decrease of \$16,497,510 from the prior year. The majority of this decrease can be allocated to two funds: a \$6.9 million decrease in the General Fund and a \$6.1 million decrease in the Road Impact Fees Fund. The General Fund decrease can be attributed to the use of reserves to balance the budget. The decrease in the Road Impact Fees is discussed below. For additional information, refer to the section “Governmental Activities” beginning on page 21.

The ending fund balances in governmental funds for 2014 and 2013 were classified as follows:

	<u>2014</u>	<u>2013</u>
Nonspendable	\$ 207,963	\$ 412,671
Restricted	60,402,700	69,241,299
Committed	5,653,411	6,434,409
Assigned	4,195,939	10,372,180
Unassigned	12,223,358	12,720,322
Total Fund Balances	<u>\$ 82,683,371</u>	<u>\$ 99,180,881</u>

The County's chief operating fund is the general fund. The general fund as presented in the accompanying financial statements includes the general funds of the Board of County Commissioners, Clerk, Sheriff, Tax Collector, Property Appraiser and Supervisor of Elections. Eliminations have been made in combining these funds so that intergovernmental transactions have been eliminated.

In addition to the General Fund, the County has four governmental funds that are considered major funds under criteria set forth by GASB Statement Number 34. Those funds include the Road Impact Fees Special Revenue Fund, the Federal and State Grants Special Revenue Fund, the Sales Tax Capital Projects Fund and the Facilities Expansion Projects Capital Fund. A brief discussion of these funds follows:

Road Impact Fees: This fund is used to account for impact fees collected from the issuance of building permits in the County. Funds collected must be used for new road construction or reconstruction in the district in which collected within six years of collection. This period can be extended under certain circumstances. The collection of road impact fees was suspended for a one year period beginning March 2, 2010 and subsequently extended through January 12, 2014. As a result, fund balance decreased approximately 6.1 million from the prior year. Fees were reinstated beginning January 12, 2014 at lower rates and the number of impact fee districts were reduced from six to three. The reduction to three impact fee districts was a recommendation from an impact fee study and will provide greater flexibility in planning road projects. Collections were \$1,839,048 in 2014 and \$2,307 in 2013. Expenditures were \$8,055,140 in 2014 and \$6,043,628 in 2013.

Federal and State Grants Fund: This fund was created to account for revenues and expenditures of certain Federal and State grants including public safety grants for homeland security and transportation grants for highway planning and construction. Revenues were \$6,777,671 in 2014 and \$3,048,483 in 2013. The increase in 2014 results primarily from federal and state funding for the South Lake Trail, County Road 466 A right of way and other county road projects. Since these are cost-reimbursable grants, expenditures are also higher in 2014, \$6,840,908 compared to \$3,039,827 in 2013.

Sales Tax Projects: This fund accounts for construction of various capital projects, using discretionary infrastructure sales surtax revenues from a locally imposed one-cent sales tax. Expenditures in 2014 were \$9,274,565 compared to \$4,876,016 in 2013. Significant projects were the Historic Courthouse building renovation of about \$1,500,000, countywide resurfacing, sidewalks and road improvements of \$6,800,000 and equipment purchases of \$600,000.

Facilities Expansion Projects: This fund was established in 2007 to account for the proceeds from the \$87,455,000 in bonds issued for several downtown Tavares projects including the expansion of the Courthouse, the construction of a parking garage, the construction of offices for the Tax Collector and Property Appraiser and other projects. Construction expenses of \$844,796, primarily for the Courthouse Expansion, were incurred in this fund in 2014 compared to \$4,051,024 in 2013. As a result, ending fund balance decreased approximately \$900,000 from the prior year. The construction of the Courthouse Expansion began in June, 2010 and was substantially completed in 2013. The total expense for this project is approximately \$49.7 million.

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

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were \$2,173,329 (increase in appropriations for expenditures) and can be briefly summarized as follows:

- General government facilities increase of \$537,863 for general maintenance needs.
- Economic Development increases of \$246,947, primarily to fund business opportunity centers.
- Tax Collector increases of \$563,427 for the cost of adding services for the issuance of driver's licenses.

The final amended budget was higher than the original budget for revenues by \$883,513 primarily for charges for services.

Actual revenues were higher than the final adopted budget by \$2,134,948 primarily as a result of intergovernmental revenue. Collections of revenues such as sales tax have improved as the economy has grown.

Actual expenditures in the General Fund were under the final amended budget by \$3,974,360. A brief description of some of these differences follows:

- General government decreases of \$2,273,982 primarily from reductions in personal services and operating expenses by the Board and Constitutional Officers.
- Economic environmental decreases of \$418,716 primarily from economic development expenses that were budgeted for a joint rail study of the US 441 corridor that were not spent and incentive funds that were not used.
- Human Services decreases of \$821,737 primarily for Health Care Responsibility Act payments that were budgeted but not spent.

Capital Assets and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activity as of September 30, 2014, amounts to \$502,213,124 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, and roads completed and put into use during the period from fiscal year 1980 to 2014. The increase in land of approximately \$5.9 million was for the purchase of right of way for various road projects.

As mentioned under Facilities Expansion Projects Capital Projects fund above, the County borrowed approximately \$87.5 million in 2007 for the expansion of the Judicial Center, the construction of a parking garage and office space for use by the Tax Collector and Property Appraiser.

The Courthouse Expansion was substantially complete and was capitalized at a cost of \$49.7 million as of year end. The remaining bond proceeds of approximately \$3.0 million will be used to finish the building and pay the retainage.

As mentioned under Sales Tax Capital Projects Fund above, the County has a locally imposed a one-cent sales tax that can be used for infrastructure and certain public safety equipment. These funds were used for the construction and resurfacing of roads, sidewalk construction, general government buildings and the purchase of public safety vehicles.

The following is a summary of Lake County's capital assets for governmental and business-type activities for 2014 and 2013, net of accumulated depreciation, with amounts expressed in thousands.

LAKE COUNTY'S CAPITAL ASSETS
(amounts expressed in thousands)

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activity</u>			
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Land	\$ 86,867	\$ 80,990	\$ 2,913	\$ 2,913	\$ 89,780	\$ 83,903
Buildings	173,018	176,671	782	870	173,800	177,541
Improvements other than buildings	24,601	25,538	8,089	8,380	32,690	33,918
Machinery and equipment	20,934	24,349	448	438	21,382	24,787
Infrastructure	160,831	166,811	-	-	160,831	166,811
Construction in progress	23,730	20,078	-	-	23,730	20,078
Total	<u>\$ 489,981</u>	<u>\$ 494,437</u>	<u>\$ 12,232</u>	<u>\$ 12,601</u>	<u>\$ 502,213</u>	<u>\$ 507,038</u>

Additional information on capital assets can be found in Note 5 to the Financial Statements.

Long-Term debt

At September 30, 2014 Lake County had bonded debt outstanding of \$105,020,000 consisting of three bond issues as follows:

\$87,455,000 in Capital Improvement Revenue Bonds, Series 2007: These bonds are secured by a pledge of the half cent sales tax. Final maturity is in 2037. The bonds were issued to fund the expansion of the Courthouse and for other government buildings in downtown Tavares. The bonds are rated “A” by Standard and Poor’s Ratings Services Group; AA- by Fitch, Inc. and “Aa3” by Moody’s Investors Service, Inc. The balance at September 30, 2014 was \$77,675,000.

\$34,720,000 in Limited General Obligation Bonds, Series 2007: These bonds are secured by ad valorem taxes assessed at an amount not to exceed 1/3 of 1 mill as approved by referendum on November 2, 2004. Final maturity is in 2026. The bonds were issued to acquire and improve lands within the County, to protect drinking water sources, preserve natural areas and protect open space from overdevelopment. The bonds are rated “AA-” by Standard and Poor’s Ratings Services Group, A+ by Fitch, Inc. and “Aa3” by Moody’s Investors Service, Inc. The balance outstanding at September 30, 2014 was \$24,220,000.

\$3,635,000 Sales Tax Refunding Revenue Bond (Pari-mutuel Revenues Replacement Program), Series 2011: The County issued this bond in 2011 in a current refunding of the Sales Tax Revenue Bonds (Pari-mutuel Revenues Replacement Program) Series 2000 that were previously outstanding. The refunding was undertaken to reduce debt service payments. The refunding bond is secured by sales tax revenues which are paid to the County by the State of Florida as a replacement for funds previously distributed from pari-mutuel wagering revenues. Final maturity is in 2030. The original bonds were issued in 2001 to fund county-wide recreation projects. In 2014, the bond was modified and reissued at a reduced rate resulting in a net present value savings of \$195,930. The interest rate decreased from 3.91% to 3.12%. The bond is held by Branch Banking & Trust Company. The balance outstanding at September 30, 2014 was \$3,125,000.

In addition to these bonds, the County issued \$10,000,000 in a promissory note during 2008 to Hancock Bank of Florida to provide funds to acquire and upgrade the County's public safety radio network. The note is secured by a pledge of infrastructure sales surtax. The interest rate on this note was renegotiated in 2012. The rate was decreased from 2.92% to 1.45% resulting in a present value savings of just over \$200,000. Principal and interest are due in annual installments until June 1, 2017. The amount outstanding at September 30, 2014 was \$3,411,790.

Additional information on debt can be found in Note 6 to the Financial Statements.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate was estimated at 6.3% for Lake County, 6.1% for the state of Florida and 5.9% for the nation at September 30, 2014. Last year's rate for the County was 6.9%.
- Inflation nationally as indicated by the consumer price index was 1.7% as of September 30, 2014.

These factors were considered in preparing the County's budget for the 2015 fiscal year. In addition, at its final budget hearing on September 23, 2014, the Board adopted the following millage rates:

- General Fund: 5.3856 mills
- Stormwater, Parks and Roads: 0.4957 mills
- Lake County Ambulance Fund: 0.4629 mills
- Voter approved debt: 0.1600 mills
- Fire/EMS MSTU: 0.4704 mills

Requests for Information

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

LAKE COUNTY, FLORIDA
STATEMENT OF NET POSITION
September 30, 2014

	Governmental Activities	Business-Type Activity	Total
Assets			
Current Assets:			
Cash and Cash Equivalents	\$ 96,407,277	\$ 7,266,989	\$ 103,674,266
Accounts Receivable	2,369,521	1,177,828	3,547,349
Intragovernmental Receivables	-	1,341	1,341
Due from Other Governments	10,026,067	-	10,026,067
Inventories	623,988	-	623,988
Prepaid Expenses	17,670	-	17,670
Total Current Assets	109,444,523	8,446,158	117,890,681
Noncurrent Assets:			
Assessments Receivable	106,768	-	106,768
Restricted Cash and Investments	3,922,608	-	3,922,608
Land and Other Nondepreciable Assets	110,596,878	2,913,017	113,509,895
Depreciable Capital Assets, Net	379,383,870	9,319,359	388,703,229
Total Noncurrent Assets	494,010,124	12,232,376	506,242,500
Total Assets	603,454,647	20,678,534	624,133,181
Liabilities			
Current Liabilities:			
Accounts Payable	8,834,202	1,399,701	10,233,903
Retainage Payable	2,616,428	-	2,616,428
Accrued Liabilities	3,645,508	41,915	3,687,423
Intragovernmental Payables	1,341	-	1,341
Due to Other Governments	1,806,116	-	1,806,116
Deposits	726,808	25,489	752,297
Estimated Claims Payable	3,204,694	-	3,204,694
Current Portion of Long Term Obligations	10,426,985	370,451	10,797,436
Total Current Liabilities	31,262,082	1,837,556	33,099,638
Noncurrent Liabilities:			
Noncurrent Portion of Long Term Obligations	131,146,401	62,225	131,208,626
Landfill Closure and Post Closure Care Costs	-	5,679,610	5,679,610
Total Noncurrent Liabilities	131,146,401	5,741,835	136,888,236
Total Liabilities	162,408,483	7,579,391	169,987,874
Net Position			
Net Investment in Capital Assets	378,600,001	12,232,376	390,832,377
Restricted for Transportation Expenses	18,095,986	-	18,095,986
Restricted for Public Safety	8,530,289	-	8,530,289
Restricted for Debt Service	1,016,275	-	1,016,275
Restricted for Housing Programs	1,525,768	-	1,525,768
Restricted for Other Purposes	10,518,195	-	10,518,195
Unrestricted	22,759,650	866,767	23,626,417
Total Net Position	\$ 441,046,164	\$ 13,099,143	\$ 454,145,307

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

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**LAKE COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2014**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activity	Total
Governmental Activities:							
General Government	\$ 34,385,381	\$ 8,018,699	\$ 454,899	\$ -	\$ (25,911,783)	\$ -	\$ (25,911,783)
Public Safety	116,394,543	38,319,442	6,599,132	611,552	(70,864,417)	-	(70,864,417)
Physical Environment	2,246,990	316,856	2,684	1,401	(1,926,049)	-	(1,926,049)
Transportation	39,248,477	2,995,093	8,800,852	7,793,896	(19,658,636)	-	(19,658,636)
Economic Environment	8,411,488	5,400	4,856,780	-	(3,549,308)	-	(3,549,308)
Human Services	10,358,533	424,890	272,824	-	(9,660,819)	-	(9,660,819)
Culture and Recreation	10,979,615	319,415	265,630	1,312,817	(9,081,753)	-	(9,081,753)
Court-Related	10,271,511	7,870,420	82,942	-	(2,318,149)	-	(2,318,149)
Interest on Long-Term Debt	5,249,439	-	297,667	-	(4,951,772)	-	(4,951,772)
Total Governmental Activities	237,545,977	58,270,215	21,633,410	9,719,666	(147,922,686)	-	(147,922,686)
Business-Type Activity:							
Landfill	15,558,037	16,006,730	-	-	-	448,693	448,693
Total Primary Government	\$ 253,104,014	\$ 74,276,945	\$ 21,633,410	\$ 9,719,666	(147,922,686)	448,693	(147,473,993)
General Revenues							
Taxes:							
Property Taxes					82,457,569	-	82,457,569
Sales Taxes					12,443,490	-	12,443,490
Gas Taxes					6,831,394	-	6,831,394
Communication Services Tax					1,857,263	-	1,857,263
Other					2,331,042	-	2,331,042
Intergovernmental Revenues, unrestricted					19,197,835	-	19,197,835
Investment Income					752,026	20,349	772,375
Miscellaneous income					2,192,208	2,801,291	4,993,499
Transfers					712,899	(712,899)	-
Total General Revenues and Transfers					128,775,726	2,108,741	130,884,467
Change in Net Position					(19,146,960)	2,557,434	(16,589,526)
Net Position at Beginning of Year					460,193,124	10,541,709	470,734,833
Net Position at End of Year					\$ 441,046,164	\$ 13,099,143	\$ 454,145,307

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

**LAKE COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2014**

	Major Special Revenue Funds		
	General Fund	Road Impact Fees	Federal/ State Grants
Assets			
Cash	\$ 2,660,338	\$ -	\$ -
Pooled Cash and Investments	13,920,438	9,933,995	-
Accounts Receivable	94,486	-	-
Assessments Receivable	-	-	-
Due from Other Funds	3,518,988	-	-
Intragovernmental Receivables	175,993	-	-
Due from Other Governments	2,471,426	266,118	2,401,558
Inventories	190,293	-	-
Prepaid Expenditures	17,670	-	-
Total Assets	\$ 23,049,632	\$ 10,200,113	\$ 2,401,558
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 2,122,263	\$ 266,302	\$ 514,182
Retainage Payable	-	487,527	229,035
Accrued Liabilities	2,554,221	-	3,298
Due to Other Funds	-	-	1,541,062
Intragovernmental Payables	683,381	-	-
Due to Other Governments	1,298,904	-	-
Deposits	359,542	171,131	-
Total Liabilities	7,018,311	924,960	2,287,577
Fund Balances:			
Nonspendable:			
Inventories	190,293	-	-
Prepays	17,670	-	-
Restricted	-	9,275,153	113,981
Committed	-	-	-
Assigned	3,600,000	-	-
Unassigned	12,223,358	-	-
Total Fund Balances	16,031,321	9,275,153	113,981
Total Liabilities and Fund Balances	\$ 23,049,632	\$ 10,200,113	\$ 2,401,558

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

Major Capital Projects Funds			
Sales Tax Capital Projects	Facilities Expansion Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 5,091	\$ 2,665,429
16,830,498	2,987,543	37,920,739	81,593,213
-	-	1,667,486	1,761,972
-	-	106,768	106,768
-	-	-	3,518,988
-	-	600,947	776,940
-	-	4,874,597	10,013,699
-	-	-	190,293
-	-	-	17,670
\$ 16,830,498	\$ 2,987,543	\$ 45,175,628	\$ 100,644,972
\$ 1,163,522	\$ 163,147	\$ 1,361,717	\$ 5,591,133
185,354	1,679,309	35,203	2,616,428
-	-	1,068,127	3,625,646
-	-	1,195,034	2,736,096
-	-	175,993	859,374
-	-	507,212	1,806,116
-	-	196,135	726,808
1,348,876	1,842,456	4,539,421	17,961,601
-	-	-	190,293
-	-	-	17,670
15,481,622	1,145,087	34,386,857	60,402,700
-	-	5,653,411	5,653,411
-	-	595,939	4,195,939
-	-	-	12,223,358
15,481,622	1,145,087	40,636,207	82,683,371
\$ 16,830,498	\$ 2,987,543	\$ 45,175,628	\$ 100,644,972

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LAKE COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE NET POSITION OF GOVERNMENTAL ACTIVITIES
September 30, 2014

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

Fund balances-total governmental funds	\$ 82,683,371
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. This is the amount of capital assets net of accumulated depreciation, excluding the capital assets of the internal service funds.	489,956,090
Internal service funds are used by management to charge the costs of fleet maintenance and insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	9,914,832
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(141,508,129)</u>
Net position of governmental activities	<u><u>\$ 441,046,164</u></u>

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2014

	General Fund	Major Special Revenue Funds	
		Road Impact Fees	Federal/ State Grants
Revenues			
Taxes	\$ 69,778,107	\$ -	\$ -
Licenses and Permits	361,204	-	-
Intergovernmental	20,335,064	-	6,777,671
Charges for Services	13,632,430	-	-
Fines and Forfeitures	328,598	-	-
Special Assessments	1,401	1,839,048	-
Investment Income	72,327	36,010	-
Miscellaneous	767,519	17,253	-
Total Revenues	105,276,650	1,892,311	6,777,671
Expenditures			
Current:			
General Government	30,917,305	-	-
Public Safety	61,396,150	-	973,489
Physical Environment	1,190,018	-	-
Transportation	-	8,055,140	5,837,963
Economic Environment	1,615,904	-	-
Human Services	9,597,585	-	29,456
Culture and Recreation	203,279	-	-
Court-Related Expenditures	2,459,607	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	107,379,848	8,055,140	6,840,908
Excess of Revenues Over (Under)			
Expenditures	(2,103,198)	(6,162,829)	(63,237)
Other Financing Sources (Uses)			
Transfers In	5,850,707	32,040	-
Transfers Out	(10,585,411)	-	-
Total Other Financing Sources (Uses)	(4,734,704)	32,040	-
Net Change in Fund Balances	(6,837,902)	(6,130,789)	(63,237)
Fund Balances at Beginning of Year	22,901,993	15,405,942	177,218
Inventory Reserve Increase (Decrease)	(32,770)	-	-
Fund Balances at End of Year	\$ 16,031,321	\$ 9,275,153	\$ 113,981

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

Major Capital Projects Funds			
Sales Tax Capital Projects	Facilities Expansion Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 36,142,651	\$ 105,920,758
-	-	2,371,941	2,733,145
-	-	20,665,739	47,778,474
-	-	21,184,162	34,816,592
-	-	2,799,640	3,128,238
-	-	18,206,922	20,047,371
43,266	9,138	124,690	285,431
-	-	1,171,579	1,956,351
43,266	9,138	102,667,324	216,666,360
-	-	1,253,492	32,170,797
-	-	46,304,512	108,674,151
-	-	947,717	2,137,735
-	-	19,403,081	33,296,184
-	-	6,733,351	8,349,255
-	-	350,523	9,977,564
-	-	8,957,414	9,160,693
-	-	6,121,458	8,581,065
-	-	4,614,794	4,614,794
-	-	5,249,439	5,249,439
9,274,565	844,796	1,818,329	11,937,690
9,274,565	844,796	101,754,110	234,149,367
(9,231,299)	(835,658)	913,214	(17,483,007)
9,234,877	-	13,143,810	28,261,434
-	-	(16,657,756)	(27,243,167)
9,234,877	-	(3,513,946)	1,018,267
3,578	(835,658)	(2,600,732)	(16,464,740)
15,478,044	1,980,745	43,236,939	99,180,881
-	-	-	(32,770)
\$ 15,481,622	\$ 1,145,087	\$ 40,636,207	\$ 82,683,371

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LAKE 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, 2014

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

Net change in fund balances-total governmental funds	\$ (16,464,740)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$25,509,093 were less than depreciation of \$27,812,361 in the current period.	(2,303,268)
The net effect of miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.	(2,145,216)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	2,362,420
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	286,735
Internal service funds are used by management to charge the costs of fleet maintenance and insurance to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.	<u>(882,891)</u>
Change in net position of governmental activities	<u><u>\$ (19,146,960)</u></u>

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues				
Taxes	\$ 73,716,899	\$ 73,716,899	\$ 69,778,107	\$ (3,938,792)
Licenses and Permits	375,000	375,000	361,204	(13,796)
Intergovernmental	19,092,271	19,029,375	20,335,064	1,305,689
Charges for Services	12,673,899	13,598,599	13,632,430	33,831
Fines and Forfeitures	310,250	313,001	328,598	15,597
Special Assessments	-	-	1,401	1,401
Investment Income	400,240	400,315	72,327	(327,988)
Miscellaneous	765,776	784,659	767,519	(17,140)
Less: Statutory Requirement	(5,076,146)	(5,076,146)	-	5,076,146
Total Revenues	102,258,189	103,141,702	105,276,650	2,134,948
Expenditures				
Current:				
General Government:				
Legislative Offices	584,261	596,045	594,264	1,781
Executive Offices	1,624,334	1,626,834	1,583,642	43,192
Administrative Services	4,055,259	4,313,086	4,013,409	299,677
Facilities and Fleet Mgmt	4,717,987	5,255,850	4,509,785	746,065
Growth Management	1,235,908	1,235,908	1,110,285	125,623
Public Resources	352,615	352,342	340,996	11,346
Constitutional Officers	1,600,076	1,588,110	1,497,320	90,790
Clerk of the Circuit Court	6,014,627	6,014,627	5,944,523	70,104
Property Appraiser	2,605,083	2,611,704	2,592,082	19,622
Tax Collector	5,031,624	5,595,051	5,218,975	376,076
Supervisor of Elections	1,829,307	1,881,312	1,713,747	167,565
Non-Departmental	2,011,056	2,120,418	1,798,277	322,141
Total General Government	31,662,137	33,191,287	30,917,305	2,273,982
Public Safety:				
Community Safety and Compliance	1,455,996	1,488,979	1,343,025	145,954
Emergency Services	2,429,374	2,469,341	2,322,000	147,341
Sheriff	54,047,265	54,072,275	54,235,149	(162,874)
Judicial Support	328,413	346,059	346,059	-
Constitutional Officers	2,350,403	2,350,403	2,250,446	99,957
Non-Departmental	820,253	899,471	899,471	-
Total Public Safety	61,431,704	61,626,528	61,396,150	230,378
Physical Environment:				
Community Safety and Compliance	110,257	121,364	121,364	-
Public Resources	733,346	730,358	655,753	74,605
Public Works	469,534	531,482	412,901	118,581
Total Physical Environment	1,313,137	1,383,204	1,190,018	193,186

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Economic Environment:				
Economic Development	1,652,848	1,899,795	1,482,165	417,630
Community Services	134,825	134,825	133,739	1,086
Total Economic Environment	<u>1,787,673</u>	<u>2,034,620</u>	<u>1,615,904</u>	<u>418,716</u>
Human Services:				
Community Services	7,453,008	7,453,008	6,835,521	617,487
Community Safety and Compliance	1,432,772	1,528,942	1,502,093	26,849
Public Resources	235,076	235,076	234,740	336
Public Works	1,202,296	1,202,296	1,025,231	177,065
Total Human Services	<u>10,323,152</u>	<u>10,419,322</u>	<u>9,597,585</u>	<u>821,737</u>
Culture and Recreation:				
Public Resources	235,313	234,987	203,279	31,708
Total Culture and Recreation	<u>235,313</u>	<u>234,987</u>	<u>203,279</u>	<u>31,708</u>
Court-Related Expenditures:				
Judicial Support	1,375,483	1,457,580	1,455,684	1,896
State Attorney	547,513	537,057	536,367	690
Public Defender	504,767	469,623	467,556	2,067
Total Court-Related Expenditures	<u>2,427,763</u>	<u>2,464,260</u>	<u>2,459,607</u>	<u>4,653</u>
Total Expenditures	<u>109,180,879</u>	<u>111,354,208</u>	<u>107,379,848</u>	<u>3,974,360</u>
Excess of Revenues Over (Under) Expenditures	<u>(6,922,690)</u>	<u>(8,212,506)</u>	<u>(2,103,198)</u>	<u>6,109,308</u>
Other Financing Sources (Uses)				
Transfers In	6,826,612	6,339,829	5,850,707	(489,122)
Transfers Out	(10,359,350)	(10,547,531)	(10,585,411)	(37,880)
Reserve for Contingencies	(9,493,280)	(10,311,554)	-	10,311,554
Total Other Financing Sources (Uses)	<u>(13,026,018)</u>	<u>(14,519,256)</u>	<u>(4,734,704)</u>	<u>9,784,552</u>
Net Change in Fund Balances	<u>(19,948,708)</u>	<u>(22,731,762)</u>	<u>(6,837,902)</u>	<u>15,893,860</u>
Fund Balances at Beginning of Year	<u>19,948,708</u>	<u>22,731,762</u>	<u>22,901,993</u>	<u>170,231</u>
Inventory Reserve Increase (Decrease)	-	-	(32,770)	(32,770)
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,031,321</u>	<u>\$ 16,031,321</u>

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND
ROAD IMPACT FEES
For the Year Ended September 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Special Assessments	\$ 750,000	\$ 224,000	\$ 1,839,048	\$ 1,615,048
Investment Income	26,500	26,500	36,010	9,510
Miscellaneous	-	-	17,253	17,253
Less: Statutory Requirement	(38,825)	(38,825)	-	38,825
Total Revenues	737,675	211,675	1,892,311	1,680,636
Expenditures				
Current:				
Transportation	14,067,995	15,649,657	8,055,140	7,594,517
Total Expenditures	14,067,995	15,649,657	8,055,140	7,594,517
Excess of Revenues Over (Under) Expenditures	(13,330,320)	(15,437,982)	(6,162,829)	9,275,153
Other Financing Sources (Uses)				
Transfers In	-	32,040	32,040	-
Reserve for Contingencies	(1,372,451)	-	-	-
Total Other Financing Sources (Uses)	(1,372,451)	32,040	32,040	-
Net Change in Fund Balances	(14,702,771)	(15,405,942)	(6,130,789)	9,275,153
Fund Balances at Beginning of Year	14,702,771	15,405,942	15,405,942	-
Fund Balances at End of Year	\$ -	\$ -	\$ 9,275,153	\$ 9,275,153

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND
FEDERAL STATE GRANTS
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 10,027,053	\$ 16,079,535	\$ 6,777,671	\$ (9,301,864)
Total Revenues	10,027,053	16,079,535	6,777,671	(9,301,864)
Expenditures				
Public Safety	1,622,198	1,561,190	973,489	587,701
Transportation	8,425,219	14,666,107	5,837,963	8,828,144
Human Services	29,456	29,456	29,456	-
Total Expenditures	10,076,873	16,256,753	6,840,908	9,415,845
Excess of Revenues Over (Under) Expenditures	(49,820)	(177,218)	(63,237)	113,981
Other Financing Sources (Uses)				
Reserve for Contingencies	(5,699,421)	-	-	-
Total Other Financing Sources (Uses)	(5,699,421)	-	-	-
Net Change in Fund Balances	(5,749,241)	(177,218)	(63,237)	113,981
Fund Balances at Beginning of Year	5,749,241	177,218	177,218	-
Fund Balances at End of Year	\$ -	\$ -	\$ 113,981	\$ 113,981

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

LAKE COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2014

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Assets		
Current Assets:		
Cash	\$ 550	\$ -
Pooled Cash and Investments	7,266,439	16,041,736
Cash with Fiscal Agent	-	29,507
Accounts Receivable	1,177,828	607,549
Intragovernmental Receivables	1,341	81,093
Due from Other Governments	-	12,368
Inventory	-	433,695
Total Current Assets	8,446,158	17,205,948
Noncurrent Assets		
Capital Assets:		
Land	2,913,017	-
Buildings	2,346,963	-
Equipment	2,477,291	541,577
Improvements Other Than Buildings	15,919,905	-
Less: Accumulated Depreciation	(11,424,800)	(516,919)
Total Capital Assets	12,232,376	24,658
Total Noncurrent Assets	12,232,376	24,658
Total Assets	20,678,534	17,230,606
Liabilities		
Current Liabilities:		
Accounts Payable	1,399,701	3,243,069
Accrued Liabilities	41,915	19,862
Due to Other Funds	-	782,892
Estimated Insurance Claims Payable	-	3,204,694
Deposits	25,489	-
Current Portion of Long Term Obligations	370,451	26,892
Total Current Liabilities	1,837,556	7,277,409
Noncurrent Liabilities:		
Accrued Benefits Payable	62,225	38,365
Landfill Closure and Post Closure Care Costs	5,679,610	-
Total Noncurrent Liabilities	5,741,835	38,365
Total Liabilities	7,579,391	7,315,774
Net Position		
Net Investment in Capital Assets	12,232,376	24,658
Unrestricted	866,767	9,890,174
Total Net Position	\$ 13,099,143	\$ 9,914,832

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

**LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended September 30, 2014**

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Operating Revenues:		
Charges for Services	\$ 16,006,730	\$ 24,176,259
Miscellaneous	2,777,638	11,168
Total Operating Revenues	18,784,368	24,187,427
Operating Expenses:		
Benefit Payments and Claims	-	19,059,511
Personal Services	1,920,406	883,155
Contracted Services	9,699,173	13,145
Supplies and Materials	401,850	1,253,631
Repairs and Maintenance	193,730	1,227,122
Utilities	234,912	31,539
Other Charges and Services	1,376,867	2,559,902
Depreciation and Amortization	582,121	4,960
Landfill Closure and Post Closure Care Costs	1,148,532	-
Total Operating Expenses	15,557,591	25,032,965
Operating Income (Loss)	3,226,777	(845,538)
Non-Operating Revenues (Expenses):		
Investment Income	20,349	270,869
Aid to Governmental Agencies	(446)	-
Net Gain (Loss) on Disposal of Capital Assets	23,653	(2,854)
Total Non-Operating Revenues (Expenses)	43,556	268,015
Income (Loss) Before Transfers	3,270,333	(577,523)
Transfers In	300,000	-
Transfers Out	(1,012,899)	(305,368)
Total Transfers	(712,899)	(305,368)
Change in Net Position	2,557,434	(882,891)
Total Net Position at Beginning of Year	10,541,709	10,797,723
Total Net Position at End of Year	\$ 13,099,143	\$ 9,914,832

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

**LAKE COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2014**

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Cash Flows from Operating Activities:		
Cash Received from Customers, and Contributions Including Cash Deposits	\$ 18,098,286	\$ 23,761,272
Cash Paid to Suppliers and for Claims	(11,486,201)	(24,433,393)
Cash Paid to Employees	(1,560,585)	(737,489)
Cash Paid to Internal Service Fund	(376,715)	(141,644)
Net Cash Provided (Used) by Operating Activities	4,674,785	(1,551,254)
Cash Flows from NonCapital Financing Activities:		
Payments to Government Agencies	(446)	-
Cash Transfers from Other Funds	300,000	-
Cash Transfers to Other Funds	(1,012,899)	(305,368)
Net Cash Provided (Used) by NonCapital Financing Activities	(713,345)	(305,368)
Cash Flows From Capital And Related Financing Activities:		
Additions to Capital Assets	(125,420)	-
Proceeds from Sale of Capital Assets	26,641	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(98,779)	-
Cash Flows from Investing Activities:		
Investment Income Received	20,349	270,869
Net Cash Provided (Used) by Investing Activities	20,349	270,869
Net Change in Cash And Cash Equivalents	3,883,010	(1,585,753)
Cash and Cash Equivalents at October 1	3,383,979	17,656,996
Cash and Cash Equivalents at September 30	\$ 7,266,989	\$ 16,071,243

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

**LAKE COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2014**

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities		
Operating Income (Loss)	\$ 3,226,777	\$ (845,538)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization Expense	582,121	4,960
Change in Accounts Receivable	(667,330)	(424,898)
Change in Intragovernmental Receivables	(1,341)	7,236
Change in Due from Other Governments	-	(6,987)
Change in Inventory	-	(75,782)
Change in Accounts Payable	503,388	848,483
Change in Due to Other Funds	-	52,813
Change in Accrued Liabilities	2,447	2,315
Change in Estimated Claims Payable	-	(1,115,563)
Change in Accrued Benefits Payable	(19,341)	1,707
Change in Closure and Post Closure Costs	1,065,473	-
Change in Deposits	(17,409)	-
Total Adjustments	1,448,008	(705,716)
Net Cash Provided (Used) by Operating Activities	\$ 4,674,785	\$ (1,551,254)
<u>Noncash Investing, Capital and Financing Activities</u>		
Gain (Loss) on Disposition of Capital Assets	\$ 23,653	\$ (2,854)

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

LAKE COUNTY, FLORIDA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2014

	Agency Funds
<u>Assets</u>	
Cash	\$ 4,879,137
Pooled Cash and Investments	13,201,511
Accounts Receivable	125
Due from Other Governments	275,839
Total Assets	\$ 18,356,612
<u>Liabilities</u>	
Accounts Payable	\$ 34,840
Due to Other Governments	5,008,727
Deposits	10,722,347
Taxes Collected in Advance	2,448,759
Cash Bonds Payable	141,939
Total Liabilities	\$ 18,356,612

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Lake County, Florida, (the County), have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

A. Reporting Entity:

Lake County is a political subdivision of the State of Florida pursuant to Article VIII, Section (1), Constitution of the State of Florida. The County is guided by an elected Board of County Commissioners (the Board) which is governed by state statutes. In addition to the members of the Board, there are five elected Constitutional Officers: the Tax Collector, Property Appraiser, Clerk of the Circuit Court (Clerk), Sheriff and the Supervisor of Elections. The entities controlled by these officials are combined and comprise the primary government.

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

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

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

Blended Component Units:

Lake County Municipal Taxing Unit for Fire Protection; Greater Hills Municipal Service Benefit Unit; Greater Groves Municipal Service Benefit Unit; Village Green Street Lighting; Greater Pines Municipal Services; Picciola Island Street Lighting; and Valencia Terrace Street Lighting; Lake Emergency Medical Services, Inc.: These funds are

LAKE COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

supported by fees collected from the residents who benefit from these services; however, pursuant to Florida Statutes, the Board of County Commissioners is the governing body of these organizations.

These funds are included as Special Revenue Funds.

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

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

B. Government-wide and fund financial statements:

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

The statement of activities demonstrates the degree to which the direct expenses of a given function, such as general government, public safety, transportation, physical and economic environment, human services, culture and recreation and court related expenses, are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements or a particular function or segment. Taxes and other items, including unrestricted intergovernmental revenues,

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

not properly included among program revenues are reported instead as general revenues.

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

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

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

Property taxes, special assessments, intergovernmental revenues, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

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

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

The Federal/State Grants Fund accounts for revenues and expenditures for certain Federal and State grants including public safety grants for communications, hazard mitigation, emergency management and homeland security, transportation grants for highway planning and construction, and various community safety and compliance grants.

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

The Facilities Expansion Capital Projects Fund accounts for the proceeds from the Capital Improvement Revenue Bonds. These proceeds were used for the Courthouse Expansion and other projects.

Lake County has the following major proprietary fund:

The Landfill Fund accounts for the operating of the County's landfills.

Additionally, Lake County has the following fund types:

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

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

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

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

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

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

Proprietary funds also distinguish between restricted and unrestricted resources. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

Proprietary Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned and their expenses are recognized when they are incurred.

D. Cash and Cash Equivalents:

Cash and cash equivalents consist primarily of cash held in a demand account.

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

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

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

E. Inventories:

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

F. Property Taxes – Lien and Levy Dates:

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

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

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

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

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

G. Capital Assets:

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

The cost of infrastructure assets, including roads, bridges, curbs and gutters, streets, sidewalks, drainage systems and lighting systems, acquired during the period from October 1, 1979 to September 30, 2014 are recorded in the government-wide financial statements.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in 2014.

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

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

H. Budgets and Budgetary Accounting:

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

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

represents a higher level of summarization than the legal level of control for the Board. In addition, a detailed report comparing budgeted to actual expenditures is generated at year end and is made available to interested parties.

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

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

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

For the fiscal year 2014, the Board of County Commissioners adopted budgets for the following funds and fund types: All Governmental Fund types, Landfill Fund and Internal Service Funds. The original budget is adopted before final audited beginning fund balances are available, resulting in differences between the beginning fund balance for the original and the final budget presentation in the governmental funds.

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

I. Accrued Benefits Payable:

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

J. Fund Equity/Restricted Net Position:

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

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

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

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

Assigned: Amounts that are designated for specific purposes by Board action, but are neither restricted or committed. Budget policy authorizes the Board to designate amounts for specific purposes, including appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's budget.

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

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

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

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

Net position is restricted when constraints are placed on its use by external creditors such as through debt covenants, grantors, and donors or imposed by law such as

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

through constitutional provisions or enabling legislation. The majority of the restrictions placed on net position for the County are those imposed by enabling legislation such as the use of gas taxes, road impact fees, infrastructure sales taxes and fire special assessments.

K. Long-term Obligations:

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

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

L. Use of Estimates:

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

2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The Governmental Fund Balance Sheet includes a reconciliation between Fund Balance - Total Governmental Funds and Net Position – Governmental Activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$141,508,129 difference are as follows:

Bonds Payable	\$	105,020,000
Add: Bond Premium		3,680,233
Note Payable		3,411,790
Other Post Employment Benefits		17,909,256
Compensated Absences (excluding internal service fund \$65,257)		11,486,850
Net Adjustment	\$	<u><u>141,508,129</u></u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

3. DEPOSITS AND INVESTMENTS

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

Deposits

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

Investments

Pursuant to Florida Statutes, the County is authorized to invest in the Florida Local Government Investment Trust (FLGIT). This fund is managed by an investment advisor with oversight by the Florida Court Clerks and Comptrollers Association and the Florida Association of Counties. The County’s investment in this fund is recorded at fair value, which is equal to the value of the pool shares.

As of September 30, the County had the following investments. All investments are held in an internal investment pool.

<u>Investment Type</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
U. S. Agency notes	2.92	2,286,909
Florida Local Government Investment Trust (FLGIT)	1.82	11,329,144
Total Fair Value		\$ <u>13,616,053</u>
Portfolio Weighted Average Maturity	2.00	

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

Credit Risk – Authorized investments as listed in the County’s Investment Ordinance include only those securities with the highest credit ratings. The U.S. Agency securities are rated AAA by Moody’s and Standard & Poor’s rating services. FLGIT has an investment rating of AAf by Standard & Poor’s. This rating indicates the fund portfolio holdings provide extremely strong protection against losses from credit defaults.

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

Cash on Hand and Carrying Amount of Deposits					Total
				\$	112,061,469
Carrying Amount of Investments					13,616,053
Total				\$	<u>125,677,522</u>
		Gov't-Wide	Fiduciary		Total
Cash and Cash Equivalents	\$	<u>103,674,266</u>	\$	<u>18,080,648</u>	\$ 121,754,914
Non-current Restricted Cash and Investments		3,922,608	-		3,922,608
Total	\$	<u>107,596,874</u>	\$	<u>18,080,648</u>	\$ <u>125,677,522</u>

4. ASSESSMENTS RECEIVABLE

Assessments receivable at September 30, 2014 consist primarily of \$106,768 in secondary roads, which is classified as noncurrent.

These assessments are reported in the County Transportation Trust Fund and are administered by the Board. Assessments to the fund become due and payable thirty days after the final assessment roll is approved by the Board. All assessments not paid within the period are paid in equal installments over a seven-year period, with interest ranging from 5.25% to 10.25% per annum. Any assessments payable in installments may be paid at any time, together with accrued interest to date.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

5. CAPITAL ASSETS

A summary of governmental activities capital assets follows:

	<u>Balance</u> <u>Oct 1, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Sept 30, 2014</u>
Governmental activities:				
Capital assets not depreciated:				
Land	\$ 80,990,251	\$ 5,876,997	\$ -	\$ 86,867,248
Construction work in progress	20,077,661	8,749,241	(5,097,272)	23,729,630
Total	<u>101,067,912</u>	<u>14,626,238</u>	<u>(5,097,272)</u>	<u>110,596,878</u>
Capital assets being depreciated:				
Buildings	231,310,677	3,345,477	(1,152,095)	233,504,059
Improvements	38,845,269	2,268,166	(1,344,634)	39,768,801
Machinery and equipment	85,230,939	3,598,720	(2,921,787)	85,907,872
Infrastructure	306,524,371	6,767,764	-	313,292,135
Total	<u>661,911,256</u>	<u>15,980,127</u>	<u>(5,418,516)</u>	<u>672,472,867</u>
Less accumulated depreciation:				
Buildings	(54,640,177)	(5,997,335)	151,433	(60,486,079)
Improvements	(13,306,835)	(2,336,452)	475,104	(15,168,183)
Machinery and equipment	(60,881,840)	(6,736,072)	2,643,909	(64,974,003)
Infrastructure	(139,713,270)	(12,747,462)	-	(152,460,732)
Total	<u>(268,542,122)</u>	<u>(27,817,321)</u>	<u>3,270,446</u>	<u>(293,088,997)</u>
Total capital assets being depreciated, net	<u>393,369,134</u>	<u>(11,837,194)</u>	<u>(2,148,070)</u>	<u>379,383,870</u>
Governmental activities capital assets, net	<u>\$ 494,437,046</u>	<u>\$ 2,789,044</u>	<u>\$ (7,245,342)</u>	<u>\$ 489,980,748</u>

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

Governmental activities:	
General government	\$ 2,228,494
Public safety	7,335,995
Physical environment	85,124
Transportation	14,445,867
Economic environment	28,921
Human services	333,892
Culture and recreation	1,636,361
Court-related expenses	<u>1,717,707</u>
Depreciation expense by function excluding internal service funds	27,812,361
Depreciation in the internal service funds are charged to various functions based on their usage of the assets	<u>4,960</u>
Depreciation expense - governmental activities	<u>\$ 27,817,321</u>

LAKE COUNTY, FLORIDA
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A summary of business activities capital assets follows:

	Balance Oct 1, 2013	Additions	Deletions	Balance Sept 30, 2014
Business-type activities:				
Capital assets not depreciated:				
Land	\$ 2,913,017	\$ -	\$ -	\$ 2,913,017
Total	<u>2,913,017</u>	<u>-</u>	<u>-</u>	<u>2,913,017</u>
Capital assets being depreciated:				
Buildings	2,346,963	-	-	2,346,963
Improvements other than buildings	15,919,905	-	-	15,919,905
Machinery and equipment	2,647,899	140,898	(311,506)	2,477,291
Total	<u>20,914,767</u>	<u>140,898</u>	<u>(311,506)</u>	<u>20,744,159</u>
Less accumulated depreciation for:				
Buildings	(1,476,010)	(89,155)	-	(1,565,165)
Improvements other than buildings	(7,539,599)	(291,213)	-	(7,830,812)
Machinery and equipment	(2,210,564)	(126,776)	308,517	(2,028,823)
Total	<u>(11,226,173)</u>	<u>(507,144)</u>	<u>308,517</u>	<u>(11,424,800)</u>
Total capital assets being depreciated, net	<u>9,688,594</u>	<u>(366,246)</u>	<u>(2,989)</u>	<u>9,319,359</u>
Business-type activities capital assets, net	<u>\$ 12,601,611</u>	<u>\$ (366,246)</u>	<u>\$ (2,989)</u>	<u>\$ 12,232,376</u>

6. LONG-TERM DEBT

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

In 2011, the County issued a \$3,635,000 bond in a current refunding of the Sales Tax Revenue Bonds (Pari-Mutuel Revenues Replacement Program) Series 2000 that were previously outstanding. The refunding was undertaken to reduce debt service payments over the next 20 years by \$549,256 and resulted in an economic gain of \$385,387. In 2013, the bond was modified and reissued at a reduced interest rate, resulting in a net present value savings of \$195,930. The prior interest rate was 3.91%. The original bonds were issued to provide funds to finance the cost of acquisition, construction and equipping of certain capital improvements to be made within the County including the acquisition of land for a regional park and various walking and biking trails. The bond is secured by a pledge of sales tax revenues received by the County as a replacement of the funds previously distributed under Chapter 550, Florida Statutes, from racetrack and jai alai fronton revenues. Annual principal and interest payments are expected to use 85% of the pledged revenues. For the current year, principal and interest payments and sales tax replacement revenues totaled \$252,180 and \$297,667, respectively. Bond principal payments are due in annual installments beginning October 1, 2011 continuing until October 1, 2030. The bond bears interest 3.12%.

LAKE COUNTY, FLORIDA
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The annual requirements to amortize the Pari-Mutuel Revenues Replacement Refunding Bond at September 30, 2014 are as follows:

Fiscal Year Ended	Principal	Interest	Total
2015	\$ 155,000	\$ 97,500	\$ 252,500
2016	160,000	92,664	252,664
2017	160,000	87,672	247,672
2018	170,000	82,680	252,680
2019	175,000	77,376	252,376
2020-2024	950,000	302,172	1,252,172
2025-2029	1,110,000	144,300	1,254,300
2030	245,000	7,644	252,644
Total	\$ <u>3,125,000</u>	\$ <u>892,008</u>	\$ <u>4,017,008</u>

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

The County issued \$87,455,000 in bonds to provide funds to acquire, construct and equip various capital improvements including the Downtown Tavares Center for Governmental Operations and Courthouse Expansion, and other projects. The bonds are secured by a pledge of the County's Half Cent Sales tax received from the state. Annual principal and interest payments are expected to use 44% of the pledged revenues. For the current year, principal and interest payments and Half Cent Sales Tax revenues totaled \$5,740,600 and \$13,194,014, respectively. Bond principal payments are due in annual installments beginning June 1, 2007 continuing until June 1, 2027 for serial bonds in the amount of \$35,240,000, with \$19,470,000 in term bonds maturing on June 1, 2032 and \$24,840,000 maturing June 1, 2037. The serial bonds bear interest at rates ranging from 4.25% to 5.00% and the term bonds bear interest at 5.00%.

The annual requirements to amortize the Capital Improvement Revenue Bonds at September 30, 2014 are as follows:

Fiscal Year Ended	Principal	Interest	Total
2015	\$ 1,950,000	\$ 3,786,838	\$ 5,736,838
2016	2,030,000	3,705,988	5,735,988
2017	2,115,000	3,620,938	5,735,938
2018	2,205,000	3,534,050	5,739,050
2019	2,290,000	3,445,850	5,735,850
2020-2024	13,180,000	15,517,500	28,697,500
2025-2029	16,820,000	11,876,250	28,696,250
2030-2034	21,460,000	7,229,500	28,689,500
2035-2037	15,625,000	1,587,999	17,212,999
Total	\$ <u>77,675,000</u>	\$ <u>54,304,913</u>	\$ <u>131,979,913</u>

LAKE COUNTY, FLORIDA
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C. Lake County, Florida, Board of County Commissioners Limited General Obligation Bonds, Series 2007:

The County issued \$34,720,000 in bonds to provide funds to acquire and improve lands within the County, to protect drinking water sources, preserve natural areas, protect open space from overdevelopment, provide parks and trails and improve water quality. The bonds were issued pursuant to a referendum approved by the voters in 2004 approving the assessment of not more than one third of one mill of ad valorem taxes to be used for this purpose. Annual principal and interest payments are expected to use 99% of the pledged revenues. For the current year, principal and interest payments and the limited ad valorem revenues collected for this purpose totaled \$2,705,188 and \$2,725,835, respectively. Bond principal payments are due in annual installments beginning June 1, 2007 continuing until April 1, 2026. The bonds bear interest at rates ranging from 4.00% to 5.00%. The annual requirements to amortize the Limited General Obligation Bonds at September 30, 2014 are as follows:

Fiscal Year Ended	Principal	Interest	Total
2015	\$ 1,545,000	\$ 1,160,788	\$ 2,705,788
2016	1,620,000	1,083,538	2,703,538
2017	1,685,000	1,018,738	2,703,738
2018	1,770,000	934,488	2,704,488
2019	1,840,000	863,688	2,703,688
2020-2024	10,685,000	2,841,938	13,526,938
2025-2026	5,075,000	332,593	5,407,593
Total	\$ <u>24,220,000</u>	\$ <u>8,235,771</u>	\$ <u>32,455,771</u>

D. Lake County, Florida, Promissory Note to Hancock Bank

The County issued \$10,000,000 in a promissory note to Hancock Bank of Florida to provide funds to acquire and upgrade the County's public safety radio network. The note is secured by a pledge of infrastructure sales surtax. Annual principal and interest payments are expected to use 9% of the pledged revenues. In 2012 the County renegotiated the interest rate with Hancock Bank resulting in a net present value savings of \$200,072. The prior interest rate was 2.92%. For the current year, principal and interest payments and Infrastructure Sales Surtax revenues totaled \$1,166,265 and \$12,443,490, respectively. Principal and interest payments are due in annual installments beginning June 1, 2008 continuing until June 1, 2017. The note bears interest at a fixed rate of 1.45%. The annual requirements to amortize the promissory note at September 30, 2014 are as follows:

Fiscal Year Ended	Principal	Interest	Total
2015	1,120,872	45,393	1,166,265
2016	1,137,184	29,081	1,166,265
2017	1,153,734	12,531	1,166,265
Total	\$ <u>3,411,790</u>	\$ <u>87,005</u>	\$ <u>3,498,795</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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E. Changes in Long-Term Liabilities:

Long-term liability activity for the year ended September 30, 2014 is as follows:

<u>Govt Activities</u>	<u>Balance Oct 1, 2013</u>	<u>Additions</u>	<u>Payments and Reductions</u>	<u>Balance Sept 30, 2014</u>	<u>Due Within One Year</u>
Capital Improvement					
Revenue Bonds	\$ 79,550,000	\$ -	\$ 1,875,000	\$ 77,675,000	\$ 1,950,000
Limited General					
Obligation Bonds	25,705,000	-	1,485,000	24,220,000	1,545,000
Pari-mutuel Revenues					
Refunding Bond	3,275,000	-	150,000	3,125,000	155,000
Hancock Bank					
Note Payable	4,516,584	-	1,104,794	3,411,790	1,120,872
Add Bond Premium	3,875,959	-	195,726	3,680,233	-
Total Bonds Payable	<u>116,922,543</u>	<u>-</u>	<u>4,810,520</u>	<u>112,112,023</u>	<u>4,770,872</u>
Accrued Benefits					
Payable	11,869,905	8,418,352	8,736,150	11,552,107	5,656,113
Other Post-Employment					
Benefits	<u>15,461,156</u>	<u>3,275,800</u>	<u>827,700</u>	<u>17,909,256</u>	<u>-</u>
Total - Govt Activities	<u>\$ 144,253,604</u>	<u>\$ 11,694,152</u>	<u>\$ 14,374,370</u>	<u>\$ 141,573,386</u>	<u>\$ 10,426,985</u>

<u>Business Activities</u>	<u>Balance Oct 1, 2013</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance Sept 30, 2014</u>	<u>Due Within One Year</u>
Accrued Benefits					
Payable	<u>171,422</u>	<u>138,095</u>	<u>157,436</u>	<u>152,081</u>	<u>89,856</u>
Total - Bus Activities	<u>\$ 171,422</u>	<u>\$ 138,095</u>	<u>\$ 157,436</u>	<u>\$ 152,081</u>	<u>\$ 89,856</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the totals for governmental activities. At year end \$65,257 of internal service funds compensated absences are included in the above amounts. Also, for the governmental activities, compensated absences are generally liquidated by the respective fund where the salaries were incurred. The Other Post-Employment Benefits annual required contributions above are generally paid by the insurance funds.

The government-wide statements of net position for business type activities include \$280,595 for the current portion and \$5,679,610 for the long-term portion of landfill closing and long-term care costs.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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7. NET POSITION AND FUND BALANCES

Fund balances consist of the following:

	General Fund	Major Special Revenue Funds	Major Capital Projects Funds	Nonmajor Governmental Funds	Total
Fund Balances:					
Nonspendable:	\$ 207,963	\$ -	\$ -	\$ -	\$ 207,963
Restricted:					
Construction	-	9,275,153	16,626,709	3,936,834	29,838,696
Road Maint	-	-	-	7,714,329	7,714,329
Fire Protection	-	-	-	5,474,737	5,474,737
Emergency Svcs	-	-	-	1,155,927	1,155,927
Housing Programs	-	-	-	1,525,768	1,525,768
Debt Service	-	-	-	1,016,275	1,016,275
Building Services	-	-	-	2,436,441	2,436,441
Tourism	-	-	-	5,212,269	5,212,269
Other Purposes	-	113,981	-	5,914,277	6,028,258
Total Restricted	<u>-</u>	<u>9,389,134</u>	<u>16,626,709</u>	<u>34,386,857</u>	<u>60,402,700</u>
Committed:					
Stormwater Mgt	-	-	-	4,392,669	4,392,669
Ambulance Svcs	-	-	-	1,260,742	1,260,742
Total Committed	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,653,411</u>	<u>5,653,411</u>
Assigned:					
Operations	3,600,000	-	-	-	3,600,000
Library Services	-	-	-	595,939	595,939
Total Assigned	<u>3,600,000</u>	<u>-</u>	<u>-</u>	<u>595,939</u>	<u>4,195,939</u>
Unassigned	12,223,358	-	-	-	12,223,358
Total	<u>\$ 16,031,321</u>	<u>\$ 9,389,134</u>	<u>\$ 16,626,709</u>	<u>\$ 40,636,207</u>	<u>\$ 82,683,371</u>

The restricted fund balances for the major special revenue funds include \$9,275,153 restricted for construction for the Road Impact Fee fund and \$113,981 restricted for other purposes for the Federal/State Grants fund. The restricted fund balances for the capital projects funds include \$15,481,622 restricted for construction for the Sales Tax Capital Projects Fund and \$1,145,087 restricted for construction for the Facilities Expansion fund. Other funds restricted for construction include Library Impact Fees of \$1,417,909, Park Impact Fees of \$332,945 and County Sales Tax (Infrastructure Sales Taxes) of \$2,185,980. Impact Fees and Infrastructure Sales Taxes must be spent on capital outlay.

LAKE COUNTY, FLORIDA
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Net Investment in capital assets consist of the following:

Governmental activities:	
Capital assets	\$ 489,980,748
Less: Total bonds payable	(112,112,023)
Less: Accounts and retainages payable	(3,191,332)
Add: Restricted cash (Unspent bond proceeds)	3,922,608
Net investment in capital assets	<u>\$ 378,600,001</u>
Business activities:	
Capital assets	12,232,376
Less: Portion of note payable allocable to capital assets	-
Net investment in capital assets	<u>\$ 12,232,376</u>

8. COMMITMENTS AND CONTINGENCIES

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

B. Pursuant to County Ordinance, road impact fees are collected by the County based on the transportation impact of new development. Fees and expenditures are segregated by district. Effective January 1, 2014, three new districts (South, Central and North) were created and supersede the six original districts. The six original districts will continue to incur eligible expenditures until such time that the road impact fees have been used or refunded.

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

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

Year Deadline	District 1	District 2	District 3	District 4	District 5	District 6
9/30/2015	\$ -	\$ -	\$ 1,183,427	\$ -	\$ -	\$ 1,208,000
9/30/2016	-	177,608	454,076	-	-	135,561
9/30/2017	-	107,369	50,241	-	-	44,710
9/30/2018	-	69,998	42,506	-	-	35,227
9/30/2019	-	4,561	14,720	-	-	12,867
9/30/2020	-	6,933	7,069	-	-	5,177

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Additionally, \$1,876,852 is subject to refund in the year ended September 30, 2020, of which \$1,656,603, \$40,684, and \$179,565 is subject to refund for the South, Central and North benefit districts, respectively.

C. Pursuant to County Ordinance, fire services impact fees are collected by the Board to accommodate new development without decreasing the current level of fire services. Any funds not expended or encumbered by the end of the calendar quarter immediately following six (6) years from the date the fire services impact fee monies were paid shall be returned to the landowner without interest, provided an application for refund is presented within one hundred eighty days (180) from the expiration of the six year period. This six (6) year period may be extended by action of the Board for up to an additional three (3) years. The amount of fire services impact fees which may be subject to refund is \$1,230,665, of which \$287,401, \$425,108, and \$518,156 are subject to refund in the years ended September 30, 2018, 2019 and 2020 respectively.

D. Risk Management

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

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

Effective October 1, 2006, the Sheriff began to self-insure its medical coverage. The Sheriff established an Insurance Fund to account for its uninsured risks of loss. Specific stop loss reinsurance has been obtained for all medical claims exceeding \$150,000 per individual per year.

Each participating entity of the County and Sheriff makes payments to its respective Insurance Fund based on actuarial estimates as well as historical data for the amounts needed to pay prior and current year claims. The latest actuarial estimate, based on industry standards, relates to the fiscal year ended September 30, 2014.

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

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

	<u>Liability Balance Beginning of Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Liability Balance End of Year</u>
<u>2012-2013</u>				
County:				
General Liability	\$ 2,424,000	\$ 2,084,704	\$ (2,033,704)	\$ 2,475,000
County:				
Health	846,000	10,076,090	(10,088,090)	834,000
Sheriff:				
Health	<u>1,184,506</u>	<u>7,037,731</u>	<u>(7,210,980)</u>	<u>1,011,257</u>
Total	<u>\$ 4,454,506</u>	<u>\$ 19,198,525</u>	<u>\$ (19,332,774)</u>	<u>\$ 4,320,257</u>

	<u>Liability Balance Beginning of Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Liability Balance End of Year</u>
<u>2013-2014</u>				
County:				
General Liability	\$ 2,475,000	\$ 1,801,865	\$ (2,192,865)	\$ 2,084,000
County:				
Health	834,000	11,304,115	(11,290,815)	847,300
Sheriff:				
Health	<u>1,011,257</u>	<u>5,953,531</u>	<u>(6,691,394)</u>	<u>273,394</u>
Total	<u>\$ 4,320,257</u>	<u>\$ 19,059,511</u>	<u>\$ (20,175,074)</u>	<u>\$ 3,204,694</u>

E. In 1989, the County issued industrial development revenue bonds in the amount of \$79,000,000 for the construction of a solid waste disposal/resource recovery facility located in the county and owned and operated by NRG/Recovery Group, Inc. (now Covanta, Inc.). The bonds were issued pursuant to the Florida Industrial Development Financing Act and do not constitute a debt, obligation or a pledge of the faith and credit of the County. The proceeds of the bonds were loaned to Covanta for the construction of the facility, and the facility was mortgaged to the County to secure the loan agreement. The County, through a service agreement, pays a service fee which includes the operating and debt service costs of the facility. In 1993, the original bonds were refunded and refunding bonds in the amount of \$77,550,000 (\$69,915,000 tax exempt and \$7,935,000 in taxable bonds) were issued. These bonds were refunded as discussed below.

On December 15, 2004 the County settled a lawsuit with Covanta Energy, Inc. At the same time, the County executed a current refunding of the \$69,615,000 Series 1993A Resource Recovery Industrial Development Refunding Revenue bonds by borrowing \$55,515,196 in a fixed rate bond held by a bank for a ten year period at a rate of 4.16%

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and using other funds. In addition, the County entered into a new Waste Disposal Agreement with Covanta (replacing the service agreement mentioned above) for the operation of the resource recovery facility. The debt is not an obligation of Lake County. However, the County is responsible for the debt service payments through the Waste Disposal Agreement. The amount outstanding on the refunding bond at September 30, 2013 (on Covanta's books) was \$2,731,699. This amount was paid in full on October 1, 2013. Furthermore, the Waste Disposal Agreement with Covanta expired June 30, 2014.

9. CONDUIT DEBT

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

As of September 30, 2014, there were fifteen series of Industrial Revenue Bonds outstanding, excluding the resource recovery bonds mentioned above. The current aggregate principal amount for all bonds issued in prior years could not be determined; however, \$43,335,000 in original issue amounts and \$33,452,000 in aggregate principal amounts remain outstanding.

10. RETIREMENT PLAN

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

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

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post-retirement health insurance subsidy as well as disability and survivor's benefits, as established by Florida Statutes.

The Investment plan provides for vesting after one year of creditable service. Under this plan, the employer makes contributions to a participant's account and the participant directs where the contributions are invested among the plan's investment funds. Upon termination, vested participants receive amounts accumulated in their investment accounts.

Participating employer contributions are based upon actuarially determined State-wide rates established by the State of Florida. Expressed as percentages of annual covered payroll, employer contribution rates are applied to employee salaries as follows:

<u>Membership Category</u>	<u>July 1, 2013 Employer's Contribution Rates</u>	<u>July 1, 2014 Employer's Contribution Rates</u>
Regular	6.95%	7.37%
Special Risk (Fire and Police)	19.06%	19.82%
Senior Management	18.31%	21.14%
Elected State Officer (Includes County Officials)	33.03%	43.24%
Deferred Retirement Option Plan (DROP)	12.84%	12.28%

The County's contribution to the plan for the years ended September 30, 2014, 2013, and 2012 was \$10,505,075, \$8,235,896, and \$7,333,761, respectively, equal to the required contributions for each year. There were no employee contributions to the plan prior to July 1, 2011, when contribution rates of 3% were applied to all employee salaries except DROP (see below) participants. Employee contributions were \$2,241,509, \$2,201,580, and \$2,190,597 for the years ended September 30, 2012, 2013, and 2014, respectively.

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

The Florida Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to Division of Retirement, 2639 North Monroe Street, Building C, Tallahassee, Florida 32399-1560 or by calling 850-488-5706.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

11. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

A. Retiree Health Coverage:

Plan Description

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

Funding Policy

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

Annual OPEB Cost and Net OPEB Obligation

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

The following table shows the calculation of the ARC and Net OPEB Obligation for the fiscal year ending September 30, 2014:

Determination of Annual Required Contribution:	
Normal Cost at Year-end	\$ 1,898,200
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	1,311,600
Interest on Normal Cost and Amortization	125,100
Annual Required Contribution	<u>\$ 3,334,900</u>
Determination of Net OPEB Obligation:	
Annual Required Contribution (ARC)	3,334,900
Interest on Prior Year Net OPEB Obligation	602,900
Adjustment to ARC	(662,000)
Less Contributions Made	<u>(827,700)</u>
	2,448,100
Net OPEB Obligation -beginning of year	<u>15,461,156</u>
Net OPEB Obligation -end of year	<u>\$ 17,909,256</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

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

Board of County Commissioners	\$ 2,970,551
Clerk of Courts	680,720
Property Appraiser	152,393
Sheriff	13,743,682
Supervisor of Elections	71,841
Tax Collector	290,069
	\$ 17,909,256

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the new OPEB obligation for 2014 and the two preceding years were as follows:

Year Ended September 30	Annual OPEB Cost	Percent of Annual OPEB Cost Contributed	Net OPEB Obligation
2012	\$ 3,839,080	14.0%	\$ 12,700,496
2013	3,390,135	18.0%	15,461,156
2014	3,275,800	25.0%	17,909,256

Funded Status and Funding Progress

As of October 1, 2013, the most recent actuarial valuation date, the plan was not funded. The following is a schedule of the funding progress:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percent of Covered Payroll
10/1/2011	-	27,219,808	27,219,808	0.00%	68,483,565	39.75%
10/1/2012	-	30,671,051	30,671,051	0.00%	69,336,438	44.24%
10/1/2013	-	31,830,271	31,830,271	0.00%	71,367,283	44.60%

Actuarial Methods and Assumptions

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the County and plan members) and include the types of

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the County and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The actuarial methods used in estimating the foregoing liabilities are:

Actuarial valuation date	10/1/2013
Actuarial cost method	Entry Age Normal
Amortization period and method	Closed amortization calculated at a level percent of payroll over 24 years

The actuarial assumptions are:

Investment rate of return	3.9%
Projected annual salaries increase	4.0%
Healthcare cost trend rate	9.0%
Inflation rate	3.0%

B. Other Post Employment Benefits

In addition to the retiree health benefits described above, the Board, the Clerk and the Supervisor also provide post employment health care benefits to employees under plans established through Nationwide Retirement Solutions, Inc. (Nationwide). Twenty-five percent of accrued sick pay for employees with less than 10 years of service and 25-75% for certain employees with ten years or more of service is paid into the trust upon termination, retirement or death if elected by the employee. The maximum contribution is limited to 1440 hours. Contributions are invested according to instructions given by the employee and earnings accumulate tax exempt under section 501(c)(9) of the Internal Revenue Code. Upon separation of service, the account must be used to reimburse any qualified health insurance premiums paid by the employee.

12. INTERFUND BALANCES AND TRANSFERS

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

The composition of interfund balances in the governmental fund financial statements as of September 30, 2014 is as follows:

Due to/from Governmental Funds

Due to General Fund from Major Governmental Funds	\$	1,541,062
Due to General Fund from Nonmajor Governmental Funds		1,195,034
Due to General Fund from Internal Service Funds		782,892
Due to/from Governmental Funds	\$	<u>3,518,988</u>

Intragovernmental
receivables
and payables:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Govt Funds	\$ 175,993
Nonmajor Govt Funds	General Fund	600,947
Internal Service Funds	General Fund	81,093
Landfill Fund	General Fund	1,341
Total		<u>\$ 859,374</u>

Interfund transfers for the year ended September 30, 2014 consist of the following:

Transfers In:

Transfer out:	General Fund	Major Funds	Non Major Funds	Total
General Fund	\$ -	\$ 9,266,917	\$ 1,018,494	\$ 10,285,411
Nonmajor Funds	4,532,440	-	12,125,316	16,657,756
Internal Service	305,368	-	-	305,368
Landfill	1,012,899	-	-	1,012,899
Total	<u>\$ 5,850,707</u>	<u>\$ 9,266,917</u>	<u>\$ 13,143,810</u>	<u>\$ 28,261,434</u>
			Transfers out	<u>(27,243,167)</u>
			Net Transfers	<u>\$ 1,018,267</u>

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

Landfill Fund transfer out to General Fund	\$	(1,012,899)
General Fund transfer out to Landfill Fund		300,000
Insurance Fund transfer out to General Fund		(305,368)
Total Net Transfers	\$	<u>(1,018,267)</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

13. LANDFILL CLOSURE AND POSTCLOSURE COSTS

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

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

The following schedule reflects the changes in estimates and payments for the year ended September 30, 2014:

<u>Landfill</u>	<u>Balance October 1, 2013</u>	<u>Additions/ Changes in Estimates</u>	<u>Payments</u>	<u>Balance September 30, 2014</u>
Construction and Demolition	\$ 299,838	\$ 4,498	\$ -	\$ 304,336
Loghouse	480,650	(36,622)	11,443	432,585
Umatilla	33,166	(8,250)	7,747	17,169
Lady Lake	166,635	(14,665)	6,998	144,972
Central Landfill Phase I	741,988	522,323	56,872	1,207,439
Central Landfill Phase II	2,335,380	35,040	-	2,370,420
Central Landfill Phase III	837,076	646,208	-	1,483,284
Totals	<u>\$ 4,894,733</u>	<u>\$ 1,148,532</u>	<u>\$ 83,060</u>	<u>\$ 5,960,205</u>

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

At September 30, 2014 the Loghouse, Umatilla, Lady Lake and Central Landfill Phase I landfills had no remaining capacity.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014

The following schedule reflects the estimated closure and postclosure care costs for each landfill as of September 30, 2014:

<u>Landfill</u>	<u>Remaining Postclosure Care Period</u>	<u>Closure Costs</u>	<u>Postclosure Care</u>	<u>Total Liability</u>
Construction and Demolition	5 years	\$ 246,511	\$ 57,825	\$ 304,336
Loghouse	9 years	-	432,585	432,585
Umatilla	1 years	-	17,169	17,169
Lady Lake	6 years	-	144,972	144,972
Central Landfill Phase I	12 years	-	1,207,439	1,207,439
Central Landfill Phase II	30 years	-	2,370,420	2,370,420
Central Landfill Phase III	30 years	630,068	853,216	1,483,284
Totals		<u>\$ 876,579</u>	<u>\$ 5,083,626</u>	<u>\$ 5,960,205</u>

The Central Landfill Phase III was completed in 2009 and began accepting waste in 2011. The landfill consists of two cells, the Ash Cell and the Municipal Solid Waste Cell. The remaining closure and post closure care costs to be recognized for the Ash Cell portion of the Phase III landfill are \$263,265 and \$356,504 based on 70.53% of capacity used to date. In addition, one year of Postclosure Care amounting to \$280,595 has been included in the current portion of Long Term Obligations in the Landfill Fund.

These amounts are based on what it would cost the County to perform all closure and postclosure care in 2014. Actual costs may be higher due to inflation, changes in technology or changes in regulations.

14. EXPENDITURES IN EXCESS OF APPROPRIATIONS

The following departments had expenditures in excess of appropriations at the major object level at September 30, 2014:

<u>Fund-Department-Object</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Federal/State Grant-Public Safety-Capital Outlay	\$ 103,789	\$ 236,316	\$ (132,527)
MTU for Fire Protection-Public Safety-Operating	\$ 2,781,871	\$ 2,803,970	\$ (22,099)

The Federal/State Grants and MTU for Fire Protection expenditures in excess of appropriations were primary the result of the expenditure of unanticipated grant revenue.

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NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

LIBRARY IMPACT FEE TRUST FUND

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

PARK IMPACT FEE TRUST FUND

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

COUNTY TRANSPORTATION TRUST FUND

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

FISH CONSERVATION TRUST FUND

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

COMMUNITY DEVELOPMENT FUND

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

PUBLIC TRANSPORTATION FUND

To account for the activities of the County as Community Transportation Coordinator, responsible for ensuring that coordinated transportation services are provided to the transportation disadvantaged residents of Lake County in accordance with Chapter 427, Florida Statutes.

LAKE COUNTY AMBULANCE FUND

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

STORMWATER MANAGEMENT, PARKS AND ROADS FUND

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

EMERGENCY 9-1-1 FUND

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

RESORT/DEVELOPMENT TAX FUND

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

AFFORDABLE HOUSING ASSISTANCE TRUST FUND

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

SECTION 8 FUND

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

RESTRICTED LOCAL PROGRAMS FUND

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

MUNICIPAL SERVICE BENEFIT UNITS/ SPECIAL ASSESSMENTS FUNDS

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

LAW ENFORCEMENT TRUST FUND

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

COUNTY SALES TAX FUND

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

BUILDING SERVICES FUND

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

LAKE COUNTY MUNICIPAL TAXING UNIT FOR FIRE PROTECTION FUND

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

FIRE RESCUE IMPACT FEE TRUST FUND

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

COUNTY-WIDE LIBRARY FUND

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

ANIMAL SHELTER TRUST FUND

To account for the receipt and disbursement of contributions to the County's Animal Shelter.

CLERK SPECIAL REVENUE FUNDS

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

SHERIFF SPECIAL REVENUE FUNDS

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

LAKE EMERGENCY MEDICAL SERVICES

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

DEBT SERVICE FUNDS

SALES TAX NOTE PAYABLE DEBT SERVICE FUND

To account for payments on the note payable issued to provide partial funding of a countywide radio system. The note is secured by infrastructure sales tax.

PARI-MUTUEL REVENUE BONDS DEBT SERVICE FUND

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

PUBLIC LANDS PROGRAM DEBT SERVICE FUND

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

FACILITIES EXPANSION DEBT SERVICE FUND

To accumulate monies for the payment of the \$87,455,000 Capital Improvement Revenue Bonds, Series 2007. The Bonds are secured by a pledge of half-cent sales tax distributed to the County by the State of Florida.

CAPITAL PROJECTS FUNDS

PARKS CAPITAL PROJECTS FUND

To account for construction of various parks throughout Lake County.

PUBLIC LANDS PROGRAM CAPITAL PROJECTS FUND

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

**LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2014**

	Special Revenue Funds		
	Library Impact Fee Trust	Park Impact Fee Trust	County Transportation Trust
Assets			
Cash	\$ -	\$ -	\$ 350
Pooled Cash and Investments	1,395,079	332,945	7,328,639
Accounts Receivable	-	-	3,400
Assessments Receivable	-	-	106,768
Intragovernmental Receivables	-	-	-
Due from Other Governments	22,830	-	1,039,015
Total Assets	\$ 1,417,909	\$ 332,945	\$ 8,478,172
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ 513,025
Retainage Payable	-	-	1,575
Accrued Liabilities	-	-	142,475
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deposits	-	-	106,768
Total Liabilities	-	-	763,843
Fund Balances:			
Restricted	1,417,909	332,945	7,714,329
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	1,417,909	332,945	7,714,329
Total Liabilities and Fund Balances	\$ 1,417,909	\$ 332,945	\$ 8,478,172

Special Revenue Funds

Fish Conservation Trust	Community Development	Public Transportation	Lake County Ambulance	Stormwater Management Parks and Roads	Emergency 9-1-1
\$ -	\$ -	\$ 210	\$ -	\$ -	\$ -
157,658	359,010	-	521,663	4,488,039	1,059,674
-	-	23,547	-	-	-
-	-	-	-	-	-
-	-	-	37,437	40,865	-
793	77,048	2,139,776	-	175,615	114,810
\$ 158,451	\$ 436,058	\$ 2,163,533	\$ 559,100	\$ 4,704,519	\$ 1,174,484
\$ -	\$ 47,088	\$ 60,252	\$ -	\$ 237,841	\$ 11,955
-	-	-	-	30,939	-
-	6,517	8,101	-	42,465	6,602
-	-	986,790	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	1,886	-	605	-
-	53,605	1,057,029	-	311,850	18,557
158,451	382,453	1,106,504	-	-	1,155,927
-	-	-	559,100	4,392,669	-
-	-	-	-	-	-
158,451	382,453	1,106,504	559,100	4,392,669	1,155,927
\$ 158,451	\$ 436,058	\$ 2,163,533	\$ 559,100	\$ 4,704,519	\$ 1,174,484

(Continued)

**LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2014**

	Special Revenue Funds		
	Resort/ Development Tax	Affordable Housing Assistance Trust	Section 8
Assets			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	4,897,999	1,092,350	430,732
Accounts Receivable	666	-	26,844
Assessments Receivable	-	-	-
Intragovernmental Receivables	359,555	-	-
Due from Other Governments	-	-	-
Total Assets	\$ 5,258,220	\$ 1,092,350	\$ 457,576
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 32,127	\$ 9,058	\$ 4,185
Retainage Payable	-	-	-
Accrued Liabilities	13,824	642	4,857
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deposits	-	-	5,416
Total Liabilities	45,951	9,700	14,458
Fund Balances:			
Restricted	5,212,269	1,082,650	443,118
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	5,212,269	1,082,650	443,118
Total Liabilities and Fund Balances	\$ 5,258,220	\$ 1,092,350	\$ 457,576

Special Revenue Funds

Restricted Local Programs	Municipal Service Benefit Units/Special Assessments	Law Enforcement Trust	County Sales Tax	Building Services	Lake County MTU for Fire Protection
\$ -	\$ -	\$ -	\$ -	\$ 300	\$ -
616,627	222,824	449,612	937,462	2,479,142	3,688,975
-	-	-	-	-	390
-	-	-	-	-	-
54,692	-	-	-	-	29,078
200	-	-	1,248,518	-	13,438
\$ 671,519	\$ 222,824	\$ 449,612	\$ 2,185,980	\$ 2,479,442	\$ 3,731,881
\$ 635	\$ -	\$ -	\$ -	\$ 14,090	\$ 75,203
-	-	-	-	-	-
2,264	-	-	-	28,911	325,866
-	-	-	-	-	-
6,008	-	62,737	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,907	-	62,737	-	43,001	401,069
662,612	222,824	386,875	2,185,980	2,436,441	3,330,812
-	-	-	-	-	-
-	-	-	-	-	-
662,612	222,824	386,875	2,185,980	2,436,441	3,330,812
\$ 671,519	\$ 222,824	\$ 449,612	\$ 2,185,980	\$ 2,479,442	\$ 3,731,881

(Continued)

**LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2014**

	Special Revenue Funds		
	Fire Rescue Impact Fee Trust	County-Wide Library	Animal Shelter Trust
Assets			
Cash	\$ -	\$ 971	\$ -
Pooled Cash and Investments	2,158,308	675,831	26,972
Accounts Receivable	-	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	-	-	-
Total Assets	\$ 2,158,308	\$ 676,802	\$ 26,972
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 14,383	\$ 27,046	\$ 11,072
Retainage Payable	-	-	-
Accrued Liabilities	-	53,817	-
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	15,900
Due to Other Governments	-	-	-
Deposits	-	-	-
Total Liabilities	14,383	80,863	26,972
Fund Balances:			
Restricted	2,143,925	-	-
Committed	-	-	-
Assigned	-	595,939	-
Total Fund Balances	2,143,925	595,939	-
Total Liabilities and Fund Balances	\$ 2,158,308	\$ 676,802	\$ 26,972

Special Revenue Funds			Debt Service Funds		
Clerk Special Revenue Funds	Sheriff Special Revenue Funds	Lake Emergency Medical Services	Sales Tax Note Payable Debt Service	Pari-Mutuel Revenue Bonds Debt Service	Public Lands Program Debt Service
\$ 3,060	\$ -	\$ 200	\$ -	\$ -	\$ -
1,955,593	242,758	-	8,552	20,703	924,937
-	42,577	1,570,062	-	-	-
-	-	-	-	-	-
-	49,816	-	-	-	29,504
-	42,554	-	-	-	-
\$ 1,958,653	\$ 377,705	\$ 1,570,262	\$ 8,552	\$ 20,703	\$ 954,441
\$ 35,696	\$ 20,070	\$ 247,991	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	431,786	-	-	-
-	19,401	188,843	-	-	-
5,122	86,226	-	-	-	-
507,212	-	-	-	-	-
81,460	-	-	-	-	-
629,490	125,697	868,620	-	-	-
1,329,163	252,008	-	8,552	20,703	954,441
-	-	701,642	-	-	-
-	-	-	-	-	-
1,329,163	252,008	701,642	8,552	20,703	954,441
\$ 1,958,653	\$ 377,705	\$ 1,570,262	\$ 8,552	\$ 20,703	\$ 954,441

(Continued)

**LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2014**

	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	
	<u>Facilities Expansion Debt Service</u>	<u>Parks Capital Projects</u>	<u>Public Lands Program Capital Projects</u>
Assets			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	32,579	481,011	935,065
Accounts Receivable	-	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	-	-	-
Total Assets	<u>\$ 32,579</u>	<u>\$ 481,011</u>	<u>\$ 935,065</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Retainage Payable	-	2,689	-
Accrued Liabilities	-	-	-
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deposits	-	-	-
Total Liabilities	<u>-</u>	<u>2,689</u>	<u>-</u>
Fund Balances:			
Restricted	32,579	478,322	935,065
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	<u>32,579</u>	<u>478,322</u>	<u>935,065</u>
Total Liabilities and Fund Balances	<u>\$ 32,579</u>	<u>\$ 481,011</u>	<u>\$ 935,065</u>

**Total
Nonmajor
Governmental
Funds**

\$ 5,091
37,920,739
1,667,486
106,768
600,947
4,874,597

\$ 45,175,628

\$ 1,361,717
35,203
1,068,127
1,195,034
175,993
507,212
196,135

4,539,421

34,386,857
5,653,411
595,939

40,636,207

\$ 45,175,628

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2014

	Special Revenue Funds		
	Library Impact Fee Trust	Park Impact Fee Trust	County Transportation Trust
Revenues			
Taxes	\$ -	\$ -	\$ 6,831,394
Licenses and Permits	-	-	-
Intergovernmental	-	-	4,734,773
Charges for Services	-	-	750,580
Fines and Forfeitures	-	-	-
Special Assessments	449,867	241,095	55,383
Investment Income	3,357	1,120	20,741
Miscellaneous	-	-	103,926
Total Revenues	453,224	242,215	12,496,797
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	12,309,382
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	37,154	356,091	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	37,154	356,091	12,309,382
Excess of Revenues Over (Under)			
Expenditures	416,070	(113,876)	187,415
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	(581,797)
Total Other Financing Sources (Uses)	-	-	(581,797)
Net Change in Fund Balances	416,070	(113,876)	(394,382)
Fund Balances at Beginning of Year	1,001,839	446,821	8,108,711
Fund Balances at End of Year	\$ 1,417,909	\$ 332,945	\$ 7,714,329

Special Revenue Funds

Fish Conservation Trust	Community Development	Public Transportation	Lake County Ambulance	Stormwater Management Parks and Roads	Emergency 9-1-1
\$ -	\$ -	\$ -	\$ 5,532,182	\$ 3,735,194	\$ -
10,767	-	-	-	-	-
-	1,811,522	4,207,967	-	621,855	-
-	-	1,507,911	-	149,316	1,384,114
-	-	-	-	-	-
-	-	-	-	-	-
419	-	19	5,223	15,459	3,083
-	333,213	201	60,359	7,577	-
11,186	2,144,735	5,716,098	5,597,764	4,529,401	1,387,197
-	-	-	103,634	-	-
-	-	-	5,886,793	-	883,433
-	-	-	-	940,039	-
-	-	6,433,873	-	-	-
-	1,933,647	-	-	-	-
-	56,058	-	-	-	-
-	-	-	-	4,390,572	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	1,989,705	6,433,873	5,990,427	5,330,611	883,433
11,186	155,030	(717,775)	(392,663)	(801,210)	503,764
-	-	1,014,171	36,405	466,239	-
(635)	-	-	(467,097)	(311,199)	(750,000)
(635)	-	1,014,171	(430,692)	155,040	(750,000)
10,551	155,030	296,396	(823,355)	(646,170)	(246,236)
147,900	227,423	810,108	1,382,455	5,038,839	1,402,163
\$ 158,451	\$ 382,453	\$ 1,106,504	\$ 559,100	\$ 4,392,669	\$ 1,155,927

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2014

	Special Revenue Funds		
	Resort/ Development Tax	Affordable Housing Assistance Trust	Section 8
Revenues			
Taxes	\$ 2,331,042	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	540,103	2,426,298
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	13,297	2,170	1,070
Miscellaneous	14,693	78,857	83,699
Total Revenues	2,359,032	621,130	2,511,067
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	1,729,072	222,578	2,848,054
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	1,729,072	222,578	2,848,054
Excess of Revenues Over (Under)			
Expenditures	629,960	398,552	(336,987)
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	(125,040)	-	-
Total Other Financing Sources (Uses)	(125,040)	-	-
Net Change in Fund Balances	504,920	398,552	(336,987)
Fund Balances at Beginning of Year	4,707,349	684,098	780,105
Fund Balances at End of Year	\$ 5,212,269	\$ 1,082,650	\$ 443,118

Special Revenue Funds

Restricted Local Programs	Municipal Service Benefit Units/Special Assessments	Law Enforcement Trust	County Sales Tax	Building Services	Lake County MTU For Fire Protection
\$ -	\$ -	\$ -	\$ 12,443,490	\$ -	\$ 2,543,515
-	-	-	-	2,361,174	-
7,887	-	-	-	-	119,298
323,663	-	-	-	174,291	7,495
155,249	-	212,153	-	15,779	-
-	736,602	-	-	-	16,205,819
1,917	851	1,006	2,490	5,735	21,850
107,138	-	-	-	17,937	23,092
595,854	737,453	213,159	12,445,980	2,574,916	18,921,069
-	-	-	-	-	-
401,940	-	122,413	-	1,513,440	19,648,227
7,678	-	-	-	-	-
-	659,826	-	-	-	-
-	-	-	-	-	-
204,584	-	-	-	-	-
10,416	-	-	-	-	-
103,266	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
727,884	659,826	122,413	-	1,513,440	19,648,227
(132,030)	77,627	90,746	12,445,980	1,061,476	(727,158)
-	-	-	-	-	519,493
-	(75,955)	-	(12,308,275)	(206,762)	(1,379,352)
-	(75,955)	-	(12,308,275)	(206,762)	(859,859)
(132,030)	1,672	90,746	137,705	854,714	(1,587,017)
794,642	221,152	296,129	2,048,275	1,581,727	4,917,829
\$ 662,612	\$ 222,824	\$ 386,875	\$ 2,185,980	\$ 2,436,441	\$ 3,330,812

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2014

	Special Revenue Funds		
	Fire Rescue Impact Fee Trust	County-Wide Library	Animal Shelter Trust
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	260,427	-
Charges for Services	-	11,612	-
Fines and Forfeitures	-	50,657	8,499
Special Assessments	518,156	-	-
Investment Income	5,775	1,941	860
Miscellaneous	-	70,274	36,804
Total Revenues	523,931	394,911	46,163
Expenditures			
Current:			
General Government	-	-	-
Public Safety	203,359	-	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	89,881
Culture and Recreation	-	4,163,181	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	203,359	4,163,181	89,881
Excess of Revenues Over (Under)			
Expenditures	320,572	(3,768,270)	(43,718)
Other Financing Sources (Uses)			
Transfers In	-	3,761,029	-
Transfers Out	(32,040)	-	(270,071)
Total Other Financing Sources (Uses)	(32,040)	3,761,029	(270,071)
Net Change in Fund Balances	288,532	(7,241)	(313,789)
Fund Balances at Beginning of Year	1,855,393	603,180	313,789
Fund Balances at End of Year	\$ 2,143,925	\$ 595,939	\$ -

Special Revenue Funds			Debt Service Funds		
Clerk Special Revenue Funds	Sheriff Special Revenue Funds	Lake Emergency Medical Services	Sales Tax Note Payable Debt Service	Pari-Mutuel Revenue Bonds Debt Service	Public Lands Program Debt Service
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,725,834
-	-	-	-	-	-
82,942	255,000	5,300,000	-	297,667	-
4,869,744	863,005	11,142,431	-	-	-
2,112,044	245,259	-	-	-	-
-	-	-	-	-	-
-	-	-	793	465	4,888
-	35,266	198,543	-	-	-
7,064,730	1,398,530	16,640,974	793	298,132	2,730,722
1,149,858	-	-	-	-	-
-	1,692,460	15,952,447	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,018,192	-	-	-	-	-
-	-	-	1,104,794	150,000	1,485,000
-	-	-	61,471	102,180	1,220,188
-	-	-	-	-	-
7,168,050	1,692,460	15,952,447	1,166,265	252,180	2,705,188
(103,320)	(293,930)	688,527	(1,165,472)	45,952	25,534
-	93,396	-	1,133,398	-	29,079
-	-	-	-	(67,000)	(82,533)
-	93,396	-	1,133,398	(67,000)	(53,454)
(103,320)	(200,534)	688,527	(32,074)	(21,048)	(27,920)
1,432,483	452,542	13,115	40,626	41,751	982,361
\$ 1,329,163	\$ 252,008	\$ 701,642	\$ 8,552	\$ 20,703	\$ 954,441

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2014

	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	
	<u>Facilities Expansion Debt Service</u>	<u>Parks Capital Projects</u>	<u>Public Lands Program Capital Projects</u>
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	3,676	1,623	4,862
Miscellaneous	-	-	-
Total Revenues	<u>3,676</u>	<u>1,623</u>	<u>4,862</u>
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	1,875,000	-	-
Interest and Fiscal Charges	3,865,600	-	-
Capital Outlay	-	581,902	1,236,427
Total Expenditures	<u>5,740,600</u>	<u>581,902</u>	<u>1,236,427</u>
Excess of Revenues Over (Under)			
Expenditures	<u>(5,736,924)</u>	<u>(580,279)</u>	<u>(1,231,565)</u>
Other Financing Sources (Uses)			
Transfers In	5,740,600	350,000	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>5,740,600</u>	<u>350,000</u>	<u>-</u>
Net Change in Fund Balances	3,676	(230,279)	(1,231,565)
Fund Balances at Beginning of Year	<u>28,903</u>	<u>708,601</u>	<u>2,166,630</u>
Fund Balances at End of Year	<u><u>\$ 32,579</u></u>	<u><u>\$ 478,322</u></u>	<u><u>\$ 935,065</u></u>

**Total
Nonmajor
Governmental
Funds**

\$	36,142,651
	2,371,941
	20,665,739
	21,184,162
	2,799,640
	18,206,922
	124,690
	1,171,579
	102,667,324
	<hr/>
	1,253,492
	46,304,512
	947,717
	19,403,081
	6,733,351
	350,523
	8,957,414
	6,121,458
	4,614,794
	5,249,439
	1,818,329
	101,754,110
	<hr/>
	913,214
	<hr/>
	13,143,810
	(16,657,756)
	(3,513,946)
	<hr/>
	(2,600,732)
	<hr/>
	43,236,939
	<hr/>
\$	40,636,207

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LIBRARY IMPACT FEE TRUST
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Special Assessments	\$ 150,000	\$ 220,000	\$ 449,867	\$ 229,867
Investment Income	4,000	4,000	3,357	(643)
Less: Statutory Requirement	(7,700)	(7,700)	-	7,700
Total Revenues	146,300	216,300	453,224	236,924
Expenditures				
Current:				
Culture and Recreation	679,581	1,218,139	37,154	1,180,985
Total Expenditures	679,581	1,218,139	37,154	1,180,985
Excess of Revenues Over (Under) Expenditures	(533,281)	(1,001,839)	416,070	1,417,909
Other Financing Sources (Uses)				
Reserve for Contingencies	(77,410)	-	-	-
Total Other Financing Sources (Uses)	(77,410)	-	-	-
Net Change in Fund Balances	(610,691)	(1,001,839)	416,070	1,417,909
Fund Balances at Beginning of Year	610,691	1,001,839	1,001,839	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,417,909	\$ 1,417,909

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARK IMPACT FEE TRUST
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Special Assessments	\$ 112,000	\$ 112,000	\$ 241,095	\$ 129,095
Investment Income	2,150	2,150	1,120	(1,030)
Less: Statutory Requirement	(5,708)	(5,708)	-	5,708
Total Revenues	108,442	108,442	242,215	133,773
Expenditures				
Current:				
Culture and Recreation	504,353	555,263	356,091	199,172
Total Expenditures	504,353	555,263	356,091	199,172
Excess of Revenues Over (Under) Expenditures	(395,911)	(446,821)	(113,876)	332,945
Other Financing Sources (Uses)				
Reserve for Contingencies	(22,587)	-	-	-
Total Other Financing Sources (Uses)	(22,587)	-	-	-
Net Change in Fund Balances	(418,498)	(446,821)	(113,876)	332,945
Fund Balances at Beginning of Year	418,498	446,821	446,821	-
Fund Balances at End of Year	\$ -	\$ -	\$ 332,945	\$ 332,945

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY TRANSPORTATION TRUST
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 6,576,941	\$ 6,576,941	\$ 6,831,394	\$ 254,453
Intergovernmental	4,564,246	4,564,246	4,734,773	170,527
Charges for Services	398,000	398,000	750,580	352,580
Special Assessments	79,000	79,000	55,383	(23,617)
Investment Income	24,000	24,000	20,741	(3,259)
Miscellaneous	331,353	408,804	103,926	(304,878)
Less: Statutory Requirement	(581,359)	(581,359)	-	581,359
Total Revenues	11,392,181	11,469,632	12,496,797	1,027,165
Expenditures				
Current:				
Transportation	14,919,697	15,179,679	12,309,382	2,870,297
Total Expenditures	14,919,697	15,179,679	12,309,382	2,870,297
Excess of Revenues Over (Under) Expenditures	(3,527,516)	(3,710,047)	187,415	3,897,462
Other Financing Sources (Uses)				
Transfers Out	(581,859)	(581,859)	(581,797)	62
Reserve for Contingencies	(1,281,807)	(3,816,805)	-	3,816,805
Total Other Financing Sources (Uses)	(1,863,666)	(4,398,664)	(581,797)	3,816,867
Net Change in Fund Balances	(5,391,182)	(8,108,711)	(394,382)	7,714,329
Fund Balances at Beginning of Year	5,391,182	8,108,711	8,108,711	-
Fund Balances at End of Year	\$ -	\$ -	\$ 7,714,329	\$ 7,714,329

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FISH CONSERVATION TRUST
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Licenses and Permits	\$ 12,000	\$ 12,000	\$ 10,767	\$ (1,233)
Investment Income	700	700	419	(281)
Less: Statutory Requirement	(635)	(635)	-	635
Total Revenues	<u>12,065</u>	<u>12,065</u>	<u>11,186</u>	<u>(879)</u>
Expenditures				
Current:				
Physical Environment	159,832	159,330	-	159,330
Total Expenditures	<u>159,832</u>	<u>159,330</u>	<u>-</u>	<u>159,330</u>
Excess of Revenues Over (Under) Expenditures	<u>(147,767)</u>	<u>(147,265)</u>	<u>11,186</u>	<u>158,451</u>
Other Financing Sources (Uses)				
Transfers Out	(635)	(635)	(635)	-
Total Other Financing Sources (Uses)	<u>(635)</u>	<u>(635)</u>	<u>(635)</u>	<u>-</u>
Net Change in Fund Balances	<u>(148,402)</u>	<u>(147,900)</u>	<u>10,551</u>	<u>158,451</u>
Fund Balances at Beginning of Year	<u>148,402</u>	<u>147,900</u>	<u>147,900</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 158,451</u></u>	<u><u>\$ 158,451</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 2,884,560	\$ 2,888,175	\$ 1,811,522	\$ (1,076,653)
Miscellaneous	-	255,480	333,213	77,733
Total Revenues	<u>2,884,560</u>	<u>3,143,655</u>	<u>2,144,735</u>	<u>(998,920)</u>
Expenditures				
Current:				
Economic Environment	2,821,442	3,307,961	1,933,647	1,374,314
Human Services	63,118	63,117	56,058	7,059
Total Expenditures	<u>2,884,560</u>	<u>3,371,078</u>	<u>1,989,705</u>	<u>1,381,373</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(227,423)</u>	<u>155,030</u>	<u>382,453</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(1,150,189)	-	-	-
Total Other Financing Sources (Uses)	<u>(1,150,189)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(1,150,189)</u>	<u>(227,423)</u>	<u>155,030</u>	<u>382,453</u>
Fund Balances at Beginning of Year	<u>1,150,189</u>	<u>227,423</u>	<u>227,423</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 382,453</u>	<u>\$ 382,453</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC TRANSPORTATION FUND
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 7,002,533	\$ 7,397,583	\$ 4,207,967	\$ (3,189,616)
Charges for Services	1,415,721	1,147,264	1,507,911	360,647
Investment Income	400	400	19	(381)
Miscellaneous	56,588	13,000	201	(12,799)
Total Revenues	<u>8,475,242</u>	<u>8,558,247</u>	<u>5,716,098</u>	<u>(2,842,149)</u>
Expenditures				
Current:				
Transportation	9,884,565	10,196,636	6,433,873	3,762,763
Total Expenditures	<u>9,884,565</u>	<u>10,196,636</u>	<u>6,433,873</u>	<u>3,762,763</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,409,323)</u>	<u>(1,638,389)</u>	<u>(717,775)</u>	<u>920,614</u>
Other Financing Sources (Uses)				
Transfers In	1,014,171	1,014,171	1,014,171	-
Reserve for Contingencies	(472,710)	(185,890)	-	185,890
Total Other Financing Sources (Uses)	<u>541,461</u>	<u>828,281</u>	<u>1,014,171</u>	<u>185,890</u>
Net Change in Fund Balances	<u>(867,862)</u>	<u>(810,108)</u>	<u>296,396</u>	<u>1,106,504</u>
Fund Balances at Beginning of Year	<u>867,862</u>	<u>810,108</u>	<u>810,108</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,106,504</u>	<u>\$ 1,106,504</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAKE COUNTY AMBULANCE
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 5,692,782	\$ 5,694,329	\$ 5,532,182	\$ (162,147)
Investment Income	20,000	20,000	5,223	(14,777)
Miscellaneous	-	-	60,359	60,359
Less: Statutory Requirement	(285,690)	(285,690)	-	285,690
Total Revenues	5,427,092	5,428,639	5,597,764	169,125
Expenditures				
Current:				
General Government	102,938	103,634	103,634	-
Public Safety	5,885,246	5,886,793	5,886,793	-
Total Expenditures	5,988,184	5,990,427	5,990,427	-
Excess of Revenues Over (Under) Expenditures	(561,092)	(561,788)	(392,663)	169,125
Other Financing Sources (Uses)				
Transfers In	-	-	36,405	36,405
Transfers Out	(465,567)	(465,567)	(467,097)	(1,530)
Reserve for Contingencies	(364,450)	(355,100)	-	355,100
Total Other Financing Sources (Uses)	(830,017)	(820,667)	(430,692)	389,975
Net Change in Fund Balances	(1,391,109)	(1,382,455)	(823,355)	559,100
Fund Balances at Beginning of Year	1,391,109	1,382,455	1,382,455	-
Fund Balances at End of Year	\$ -	\$ -	\$ 559,100	\$ 559,100

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
STORMWATER MANAGEMENT PARKS AND ROADS
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 3,846,044	\$ 3,846,044	\$ 3,735,194	\$ (110,850)
Licenses and Permits	34,299	34,299	-	(34,299)
Intergovernmental	628,278	621,855	621,855	-
Charges for Services	80,050	80,050	149,316	69,266
Investment Income	15,000	15,000	15,459	459
Miscellaneous	8,518	8,518	7,577	(941)
Less: Statutory Requirement	(197,565)	(197,565)	-	197,565
Total Revenues	4,414,624	4,408,201	4,529,401	121,200
Expenditures				
Current:				
Physical Environment	3,991,710	4,749,420	940,039	3,809,381
Culture and Recreation	4,141,818	4,581,512	4,390,572	190,940
Total Expenditures	8,133,528	9,330,932	5,330,611	4,000,321
Excess of Revenues Over (Under) Expenditures	(3,718,904)	(4,922,731)	(801,210)	4,121,521
Other Financing Sources (Uses)				
Transfers In	401,452	426,452	466,239	39,787
Transfers Out	(314,927)	(314,952)	(311,199)	3,753
Reserve for Contingencies	(1,121,187)	(227,608)	-	227,608
Total Other Financing Sources (Uses)	(1,034,662)	(116,108)	155,040	271,148
Net Change in Fund Balances	(4,753,566)	(5,038,839)	(646,170)	4,392,669
Fund Balances at Beginning of Year	4,753,566	5,038,839	5,038,839	-
Fund Balances at End of Year	\$ -	\$ -	\$ 4,392,669	\$ 4,392,669

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
EMERGENCY 9-1-1
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ -	\$ 353,253	\$ -	\$ (353,253)
Charges for Services	1,450,555	1,414,000	1,384,114	(29,886)
Investment Income	30,000	30,000	3,083	(26,917)
Less: Statutory Requirement	(72,200)	(72,200)	-	72,200
Total Revenues	1,408,355	1,725,053	1,387,197	(337,856)
Expenditures				
Current:				
Public Safety	1,182,450	1,671,827	883,433	788,394
Total Expenditures	1,182,450	1,671,827	883,433	788,394
Excess of Revenues Over (Under) Expenditures	225,905	53,226	503,764	450,538
Other Financing Sources (Uses)				
Transfers Out	(750,000)	(750,000)	(750,000)	-
Reserve for Contingencies	(430,948)	(705,389)	-	705,389
Total Other Financing Sources (Uses)	(1,180,948)	(1,455,389)	(750,000)	705,389
Net Change in Fund Balances	(955,043)	(1,402,163)	(246,236)	1,155,927
Fund Balances at Beginning of Year	955,043	1,402,163	1,402,163	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,155,927	\$ 1,155,927

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RESORT/DEVELOPMENT TAX
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 1,990,800	\$ 1,990,800	\$ 2,331,042	\$ 340,242
Investment Income	-	-	13,297	13,297
Miscellaneous	10,000	10,000	14,693	4,693
Less: Statutory Requirement	<u>(100,040)</u>	<u>(100,040)</u>	<u>-</u>	<u>100,040</u>
Total Revenues	<u>1,900,760</u>	<u>1,900,760</u>	<u>2,359,032</u>	<u>458,272</u>
Expenditures				
Current:				
Economic Environment	2,490,954	2,550,273	1,729,072	821,201
Total Expenditures	<u>2,490,954</u>	<u>2,550,273</u>	<u>1,729,072</u>	<u>821,201</u>
Excess of Revenues Over (Under) Expenditures	<u>(590,194)</u>	<u>(649,513)</u>	<u>629,960</u>	<u>1,279,473</u>
Other Financing Sources (Uses)				
Transfers Out	(100,040)	(125,040)	(125,040)	-
Reserve for Contingencies	<u>(3,106,970)</u>	<u>(3,932,796)</u>	<u>-</u>	<u>3,932,796</u>
Total Other Financing Sources (Uses)	<u>(3,207,010)</u>	<u>(4,057,836)</u>	<u>(125,040)</u>	<u>3,932,796</u>
Net Change in Fund Balances	<u>(3,797,204)</u>	<u>(4,707,349)</u>	<u>504,920</u>	<u>5,212,269</u>
Fund Balances at Beginning of Year	<u>3,797,204</u>	<u>4,707,349</u>	<u>4,707,349</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,212,269</u>	<u>\$ 5,212,269</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
AFFORDABLE HOUSING ASSISTANCE TRUST
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ -	\$ -	\$ 540,103	\$ 540,103
Investment Income	2,000	1,200	2,170	970
Miscellaneous	10,000	35,000	78,857	43,857
Total Revenues	<u>12,000</u>	<u>36,200</u>	<u>621,130</u>	<u>584,930</u>
Expenditures				
Current:				
Economic Environment	752,183	720,298	222,578	497,720
Total Expenditures	<u>752,183</u>	<u>720,298</u>	<u>222,578</u>	<u>497,720</u>
Excess of Revenues Over (Under) Expenditures	<u>(740,183)</u>	<u>(684,098)</u>	<u>398,552</u>	<u>1,082,650</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(124,565)	-	-	-
Total Other Financing Sources (Uses)	<u>(124,565)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(864,748)</u>	<u>(684,098)</u>	<u>398,552</u>	<u>1,082,650</u>
Fund Balances at Beginning of Year	<u>864,748</u>	<u>684,098</u>	<u>684,098</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,082,650</u>	<u>\$ 1,082,650</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SECTION 8
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 3,030,954	\$ 3,025,418	\$ 2,426,298	\$ (599,120)
Investment Income	4,800	4,800	1,070	(3,730)
Miscellaneous	85,000	81,600	83,699	2,099
Total Revenues	<u>3,120,754</u>	<u>3,111,818</u>	<u>2,511,067</u>	<u>(600,751)</u>
Expenditures				
Current:				
Economic Environment	3,375,680	3,385,181	2,848,054	537,127
Total Expenditures	<u>3,375,680</u>	<u>3,385,181</u>	<u>2,848,054</u>	<u>537,127</u>
Excess of Revenues Over (Under) Expenditures	<u>(254,926)</u>	<u>(273,363)</u>	<u>(336,987)</u>	<u>(63,624)</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(549,257)	(506,742)	-	506,742
Total Other Financing Sources (Uses)	<u>(549,257)</u>	<u>(506,742)</u>	<u>-</u>	<u>506,742</u>
Net Change in Fund Balances	<u>(804,183)</u>	<u>(780,105)</u>	<u>(336,987)</u>	<u>443,118</u>
Fund Balances at Beginning of Year	<u>804,183</u>	<u>780,105</u>	<u>780,105</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 443,118</u></u>	<u><u>\$ 443,118</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RESTRICTED LOCAL PROGRAMS
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 8,000	\$ 8,000	\$ 7,887	\$ (113)
Charges for Services	308,866	308,866	323,663	14,797
Fines and Forfeitures	160,000	160,000	155,249	(4,751)
Investment Income	-	-	1,917	1,917
Miscellaneous	82,300	82,300	107,138	24,838
Total Revenues	559,166	559,166	595,854	36,688
Expenditures				
Current:				
Public Safety	413,992	420,504	401,940	18,564
Physical Environment	94,162	96,020	7,678	88,342
Human Services	409,058	452,367	204,584	247,783
Culture and Recreation	169,043	206,004	10,416	195,588
Court-Related Expenditures	184,077	178,913	103,266	75,647
Total Expenditures	1,270,332	1,353,808	727,884	625,924
Excess of Revenues Over (Under) Expenditures	(711,166)	(794,642)	(132,030)	662,612
Other Financing Sources (Uses)				
Reserve for Contingencies	(7,148)	-	-	-
Total Other Financing Sources (Uses)	(7,148)	-	-	-
Net Change in Fund Balances	(718,314)	(794,642)	(132,030)	662,612
Fund Balances at Beginning of Year	718,314	794,642	794,642	-
Fund Balances at End of Year	\$ -	\$ -	\$ 662,612	\$ 662,612

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MUNICIPAL SERVICE BENEFIT UNITS/SPECIAL ASSESSMENTS
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Special Assessments	\$ 763,674	\$ 763,674	\$ 736,602	\$ (27,072)
Investment Income	1,604	1,604	851	(753)
Less: Statutory Requirement	(38,264)	(38,264)	-	38,264
Total Revenues	727,014	727,014	737,453	10,439
Expenditures				
Current:				
Transportation	644,022	662,512	659,826	2,686
Total Expenditures	644,022	662,512	659,826	2,686
Excess of Revenues Over (Under) Expenditures	82,992	64,502	77,627	13,125
Other Financing Sources (Uses)				
Transfers Out	(84,180)	(83,955)	(75,955)	8,000
Reserve for Contingencies	(207,046)	(201,699)	-	201,699
Total Other Financing Sources (Uses)	(291,226)	(285,654)	(75,955)	209,699
Net Change in Fund Balances	(208,234)	(221,152)	1,672	222,824
Fund Balances at Beginning of Year	208,234	221,152	221,152	-
Fund Balances at End of Year	\$ -	\$ -	\$ 222,824	\$ 222,824

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAW ENFORCEMENT TRUST
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Fines and Forfeitures	\$ -	\$ -	\$ 212,153	\$ 212,153
Investment Income	1,250	1,250	1,006	(244)
Less: Statutory Requirement	(63)	(63)	-	63
Total Revenues	<u>1,187</u>	<u>1,187</u>	<u>213,159</u>	<u>211,972</u>
Expenditures				
Current:				
Public Safety	195,980	297,316	122,413	174,903
Total Expenditures	<u>195,980</u>	<u>297,316</u>	<u>122,413</u>	<u>174,903</u>
Excess of Revenues Over (Under) Expenditures	<u>(194,793)</u>	<u>(296,129)</u>	<u>90,746</u>	<u>386,875</u>
Net Change in Fund Balances	<u>(194,793)</u>	<u>(296,129)</u>	<u>90,746</u>	<u>386,875</u>
Fund Balances at Beginning of Year	<u>194,793</u>	<u>296,129</u>	<u>296,129</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 386,875</u>	<u>\$ 386,875</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY SALES TAX
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 10,800,000	\$ 10,800,000	\$ 12,443,490	\$ 1,643,490
Investment Income	-	-	2,490	2,490
Less: Statutory Requirement	(540,000)	(540,000)	-	540,000
Total Revenues	<u>10,260,000</u>	<u>10,260,000</u>	<u>12,445,980</u>	<u>2,185,980</u>
Expenditures				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>10,260,000</u>	<u>10,260,000</u>	<u>12,445,980</u>	<u>2,185,980</u>
Other Financing Sources (Uses)				
Transfers Out	(11,444,066)	(12,308,275)	(12,308,275)	-
Total Other Financing Sources (Uses)	<u>(11,444,066)</u>	<u>(12,308,275)</u>	<u>(12,308,275)</u>	<u>-</u>
Net Change in Fund Balances	<u>(1,184,066)</u>	<u>(2,048,275)</u>	<u>137,705</u>	<u>2,185,980</u>
Fund Balances at Beginning of Year	<u>1,184,066</u>	<u>2,048,275</u>	<u>2,048,275</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,185,980</u></u>	<u><u>\$ 2,185,980</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
BUILDING SERVICES
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Licenses and Permits	\$ 1,311,872	\$ 1,311,872	\$ 2,361,174	\$ 1,049,302
Charges for Services	69,757	69,757	174,291	104,534
Fines and Forfeitures	7,166	7,166	15,779	8,613
Investment Income	2,500	2,500	5,735	3,235
Miscellaneous	-	-	17,937	17,937
Less: Statutory Requirement	(69,565)	(69,565)	-	69,565
Total Revenues	1,321,730	1,321,730	2,574,916	1,253,186
Expenditures				
Current:				
Public Safety	1,411,113	1,689,032	1,513,440	175,592
Total Expenditures	1,411,113	1,689,032	1,513,440	175,592
Excess of Revenues Over (Under) Expenditures	(89,383)	(367,302)	1,061,476	1,428,778
Other Financing Sources (Uses)				
Transfers Out	(206,762)	(206,762)	(206,762)	-
Reserve for Contingencies	(496,860)	(1,007,663)	-	1,007,663
Total Other Financing Sources (Uses)	(703,622)	(1,214,425)	(206,762)	1,007,663
Net Change in Fund Balances	(793,005)	(1,581,727)	854,714	2,436,441
Fund Balances at Beginning of Year	793,005	1,581,727	1,581,727	-
Fund Balances at End of Year	\$ -	\$ -	\$ 2,436,441	\$ 2,436,441

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAKE COUNTY MTU FOR FIRE PROTECTION
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 2,621,485	\$ 2,711,485	\$ 2,543,515	\$ (167,970)
Intergovernmental	10,000	79,789	119,298	39,509
Charges for Services	-	135	7,495	7,360
Special Assessments	16,325,000	16,475,000	16,205,819	(269,181)
Investment Income	30,000	30,000	21,850	(8,150)
Miscellaneous	-	9,900	23,092	13,192
Less: Statutory Requirement	(949,325)	(949,325)	-	949,325
Total Revenues	18,037,160	18,356,984	18,921,069	564,085
Expenditures				
Current:				
Public Safety	20,178,989	19,867,244	19,648,227	219,017
Total Expenditures	20,178,989	19,867,244	19,648,227	219,017
Excess of Revenues Over (Under) Expenditures	(2,141,829)	(1,510,260)	(727,158)	783,102
Other Financing Sources (Uses)				
Transfers In	492,298	492,298	519,493	27,195
Transfers Out	(1,376,323)	(1,379,352)	(1,379,352)	-
Reserve for Contingencies	(4,166,434)	(2,520,515)	-	2,520,515
Total Other Financing Sources (Uses)	(5,050,459)	(3,407,569)	(859,859)	2,547,710
Net Change in Fund Balances	(7,192,288)	(4,917,829)	(1,587,017)	3,330,812
Fund Balances at Beginning of Year	7,192,288	4,917,829	4,917,829	-
Fund Balances at End of Year	\$ -	\$ -	\$ 3,330,812	\$ 3,330,812

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FIRE RESCUE IMPACT FEE TRUST
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Special Assessments	\$ 150,000	\$ 325,000	\$ 518,156	\$ 193,156
Investment Income	15,000	7,000	5,775	(1,225)
Less: Statutory Requirement	(8,250)	(8,250)	-	8,250
Total Revenues	<u>156,750</u>	<u>323,750</u>	<u>523,931</u>	<u>200,181</u>
Expenditures				
Current:				
Public Safety	558,263	991,198	203,359	787,839
Total Expenditures	<u>558,263</u>	<u>991,198</u>	<u>203,359</u>	<u>787,839</u>
Excess of Revenues Over (Under) Expenditures	<u>(401,513)</u>	<u>(667,448)</u>	<u>320,572</u>	<u>988,020</u>
Other Financing Sources (Uses)				
Transfers Out	-	(32,040)	(32,040)	-
Reserve for Contingencies	(1,443,056)	(1,155,905)	-	1,155,905
Total Other Financing Sources (Uses)	<u>(1,443,056)</u>	<u>(1,187,945)</u>	<u>(32,040)</u>	<u>1,155,905</u>
Net Change in Fund Balances	<u>(1,844,569)</u>	<u>(1,855,393)</u>	<u>288,532</u>	<u>2,143,925</u>
Fund Balances at Beginning of Year	<u>1,844,569</u>	<u>1,855,393</u>	<u>1,855,393</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,143,925</u></u>	<u><u>\$ 2,143,925</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY-WIDE LIBRARY
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 256,601	\$ 260,427	\$ 260,427	\$ -
Charges for Services	10,700	10,700	11,612	912
Fines and Forfeitures	46,900	46,900	50,657	3,757
Investment Income	2,500	2,500	1,941	(559)
Miscellaneous	58,000	58,000	70,274	12,274
Less: Statutory Requirement	(8,735)	(8,735)	-	8,735
Total Revenues	365,966	369,792	394,911	25,119
Expenditures				
Current:				
Culture and Recreation	4,425,661	4,441,269	4,163,181	278,088
Total Expenditures	4,425,661	4,441,269	4,163,181	278,088
Excess of Revenues Over (Under) Expenditures	(4,059,695)	(4,071,477)	(3,768,270)	303,207
Other Financing Sources (Uses)				
Transfers In	3,761,029	3,761,029	3,761,029	-
Reserve for Contingencies	(194,401)	(292,732)	-	292,732
Total Other Financing Sources (Uses)	3,566,628	3,468,297	3,761,029	292,732
Net Change in Fund Balances	(493,067)	(603,180)	(7,241)	595,939
Fund Balances at Beginning of Year	493,067	603,180	603,180	-
Fund Balances at End of Year	\$ -	\$ -	\$ 595,939	\$ 595,939

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ANIMAL SHELTER TRUST
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Fines and Forfeitures	\$ 30,000	\$ 30,000	\$ 8,499	\$ (21,501)
Investment Income	1,200	1,200	860	(340)
Miscellaneous	20,000	20,000	36,804	16,804
Less: Statutory Requirement	(2,560)	(2,560)	-	2,560
Total Revenues	48,640	48,640	46,163	(2,477)
Expenditures				
Current:				
Human Services	60,000	128,805	89,881	38,924
Total Expenditures	60,000	128,805	89,881	38,924
Excess of Revenues Over (Under) Expenditures	(11,360)	(80,165)	(43,718)	36,447
Other Financing Sources (Uses)				
Transfers Out	-	-	(270,071)	(270,071)
Reserve for Contingencies	(337,448)	(233,624)	-	233,624
Total Other Financing Sources (Uses)	(337,448)	(233,624)	(270,071)	(36,447)
Net Change in Fund Balances	(348,808)	(313,789)	(313,789)	-
Fund Balances at Beginning of Year	348,808	313,789	313,789	-
Fund Balances at End of Year	\$ -	\$ -	\$ -	\$ -

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CLERK SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 82,942	\$ 82,942	\$ 82,942	\$ -
Charges for Services	5,324,750	5,324,750	4,869,744	(455,006)
Fines and Forfeitures	2,147,000	2,147,000	2,112,044	(34,956)
Total Revenues	<u>7,554,692</u>	<u>7,554,692</u>	<u>7,064,730</u>	<u>(489,962)</u>
Expenditures				
Current:				
General Government	2,156,937	2,194,608	1,149,858	1,044,750
Court-Related Expenditures	6,429,692	6,429,692	6,018,192	411,500
Total Expenditures	<u>8,586,629</u>	<u>8,624,300</u>	<u>7,168,050</u>	<u>1,456,250</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,031,937)</u>	<u>(1,069,608)</u>	<u>(103,320)</u>	<u>966,288</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(304,508)	(362,875)	-	362,875
Total Other Financing Sources (Uses)	<u>(304,508)</u>	<u>(362,875)</u>	<u>-</u>	<u>362,875</u>
Net Change in Fund Balances	<u>(1,336,445)</u>	<u>(1,432,483)</u>	<u>(103,320)</u>	<u>1,329,163</u>
Fund Balances at Beginning of Year	<u>1,336,445</u>	<u>1,432,483</u>	<u>1,432,483</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,329,163</u>	<u>\$ 1,329,163</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SHERIFF SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ -	\$ 255,000	\$ 255,000	\$ -
Charges for Services	675,000	863,005	863,005	-
Fines and Forfeitures	-	-	245,259	245,259
Miscellaneous	26,200	35,266	35,266	-
Total Revenues	701,200	1,153,271	1,398,530	245,259
Expenditures				
Current:				
Public Safety	1,183,508	1,700,169	1,692,460	7,709
Total Expenditures	1,183,508	1,700,169	1,692,460	7,709
Excess of Revenues Over (Under) Expenditures	(482,308)	(546,898)	(293,930)	252,968
Other Financing Sources (Uses)				
Transfers In	95,028	95,028	93,396	(1,632)
Total Other Financing Sources (Uses)	95,028	95,028	93,396	(1,632)
Net Change in Fund Balances	(387,280)	(451,870)	(200,534)	251,336
Fund Balances at Beginning of Year	387,280	451,870	452,542	672
Fund Balances at End of Year	\$ -	\$ -	\$ 252,008	\$ 252,008

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAKE EMERGENCY MEDICAL SERVICES
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 5,308,843	\$ 5,300,000	\$ 5,300,000	\$ -
Charges for Services	11,212,966	10,669,943	11,142,431	472,488
Miscellaneous	188,100	169,694	198,543	28,849
Total Revenues	<u>16,709,909</u>	<u>16,139,637</u>	<u>16,640,974</u>	<u>501,337</u>
Expenditures				
Current:				
Public Safety	16,549,909	15,992,752	15,952,447	40,305
Total Expenditures	<u>16,549,909</u>	<u>15,992,752</u>	<u>15,952,447</u>	<u>40,305</u>
Excess of Revenues Over (Under) Expenditures	<u>160,000</u>	<u>146,885</u>	<u>688,527</u>	<u>541,642</u>
Other Financing Sources (Uses)				
Transfers Out	(160,000)	(160,000)	-	160,000
Total Other Financing Sources (Uses)	<u>(160,000)</u>	<u>(160,000)</u>	<u>-</u>	<u>160,000</u>
Net Change in Fund Balances	-	(13,115)	688,527	701,642
Fund Balances at Beginning of Year	-	13,115	13,115	-
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 701,642</u>	<u>\$ 701,642</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SALES TAX NOTE PAYABLE DEBT SERVICE
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ 1,000	\$ 1,000	\$ 793	\$ (207)
Less: Statutory Requirement	(50)	(50)	-	50
Total Revenues	<u>950</u>	<u>950</u>	<u>793</u>	<u>(157)</u>
Expenditures				
Debt Service:				
Principal	1,104,794	1,104,794	1,104,794	-
Interest and Fiscal Charges	62,721	62,721	61,471	1,250
Total Expenditures	<u>1,167,515</u>	<u>1,167,515</u>	<u>1,166,265</u>	<u>1,250</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,166,565)</u>	<u>(1,166,565)</u>	<u>(1,165,472)</u>	<u>1,093</u>
Other Financing Sources (Uses)				
Transfers In	1,208,398	1,133,398	1,133,398	-
Reserve for Contingencies	(147,844)	(7,459)	-	7,459
Total Other Financing Sources (Uses)	<u>1,060,554</u>	<u>1,125,939</u>	<u>1,133,398</u>	<u>7,459</u>
Net Change in Fund Balances	<u>(106,011)</u>	<u>(40,626)</u>	<u>(32,074)</u>	<u>8,552</u>
Fund Balances at Beginning of Year	<u>106,011</u>	<u>40,626</u>	<u>40,626</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,552</u>	<u>\$ 8,552</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARI-MUTUEL REVENUE BONDS DEBT SERVICE
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 297,667	\$ 297,667	\$ 297,667	\$ -
Investment Income	1,000	1,000	465	(535)
Less: Statutory Requirement	(14,933)	(14,933)	-	14,933
Total Revenues	283,734	283,734	298,132	14,398
Expenditures				
Debt Service:				
Principal	140,000	150,000	150,000	-
Interest and Fiscal Charges	105,864	103,680	102,180	1,500
Total Expenditures	245,864	253,680	252,180	1,500
Excess of Revenues Over (Under) Expenditures	37,870	30,054	45,952	15,898
Other Financing Sources (Uses)				
Transfers Out	-	(67,000)	(67,000)	-
Reserve for Contingencies	(72,182)	(4,805)	-	4,805
Total Other Financing Sources (Uses)	(72,182)	(71,805)	(67,000)	4,805
Net Change in Fund Balances	(34,312)	(41,751)	(21,048)	20,703
Fund Balances at Beginning of Year	34,312	41,751	41,751	-
Fund Balances at End of Year	\$ -	\$ -	\$ 20,703	\$ 20,703

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC LANDS PROGRAM DEBT SERVICE
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 2,801,205	\$ 2,801,205	\$ 2,725,834	\$ (75,371)
Investment Income	30,000	30,000	4,888	(25,112)
Less: Statutory Requirement	(141,565)	(141,565)	-	141,565
Total Revenues	2,689,640	2,689,640	2,730,722	41,082
Expenditures				
Debt Service:				
Principal	1,485,000	1,485,000	1,485,000	-
Interest and Fiscal Charges	1,221,688	1,221,050	1,220,188	862
Total Expenditures	2,706,688	2,706,050	2,705,188	862
Excess of Revenues Over (Under) Expenditures	(17,048)	(16,410)	25,534	41,944
Other Financing Sources (Uses)				
Transfers In	15,500	15,500	29,079	13,579
Transfers Out	(81,895)	(82,533)	(82,533)	-
Reserve for Contingencies	(969,337)	(898,918)	-	898,918
Total Other Financing Sources (Uses)	(1,035,732)	(965,951)	(53,454)	912,497
Net Change in Fund Balances	(1,052,780)	(982,361)	(27,920)	954,441
Fund Balances at Beginning of Year	1,052,780	982,361	982,361	-
Fund Balances at End of Year	\$ -	\$ -	\$ 954,441	\$ 954,441

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FACILITIES EXPANSION DEBT SERVICE
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ 10,000	\$ 10,000	\$ 3,676	\$ (6,324)
Less: Statutory Requirement	(500)	(500)	-	500
Total Revenues	9,500	9,500	3,676	(5,824)
Expenditures				
Debt Service:				
Principal	1,875,000	1,875,000	1,875,000	-
Interest and Fiscal Charges	3,867,100	3,867,100	3,865,600	1,500
Total Expenditures	5,742,100	5,742,100	5,740,600	1,500
Excess of Revenues Over (Under) Expenditures	(5,732,600)	(5,732,600)	(5,736,924)	(4,324)
Other Financing Sources (Uses)				
Transfers In	5,740,600	5,740,600	5,740,600	-
Reserve for Contingencies	(41,176)	(36,903)	-	36,903
Total Other Financing Sources (Uses)	5,699,424	5,703,697	5,740,600	36,903
Net Change in Fund Balances	(33,176)	(28,903)	3,676	32,579
Fund Balances at Beginning of Year	33,176	28,903	28,903	-
Fund Balances at End of Year	\$ -	\$ -	\$ 32,579	\$ 32,579

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARKS CAPITAL PROJECTS
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ 3,000	\$ 3,000	\$ 1,623	\$ (1,377)
Less: Statutory Requirement	(150)	(150)	-	150
Total Revenues	2,850	2,850	1,623	(1,227)
Expenditures				
Capital Outlay	766,427	1,061,451	581,902	479,549
Total Expenditures	766,427	1,061,451	581,902	479,549
Excess of Revenues Over (Under) Expenditures	(763,577)	(1,058,601)	(580,279)	478,322
Other Financing Sources (Uses)				
Transfers In	350,000	350,000	350,000	-
Reserve for Contingencies	(9,918)	-	-	-
Total Other Financing Sources (Uses)	340,082	350,000	350,000	-
Net Change in Fund Balances	(423,495)	(708,601)	(230,279)	478,322
Fund Balances at Beginning of Year	423,495	708,601	708,601	-
Fund Balances at End of Year	\$ -	\$ -	\$ 478,322	\$ 478,322

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC LANDS PROGRAM CAPITAL PROJECTS
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ 10,000	\$ 10,000	\$ 4,862	\$ (5,138)
Less: Statutory Requirement	(500)	(500)	-	500
Total Revenues	9,500	9,500	4,862	(4,638)
Expenditures				
Capital Outlay	2,162,670	2,176,130	1,236,427	939,703
Total Expenditures	2,162,670	2,176,130	1,236,427	939,703
Excess of Revenues Over (Under) Expenditures	(2,153,170)	(2,166,630)	(1,231,565)	935,065
Other Financing Sources (Uses)				
Reserve for Contingencies	(26,844)	-	-	-
Total Other Financing Sources (Uses)	(26,844)	-	-	-
Net Change in Fund Balances	(2,180,014)	(2,166,630)	(1,231,565)	935,065
Fund Balances at Beginning of Year	2,180,014	2,166,630	2,166,630	-
Fund Balances at End of Year	\$ -	\$ -	\$ 935,065	\$ 935,065

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MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUND

SALES TAX CAPITAL PROJECTS FUND

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

FACILITIES EXPANSION CAPITAL PROJECTS FUND

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

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - CAPITAL PROJECTS
SALES TAX CAPITAL PROJECTS
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues				
Investment Income	\$ 45,000	\$ 45,000	\$ 43,266	\$ (1,734)
Less: Statutory Requirement	(2,250)	(2,250)	-	2,250
Total Revenues	42,750	42,750	43,266	516
Expenditures				
Capital Outlay	17,824,789	21,782,072	9,274,565	12,507,507
Total Expenditures	17,824,789	21,782,072	9,274,565	12,507,507
Excess of Revenues Over (Under) Expenditures	(17,782,039)	(21,739,322)	(9,231,299)	12,508,023
Other Financing Sources (Uses)				
Transfers In	8,295,668	9,234,877	9,234,877	-
Reserve for Contingencies	(3,779,939)	(2,973,599)	-	2,973,599
Total Other Financing Sources (Uses)	4,515,729	6,261,278	9,234,877	2,973,599
Net Change in Fund Balances	(13,266,310)	(15,478,044)	3,578	15,481,622
Fund Balances at Beginning of Year	13,266,310	15,478,044	15,478,044	-
Fund Balances at End of Year	\$ -	\$ -	\$ 15,481,622	\$ 15,481,622

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - CAPITAL PROJECTS
FACILITIES EXPANSION
For the Year Ended September 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Investment Income	\$ -	\$ -	\$ 9,138	\$ 9,138
Total Revenues	-	-	9,138	9,138
Expenditures				
Capital Outlay	209,138	1,980,745	844,796	1,135,949
Total Expenditures	209,138	1,980,745	844,796	1,135,949
Excess of Revenues Over (Under) Expenditures	(209,138)	(1,980,745)	(835,658)	1,145,087
Other Financing Sources (Uses)				
Reserve for Contingencies	(3,827,622)	-	-	-
Total Other Financing Sources (Uses)	(3,827,622)	-	-	-
Net Change in Fund Balances	(4,036,760)	(1,980,745)	(835,658)	1,145,087
Fund Balances at Beginning of Year	4,036,760	1,980,745	1,980,745	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,145,087	\$ 1,145,087

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INTERNAL SERVICE FUNDS

INSURANCE FUND - BOARD

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

INSURANCE FUND – SHERIFF

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

FLEET MANAGEMENT INTERNAL SERVICE FUND

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

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
ALL INTERNAL SERVICE FUNDS
September 30, 2014

	<u>Board Insurance</u>	<u>Sheriff Insurance</u>	<u>Fleet Management</u>	<u>Total</u>
Assets				
Current Assets:				
Pooled Cash and Investments	\$ 14,725,767	\$ 1,315,969	\$ -	\$ 16,041,736
Cash with Fiscal Agent	29,507	-	-	29,507
Accounts Receivable	543,542	64,007	-	607,549
Intragovernmental Receivables	80,000	-	1,093	81,093
Due from Other Governments	-	-	12,368	12,368
Inventory	-	-	433,695	433,695
Total Current Assets	15,378,816	1,379,976	447,156	17,205,948
Capital Assets:				
Equipment	-	-	541,577	541,577
Less: Accumulated Depreciation	-	-	(516,919)	(516,919)
Total Capital Assets	-	-	24,658	24,658
Total Assets	15,378,816	1,379,976	471,814	17,230,606
Liabilities				
Current Liabilities:				
Accounts Payable	2,564,843	546,582	131,644	3,243,069
Accrued Liabilities	-	-	19,862	19,862
Due to Other Funds	-	560,000	222,892	782,892
Estimated Insurance Claims Payable	2,931,300	273,394	-	3,204,694
Current Portion of Long Term Obligations	-	-	26,892	26,892
Total Current Liabilities	5,496,143	1,379,976	401,290	7,277,409
Long-Term Liabilities:				
Accrued Benefits Payable	-	-	38,365	38,365
Total Long-Term Liabilities	-	-	38,365	38,365
Total Liabilities	5,496,143	1,379,976	439,655	7,315,774
Net Position				
Net Investment in Capital Assets	-	-	24,658	24,658
Unrestricted	9,882,673	-	7,501	9,890,174
Total Net Position	\$ 9,882,673	\$ -	\$ 32,159	\$ 9,914,832

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
ALL INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2014

	Board Insurance	Sheriff Insurance	Fleet Management	Total
Operating Revenues:				
Charges for Services	\$ 14,114,014	\$ 6,587,358	\$ 3,474,887	\$ 24,176,259
Miscellaneous	1,505	-	9,663	11,168
Total Operating Revenues	14,115,519	6,587,358	3,484,550	24,187,427
Operating Expenses:				
Benefit Payments and Claims	13,105,980	5,953,531	-	19,059,511
Personal Services	-	-	883,155	883,155
Contracted Services	-	-	13,145	13,145
Supplies and Materials	-	-	1,253,631	1,253,631
Repairs and Maintenance	-	-	1,227,122	1,227,122
Utilities	-	-	31,539	31,539
Other Charges and Services	1,637,795	861,892	60,215	2,559,902
Depreciation and Amortization	-	-	4,960	4,960
Total Operating Expenses	14,743,775	6,815,423	3,473,767	25,032,965
Operating Income (Loss)	(628,256)	(228,065)	10,783	(845,538)
Non-Operating Revenues:				
Investment Income	42,804	228,065	-	270,869
Net Gain (Loss) on Disposal of Capital Assets	-	-	(2,854)	(2,854)
Total Non-Operating Revenues	42,804	228,065	(2,854)	268,015
Income (Loss) Before Transfers	(585,452)	-	7,929	(577,523)
Transfers Out	(305,368)	-	-	(305,368)
Total Transfers	(305,368)	-	-	(305,368)
Change in Net Position	(890,820)	-	7,929	(882,891)
Net Position at Beginning of Year	10,773,493	-	24,230	10,797,723
Net Position at End of Year	\$ 9,882,673	\$ -	\$ 32,159	\$ 9,914,832

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2014

	<u>Insurance</u>	
	<u>Board</u>	<u>Sheriff</u>
Cash Flows from Operating Activities:		
Cash Received from Customers and for Contributions	\$ 13,661,721	\$ 6,613,815
Cash Paid to Suppliers and for Claims	(14,185,263)	(7,641,527)
Cash Paid to Employees	-	-
Cash Paid to Insurance Fund	-	-
Net Cash Provided (Used) by Operating Activities	(523,542)	(1,027,712)
Cash Flows from NonCapital Financing Activities:		
Cash Transfers to Other Funds	(305,368)	-
Net Cash Provided (Used) by NonCapital Financing Activities	(305,368)	-
Cash Flows from Capital Activities:		
Proceeds from Sale of Capital Assets	-	-
Net Cash Provided (Used) by Capital Activities	-	-
Cash Flows from Investing Activities:		
Investment Income Received	42,804	228,065
Net Cash Provided (Used) by Investing Activities	42,804	228,065
Net Change in Cash and Cash Equivalents	(786,106)	(799,647)
Cash and Cash Equivalents at October 1	15,541,380	2,115,616
Cash and Cash Equivalents at September 30	\$ 14,755,274	\$ 1,315,969

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

	<u>Insurance</u>	
	<u>Board</u>	<u>Sheriff</u>
Operating Income (Loss)	\$ (628,256)	\$ (228,065)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation	-	-
Change in Accounts Receivable	(452,293)	26,458
Change in Intragovernmental Receivables	-	-
Change in Due from Other Governments	-	-
Change in Inventory	-	-
Change in Accounts Payable	934,707	(88,242)
Change in Due to Other Funds	-	-
Change in Accrued Liabilities	-	-
Change in Estimated Claims Payable	(377,700)	(737,863)
Change in Accrued Benefits Payable	-	-
Total Adjustments	104,714	(799,647)
Net Cash Provided (Used) by Operating Activities	\$ (523,542)	\$ (1,027,712)
Noncash Investing, Capital and Financing Activities		
Gain (Loss) on Disposition of Capital Assets	-	-

Fleet Management	Total
\$ 3,485,736	\$ 23,761,272
(2,606,603)	(24,433,393)
(737,489)	(737,489)
(141,644)	(141,644)
-	(1,551,254)
-	(305,368)
-	(305,368)
-	-
-	-
-	270,869
-	270,869
-	(1,585,753)
-	17,656,996
\$ -	\$ 16,071,243

Fleet Management	Total
\$ 10,783	\$ (845,538)
4,960	4,960
937	(424,898)
7,236	7,236
(6,987)	(6,987)
(75,782)	(75,782)
2,018	848,483
52,813	52,813
2,315	2,315
-	(1,115,563)
1,707	1,707
(10,783)	(705,716)
\$ -	\$ (1,551,254)
\$ (2,854)	\$ (2,854)

AGENCY FUNDS

BOARD OF COUNTY COMMISSIONERS

EDUCATIONAL SYSTEM IMPACT FEE TRUST FUND

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

ESCROW DEPOSITS FUND

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

CLERK OF CIRCUIT COURT

AGENCY FUND

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

CASH BONDS FUND

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

FINES AND COSTS FUND

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

TAX DEED SALES FUND

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

JUROR AND WITNESS FUND

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

UNIFORM SUPPORT FUND

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

SUSPENSE

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

COURTS REGISTRY FUND

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

TAX COLLECTOR

TAX COLLECTIONS TRUST FUND

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

MOTORIST SERVICES TRUST FUND

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

HUNTING AND FISHING LICENSE FUND

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

SHERIFF'S OFFICE

CASH BONDS FUND

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

CIVIL FUND

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

INMATE TRUST FUND

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

SUSPENSE

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

FLEXIBLE SPENDING

To account for the receipt and disbursement of employee flexible spending monies.

LAKE COUNTY, FLORIDA
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 FIDUCIARY FUNDS
September 30, 2014

	<u>AGENCY FUNDS</u>		<u>AGENCY FUNDS</u>	
	Board of County Commissioners		Clerk of the Circuit Court	
	Educational System Impact Fee Trust	Escrow Deposits	Agency	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	-
Pooled Cash and Investments	945,666	308,859		1,408,508
Accounts Receivable	-	-		-
Due from Other Governments	275,839	-		-
Total Assets	\$ 1,221,505	\$ 308,859	\$	1,408,508
<u>Liabilities</u>				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	850
Due to Other Governments	1,221,505	-		1,222,622
Deposits	-	308,859		185,036
Taxes Collected in Advance	-	-		-
Cash Bonds Payable	-	-		-
Total Liabilities	\$ 1,221,505	\$ 308,859	\$	1,408,508

AGENCY FUNDS

Clerk of the Circuit Court

Clerk Cash Bonds	Fines and Costs	Tax Deed Sales	Juror and Witness	Uniform Support
\$ -	\$ -	\$ -	\$ -	\$ -
79,241	617,126	1,734,731	5,138	4,297
-	-	-	-	125
-	-	-	-	-
\$ 79,241	\$ 617,126	\$ 1,734,731	\$ 5,138	\$ 4,422

\$ -	\$ 32,252	\$ -	\$ 1,738	\$ -
-	584,874	2,466	3,400	4,422
-	-	1,732,265	-	-
-	-	-	-	-
79,241	-	-	-	-
\$ 79,241	\$ 617,126	\$ 1,734,731	\$ 5,138	\$ 4,422

(Continued)

LAKE COUNTY, FLORIDA
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 FIDUCIARY FUNDS
September 30, 2014

	<u>AGENCY FUNDS</u>		<u>AGENCY FUNDS</u>	
	<u>Clerk of the Circuit Court</u>		<u>Tax Collector</u>	
	<u>Suspense</u>	<u>Courts Registry</u>	<u>Tax Collections Trust</u>	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	3,678,923
Pooled Cash and Investments	554	8,049,961	-	-
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 554</u>	<u>\$ 8,049,961</u>	<u>\$ 3,678,923</u>	
<u>Liabilities</u>				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	-
Due to Other Governments	-	-	-	1,230,164
Deposits	554	8,049,961	-	-
Taxes Collected in Advance	-	-	-	2,448,759
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 554</u>	<u>\$ 8,049,961</u>	<u>\$ 3,678,923</u>	

AGENCY FUNDS

AGENCY FUNDS

Tax Collector		Sheriff		
Motorist Services Trust	Hunting and Fishing License	Sheriff Cash Bonds	Civil	Inmate Trust
\$ 692,684	\$ 4,036	\$ 62,698	\$ 43,874	\$ 396,922
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ 692,684	\$ 4,036	\$ 62,698	\$ 43,874	\$ 396,922

\$ -	\$ -	\$ -	\$ -	\$ -
692,684	4,036	-	-	42,554
-	-	-	43,874	354,368
-	-	-	-	-
-	-	62,698	-	-
\$ 692,684	\$ 4,036	\$ 62,698	\$ 43,874	\$ 396,922

(Continued)

LAKE COUNTY, FLORIDA
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 FIDUCIARY FUNDS
September 30, 2014

AGENCY FUNDS

Sheriff

	<u>Suspense</u>	<u>Flexible Spending</u>		<u>Total Agency Funds</u>
<u>Assets</u>				
Cash	\$ -	\$ -	\$	4,879,137
Pooled Cash and Investments	47,430	-		13,201,511
Accounts Receivable	-	-		125
Due from Other Governments	-	-		275,839
Total Assets	\$ 47,430	\$ -	\$	18,356,612
<u>Liabilities</u>				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$	34,840
Due to Other Governments	-	-		5,008,727
Deposits	47,430	-		10,722,347
Taxes Collected in Advance	-	-		2,448,759
Cash Bonds Payable	-	-		141,939
Total Liabilities	\$ 47,430	\$ -	\$	18,356,612

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LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2014

	<u>Educational System Impact Fee Trust</u>			Balance 9/30/14
	Balance 9/30/13	Additions	Deletions	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	10,422	1,913,669	978,425	945,666
Accounts Receivable	-	-	-	-
Due from Other Governments	209,932	289,427	223,520	275,839
Total Assets	<u>\$ 220,354</u>	<u>\$ 2,203,096</u>	<u>\$ 1,201,945</u>	<u>\$ 1,221,505</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 978,426	\$ 978,426	\$ -
Due to Other Governments	220,354	2,248,962	1,247,811	1,221,505
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 220,354</u>	<u>\$ 3,227,388</u>	<u>\$ 2,226,237</u>	<u>\$ 1,221,505</u>

Balance 9/30/13	Escrow Deposits		Balance 9/30/14	Balance 9/30/13	Agency - Clerk		Balance 9/30/14
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
357,873	285,967	334,981	308,859	1,227,284	26,747,701	26,566,477	1,408,508
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 357,873	\$ 285,967	\$ 334,981	\$ 308,859	\$ 1,227,284	\$ 26,747,701	\$ 26,566,477	\$ 1,408,508
\$ -	\$ 334,981	\$ 334,981	\$ -	\$ 8,596	\$ 24,483,757	\$ 24,491,503	\$ 850
-	-	-	-	1,114,091	26,813,370	26,704,839	1,222,622
357,873	285,967	334,981	308,859	104,597	150,329	69,890	185,036
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 357,873	\$ 620,948	\$ 669,962	\$ 308,859	\$ 1,227,284	\$ 51,447,456	\$ 51,266,232	\$ 1,408,508

Continued

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2014

	<u>Cash Bonds - Clerk</u>			Balance 9/30/14
	Balance 9/30/13	Additions	Deletions	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	120,836	281,898	323,493	79,241
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 120,836</u>	<u>\$ 281,898</u>	<u>\$ 323,493</u>	<u>\$ 79,241</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Governments	-	-	-	-
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	120,836	281,898	323,493	79,241
Total Liabilities	<u>\$ 120,836</u>	<u>\$ 281,898</u>	<u>\$ 323,493</u>	<u>\$ 79,241</u>

Balance 9/30/13	<u>Fines and Costs</u>		Balance 9/30/14	Balance 9/30/13	<u>Tax Deed Sales</u>		Balance 9/30/14
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
595,391	7,190,992	7,169,257	617,126	1,308,531	3,459,617	3,033,417	1,734,731
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 595,391</u>	<u>\$ 7,190,992</u>	<u>\$ 7,169,257</u>	<u>\$ 617,126</u>	<u>\$ 1,308,531</u>	<u>\$ 3,459,617</u>	<u>\$ 3,033,417</u>	<u>\$ 1,734,731</u>
\$ 42,099	\$ 801,689	\$ 811,536	\$ 32,252	\$ -	\$ 2,939,132	\$ 2,939,132	\$ -
553,292	7,164,919	7,133,337	584,874	3,137	2,466	3,137	2,466
-	-	-	-	1,305,394	4,187,139	3,760,268	1,732,265
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 595,391</u>	<u>\$ 7,966,608</u>	<u>\$ 7,944,873</u>	<u>\$ 617,126</u>	<u>\$ 1,308,531</u>	<u>\$ 7,128,737</u>	<u>\$ 6,702,537</u>	<u>\$ 1,734,731</u>

Continued

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2014

	Balance	<u>Juror and Witness</u>		Balance
	9/30/13	Additions	Deletions	9/30/14
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	6,358	10,185	11,405	5,138
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 6,358</u>	<u>\$ 10,185</u>	<u>\$ 11,405</u>	<u>\$ 5,138</u>
 <u>Liabilities</u>				
Accounts Payable	\$ 3,758	\$ 13,236	\$ 15,256	\$ 1,738
Due to Other Governments	2,600	10,185	9,385	3,400
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 6,358</u>	<u>\$ 23,421</u>	<u>\$ 24,641</u>	<u>\$ 5,138</u>

Balance 9/30/13	Uniform Support		Balance 9/30/14	Balance 9/30/13	Suspense - Clerk		Balance 9/30/14
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2,121	57,214	55,038	4,297	918	2,811	3,175	554
1,780	5,332	6,987	125	-	-	-	-
-	-	-	-	-	-	-	-
\$ 3,901	\$ 62,546	\$ 62,025	\$ 4,422	\$ 918	\$ 2,811	\$ 3,175	\$ 554
\$ -	\$ 50,148	\$ 50,148	\$ -	\$ -	\$ -	\$ -	\$ -
3,901	50,835	50,314	4,422	-	-	-	-
-	-	-	-	918	2,811	3,175	554
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 3,901	\$ 100,983	\$ 100,462	\$ 4,422	\$ 918	\$ 2,811	\$ 3,175	\$ 554

Continued

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2014

	Balance 9/30/13	Courts Registry		Balance 9/30/14
		Additions	Deletions	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	13,189,643	31,486,440	36,626,122	8,049,961
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	\$ 13,189,643	\$ 31,486,440	\$ 36,626,122	\$ 8,049,961
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 57	\$ 57	\$ -
Due to Other Governments	-	-	-	-
Deposits	13,189,643	31,861,338	37,001,020	8,049,961
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	\$ 13,189,643	\$ 31,861,395	\$ 37,001,077	\$ 8,049,961

<u>Tax Collections Trust</u>			<u>Motorist Services Trust</u>				
<u>Balance</u> <u>9/30/13</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/14</u>	<u>Balance</u> <u>9/30/13</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/14</u>
\$ 3,621,886	\$ 482,136,866	\$ 482,079,829	\$ 3,678,923	\$ 760,873	\$ 39,582,932	\$ 39,651,121	\$ 692,684
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 3,621,886</u>	<u>\$ 482,136,866</u>	<u>\$ 482,079,829</u>	<u>\$ 3,678,923</u>	<u>\$ 760,873</u>	<u>\$ 39,582,932</u>	<u>\$ 39,651,121</u>	<u>\$ 692,684</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,224,682	315,253,984	315,248,502	1,230,164	760,873	39,582,932	39,651,121	692,684
-	-	-	-	-	-	-	-
2,397,204	2,462,986	2,411,431	2,448,759	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 3,621,886</u>	<u>\$ 317,716,970</u>	<u>\$ 317,659,933</u>	<u>\$ 3,678,923</u>	<u>\$ 760,873</u>	<u>\$ 39,582,932</u>	<u>\$ 39,651,121</u>	<u>\$ 692,684</u>

Continued

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2014

	Balance 9/30/13	<u>Hunting and Fishing License</u>		Balance 9/30/14
		Additions	Deletions	
<u>Assets</u>				
Cash	\$ 3,479	\$ 92,640	\$ 92,083	\$ 4,036
Pooled Cash and Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	\$ 3,479	\$ 92,640	\$ 92,083	\$ 4,036
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Governments	3,479	92,640	92,083	4,036
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	\$ 3,479	\$ 92,640	\$ 92,083	\$ 4,036

<u>Cash Bonds - Sheriff</u>			<u>Civil</u>				
<u>Balance</u> <u>9/30/13</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/14</u>	<u>Balance</u> <u>9/30/13</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/14</u>
\$ 62,698	\$ 19,897	\$ 19,897	\$ 62,698	\$ 31,523	\$ 420,127	\$ 407,776	\$ 43,874
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 62,698</u>	<u>\$ 19,897</u>	<u>\$ 19,897</u>	<u>\$ 62,698</u>	<u>\$ 31,523</u>	<u>\$ 420,127</u>	<u>\$ 407,776</u>	<u>\$ 43,874</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	19,897	19,897	-	-	-	-	-
-	-	-	-	31,523	424,195	411,844	43,874
-	-	-	-	-	-	-	-
62,698	19,897	19,897	62,698	-	-	-	-
<u>\$ 62,698</u>	<u>\$ 39,794</u>	<u>\$ 39,794</u>	<u>\$ 62,698</u>	<u>\$ 31,523</u>	<u>\$ 424,195</u>	<u>\$ 411,844</u>	<u>\$ 43,874</u>

Continued

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2014

	Balance 9/30/13	Inmate Trust		Balance 9/30/14
		Additions	Deletions	
<u>Assets</u>				
Cash	\$ 518,286	\$ 1,209,475	\$ 1,330,839	\$ 396,922
Pooled Cash and Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	\$ 518,286	\$ 1,209,475	\$ 1,330,839	\$ 396,922
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Governments	197,288	42,554	197,288	42,554
Deposits	320,998	1,393,655	1,360,285	354,368
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	\$ 518,286	\$ 1,436,209	\$ 1,557,573	\$ 396,922

Balance 9/30/13	Suspense - Sheriff		Balance 9/30/14	Balance 9/30/13	Flexible Spending - Sheriff		Balance 9/30/14
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ 1,857	\$ -	\$ 1,857	\$ -
35,989	11,568	127	47,430	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 35,989</u>	<u>\$ 11,568</u>	<u>\$ 127</u>	<u>\$ 47,430</u>	<u>\$ 1,857</u>	<u>\$ -</u>	<u>\$ 1,857</u>	<u>\$ -</u>
\$ -	\$ 127	\$ 127	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
35,989	11,568	127	47,430	1,857	-	1,857	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 35,989</u>	<u>\$ 11,695</u>	<u>\$ 254</u>	<u>\$ 47,430</u>	<u>\$ 1,857</u>	<u>\$ -</u>	<u>\$ 1,857</u>	<u>\$ -</u>

Continued

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2014

	<u>Totals - All Agency Funds</u>			<u>Balance 9/30/14</u>
	<u>Balance 9/30/13</u>	<u>Additions</u>	<u>Deletions</u>	
<u>Assets</u>				
Cash	\$ 5,000,602	\$ 523,461,937	\$ 523,583,402	\$ 4,879,137
Pooled Cash and Investments	16,855,366	71,448,062	75,101,917	13,201,511
Accounts Receivable	1,780	5,332	6,987	125
Due from Other Governments	209,932	289,427	223,520	275,839
Total Assets	<u>\$ 22,067,680</u>	<u>\$ 595,204,758</u>	<u>\$ 598,915,826</u>	<u>\$ 18,356,612</u>
<u>Liabilities</u>				
Accounts Payable	\$ 54,453	\$ 29,601,553	\$ 29,621,166	\$ 34,840
Due to Other Governments	4,083,697	391,282,744	390,357,714	5,008,727
Deposits	15,348,792	38,317,002	42,943,447	10,722,347
Taxes Collected in Advance	2,397,204	2,462,986	2,411,431	2,448,759
Cash Bonds Payable	183,534	301,795	343,390	141,939
Total Liabilities	<u>\$ 22,067,680</u>	<u>\$ 461,966,080</u>	<u>\$ 465,677,148</u>	<u>\$ 18,356,612</u>

FINANCIAL DATA SCHEDULES – HUD SECTION 8

The Department of Housing and Urban Development provides funding for Section 8 – housing assistance. The following financial data schedules include HUD-required Balance Sheet and Revenues and Expenditures Data in their required format for grant compliance. These schedules include HAP Portability-in amounts of \$1,148,744 in revenues and expenditures that are not included in the financial statements of the County's Section 8 nonmajor special revenue fund.

LAKE COUNTY, FLORIDA
FINANCIAL DATA SCHEDULE - BALANCE SHEET
HUD - SECTION 8
For the Year Ended September 30, 2014

Line Item #	Account Description	Housing Choice Vouchers 14.871	Shelter Plus Care 14.238	Total
111.0	Cash - Unrestricted	\$ 420,920	\$ -	\$ 420,920
113.0	Cash - Other Restricted	770	-	770
115.0	Cash - Restricted for Payment of Current Liabilities	9,042	-	9,042
100.0	Total Cash	<u>430,732</u>	-	430,732
124.0	Accounts Receivable - Other Government	26,844	-	26,844
120.0	Total Accounts Receivables, Net of Allowances for Doubtful Accounts	<u>26,844</u>	-	26,844
150.0	Total Current Assets	<u>457,576</u>	-	457,576
290.0	Total Assets and Deferred Outflow of Resources	<u>\$ 457,576</u>	<u>\$ -</u>	<u>\$ 457,576</u>
312.0	Accounts Payable <= 90 Days	\$ 4,185	\$ -	\$ 4,185
321.0	Accrued Wage/Payroll Taxes Payable	4,857	-	4,857
345.0	Other Current Liabilities	5,416	-	5,416
310.0	Total Current Liabilities	<u>14,458</u>	-	14,458
300.0	Total Liabilities	<u>14,458</u>	-	14,458
511.3	Assigned Fund Balance	443,118	-	443,118
513.0	Total Equity - Net Assets/Position	<u>443,118</u>	-	443,118
600.0	Total Liabilities, Deferred Inflows of Resources and Equity	<u>\$ 457,576</u>	<u>\$ -</u>	<u>\$ 457,576</u>

LAKE COUNTY, FLORIDA
FINANCIAL DATA SCHEDULE - REVENUES AND EXPENDITURES
HUD - SECTION 8
For the Year Ended September 30, 2014

Line Item #	Account Description	Housing Choice Vouchers 14.871	Shelter Plus Care 14.238	Total
70600	HUD PHA Operating Grants	\$ 3,562,735 *	\$ 96,006	\$ 3,658,741
71100	Investment Income - Unrestricted	300	-	300
72000	Investment Income - Restricted	770	-	770
70000	Total Revenue	<u>3,563,805</u>	<u>96,006</u>	<u>3,659,811</u>
91100	Administrative Salaries	157,545	-	157,545
91500	Employee Benefit Contributions - Administrative	51,580	-	51,580
91600	Office Expenses	23,931	2,695	26,626
91800	Travel	2,869	452	3,321
91900	Other	17,967	2,829	20,796
91000	Total Operating - Administrative	<u>253,892</u>	<u>5,976</u>	<u>259,868</u>
93400	Fuel	1,349	185	1,534
93000	Total Utilities	<u>1,349</u>	<u>185</u>	<u>1,534</u>
94200	Ordinary Maintenance and Operations-Materials and Other	12,115	1,893	14,008
94000	Total Maintenance	<u>12,115</u>	<u>1,893</u>	<u>14,008</u>
96110	Property Insurance	2,752	433	3,185
96130	Workers Compensation	762	-	762
96100	Total Insurance Premiums	<u>3,514</u>	<u>433</u>	<u>3,947</u>
96200	Other General Expenses	6,308	-	6,308
96000	Total Other General Expenses	<u>6,308</u>	<u>-</u>	<u>6,308</u>
96900	Total Operating Expenses	<u>277,178</u>	<u>8,487</u>	<u>285,665</u>
97000	Excess of Operating Revenue Over Operating Expenses	3,286,627	87,519	3,374,146
97300	Housing Assistance Payments	2,474,870	87,519	2,562,389
97350	HAP Portability-In	1,148,744 *	-	1,148,744
90000	Total Expense	<u>3,900,792</u>	<u>96,006</u>	<u>3,996,798</u>
10000	Excess of Total Revenue Over Total Expenses	(336,987)	-	(336,987)
11030	Beginning Equity	780,105	-	780,105
	Total Equity/Net Assets	<u>443,118</u>	<u>-</u>	<u>443,118</u>
11170	Administrative Fee Equity	443,118	-	443,118
11180	Housing Assistance Payments Equity	-	-	-
	Total Equity/Net Assets	<u>\$ 443,118</u>	<u>\$ -</u>	<u>\$ 443,118</u>
11190	Unit Months Available	5,820	144	5,964
11210	Number of Unit Months Leased	4,439	141	4,580

* This schedule includes HAP Portability-in amounts of \$1,148,744 in revenues and expenditures that are not included in the financial statements of the County's Section 8 nonmajor special revenue fund.

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**LAKE COUNTY, FLORIDA
OVERVIEW OF STATISTICAL SECTION CONTENTS**

Financial Trends Information

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

Revenue Capacity Information

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

Debt Capacity Information

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

Demographic and Economic Information

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

Operating Information

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

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

(accrual basis of accounting - amounts in thousands)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Governmental Activities				
Net investment in capital assets	\$ 378,600	\$ 381,585	\$ 390,755	\$ 384,298
Restricted	39,686	46,806	53,113	49,277
Unrestricted	22,760	31,802	41,907	57,710
Total Governmental Activities Net Position	<u>\$ 441,046</u>	<u>\$ 460,193</u>	<u>\$ 485,775</u>	<u>\$ 491,285</u>
Business-Type Activities				
Net investment in capital assets	\$ 12,232	\$ 12,602	\$ 12,552	\$ 12,584
Restricted	-	-	-	-
Unrestricted	867	(2,060)	268	849
Total Business-Type Activities Net Position	<u>\$ 13,099</u>	<u>\$ 10,542</u>	<u>\$ 12,820</u>	<u>\$ 13,433</u>
Primary Government				
Net investment in capital assets	\$ 390,832	\$ 394,187	\$ 403,307	\$ 396,882
Restricted	39,686	46,806	53,113	49,277
Unrestricted	23,627	29,742	42,175	58,559
Total Primary Government Net Position	<u>\$ 454,145</u>	<u>\$ 470,735</u>	<u>\$ 498,595</u>	<u>\$ 504,718</u>

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 371,850	\$ 349,166	\$ 352,924	\$ 283,205	\$ 244,263	\$ 218,964
59,675	64,621	69,992	101,683	103,296	111,616
70,335	74,994	71,817	92,703	69,829	42,172
<u>\$ 501,860</u>	<u>\$ 488,781</u>	<u>\$ 494,733</u>	<u>\$ 477,591</u>	<u>\$ 417,388</u>	<u>\$ 372,752</u>
\$ 12,436	\$ 12,305	\$ 11,683	\$ 3,577	\$ 3,592	\$ 3,336
-	-	1,535	1,370	1,272	1,270
(405)	1,582	2,404	-	8,157	5,963
<u>\$ 12,031</u>	<u>\$ 13,887</u>	<u>\$ 15,622</u>	<u>\$ 4,947</u>	<u>\$ 13,021</u>	<u>\$ 10,569</u>
\$ 384,286	\$ 361,471	\$ 364,607	\$ 286,782	\$ 247,855	\$ 222,300
59,675	64,621	71,527	103,053	104,568	112,886
69,930	76,576	74,221	92,703	77,986	48,135
<u>\$ 513,891</u>	<u>\$ 502,668</u>	<u>\$ 510,355</u>	<u>\$ 482,538</u>	<u>\$ 430,409</u>	<u>\$ 383,321</u>

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

(accrual basis of accounting - amounts in thousands)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenses				
Governmental Activities:				
General Government	\$ 34,385	\$ 32,294	\$ 33,505	\$ 34,833
Public Safety	116,395	116,043	118,604	107,143
Physical Environment	2,247	2,427	3,485	3,203
Transportation	39,248	37,581	31,771	29,432
Economic Environment	8,411	9,031	8,338	7,934
Human Services	10,359	9,937	9,438	10,063
Culture and Recreation	10,980	9,515	9,756	9,386
Court-Related	10,272	10,229	9,232	9,335
Interest on Long-Term Debt	5,249	6,782	5,763	6,092
Total Governmental Activities	237,546	233,839	229,892	217,421
Business-Type Activities:				
Landfill	15,558	20,181	20,456	19,354
Total Primary Government Expenses	253,104	254,020	250,348	236,775
Program Revenues				
Governmental Activities:				
Charges for services				
General Government	8,019	7,667	7,332	7,114
Public Safety	38,319	35,852	35,150	25,101
Court-related	7,870	4,177	1,950	1,895
Other	4,062	3,723	3,736	3,801
Operating grants and contributions	21,633	29,480	32,612	25,074
Capital grants and contributions	9,720	4,049	17,711	11,052
Total Governmental Activities	89,623	84,948	98,491	74,037
Business-Type Activities:				
Landfill				
Charges for services	16,007	16,264	16,574	16,611
Operating grants and contributions	-	-	-	-
Total Business-Type Activities	16,007	16,264	16,574	16,611
Total Government Program Revenues	105,630	101,212	115,065	90,648
Net (Expense)/Revenue				
Governmental activities	(147,923)	(148,891)	(131,401)	(143,384)
Business-type activities	449	(3,917)	(3,882)	(2,743)
Total Primary Government Net Expense	\$ (147,474)	\$ (152,808)	\$ (135,283)	\$ (146,127)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$	37,972	\$ 42,640	\$ 48,758	\$ 37,545	\$ 37,309	\$ 23,869
	104,650	117,323	103,493	99,901	84,337	90,105
	5,446	4,790	5,533	5,874	2,961	1,938
	24,046	24,922	23,863	23,672	20,993	19,184
	9,657	12,184	16,539	10,525	8,485	6,744
	8,637	9,179	8,599	9,162	8,393	7,123
	9,892	9,372	9,702	8,402	11,648	11,975
	9,552	10,906	11,289	10,749	8,587	8,385
	6,084	6,203	6,334	352	220	225
	215,936	237,519	234,110	206,182	182,933	169,549
	<u>20,513</u>	<u>21,969</u>	<u>22,336</u>	<u>21,884</u>	<u>21,761</u>	<u>27,072</u>
	236,449	259,488	256,446	228,066	204,694	196,621
	7,474	7,612	8,486	9,797	11,358	10,160
	24,989	24,967	27,730	25,816	25,338	25,329
	1,838	7,274	9,562	9,016	8,778	7,506
	3,772	3,494	3,862	2,644	2,761	2,331
	27,048	23,166	18,311	26,877	20,066	32,557
	12,887	10,240	12,173	15,875	17,964	27,679
	78,008	76,753	80,124	90,025	86,265	105,562
	16,523	15,556	15,294	16,087	15,712	15,250
	-	-	-	-	-	-
	16,523	15,556	15,294	16,087	15,712	15,250
	94,531	92,309	95,418	106,112	101,976	120,811
	(137,928)	(160,766)	(153,986)	(116,157)	(96,668)	(63,986)
	(3,990)	(6,413)	(7,042)	(5,797)	(6,049)	(11,822)
\$	(141,918)	(167,179)	(161,028)	(121,954)	(102,717)	(75,808)

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

(accrual basis of accounting - amounts in thousands)

	2014	2013	2012	2011
General Revenues				
Governmental Activities:				
Taxes				
Property Taxes	\$ 82,458	\$ 81,864	\$ 85,904	\$ 93,820
Sales Taxes	12,444	11,585	10,833	10,479
Gas Taxes	6,831	6,578	6,622	6,889
Communication Services Tax	1,857	1,833	1,846	2,057
Other	2,331	2,084	1,935	1,970
Intergovernmental Revenues, unrestricted	19,198	17,798	16,580	16,259
Investment Income	752	677	1,398	1,992
Miscellaneous	2,192	2,085	3,261	2,146
Transfers	713	(1,194)	(2,491)	(2,803)
Total Governmental Activities	128,776	123,310	125,888	132,809
 Business-Type Activities:				
Investment Income	20	25	72	80
Miscellaneous	2,801	419	706	1,262
Transfers	(713)	1,194	2,491	2,803
Total Business-Type Activities	2,108	1,638	3,269	4,145
Total Primary Government General Revenues	130,884	124,948	129,157	136,954
 Change in Net Position				
Governmental Activities	(19,147)	(25,582)	(5,510)	(10,575)
Business-type Activities	2,557	(2,278)	(613)	1,402
Total Primary Government Change in Net Position	\$ (16,590)	\$ (27,860)	\$ (6,123)	\$ (9,173)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$	105,820	\$ 114,701	\$ 121,597	\$ 124,744	\$ 90,654	\$ 76,776
	9,974	10,012	10,761	11,179	11,989	10,599
	6,893	6,737	6,736	7,009	6,992	6,946
	2,204	2,650	2,215	2,141	1,988	1,606
	1,883	1,830	2,211	2,267	2,241	2,069
	15,751	15,708	17,325	19,043	20,221	18,305
	3,241	5,278	11,751	15,073	8,948	4,264
	6,268	1,617	2,271	2,015	5,226	3,043
	(1,027)	(3,720)	(3,739)	(7,111)	(6,955)	(6,988)
	151,007	154,813	171,128	176,360	141,303	116,620
	138	261	808	1,418	1,050	693
	970	697	1,503	861	496	548
	1,027	3,720	3,739	7,111	6,955	6,988
	2,135	4,678	6,050	9,390	8,501	8,229
	153,142	159,491	177,178	185,750	149,804	124,849
	13,079	16,885	10,362	22,374	44,636	52,634
	(1,855)	688	(363)	2,348	2,452	(3,593)
\$	11,224	17,573	9,999	24,722	47,088	49,041

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

(modified accrual basis of accounting - amounts in thousands)

General Fund	2014	2013	2012	2011
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Nonspendable	208	413	606	800
Assigned	3,600	9,769	17,800	12,000
Unassigned	12,223	12,720	14,853	26,947
Total General Fund	\$ <u>16,031</u>	\$ <u>22,902</u>	\$ <u>33,259</u>	\$ <u>39,747</u>
All Other Governmental Funds				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Restricted	60,403	69,241	77,027	91,191
Committed	5,653	6,434	8,301	8,484
Assigned	596	603	467	644
Unassigned	-	-	(806)	-
Total All Other Governmental Funds	\$ <u>66,652</u>	\$ <u>76,278</u>	\$ <u>84,989</u>	\$ <u>100,319</u>

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

2010	2009	2008	2007	2006	2005
\$ 764	\$ 5,232	\$ 10,719	\$ 3,084	\$ 2,469	\$ 2,279
43,774	39,129	42,207	71,543	51,896	37,496
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 44,538	\$ 44,361	\$ 52,926	\$ 74,627	\$ 54,365	\$ 39,775
\$ 37,306	\$ 18,502	\$ 46,251	\$ 15,530	\$ 18,932	\$ 14,710
58,914	68,234	72,482	83,124	88,350	80,112
30,332	51,116	47,217	113,788	10,276	18,253
5,100	5,687	6,060	3,971	2,247	2,193
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 131,652	\$ 143,539	\$ 172,010	\$ 216,413	\$ 119,805	\$ 115,268

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

(modified accrual basis of accounting - amounts in thousands)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Revenues				
Taxes	\$ 105,921	\$ 103,944	\$ 107,140	\$ 115,214
Licenses and Permits	2,733	2,286	1,787	2,381
Intergovernmental	47,779	50,768	56,154	50,739
Charges for Services	34,817	29,919	28,019	16,962
Fines and Forfeitures	3,128	1,996	1,166	1,416
Special Assessments	20,047	17,690	21,838	18,047
Investment Income	285	421	1,093	1,651
Miscellaneous	1,956	2,024	3,342	2,224
Total Revenues	<u>216,666</u>	<u>209,048</u>	<u>220,539</u>	<u>208,634</u>
Expenditures				
Current				
General Government	32,171	30,100	30,406	31,403
Public Safety	108,674	108,909	109,064	101,815
Physical Environment	2,138	2,365	3,243	3,059
Transportation	33,296	25,775	25,473	34,246
Economic Environment	8,349	8,996	8,530	8,132
Human Services	9,978	9,545	10,196	9,693
Culture and Recreation	9,160	8,806	8,284	8,471
Court-Related Expenditures	8,581	9,563	8,376	8,285
Debt Service				
Principal	4,615	4,433	4,248	4,069
Interest and Fiscal Charges	5,249	5,435	5,699	5,807
Issuance Costs	-	-	-	39
Advance Refunding Escrow	-	-	-	46
Capital Outlay	11,938	13,283	28,431	27,238
Total Expenditures	<u>234,149</u>	<u>227,210</u>	<u>241,950</u>	<u>242,303</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(17,483)</u>	<u>(18,162)</u>	<u>(21,411)</u>	<u>(33,669)</u>
Other Financing Sources (Uses)				
Bonds Issued/Additions to Long Term Debt	-	-	-	-
Bond Premium	-	-	-	-
Transfers In	28,261	28,538	31,643	31,241
Transfers Out	(27,243)	(29,440)	(32,046)	(33,765)
Refunding Bonds Issued	-	-	-	3,635
Payment to Refunded Bond Escrow Agent	-	-	-	(3,592)
Total Other Financing Sources (Uses)	<u>1,018</u>	<u>(902)</u>	<u>(403)</u>	<u>(2,481)</u>
Net Change in Fund Balances	<u>(16,465)</u>	<u>(19,064)</u>	<u>(21,814)</u>	<u>(36,150)</u>
Fund Balances at Beginning of Year	<u>99,181</u>	<u>118,248</u>	<u>140,066</u>	<u>176,190</u>
Inventory Reserve Increase (Decrease)	(33)	(3)	(4)	26
Fund Balances at End of Year	<u>\$ 82,683</u>	<u>\$ 99,181</u>	<u>\$ 118,248</u>	<u>\$ 140,066</u>
Debt Service as a Percentage of Non-capital Expenditures	4.73%	4.77%	4.91%	5.17%

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$	126,774	\$ 135,930	\$ 143,521	\$ 147,340	\$ 113,864	\$ 97,995
	1,695	1,926	2,987	4,039	5,866	6,917
	54,064	45,154	38,598	47,201	41,276	61,535
	16,810	20,661	22,376	22,799	24,437	19,948
	1,491	2,927	3,633	3,533	4,372	4,565
	19,410	21,333	28,183	30,240	28,563	34,498
	2,799	4,677	10,833	14,129	8,461	3,990
	1,653	1,802	4,962	3,951	7,855	5,274
	224,696	234,410	255,093	273,232	234,694	234,722
	34,429	36,147	52,759	39,205	34,491	28,645
	102,320	106,793	132,700	102,519	84,288	87,709
	5,401	4,885	5,661	7,557	4,275	3,630
	35,206	37,346	34,115	41,667	33,435	24,610
	10,092	12,134	18,211	10,646	8,468	7,101
	8,307	8,698	8,836	9,566	8,600	7,267
	8,904	9,138	11,660	-	7,442	11,839
	8,358	9,268	10,322	9,180	8,145	7,683
	3,935	3,268	1,861	1,325	85	80
	6,015	6,134	6,266	327	215	221
	-	-	-	1,690	-	-
	-	-	-	-	-	-
	12,133	33,357	45,245	41,756	17,886	7,716
	235,100	267,168	327,636	265,438	207,330	186,501
	(10,404)	(32,758)	(72,543)	7,794	27,364	48,221
	-	-	10,000	122,175	-	-
	-	-	-	5,116	-	-
	22,371	21,493	33,620	30,152	25,563	26,101
	(23,668)	(25,766)	(37,229)	(37,599)	(33,025)	(33,577)
	-	-	-	-	-	-
	-	-	-	-	-	-
	(1,297)	(4,273)	6,391	119,844	(7,462)	(7,476)
	(11,701)	(37,031)	(66,152)	127,638	19,902	40,745
	187,900	224,936	291,040	174,170	155,043	114,329
	(9)	(5)	48	(24)	(775)	(31)
\$	176,190	187,900	224,936	301,784	174,170	155,043
	5.29%	4.42%	3.71%	1.69%	0.18%	0.20%

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

(amounts in millions)

FISCAL YEAR	REAL PROPERTY		PERSONAL PROPERTY	
	ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE	ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE
2005	\$ 10,568	\$ 14,415	\$ 1,155	\$ 1,482
2006	12,995	17,332	1,202	1,583
2007	17,588	24,010	1,340	1,733
2008	20,845	27,891	1,432	1,824
2009	19,659	27,929	1,298	1,803
2010	17,749	24,976	1,352	1,881
2011	15,719	22,162	1,299	1,821
2012	14,329	20,286	1,301	1,819
2013	13,436	19,108	1,272	1,790
2014	13,544	19,331	1,260	1,775

NOTE: The assessed value is one year behind the fiscal year. For example, the assessed value at January 1, 2013 is for the fiscal year ended September 30, 2014.

SOURCE: Lake County Property Appraiser

CENTRALLY ASSESSED PROPERTY		TOTAL		TOTAL DIRECT TAX RATE	PERCENTAGE OF ASSESSED VALUE TO ESTIMATED ACTUAL VALUE
ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE	ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE		
\$ 4	\$ 4	\$ 11,727	\$ 15,901	6.317	73.75 %
4	4	14,201	18,919	6.297	75.06 %
4	4	18,932	25,747	6.547	73.53 %
4	4	22,281	29,719	5.4394	74.97 %
4	5	20,961	29,737	5.5818	70.49 %
4	5	19,105	26,862	5.5818	71.12 %
4	5	17,022	23,988	5.6616	70.96 %
2	3	15,632	22,108	5.6616	70.71 %
2	2	14,710	20,900	5.7415	70.38 %
2	3	14,807	21,109	5.741	70.15 %

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

(per \$1,000 of assessed value)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Direct Rates				
Board of County Commissioners				
General Revenue Fund	4.7309	4.7309	4.7309	4.7309
Stormwater Municipal Services Taxing Unit	0.4984	0.4984	0.4984	0.4984
Voted Debt Service	0.1900	0.1900	0.1101	0.1101
Fire Municipal Services Taxing Unit	0.3222	0.3222	0.3222	0.3222
Total Direct Rate	<u>5.7415</u>	<u>5.7415</u>	<u>5.6616</u>	<u>5.6616</u>
Overlapping Rates				
Board of Public Instruction	7.1700	7.3200	7.3940	7.5230
Lake County Water Authority (Independent Special District) (1)	0.2554	0.2554	0.2405	0.2405
Total Overlapping Rates	<u>7.4254</u>	<u>7.5754</u>	<u>7.6345</u>	<u>7.7635</u>
Total County Wide	<u>13.1669</u>	<u>13.3169</u>	<u>13.2961</u>	<u>13.4251</u>
Special Districts				
Dependent Districts				
Lake County Ambulance District	0.3853	0.3853	0.3853	0.3853
Independent Districts				
South Lake County Hospital District	0.7900	0.8000	0.8000	0.8666
Southwest Florida Water Management	0.3818	0.3928	0.3928	0.3770
St. Johns River Water Management	0.3283	0.3313	0.3313	0.4158
North Lake County Hospital District	1.0000	1.0000	1.0000	1.0000
Cities				
Astatula	6.2500	6.2500	6.5000	4.8500
Clermont	3.7290	3.1420	3.1420	3.1420
Eustis	7.5810	6.7158	6.2432	5.6849
Fruitland Park	4.7371	4.6442	4.3284	4.3600
Groveland	5.4700	5.6000	5.6000	5.1800
Howey-in-the-Hills	9.6147	8.6965	8.0000	7.0000
Lady Lake	3.2808	3.2808	3.2808	3.2080
Leesburg	4.3179	4.3179	4.3179	4.3179
Mascotte	9.6147	9.6147	9.6147	7.9800
Minneola	6.3676	6.3000	6.5716	5.4826
Montverde	2.8300	2.8300	2.8300	2.8300
Mount Dora	5.6667	5.6667	5.3891	5.0190
Tavares	6.4531	5.9850	6.8900	6.9500
Tavares Voted Debt Service	0.4533	0.4612	-	-
Umatilla	8.2480	8.2480	7.6419	6.8795

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

SOURCE: Lake County Property Appraiser

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
4.6511	4.6511	4.7410	5.7470	5.7970	5.8170
0.4984	0.4984	0.4984	0.6000	0.5000	0.5000
0.1101	0.1101	0.2000	0.2000	-	-
0.3222	0.3222	-	-	-	-
5.5818	5.5818	5.4394	6.5470	6.2970	6.3170
7.5320	7.5170	7.6980	7.6480	7.9810	7.9900
0.2130	0.2130	0.2130	0.2530	0.3370	0.3831
7.7450	7.7300	7.9110	7.9010	8.3180	8.3731
13.3268	13.3118	13.3504	14.4480	14.6150	14.6901
0.4651	0.4651	0.4651	0.5289	0.5289	0.5289
0.8666	0.8666	0.8666	1.0000	1.0000	1.0000
0.3866	0.3866	0.3866	0.4220	0.4220	0.4220
0.4158	0.4158	0.4158	0.4620	0.4620	0.4620
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
4.5000	4.5000	4.5000	4.5000	3.9000	3.4000
3.1420	3.1420	3.1420	3.7290	3.7290	3.7290
5.1266	4.7083	4.7083	5.5000	5.8400	5.8400
4.3600	4.3600	4.1400	4.3900	4.3900	3.8900
5.1800	4.8205	3.9680	5.6500	5.7500	5.8500
6.8317	5.9900	5.4450	5.4450	5.4450	5.4450
3.2808	3.0870	2.2000	2.2000	2.2000	2.2000
4.3179	4.3179	4.2500	4.5000	4.5000	4.5000
6.8009	5.9990	5.6530	5.9990	5.9990	5.9990
4.4990	4.4990	3.7370	4.1500	4.5000	3.3900
2.8300	2.8300	2.8300	2.9900	2.9900	2.9900
5.0190	5.0190	5.0190	5.9750	6.1050	6.1810
6.2500	6.2500	5.4200	5.4200	5.4200	5.4200
-	-	-	-	-	-
6.5000	6.5000	5.7593	6.2400	6.2400	5.9900

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

<u>TAXPAYER</u>	<u>2014</u>			<u>2005</u>		
	<u>TAXABLE ASSESSED VALUE</u>	<u>RANK</u>	<u>PERCENT OF TOTAL ASSESSED VALUE</u>	<u>TAXABLE ASSESSED VALUE</u>	<u>RANK</u>	<u>PERCENT OF TOTAL ASSESSED VALUE</u>
Summer Bay Partnership	\$ 198,053,696	1	1.34 %	\$ 127,053,834	2	1.08 %
Duke Energy (2)	183,807,447	2	1.24	109,240,842	3	0.93
Sumter Electric Co-op, Inc.	133,866,860	3	0.90	81,572,217	4	0.70
Embarq-Florida, Inc. (1)	86,474,999	4	0.58	147,100,001	1	1.25
Niagra Bottling, LLC	47,253,037	5	0.32	-	-	-
Federal National Mortgage Assn.	36,476,064	6	0.25	-	-	-
Villages Operating Company (3)	35,679,872	7	0.24	51,571,081	5	0.44
Wal-Mart Stores East, LP	33,670,561	8	0.23	-	-	-
Cutrale Citrus Juices USA, Inc.	28,213,109	9	0.19	42,986,476	6	0.37
Lowes Home Centers, Inc.	27,263,475	10	0.18	-	-	-
Covanta Lake II, Inc.	-	-	-	35,464,873	7	0.30
SDG Macerich Properties, LP	-	-	-	26,739,088	8	0.23
Lake Port Square	-	-	-	23,100,767	9	0.20
John P & Ann D Adams Family, LP	-	-	-	22,667,653	10	0.19
	<u>\$ 810,759,120</u>		<u>5.47 %</u>	<u>\$ 667,496,832</u>		<u>5.69 %</u>

(1) Known as Sprint-Florida, Inc. in 2005.

(2) Known as Florida Power Corp. in 2005.

(3) Known as Villages of Lake Sumter, Inc. in 2005.

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

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

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTED	PERCENT OF LEVY COLLECTED	DELINQUENT TAX COLLECTED	TOTAL TAX COLLECTED	PERCENT OF TOTAL COLLECTED TO LEVY
2005	\$ 77,701,911	\$ 74,986,572	96.5%	\$ 1,789,262	\$ 76,775,834	98.8 % (1)
2006	93,853,142	88,045,476	93.8	2,608,263	90,653,739	96.6 (1)
2007	129,053,220	119,806,216	92.8	4,937,748	124,743,964	96.7 (2)
2008	126,616,206	114,233,408	90.2	7,363,986	121,597,394	96.0 (2)
2009	118,894,103	106,296,815	89.4	8,404,678	114,701,493	96.5 (3)
2010	108,306,725	98,484,493	90.9	7,335,985	105,820,478	97.7 (3)
2011	96,542,877	88,728,086	91.9	5,091,428	93,819,514	97.2 (3)
2012	88,657,064	82,232,152	92.8	3,671,740	85,903,892	96.9 (3)
2013	84,537,190	78,713,031	93.1	3,151,025	81,864,057	96.8 (3)
2014	85,046,003	79,639,509	93.6	2,818,062	82,457,571	96.9 (3)

(1) These figures include property tax levies of the General County, Lake County Ambulance MSTU and Lake County Stormwater MSTU.

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

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

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

SOURCE: Lake County Property Appraiser

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

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Governmental Activities</u>				
Pari-Mutuel Revenues Replacement Bonds (1)	\$ 3,125,000	\$ 3,275,000	\$ 3,415,000	\$ 3,545,000
Limited General Obligation Bonds, Series 2007 (2)	23,441,042	24,858,313	26,215,584	27,517,855
Promissory Note to Hancock Bank	3,411,790	4,516,584	5,584,132	6,607,069
Capital Improvement Revenue Bonds, Series 2007 (2)	<u>74,773,725</u>	<u>76,520,730</u>	<u>78,192,732</u>	<u>79,789,735</u>
Total Government Activities	<u>104,751,557</u>	<u>109,170,627</u>	<u>113,407,448</u>	<u>117,459,659</u>
<u>Business-Type Activities</u>				
Solid Waste Line of Credit Note Payable	<u>-</u>	<u>-</u>	<u>1,000,000</u>	<u>2,000,000</u>
Total Primary Government	<u>\$ 104,751,557</u>	<u>\$ 109,170,627</u>	<u>\$ 114,407,448</u>	<u>\$ 119,459,659</u>
Percentage of Personal Income	*	1.06%	1.13%	1.21%
Per Capita	*	\$ 367	\$ 391	\$ 411

* Statistics not yet published.

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

(2) Presented net of premiums.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 3,545,000	\$ 3,645,000	\$ 3,740,000	\$ 3,830,000	\$ 3,920,000	\$ 4,005,000
28,770,126	29,972,397	31,124,668	32,231,940	-	-
7,600,779	8,566,094	9,503,826	-	-	-
<u>81,326,738</u>	<u>82,798,740</u>	<u>83,685,743</u>	<u>83,657,746</u>	<u>-</u>	<u>-</u>
<u>121,242,643</u>	<u>124,982,231</u>	<u>128,054,237</u>	<u>119,719,686</u>	<u>3,920,000</u>	<u>4,005,000</u>
<u>3,000,000</u>	<u>4,000,000</u>	<u>5,000,000</u>	<u>6,000,000</u>	<u>7,000,000</u>	<u>8,000,000</u>
<u>\$ 124,242,643</u>	<u>\$ 128,982,231</u>	<u>\$ 133,054,237</u>	<u>\$ 125,719,686</u>	<u>\$ 10,920,000</u>	<u>\$ 12,005,000</u>
1.33%	1.39%	1.42%	1.43%	0.13%	0.15%
\$ 439	\$ 458	\$ 478	\$ 456	\$ 39	\$ 46

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

FISCAL YEAR	LIMITED GENERAL OBLIGATION BONDS (1)	ACCUMULATED RESOURCES FOR PRINCIPAL REPAYMENT	NET LIMITED AD VALOREM BONDS	RATIO OF DEBT TO ASSESSED TAXABLE VALUE	DEBT PER CAPITA
2005	\$ -	\$ -	\$ -	0.00 %	\$ -
2006	-	-	-	0.00	-
2007	32,231,940	2,279,161	29,952,779	0.16	105
2008	31,124,668	3,963,462	27,161,206	0.13	94
2009	29,972,397	3,545,909	26,426,488	0.13	91
2010	28,770,126	2,927,443	25,842,683	0.14	88
2011	27,517,855	2,046,184	25,471,671	0.16	85
2012	26,215,584	1,003,037	25,212,547	0.17	83
2013	24,858,313	982,361	23,875,952	0.17	78
2014	23,441,042	954,441	22,486,601	0.16	*

* Statistics not yet published

(1) Presented net of premium.

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

**SALES TAX REFUNDING REVENUE BOND
PARI-MUTUEL REVENUES REPLACEMENT PROGRAM, SERIES 2011 (1)**

FISCAL YEAR	NET REVENUE AVAILABLE	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	COVERAGE
2005	\$ 375,989	\$ 80,000	\$ 214,987	\$ 294,987	127 %
2006	391,716	85,000	211,387	296,387	132
2007	323,758	90,000	207,563	297,563	109
2008	305,355	90,000	203,513	293,513	104
2009	303,275	95,000	199,372	294,372	103
2010	301,223	100,000	194,979	294,979	102
2011	299,808	90,000	131,498	221,498	135
2012	299,565	130,000	138,610	268,610	112
2013	298,616	140,000	120,037	260,037	115
2014	298,131	150,000	102,180	252,180	118

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

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

CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 2007

FISCAL YEAR	NET REVENUE AVAILABLE	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	COVERAGE
2005	\$ -	\$ -	\$ -	\$ -	-
2006	-	-	-	-	-
2007	12,756,522	-	-	-	-
2008	11,996,162	100,000	4,495,591	4,595,591	261
2009	10,942,813	1,015,000	4,177,945	5,192,945	211
2010	10,925,473	1,600,000	4,137,345	5,737,345	190
2011	11,217,779	1,665,000	4,073,345	5,738,345	195
2012	11,272,996	1,725,000	4,013,405	5,738,405	196
2013	12,158,810	1,800,000	3,940,780	5,740,780	212
2014	13,197,691	1,875,000	3,865,600	5,740,600	230

SOURCE OF REVENUE: Local government half-cent sales tax

**LAKE COUNTY, FLORIDA
SALES AND USE TAX REVENUES
REMAINING IN STATE GENERAL REVENUE
FUND AFTER REQUIRED TRANSFERS PURSUANT
TO SECTION 212.20 (6), FLORIDA STATUTES**

(amounts in millions)

<u>STATE FISCAL YEARS ENDED JUNE 30</u>	<u>SALES AND USE TAX</u>
2005	\$ 17,599.80
2006	19,377.70
2007	19,435.20
2008	19,165.90
2009	15,871.10
2010	16,014.70
2011	16,638.30
2012	17,422.00
2013	18,417.60
2014	19,680.90

NOTE: This information is provided in connection with the \$3,635,000 Lake County, Florida Sales Tax Refunding Revenue Bond (Pari-Mutuel Revenues Replacement Program), Series 2011.

SOURCE: State of Florida Department of Revenue - Research and Analysis

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

<u>CALENDAR YEAR</u>	<u>POPULATION</u>	(1)	<u>PERSONAL INCOME (THOUSANDS)</u>	(2)	<u>PER CAPITA INCOME</u>	(2)	<u>UNEMPLOYMENT RATE</u> (3)		
							<u>COUNTY</u>	<u>NATIONAL</u>	
2005	263,017	\$	8,011,686	\$	28,942	3.6	%	5.2	%
2006	277,035		8,622,820		29,815	3		4.1	
2007	286,499		9,147,196		30,460	4.4		4.7	
2008	288,379		9,707,141		31,520	7.1		6	
2009	291,993		9,608,622		30,785	12.7		9.4	
2010	297,875		9,697,080		32,554	12.4		9.6	
2011	301,019		10,188,278		33,846	10.6		8.8	
2012	303,186		10,442,325		34,442	8.9		7.8	
2013	308,034		10,714,138		34,782	6.9		7.2	
2014	*		*		*	6.3		5.9	

* Statistics not yet published.

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

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

EMPLOYER	2014			2005		
	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT
Lake County Public Schools	5,435	1	4.26%	4,353	1	3.79%
Leesburg Regional Medical	1,826	2	1.43%	1,870	3	1.63%
Lake County Government	1,501	3	1.18%	1,768	4	1.54%
Florida Hospital Waterman	1,482	4	1.16%	1,400	5	1.22%
South Lake Hospital	1,143	5	0.90%	-	-	-
Villages of Lake-Sumter, Inc.	1,120	6	0.88%	2,220	2	1.93%
Lake Port Square	500	7	0.39%	400	10	0.35%
Lifestream Behavioral Center	500	7	0.39%	-	-	-
Dura-Stress, Inc.	425	8	0.33%	-	-	-
Hewitt Contracting Company	370	9	0.29%	-	-	-
Southeast Modular Manufacturing	325	10	0.25%	-	-	-
Sprint	-	-	-	811	6	0.71%
G&T Conveyor Company, Inc.	-	-	-	550	7	0.48%
Bailey Industries	-	-	-	509	8	0.44%
Accent	-	-	-	500	9	0.44%
	14,627		11.46%	14,381		12.52%
Total Employment	127,669			114,890		

SOURCES:

Metro Orlando Economic Development Commission
Labor Market Statistics, Local Area Unemployment Statistics Program

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

FUNCTION	FULL-TIME EMPLOYEES (AS OF SEPTEMBER 30)									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Government	345	335	345	348	375	393	404	395	451	423
Public Safety	954	963	991	1,019	1,033	1,042	1,041	1,027	900	925
Culture and Recreation	83	86	90	78	79	80	76	77	67	66
Physical Environment	56	57	60	58	67	78	84	86	77	70
Transportation	146	146	143	146	122	131	144	135	133	129
Economic Development	16	16	15	16	17	27	24	23	23	20
Human Services	36	36	37	36	49	54	56	54	34	29
Courts	<u>125</u>	<u>133</u>	<u>136</u>	<u>145</u>	<u>145</u>	<u>160</u>	<u>156</u>	<u>147</u>	<u>118</u>	<u>106</u>
Total	<u>1,761</u>	<u>1,772</u>	<u>1,817</u>	<u>1,846</u>	<u>1,887</u>	<u>1,965</u>	<u>1,985</u>	<u>1,944</u>	<u>1,803</u>	<u>1,768</u>

SOURCE:

Lake County Adopted Budget

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

FUNCTION	2014	2013	2012	2011
General Government				
Number of new employees recruited	84	123	83	59
Number of employee educational programs/participants	5/533 *	6/459 *	6/845 *	6/110
Number of term and supply contracts managed	432	380	365	367
Public Safety				
Calls to Fire Rescue Department	20,644	19,779	18,449	17,447
Number of inspections for code violations	6,460	6,513	6,836	7,705
Single family building permits issued	650	624	413	271
Physical Environment				
Gallons of used oil recycled	12,941	13,578	13,623	18,123
Number of samples tested by lab	15,966	16,033	15,886	15,541
Transportation				
Number of transportation disadvantaged trips billed	121,679	132,683	148,039	152,663
Economic Environment				
Number of quarterly event guides distributed	-	-	-	-
Number of homes rehabilitated/replaced	8	4	7	14
Human Services				
Number of citizens receiving hardship assistance for fire and solid waste assessments	141	162	168	182
Culture and Recreation				
Circulation in branch libraries	783,889	775,545	888,539	863,428
Court Related Expenditures				
Number of cases heard in Teen Court	175	232	270	385
Solid Waste System				
Total tons collected	153,483	162,347	170,269	173,624
Residents receiving collection service	68,011	67,504	67,137	67,021
Resource Recovery Plant - revenue earned from electricity production	\$ 10,800,611	\$ 10,555,115	\$ 10,026,213	\$ 9,702,823

* Number of educational programs based on topic/type of program versus actual number of classes/sessions held as reported in prior years.

SOURCE: Lake County Adopted Budget and Lake County Departments

2010	2009	2008	2007	2006	2005
43	34	85	230	223	168
10/756	78/859	86/1641	44/1244	60/1095	18/321
375	350	335	310	283	240
16,312	15,100	14,885	15,824	16,287	14,841
10,554	11,293	18,897	11,641	10,876	10,796
295	208	494	1,149	2,595	3,805
14,877	19,465	19,533	17,000	18,544	19,730
15,911	17,284	15,895	16,564	15,952	1,789
152,751	156,417	162,334	211,169	241,177	229,678
-	-	380,000	480,000	240,000	240,000
3	35	21	8	27	25
199	248	332	509	510	399
939,271	894,012	872,436	736,494	672,068	544,193
360	277	263	223	185	107
161,359	163,940	170,522	165,743	166,323	164,007
66,860	66,687	66,601	65,192	64,309	61,970
\$ 8,994,984	\$ 8,619,903	\$ 8,111,404	\$ 7,756,932	\$ 7,258,771	\$ 6,793,289

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

FUNCTION	2014	2013	2012	2011
Public Safety				
Number of fire stations	24	24	23	23
Sheriff's marked and unmarked patrol vehicles	461	429	406	448
Transportation				
Miles of maintained roadway	1,392	1,389	1,392	1,393
Traffic signals	380	380	373	368
Traffic signs	32,256	31,853	28,376	27,321
Facilities				
Number of County owned buildings	109	124	137	130
Number of building square feet maintained	1,954,078	1,965,851	1,200,826	1,173,090
Human Services				
Number of Transportation Disadvantaged busses and vans	77	84	80	90
Culture and Recreation				
Number of libraries	15	15	15	15
Acres of parks	1,102	961	961	943
Number of boat ramps	16	15	15	15
Solid Waste System				
Number of acres developed for use as landfills	45	45	45	45
Number of acres available for landfill development	30	30	30	30

NOTE: No data available prior to Fiscal Year 2006 as these statistics were not collected.

SOURCE: Lake County Board of County Commissioners Departments

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
23	22	22	21	21
553	443	369	332	367
1,390	1,387	1,382	1,371	1,350
348	321	292	291	264
26,420	26,113	25,585	25,332	24,333
132	127	115	122	127
1,670,930	1,345,022	1,119,965	1,023,194	983,196
77	77	61	56	35
15	15	13	13	13
916	916	916	916	877
15	15	15	15	15
45	45	45	22	22
30	30	30	53	53

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LAKE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2014

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>	<u>9/30/2014 Expenditures</u>
Department of Agriculture			
Indirect:			
Florida Department of Banking and Finance Schools and Roads - Grants to Counties	10.666	None	\$ 85,273
Total Department of Agriculture			85,273
Department of Housing and Urban Development			
Direct:			
Community Development Block Grant	14.218	N/A	713,691
Community Development Block Grant - NSP1	14.218	N/A	154,501
Community Development Block Grant - NSP3	14.218	N/A	1,121,512
			1,989,704
Shelter Care Plus	14.238	FL0441L4H201201	96,006
Section 8 Housing Choice Voucher (FL 106 VO)	14.871	N/A	2,746,974
Total Department of Housing and Urban Development			4,832,684
Department of the Interior			
Direct:			
Payments in Lieu of Taxes	15.226	N/A	114,532
Refuge Revenue Sharing	15.659	N/A	1,074
Total Department of the Interior			115,606
Department of Justice			
Direct:			
State Criminal Alien Assistance Program	16.606	2013-AP-BX-0639	28,042
State Criminal Alien Assistance Program	16.606	2014-AP-BX-0070	33,472
			61,514
Edward Byrne Memorial Formula Grant Program	16.738	2012-DJ-BX-0903	7,455
Edward Byrne Memorial Formula Grant Program	16.738	2013-DJ-BX-0867	42,315
			49,770
Criminal & Juvenile Justice & Mental Health Collaboration Program	16.745	2011-DJ-BX-3108	106,428
			217,712
Indirect:			
Florida Department of Law Enforcement Edward Byrne Memorial Formula Grant Program	16.738	2014-JAGC-LAKE-1-E5-182	43,626
Total Department of Justice			261,338

LAKE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2014

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>	<u>9/30/2014 Expenditures</u>
Department of Transportation			
Direct:			
ARRA - Federal Transit Formula Grants	20.507	FL-96-X017	185,650
Federal Transit Formula Grants	20.507	FL-90-X834	1,785,938
Federal Transit Formula Grants	20.507	FL-90-X779	70,523
Federal Transit Formula Grants	20.507	FL-90-X691	22,220
			<u>2,064,331</u>
Indirect:			
Florida Department of Transportation			
Highway Planning and Construction	20.205	AQX02	262,553
Highway Planning and Construction	20.205	AQX67	2,317,790
Highway Planning and Construction	20.205	AQV63	1,666,921
Highway Planning and Construction	20.205	AR713	144,055
Highway Planning and Construction	20.205	ARA63	139,091
Highway Planning and Construction	20.205	AR888	15,917
Highway Planning and Construction	20.205	AR103	621,855
			<u>5,168,182</u>
Formula Grants for Other Than Urbanized Areas	20.509	AQR81 / FM# 424120-1-84-31	383,601
Capital Assistance Program for Elderly Persons and Persons with Disabilities	20.513	AL863	364,727
Total Department of Transportation			<u>7,980,841</u>
Election Assistance Commission			
Indirect:			
Florida Department of State Division of Elections			
Help America Vote Act Requirements Payments	90.401	N/A	33,793
Total Election Assistance Commission			<u>33,793</u>
Department of Health and Human Services			
Indirect:			
Florida Department of Revenue:			
Child Support Enforcement	93.563	CD335	396,321
Total Department of Health and Human Services			<u>396,321</u>
Department of Homeland Security			
Indirect:			
Florida Division of Emergency Management:			
Emergency Management Performance Grant	97.042	14-FG-1M-06-45-01-102	49,411
Emergency Management Performance Grant	97.042	15-FG-4D-06-45-01-102	29,148
			<u>78,559</u>
Homeland Security Grant Program	97.067		1,883
Homeland Security Grant Program	97.067	13-DS-97-06-45-01-455	15,778
			<u>17,661</u>
Orange County Sheriff's Office			
Homeland Security Grant Program	97.067	13-DS-22-06-58-02-231	343,647
Homeland Security Grant Program	97.067	14-DS-C5-06-58-01-159	16,544
			<u>360,191</u>
Total Department of Homeland Security			<u>456,411</u>
Total Expenditures of Federal Awards			<u>\$ 14,162,267</u>

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

LAKE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2014

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>	<u>9/30/2014 Expenditures</u>
Executive Office of the Governor			
Emergency Management Programs	31.063	14-BG-83-06-45-01-035	\$ 104,758
Emergency Management Programs	31.063	15-BG-83-06-45-01-035	32,056
			<u>136,814</u>
Emergency Management Projects	31.067	14-CP-11-06-45-01-376	9,328
Total Executive Office of the Governor			<u>146,142</u>
Florida Department of Agriculture and Consumer Affairs			
Mosquito Control (Waste Tire and State Aid)	42.003	None	29,456
Total Florida Department of Agriculture and Consumer Affairs			<u>29,456</u>
Florida Department of State			
State Aid to Libraries FY 13	45.030	13-ST-23	46,863
State Aid to Libraries FY 14	45.030	14-ST-25	98,282
Total Florida Department of State			<u>145,145</u>
Florida Housing Finance Corporation			
State Housing Initiatives Partnership Program (SHIP)	52.901	None	222,576
Total Florida Housing Finance Corporation			<u>222,576</u>
Florida Department of Transportation			
Commission for the Transportation Disadvantaged Trip and Equipment	55.001	AR779/41065618401	61,502
Commission for the Transportation Disadvantaged Trip and Equipment	55.001	AR184 / FM# 43202718401	531,534
Commission for the Transportation Disadvantaged Trip and Equipment	55.001	ARG08/ FM# 43202718401	168,087
			<u>761,123</u>
Public Transit Block Grant Program	55.010	424125-1-84-01/ AQV72	553,798
Transportation Regional Incentive Program	55.026	430253-1-48-01/ ARA09	1,291,635
Total Florida Department of Transportation			<u>2,606,556</u>
Florida Department of Children and Families			
Public Safety, Mental Health, and Substance Abuse Local Matching Grant	60.115	LHZ30	144,002
Public Safety, Mental Health and Substance Abuse Local Matching Grant	60.115	LHZ29	125,564
Total Florida Department of Children and Families			<u>269,566</u>
Florida Department of Health			
County Grant Awards	64.005	C2035	41,725
Total Florida Department of Health			<u>41,725</u>
Total Expenditures of State Financial Assistance			<u>\$ 3,461,166</u>

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

Lake County, Florida

Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance

Year Ended September 30, 2014

1. Summary of Significant Accounting Policies

General

The Schedule of Expenditures of Federal Awards and State Financial Assistance has been prepared using the modified accrual basis of accounting. The modified accrual basis of accounting recognizes revenues when they become measurable and available and expenditures generally when a liability is incurred.

2. Contingency

The grant revenue amounts received are subject to audit and adjustment. If any expenditures are disallowed by the grantor agencies as a result of such an audit, any claim for reimbursement by the grantor agencies would become a liability of the County. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable federal and state laws and regulations.

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL OVER
COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE REQUIRED BY OMB CIRCULAR A-133
AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

Honorable Board of County Commissioners
Lake County, Florida

Report on Compliance for Each Major Federal Program and State Project

We have audited the compliance of Lake County, Florida (the "County") with the types of compliance requirements described in the OMB Circular A-133 *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, 2014. The County's major federal programs and state projects are identified in the summary of auditor's 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.

Auditor's 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.550, *Rules of the Auditor General*. Those standards, OMB Circular A-133, and Chapter 10.550, *Rules of the Auditor General*, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or state project occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program and state project. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program and State Project

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2014.

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and state project and to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.550, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program 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 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.

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 OMB Circular A-133 and Chapter 10.550, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General

We have audited the financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of the County as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated April 9, 2015, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis, as required by OMB Circular A-133 and Chapter 10.550, *Rules of the Auditor General*, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Moore Stephens Lovelace, P.A.

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
April 9, 2015

LAKE COUNTY, FLORIDA
Schedule of Findings and Questioned Costs (Continued)
For The Year Ended September 30, 2014

SECTION II - FINANCIAL STATEMENT FINDINGS

None Reported.

SECTION III - FEDERAL AWARD AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS SECTION

None Reported.

SECTION IV - PRIOR-YEAR AUDIT FINDINGS

None Reported.

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

Honorable Board of County Commissioners
Lake County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of Lake County, Florida (the "County") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated April 9, 2015.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

We noted certain other matters that we reported to County management in a separate letter dated April 9, 2015.

Honorable Board of County Commissioners
Lake County, Florida

Purpose of this Report

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

Moore Stephens Lovelace, P.A.

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
April 9, 2015

INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Board of County Commissioners
Lake County, Florida

Report on the Financial Statements

We have audited the basic financial statements of Lake County, Florida (the "County") as of and for the fiscal year ended September 30, 2014, and have issued our report thereon dated April 9, 2015.

Auditor's Responsibility

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

Other Reports and Schedule

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and on Internal Control over Compliance and Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by OMB Circular A-133 and Chapter 10.550, *Rules of the Auditor General*, Schedule of Findings and Questioned Costs, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, Section 601, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated April 9, 2015, 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. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report, except as noted in the Financial Condition on the following page.

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 is disclosed in the notes to the financial statements.

Financial Condition

Section 10.554(1)(i)5.a., *Rules of the Auditor General*, requires that we 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 financial information provided by same. In connection with our financial condition assessment, we had the following finding, which was also made in the preceding annual financial audit:

2013-001 – FINANCIAL CONDITION ASSESSMENT

Criteria

Pursuant to Sections 10.554(1)(i)6.c. and 10.556(7), *Rules of the Auditor General*, the scope of the financial audit includes the use of financial condition assessment procedures in determining whether deteriorating financial conditions exist pursuant to Section 218.39(5), Florida Statutes.

Condition

As part of our financial condition assessment procedures, we evaluated the results of financial indicators developed by the Auditor General for quantitative analysis. This assessment resulted in an overall unfavorable rating.

Cause

The primary cause is the economic recession experienced by the U.S., the State of Florida, and the County.

Effect

Continuing declines in financial position, if not appropriately monitored and addressed, could result in the determination of a financial emergency.

Recommendation

We recommend that the County continue to carefully monitor its overall financial position and take steps to reverse the downward trend in financial position.

Management Response

We recognize the effect the economy has had on assessed taxable value and ad valorem taxes over the last several years. We have been closely monitoring the County's financial condition and will continue to do so. We have budgeted revenues conservatively at 95% of estimated receipts as required by Florida Statute. The fund balance in the General Fund at September 30, 2014 meets the goal of 7% to 12% of the total operating budget of the fund as required by the County's Economic Stabilization Policy.

Economic development has been an ongoing priority of the Board. For the second year in a row, the assessed taxable value of real and personal property increased. With property values stabilizing and trending upward, and the area's unemployment rate improving, Lake County's economic climate appears to be taking an upward turn. We have seen increases in building permit revenue and intergovernmental revenues such as sales tax, and transportation impact fees were reinstated during 2014.

Looking forward to 2015, the Board adopted higher millage rates for the General Fund, the Lake County Ambulance Fund, and the Fire/EMS MSTU. The General Fund millage rate was increased from 4.7309 to 5.3856 mills. We believe the County's financial condition will improve in 2015.

Honorable Board of County Commissioners
Lake County, Florida

Annual Financial Report

Section 10.554(1)(i)5.b., *Rules of the Auditor General*, requires 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, 2014, filed with the Florida Department of Financial Services, pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2014. 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, County Commission, and applicable management and is not intended to be, and should not be, used by anyone other than these specified parties.



MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
April 9, 2015



MOORE STEPHENS
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT ACCOUNTANT'S REPORT

Honorable Board of County Commissioners
Lake County, Florida

We have examined Lake County, Florida's (the "County") compliance with the requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2014. 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, 2014.

Moore Stephens Lovelace, P.A.

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
April 9, 2015

