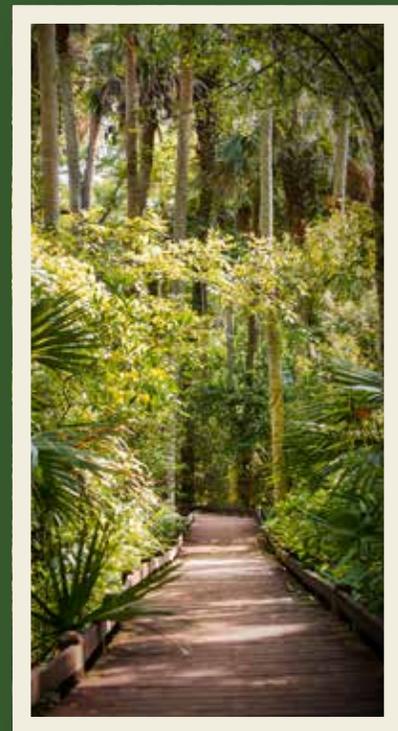


Lake County, Florida



COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2017

LAKE COUNTY FLORIDA

Comprehensive Annual Financial Report
Fiscal Year Ended September 30, 2017

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LAKE COUNTY, FLORIDA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Year Ended
September 30, 2017**

**Neil Kelly
Clerk of the Circuit Court**

COUNTY FINANCE DEPARTMENT

**Kristy L. Mullane, CPA
Chief Deputy Clerk**

**Jo Anne Drury, CGFO
Accounting Director**

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**PRINCIPAL OFFICIALS
LAKE COUNTY, FLORIDA**

AS OF SEPTEMBER 30, 2017

BOARD OF COUNTY COMMISSIONERS

Timothy I. Sullivan, Chairman	District 1
Sean M. Parks	District 2
Wendy Breeden	District 3
Leslie Campione, Vice Chairman	District 4
Josh Blake	District 5

ELECTED COUNTY OFFICIALS

Neil Kelly	Clerk of the Circuit Court
Carey L. Baker	Property Appraiser
Peyton C. Grinnell	Sheriff
Alan Hays	Supervisor of Elections
Bob McKee	Tax Collector

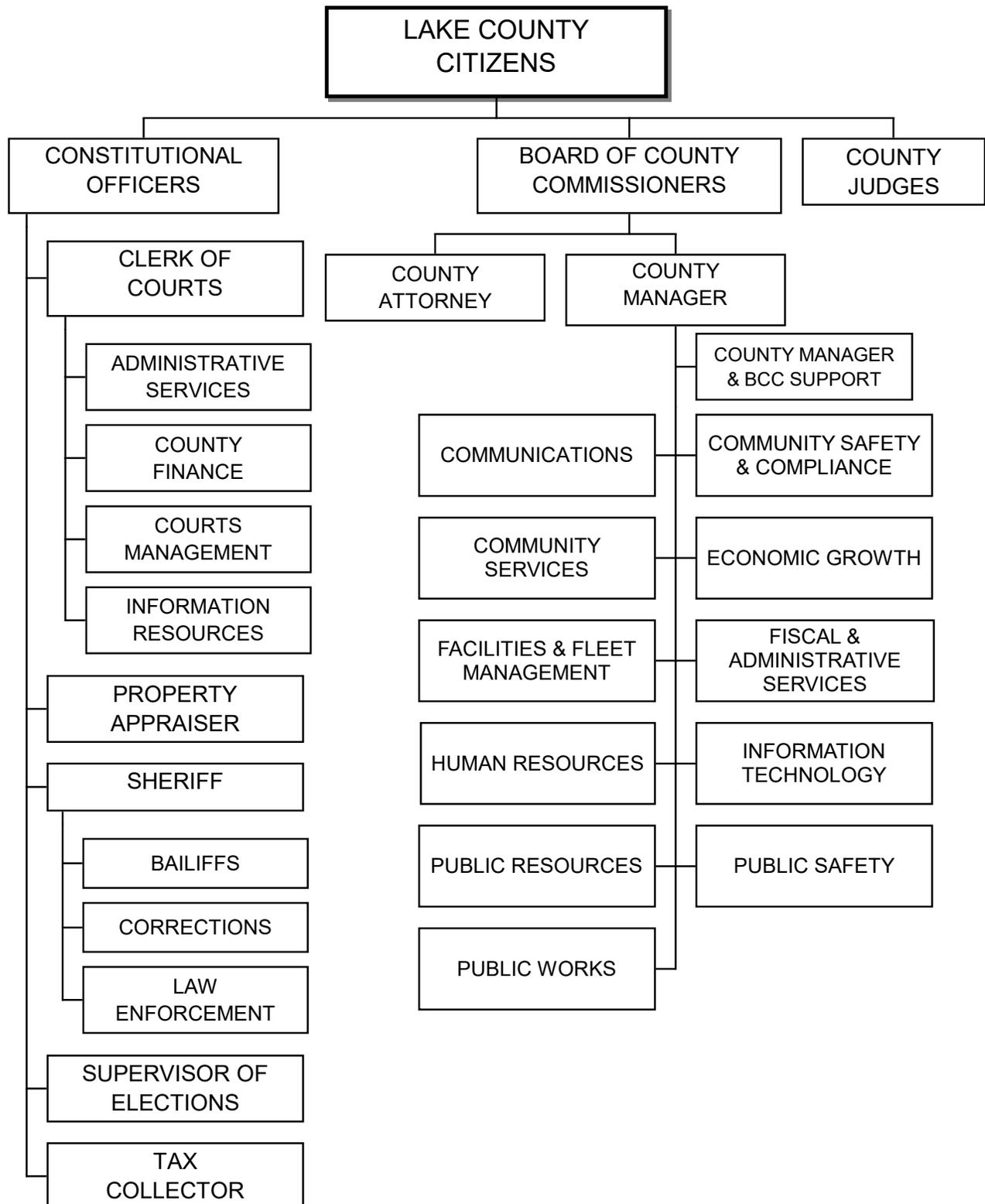
APPOINTED COUNTY OFFICIALS

Jeff Cole	County Manager
Melanie Marsh	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, 2017

TABLE OF CONTENTS

	<u>Page</u>
I. <u>INTRODUCTORY SECTION</u>	
Principal Officials	iii
Organizational Chart	vi
Table of Contents	vii
Letters of Transmittal	3
Certificate of Achievement	12
II. <u>FINANCIAL SECTION</u>	
Independent Auditor's Report	13
Management's Discussion and Analysis	17
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	31
Statement of Activities	33
Fund Financial Statements:	
Balance Sheet - Governmental Funds	34
Reconciliation of the Balance Sheet - Governmental Funds to the Net Position - Governmental Activities	37
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	38
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities	41
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund	42

LAKE COUNTY, FLORIDA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

TABLE OF CONTENTS

	<u>Page</u>
II. <u>FINANCIAL SECTION</u> (Continued)	
Basic Financial Statements: (Continued)	
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:	
Major Special Revenue Fund – Road Impact Fee	44
Major Special Revenue Fund - Public Transportation	45
Major Special Revenue Fund - Mt. Plymouth-Sorrento CRA	46
Statement of Net Position- Proprietary Funds	48
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	49
Statement of Cash Flows - Proprietary Funds	50
Statement of Fiduciary Assets and Liabilities - Fiduciary Funds	52
Notes to Financial Statements	53
Required Supplementary Information:	
Schedule of Proportionate Share of the Net Pension Liability	87
Schedule of Contributions	88
Combining and Individual Fund Financial Statements:	
Combining Balance Sheet - Nonmajor Governmental Funds	94
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	102
Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:	
Nonmajor Governmental Funds	110
Major Capital Projects Fund:	
Sales Tax Capital Projects	142
Combining Statement of Net Position - All Internal Service Funds	144

LAKE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

TABLE OF CONTENTS

	<u>Page</u>
II. <u>FINANCIAL SECTION</u> (Continued)	
Combining Statement of Revenues, Expenses and Changes in Fund Net Position - All Internal Service Funds	145
Combining Statement of Cash Flows - All Internal Service Funds	146
Combining Statement of Fiduciary Assets and Liabilities - Fudiciary Funds	150
Combining Statement of Changes in Assets and Liabilities - All Agency Funds	156
Financial Data Schedules - HUD Section 8	169
III. <u>STATISTICAL SECTION</u>	
Financial Trends Information:	
Net Position by Component - Last Ten Fiscal Years	174
Changes in Net Position - Last Ten Fiscal Years	176
Fund Balances - Governmental Funds - Last Ten Fiscal Years	180
Changes in Fund Balances - Governmental Funds - Last Ten Fiscal Years	182
Revenue Capacity Information:	
Assessed and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years	184
Property Tax Rates – Direct and Overlapping Governments - Last Ten Fiscal Years	186
Principal Property Taxpayers - Current Year and Nine Years Ago	188
Property Tax Levies and Collections - Last Ten Fiscal Years	189

LAKE COUNTY, FLORIDA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

TABLE OF CONTENTS

		<u>Page</u>
III.	<u>STATISTICAL SECTION (Continued)</u>	
	Debt Capacity Information:	
	Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	190
	Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years	192
	Revenue Bond Coverage - Last Ten Fiscal Years	193
	Pro-Forma Debt Service Coverage - Limited General Obligation Bonds, Series 2007 - Last Ten Fiscal Years	194
	Pro-Forma Debt Service Coverage - Capital Improvement Revenue Bonds, Series 2007 and Series 2015B - Last Ten Fiscal Years	195
	Distribution Percentages, Capital Improvement Revenue Bonds - Series 2007 and Series 2015B - Last Ten Fiscal Years	196
	Historical Receipts of Half-Cent Sales Tax Revenues by the County, Capital Improvement Revenue Bonds - Series 2007 and Series 2015B - Last Ten Fiscal Years	196
	Demographic and Economic Information:	
	Demographic Statistics - Last Ten Calendar Years	197
	Principal Employers - Current Year and Nine Years Ago	198
	Operating Information:	
	Full-Time Equivalent County Government Employees by Function - Last Ten Fiscal Years	199
	Operating Indicators by Function - Last Ten Fiscal Years	200
	Capital Asset Statistics by Function - Last Ten Fiscal Years	202
IV.	<u>SINGLE AUDIT</u>	
	Schedule of Expenditures of Federal Awards and State Financial Assistance	205

LAKE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

TABLE OF CONTENTS

	<u>Page</u>
IV. <u>SINGLE AUDIT</u> (Continued)	
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance	208
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 the Uniform Guidance and Chapter 10.550, <i>Rules of the Auditor General</i>	209
Schedule of Findings and Questioned Costs	212
V. <u>OTHER REPORTS</u>	
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 <i>Government Auditing Standards</i>	215
Independent Auditor's Management Letter	217
Independent Accountant's Report	220

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LETTERS OF TRANSMITTAL

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Clerk of the Circuit Court

March 31, 2018

The Honorable Board of County Commissioners
Lake County, Florida

The Comprehensive Annual Financial Report of Lake County, Florida, as of September 30, 2017, and for the 2016-2017 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 2016 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, 2017, include all of the Constitutional Officers, dependent special districts, and other agencies of the County. It is my belief that the accompanying fiscal year 2017 financial report will meet program standards and it will be submitted to the GFOA for review.

NEIL KELLY

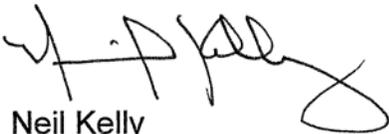
*Clerk of the Circuit Court • County Court • Board of County Commissioners
550 West Main Street • Post Office Box 7800 • Tavares, Florida 32778-7800
(352) 742-4100*

March 31, 2018
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, 2018

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, 2017. 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, 2017 are fairly presented in conformity with

Neil Kelly

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GAAP. In addition to meeting the requirements set forth in state statutes, the 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 requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. 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 335,396. 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 46 and 110 to 142.

The financial statements present Lake County (the primary government described above) and its blended component units, which include Lake Emergency Medical Services, which provides citizens with ambulance services, various taxing entities, and the Mt. Plymouth-Sorrento Community Redevelopment Agency (CRA), which was created for the purpose of financing redevelopment projects in eastern Lake County.

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 2017. For the fifth year in a row, the assessed taxable value of real and personal property increased. The increase, about \$1.5 billion, represents about 8.0% of the total assessed value of \$18.7 billion. In addition, the unemployment rate for the

County decreased by 1.4%, to 3.4% at year end. State and national rates were also lower at 3.8% and 4.2%, respectively.

Economic development continues to be an ongoing priority of the Board. In addition to efforts to draw new businesses to the area, Lake County has expanded advertising and tourism efforts under the trademarked branding "Real Florida. Real Close." The County has hosted many sporting events to support the local economy, including competition fishing, sand volleyball tournaments, and the 2017 USA Canoe/Kayak Spring National Championships.

In September 2017, Hurricane Irma impacted Lake County residents and the local economy, resulting in over \$41 million in damage to Lake County, and causing some businesses to experience financial setbacks. County staff assisted in the recovery efforts through the citizen's information line and recovery centers, and by collecting 300,000 cubic yards of debris throughout the County. Some of the impact will be mitigated by future grant reimbursements from the Federal Emergency Management Agency (FEMA).

Other 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 \$16.9 million in state and federal assistance in 2017.

All of these steps have been taken to encourage economic growth and benefit the Lake County citizens.

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, 2017, the unassigned fund balance of \$11,096,656 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 does not occur.

Long-term Financial Planning. The County's General Fund millage was adopted at the rollback rate of 5.1180 mills to follow the Board's direction to keep

taxes at the lowest possible level for County residents and businesses, while still maintaining levels of services.

In November 2015, Lake County citizens approved the renewal of the one-cent discretionary infrastructure sales tax with 71 percent of the vote. The current sales tax levy began in 1988 and was subsequently extended in 2001 for another 15-year period. The sales tax will continue to be divided equally among the County, School District and cities. Future County projects paid for through these funds will include public safety vehicles and equipment; sidewalk and road improvements; parks, trails and recreation; water quality and other infrastructure needs.

Major Initiatives. The completion of the courthouse expansion project in 2014 marked the conclusion of a six-year capital improvement program. The County continued the renovation of the existing courthouse for approximately \$860,000 million in 2017. The County also spent approximately \$2.6 million in 2017 toward a building for the Tax Collector to integrate the new driver's license function with his current responsibilities.

The County continued to promote quality of life for its citizens, and spent approximately \$1 million on park improvements, including \$311,000 for design of a new South Lake Park, a \$19 million project, expected to be completed over future years. The County also added lighting at several parks for approximately \$430,000 and purchased land for a future park expansion for approximately \$557,000.

On September 13, 2016, the County accepted the award of the federal SAFER (Staffing for Adequate Fire and Emergency Response) grant for \$1.7 million to enhance the Public Safety departments ability to comply with staffing, response and operational standards. This grant will fund 15 additional fire fighter positions; the County spent a total of \$654,000 in 2017 on reimbursable SAFER grant expenditures. The County continued construction of a new fire station in Altoona, spending \$1.1 million in 2017 on this project, which is nearing completion.

Another emphasis of the Board is the completion of significant road projects. In 2017, the County completed improvements to North Hancock Road, a \$10 million project in south Lake County near the new turnpike interchange. The County also spent approximately \$1 million on Oswalt Road in south Lake County and completed a \$1.7 million project on Wolf Branch Road in the eastern part of the County. In addition, the County has partnered with the Villages in the construction of a portion of CR 466A, a \$28 million project, and spent approximately \$3.1 million on this ongoing project in northern Lake County in 2017. All of these initiatives will have a significant impact to 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, 2016. This was the 36th 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 11 fiscal years and the Clerk's Office for the last 26 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,



Kristy Mullane, 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, 2016

Christopher P. Morrill

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, 2017, 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, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Road Impact Fee Fund, Public Transportation Fund, and Mt. Plymouth-Sorrento CRA Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, 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 March 23, 2018, 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.
Certified Public Accountants

Orlando, Florida
March 23, 2018

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, 2017. 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 and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at September 30, 2017 by \$335,313,102 (net position). The amount of unrestricted net position is a net deficit of \$103,824,326. The net deficit is primarily the result of the County's proportionate share of the State of Florida Retirement System's net pension liability.
- The County's total net position decreased \$12,264,163 from the previous year, with a decrease of \$309,241 resulting from business-type activity, and a decrease of \$11,954,922 resulting from governmental activities.
- At September 30, 2017, Lake County's governmental fund statements report combined ending fund balances of \$70,632,873, a decrease of \$4,339,613 from the previous fiscal year. Of this amount, \$11,096,656 remains unassigned in the governmental funds with the remaining balance either nonspendable, 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 \$11,096,656 and a decrease in total fund balance from the last fiscal year of \$2,848,074. The unassigned general fund balance of \$11,096,656 represents approximately 9% of total general fund expenditures.
- Total bonded debt outstanding at year-end amounted to \$98,270,000.

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 and deferred outflows of resources less its liabilities and deferred inflows of resources at year end. The difference between these amounts 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 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 Fee Special Revenue Fund, Public Transportation Special Revenue Fund, Mt. Plymouth-Sorrento CRA Special Revenue Fund, and Sales Tax Capital Projects Fund, 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 county-wide adopted budget.

The basic governmental fund financial statements can be found on pages 34 to 46 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 48 to 51 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 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 52 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 53 to 86 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 94 to 168 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 and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$330,370,999 at September 30, 2017.

By far the largest portion of the County's governmental activities net position (117%) 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 2017 and 2016, with amounts expressed in thousands.

	Governmental Activities		Business-Type Activity		Total	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 98,506	\$ 98,127	\$ 3,525	\$ 3,907	\$ 102,031	\$ 102,034
Capital Assets	485,551	488,845	11,055	11,405	496,606	500,250
Total Assets	<u>584,057</u>	<u>586,972</u>	<u>14,580</u>	<u>15,312</u>	<u>598,637</u>	<u>602,284</u>
Deferred Outflows	68,633	59,349	509	404	69,142	59,753
Long-term liabilities outstanding	276,669	265,609	8,477	8,860	285,146	274,469
Other liabilities	32,677	29,875	1,596	1,566	34,273	31,441
Total Liabilities	<u>309,346</u>	<u>295,484</u>	<u>10,073</u>	<u>10,426</u>	<u>319,419</u>	<u>305,910</u>
Deferred Inflows	12,973	8,511	74	38	13,047	8,549
Net Position:						
Net investment in capital assets	387,230	385,854	11,054	11,405	398,284	397,259
Restricted	40,853	39,000	-	-	40,853	39,000
Unrestricted (deficit)	(97,712)	(82,528)	(6,112)	(6,153)	(103,824)	(88,681)
Total Net Position	<u>\$ 330,371</u>	<u>\$ 342,326</u>	<u>\$ 4,942</u>	<u>\$ 5,252</u>	<u>\$ 335,313</u>	<u>\$ 347,578</u>

An additional portion of the County's governmental activities net position (12%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of governmental activities net position is an unrestricted deficit of \$97,711,867 resulting from the County's net pension liability.

External restrictions may be imposed by creditors (such as through debt covenants), grantors, contributors, 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 net investment in capital assets of \$11,054,562 (224%) and unrestricted net deficit of \$6,112,459 resulting from the County's net pension liability.

Governmental Activities

Governmental activities account for 99% of the County's net position. One of the major components of general revenue collected by governmental activities is property taxes. In 2017, property taxes were assessed at a millage rate of 5.1180 mills for the General Fund, a decrease from 5.3051 mills in 2016. Property taxes collected amounted to \$103,740,192, an increase of \$2,520,129 from the prior year. This increase was due to an increase in taxable value of about 8%. Other taxes amounted to \$27,533,825 and include infrastructure sales tax (\$15,052,946), gas taxes (\$7,627,856), communications services taxes (\$1,772,552) and tourist development taxes (\$3,080,471).

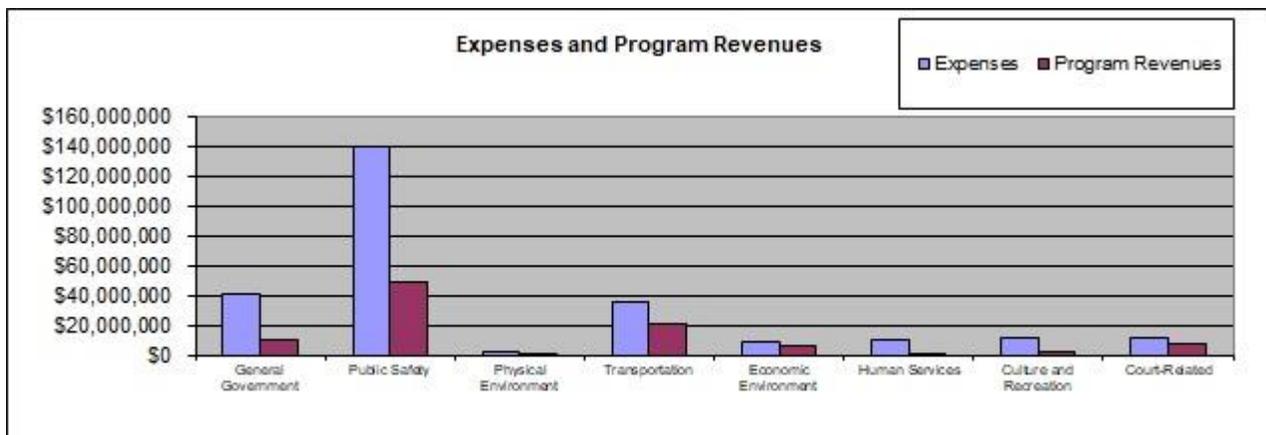
Other variances in governmental activities include:

- Other ad valorem taxes include the Stormwater Management, Parks and Roads Municipal Services Taxing Unit Fund, the Lake County Ambulance Fund, the Municipal Services Taxing Unit for Fire Protection Fund and Voter Approved Debt. The tax rate for the stormwater, parks and roads MSTU was .4957 mills, consistent with prior year. The Ambulance fund adopted a millage rate of .4629 mills, the same as last year. The MSTU for Fire Protection is used to provide funds for advanced life support services by the Fire department. This millage was .4704 in 2017 and 2016. The Voter Approved Debt millage was .1524 in 2017 and .1600 in 2016. These funds are used to pay debt service on bonds issued to purchase environmentally sensitive land. Collections from these four taxes amounted to about \$18 million of the total \$104 million that was collected.
- Capital grants and contributions increased approximately \$3.7 million, primarily due to increases in transportation grants of approximately \$3.3 million, including \$890,000 in LAP grants and \$2.8 million in transportation regional incentive programs including Citrus Grove Road and CR 466A in the current year. These increases also contributed to an overall increase in transportation expenses of approximately \$2 million.
- Public Safety expenses increased approximately \$4.9 million, resulting in part from a net increase of \$2.4 million for 2017 pension liability adjustments. The change also resulted from an increase in the Sheriff expenses of approximately \$1 million, of which \$500,000 was an additional request for hurricane expenses, primarily related to Hurricane Irma, a storm that significantly impacted the County in September 2017. The Board also had hurricane expenditures of approximately \$1.6 million.

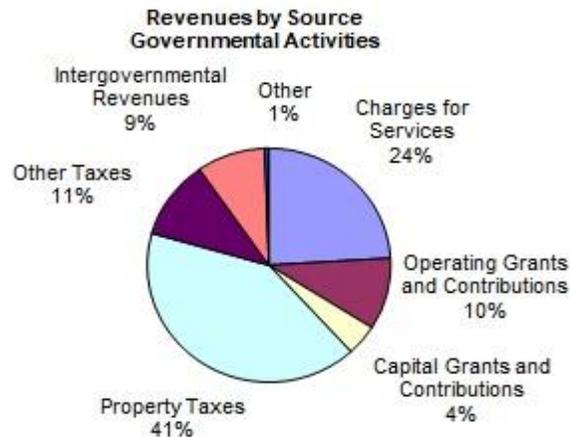
The following is a summary of Lake County governmental and business-type activities for 2017 and 2016, including revenues and expenses, with amounts expressed in thousands.

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program Revenues:						
Charges for services	\$ 60,564	\$ 59,727	\$ 12,695	\$ 12,655	\$ 73,259	\$ 72,382
Operating grants and contributions	24,989	23,384	-	-	24,989	23,384
Capital grants and contributions	10,790	7,056	-	-	10,790	7,056
General Revenues:						
Property taxes	103,740	101,220	-	-	103,740	101,220
Other taxes	27,534	26,067	-	-	27,534	26,067
Intergovernmental	23,001	21,816	-	-	23,001	21,816
Other	1,366	643	219	241	1,585	884
Total Revenues	251,984	239,913	12,914	12,896	264,898	252,809
Expenses:						
General Government	40,081	41,256	-	-	40,081	41,256
Public Safety	139,131	134,145	-	-	139,131	134,145
Physical Environment	2,435	4,053	-	-	2,435	4,053
Transportation	35,698	33,661	-	-	35,698	33,661
Economic Environment	8,403	7,494	-	-	8,403	7,494
Human Services	9,946	9,184	-	-	9,946	9,184
Culture and Recreation	11,317	11,329	-	-	11,317	11,329
Court-Related	11,376	10,157	-	-	11,376	10,157
Interest on long-term debt	3,439	3,095	-	-	3,439	3,095
Landfill	-	-	15,337	17,436	15,337	17,436
Total Expenses	261,826	254,374	15,337	17,436	277,163	271,810
Change in net position before transfers	(9,842)	(14,461)	(2,423)	(4,540)	(12,265)	(19,001)
Transfers	(2,113)	(1,354)	2,113	1,354	-	-
Change in net position	(11,955)	(15,815)	(310)	(3,186)	(12,265)	(19,001)
Net Position Beginning	342,326	358,141	5,252	8,438	347,578	366,579
Net Position Ending	\$ 330,371	\$ 342,326	\$ 4,942	\$ 5,252	\$ 335,313	\$ 347,578

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

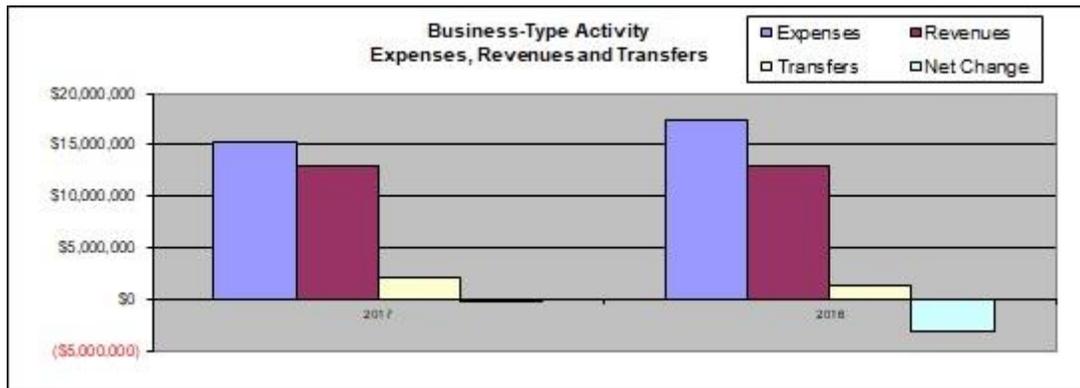
The County has only one business-type activity which is the solid waste management system. The system consists of one operating and six closed landfills. The operating landfill is the Central Landfill Phase III. The six closed landfills are located in Astatula, Umatilla, Lady Lake and Clermont. The Phase 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 entered into contracts with new vendors for collection and disposal starting October 1, 2014. Under the new contracts, disposal of waste is primarily transported to a landfill outside Lake County, instead of the Lake County Landfill. 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 a decrease in net position of \$309,241 compared to a decrease of \$3,186,671 in 2016. Revenues remained consistent for 2016 and 2017 at approximately \$12.8 million. Operating expenses (excluding the amounts for landfill closure and post closure costs), also remained fairly consistent for 2016 and 2017 at approximately \$15.5 and \$15.8 million, respectively. The County increased the transfer in from the General Fund from \$2.25 million in 2016 to approximately \$3 million in 2017. This increase accompanied by decreases in the landfill closure and post closure costs resulted in an operating loss of about \$2.5 million and a change in net position of a negative \$309,241, an improvement over the change in net position in 2016 of a negative \$3.2 million. The prior year change resulted from a recalculation of the landfill closure and post closure cost for the Central Landfill Phase III by DEP (Florida Department of Environmental Protection) in 2016.

All of these factors and the impact of recording the County's net pension liability resulted in a deficit of unrestricted net position of \$6,112,459 with an overall positive net position of \$4,942,103.

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, 2017 was \$70,632,873, a decrease of \$4,339,613 from the prior year. The fund balance in the General Fund decreased by \$2.8 million to \$15,533,670. For additional information, refer to the section "Governmental Activities" beginning on page 21.

The ending fund balances in governmental funds for 2017 and 2016 were classified as follows:

	<u>2017</u>	<u>2016</u>
Nonspendable	\$ 147,014	\$ 188,996
Restricted	51,864,149	51,852,080
Committed	2,798,018	4,319,087
Assigned	4,727,036	7,439,575
Unassigned	11,096,656	11,172,748
Total Fund Balances	<u>\$ 70,632,873</u>	<u>\$ 74,972,486</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 Fee Special Revenue Fund, Public Transportation Special Revenue Fund, the Mt. Plymouth-Sorrento CRA Special Revenue Fund and the Sales Tax Capital Projects 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. In 2014, 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. Revenues were \$4,517,622 in 2017 and \$4,757,159 in 2016. Expenditures were \$1,269,456 in 2017 and \$4,031,794 in 2016. The decrease correlated to an increase in projects funded with transportation grants in the current year.

Public Transportation: This fund was created to account for certain County transportation services, including providing services to the transportation disadvantaged residents of Lake County. A majority of the funding for these services comes from federal and state cost-reimbursable grants. Revenues were \$5,876,318 in 2017 and \$4,422,718 in 2016 and expenditures were \$7,262,158 in 2017 and \$5,842,273 in 2016. Transfers from the General Fund were \$1,014,171 in 2017 and 2016. The increases are related to grant revenue and expenditures for paratransit and fixed route service.

Mt. Plymouth-Sorrento CRA: The fund was created in 2015 to account for revenues and expenditures for the CRA redevelopment projects. The primary revenue source is certain ad valorem taxes collected within the boundaries of the CRA. Revenues were \$13,366 in 2017 and \$12,733 in 2016; there were expenditures of \$175 in 2016 and \$3,000 in 2017.

Sales Tax Projects: This fund accounts for the construction of various capital projects, using discretionary infrastructure sales surtax revenues from a locally imposed one-cent sales tax. Expenditures in 2017 were \$13,615,241 compared to \$12,576,852 in 2016. Significant projects included various building and improvements projects of about \$4.4 million, county-wide resurfacing, sidewalks and road improvements of approximately \$7.5 million and equipment and vehicle purchases of about \$1.6 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 was \$3,984,168 (increase in appropriations for expenditures). Part of that increase was funded from an adjustment to beginning fund balance of \$1,792,670.

The increases related to budgeted hurricane expenditures of \$1.5 million for the Board and \$500,000 for the Sheriff, and increases to the Tax Collector budget of approximately \$780,000 for additional responsibilities. The budget was also increased by \$915,836 for the animal shelter function which was transferred from the Sheriff to the Board in January 2017.

Actual revenues were higher than the final adopted budget by \$2,870,417 primarily as a result of tax collections and intergovernmental revenue. Collections of revenues, such as sales tax and property tax, have improved as the economy has grown.

Actual expenditures in the General Fund were under the final amended budget by \$4,534,945. A brief description of some of these differences follows:

- General government differences of \$2,814,835 primarily from reductions in personal services and operating expenses by the Board and Constitutional Officers.
- Human services differences of \$441,366 related to mosquito control and supplies budgeted but not spent, and savings in other areas.
- Differences in public safety of \$368,916 from inmate medical care and other Sheriff expenses 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, 2017, amounts to \$496,605,165 (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 2017.

The completion of the courthouse expansion project in 2014 marked the conclusion of a six-year capital improvement program. The County continued the renovation of the existing courthouse for approximately \$860,000 in 2017. The County also spent \$1.1 million on a new fire station in Altoona, and \$2.6 million on a new Tax Collector building, both of which remain in construction work in progress. In improvements other than building, the County added lighting at several parks for approximately \$430,000. The County also purchased land for a future park expansion for approximately \$557,000.

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 Tax Collector and courthouse projects discussed above; as well as construction and resurfacing of roads, sidewalk construction, general government buildings and the purchase of public safety and public works vehicles and equipment.

The County completed improvements on the North Hancock Road Project, a \$10 million expansion of the road to four lanes which is partially funded by FDOT grants, sales tax, and road impact fees, and will provide access to a new turnpike interchange in South Lake County. In addition, the County spent approximately \$3.1 million on CR 466A, another major road project in northern Lake County. This project was an increase to CWIP and right of way in 2017. The Board also completed improvements of \$1.7 million on Wolf Branch Road, in eastern Lake County, and improvements of approximately \$1 million on Oswalt Road in the southern portion of the County in 2017.

All of these governmental projects were offset by approximately \$28 million of depreciation expenses.

The following is a summary of Lake County's capital assets for governmental and business-type activities for 2017 and 2016, net of accumulated depreciation, with amounts expressed in thousands.

	LAKE COUNTY'S CAPITAL ASSETS					
	Governmental Activities		Business-Type Activity		Total	
	2017	2016	2017	2016	2017	2016
Land	\$ 95,150	\$ 93,632	\$ 2,913	\$ 2,913	\$ 98,063	\$ 96,545
Buildings	159,360	165,284	517	605	159,877	165,889
Improvements other than buildings	21,378	22,938	7,223	7,512	28,601	30,450
Machinery and equipment	20,542	22,048	401	375	20,943	22,423
Infrastructure	159,108	153,672	-	-	159,108	153,672
Construction work in progress	30,013	31,271	-	-	30,013	31,271
Total	\$ 485,551	\$ 488,845	\$ 11,054	\$ 11,405	\$ 496,605	\$ 500,250

Additional information on capital assets can be found in Note 5 to the financial statements.

Long-Term Debt

At September 30, 2017, Lake County had bonded debt outstanding of \$98,270,000 consisting of four 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. The bonds were issued to fund the expansion of the Courthouse and for other government buildings in downtown Tavares. In 2015, the bonds were partially refunded with the issue of \$25,845,000 Series 2015A and \$50,140,000 Series 2015B bonds. 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. These bonds were paid in full in 2017.

\$25,845,000 in Capital Improvement Refunding Revenue Bonds, Series 2015A: These bonds were issued to partially refund the Series 2007 bonds above. The bonds are secured by a pledge of the half cent sales tax. The bond is held by Regions Capital Advantage, Inc. Final maturity is in 2026. The balance at September 30, 2017 was \$25,205,000.

\$50,140,000 in Capital Improvement Refunding Revenue Bonds, Series 2015B: These bonds were issued to partially refund the Series 2007 bonds above. These bonds are secured by a pledge of the half cent sales tax. Final maturity is in 2037. 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, 2017 was \$50,015,000.

\$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. 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. In 2015, the bonds were partially refunded with the issue of \$20,950,000 Series 2015 bonds. 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. These bonds were paid in full in 2017.

\$20,950,000 in Limited General Obligation Refunding Bonds, Series 2015: These bonds were issued to partially refund the Series 2007 bonds above. 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. The bond is held by Citizens First Bank. Final maturity is in 2026. The balance at September 30, 2017 was \$20,400,000.

\$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 2013, 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, 2017 was \$2,650,000.

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 note was paid in full during Fiscal Year 2017. The County has an additional non-interest bearing note payable with a balance of \$233,334 at September 30, 2017, and a note payable with a balance of \$816,753 bearing interest at 2.25%.

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 3.4% for Lake County, 3.8% for the State of Florida and 4.2% for the nation at September 30, 2017. Last year's rate for the County was 4.8%.
- Over the last 12 months, inflation nationally as indicated by the consumer price index increased 2.2% as of September 30, 2017.

These factors were considered in preparing the County's budget for the 2018 Fiscal Year. In addition, at its final budget hearing on September 26, 2017, the Board adopted the following millage rates:

- General Fund: 5.1180 mills
- Stormwater, Parks and Roads: 0.4957 mills
- Lake County Ambulance Fund: 0.4629 mills
- Voter approved debt: 0.1524 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, 2017

	<u>Governmental Activities</u>	<u>Business-Type Activity</u>	<u>Total</u>
Assets			
Current Assets:			
Cash and Cash Equivalents	\$ 82,146,375	\$ 3,518,740	\$ 85,665,115
Accounts Receivable	2,778,698	6,541	2,785,239
Intragovernmental Receivables	-	14	14
Due from Other Governments	12,767,719	-	12,767,719
Inventories	449,444	-	449,444
Total Current Assets	98,142,236	3,525,295	101,667,531
Noncurrent Assets:			
Assessments Receivable	241,398	-	241,398
Restricted Cash and Investments	122,742	-	122,742
Land and Other Nondepreciable Assets	125,163,399	2,913,017	128,076,416
Depreciable Capital Assets, Net	360,387,204	8,141,545	368,528,749
Total Noncurrent Assets	485,914,743	11,054,562	496,969,305
Total Assets	584,056,979	14,579,857	598,636,836
Deferred Outflows of Resources			
Deferred Outflows Related to Pensions	64,507,477	508,777	65,016,254
Deferred Amounts on Refunding	4,125,145	-	4,125,145
Total Deferred Outflows of Resources	68,632,622	508,777	69,141,399
Liabilities			
Current Liabilities:			
Accounts Payable	10,179,441	1,190,401	11,369,842
Retainage Payable	365,920	-	365,920
Accrued Liabilities	2,901,781	47,133	2,948,914
Intragovernmental Payables	14	-	14
Due to Other Governments	2,301,547	-	2,301,547
Deposits	1,495,978	14,960	1,510,938
Estimated Claims Payable	4,005,681	-	4,005,681
Current Portion of Long-Term Obligations	11,426,362	343,387	11,769,749
Total Current Liabilities	32,676,724	1,595,881	34,272,605
Noncurrent Liabilities:			
Noncurrent Portion of Long-Term Obligations	126,912,170	68,102	126,980,272
Net Pension Liability	149,756,949	1,220,523	150,977,472
Landfill Closure and Post Closure Care Costs	-	7,188,249	7,188,249
Total Noncurrent Liabilities	276,669,119	8,476,874	285,145,993
Total Liabilities	309,345,843	10,072,755	319,418,598
Deferred Inflows of Resources			
Deferred Inflows Related to Pensions	12,972,759	73,776	13,046,535
Total Deferred Inflows of Resources	12,972,759	73,776	13,046,535
Net Position			
Net Investment in Capital Assets	387,230,175	11,054,562	398,284,737
Restricted for Transportation Expenses	17,858,078	-	17,858,078
Restricted for Public Safety	9,080,524	-	9,080,524
Restricted for Tourist Development	7,269,986	-	7,269,986
Restricted for Debt Service	741,413	-	741,413
Restricted for Housing Programs	3,505,120	-	3,505,120
Restricted for Special Revenues Other	2,397,570	-	2,397,570
Unrestricted	(97,711,867)	(6,112,459)	(103,824,326)
Total Net Position	\$ 330,370,999	\$ 4,942,103	\$ 335,313,102

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, 2017

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	\$ 40,081,021	\$ 9,440,924	\$ 364,744	\$ -	\$ (30,275,353)	\$ -	\$ (30,275,353)
Public Safety	139,130,658	40,902,533	7,294,016	566,382	(90,367,727)	-	(90,367,727)
Physical Environment	2,435,445	341,194	9,010	438,818	(1,646,423)	-	(1,646,423)
Transportation	35,698,018	2,234,892	10,146,264	8,907,289	(14,409,573)	-	(14,409,573)
Economic Environment	8,402,768	2,500	6,255,991	-	(2,144,277)	-	(2,144,277)
Human Services	9,945,684	387,664	208,864	-	(9,349,156)	-	(9,349,156)
Culture and Recreation	11,316,742	317,808	206,204	877,402	(9,915,328)	-	(9,915,328)
Court-Related	11,376,193	6,936,697	205,777	-	(4,233,719)	-	(4,233,719)
Interest on Long-Term Debt	3,439,070	-	297,667	-	(3,141,403)	-	(3,141,403)
Total Governmental Activities	261,825,599	60,564,212	24,988,537	10,789,891	(165,482,959)	-	(165,482,959)
Business-Type Activity:							
Landfill	15,336,911	12,695,126	-	-	-	(2,641,785)	(2,641,785)
Total Primary Government	\$ 277,162,510	\$ 73,259,338	\$ 24,988,537	\$ 10,789,891	(165,482,959)	(2,641,785)	(168,124,744)
General Revenues							
Taxes:							
Property Taxes					103,740,192	-	103,740,192
Sales Taxes					15,052,946	-	15,052,946
Gas Taxes					7,627,856	-	7,627,856
Communication Services Tax					1,772,552	-	1,772,552
Other					3,080,471	-	3,080,471
Intergovernmental Revenues, unrestricted					23,000,866	-	23,000,866
Investment Income					532,713	34,621	567,334
Miscellaneous income					833,194	185,170	1,018,364
Transfers					(2,112,753)	2,112,753	-
Total General Revenues and Transfers					153,528,037	2,332,544	155,860,581
Change in Net Position					(11,954,922)	(309,241)	(12,264,163)
Net Position at Beginning of Year					342,325,921	5,251,344	347,577,265
Net Position at End of Year					\$ 330,370,999	\$ 4,942,103	\$ 335,313,102

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

**LAKE COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2017**

	<u>Major Special Revenue Funds</u>		
	<u>General Fund</u>	<u>Road Impact Fee</u>	<u>Public Transportation</u>
Assets			
Cash	\$ 2,715,180	\$ -	\$ 210
Pooled Cash and Investments	11,534,997	11,208,355	-
Accounts Receivable	105,917	-	34,259
Assessments Receivable	-	-	-
Due from Other Funds	5,999,810	-	-
Intragovernmental Receivables	225,794	-	-
Due from Other Governments	2,377,312	504,917	4,498,902
Inventories	147,014	-	-
Total Assets	<u>\$ 23,106,024</u>	<u>\$ 11,713,272</u>	<u>\$ 4,533,371</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 3,006,021	\$ 55,795	\$ 1,545,622
Retainage Payable	-	-	-
Accrued Liabilities	1,450,291	-	13,245
Due to Other Funds	-	-	2,755,741
Intragovernmental Payables	531,744	-	-
Due to Other Governments	1,709,648	-	-
Deposits	874,650	-	-
Total Liabilities	<u>7,572,354</u>	<u>55,795</u>	<u>4,314,608</u>
Fund Balances:			
Nonspendable:			
Inventories	147,014	-	-
Restricted	-	11,657,477	218,763
Committed	-	-	-
Assigned	4,290,000	-	-
Unassigned	11,096,656	-	-
Total Fund Balances	<u>15,533,670</u>	<u>11,657,477</u>	<u>218,763</u>
Total Liabilities and Fund Balances	<u>\$ 23,106,024</u>	<u>\$ 11,713,272</u>	<u>\$ 4,533,371</u>

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

Major Special Revenue Funds	Major Capital Projects Funds	Nonmajor Governmental Funds	Total Governmental Funds
Mt. Plymouth- Sorrento CRA	Sales Tax Capital Projects		
\$ -	\$ -	\$ 4,849	\$ 2,720,239
31,377	8,642,956	35,622,293	67,039,978
-	1,736	2,175,219	2,317,131
-	-	241,398	241,398
-	-	-	5,999,810
-	61	432,133	657,988
-	-	5,356,223	12,737,354
-	-	-	147,014
\$ 31,377	\$ 8,644,753	\$ 43,832,115	\$ 91,860,912
\$ 1,000	\$ 1,513,879	\$ 2,580,690	\$ 8,703,007
-	188,778	177,142	365,920
-	-	1,409,666	2,873,202
-	-	1,975,106	4,730,847
-	-	225,794	757,538
-	-	591,899	2,301,547
-	-	621,328	1,495,978
1,000	1,702,657	7,581,625	21,228,039
-	-	-	147,014
30,377	6,942,096	33,015,436	51,864,149
-	-	2,798,018	2,798,018
-	-	437,036	4,727,036
-	-	-	11,096,656
30,377	6,942,096	36,250,490	70,632,873
\$ 31,377	\$ 8,644,753	\$ 43,832,115	\$ 91,860,912

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LAKE COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL
FUNDS TO THE NET POSITION - GOVERNMENTAL ACTIVITIES
September 30, 2017

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

Fund balances-total governmental funds	\$	70,632,873
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 of \$ 28,849 .		485,521,754
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.		6,091,851
Long-term obligations, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds, excluding the long-term obligations of the Internal Service Funds of \$ 73,859 .		(138,264,673)
Deferred outflows of resources related to refunding of bonds are not due and payable in the current period and, therefore, are not reported in the governmental funds.		4,125,145
Net pension liability and deferred outflows and inflows of resources related to pensions are not reported in the governmental funds but will be recognized in pension expense on a long-term basis and, therefore, are reported in the Statement of Net Position. This is the net effect of deferred outflows, deferred inflows, and net pension liability, excluding the Internal Service Funds amounts of \$ 314,892 , \$ 45,609 and \$ 755,563 respectively.		(97,735,951)
Net position of governmental activities	\$	<u>330,370,999</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, 2017

	Major Special Revenue Funds		
	General Fund	Road Impact Fee	Public Transportation
Revenues			
Taxes	\$ 87,023,918	\$ -	\$ -
Licenses and Permits	348,038	-	-
Intergovernmental	23,779,199	-	5,455,476
Charges for Services	15,028,577	-	396,892
Fines and Forfeitures	358,823	-	-
Special Assessments	-	4,469,748	-
Investment Income	169,955	47,874	-
Miscellaneous	672,958	-	23,950
Total Revenues	127,381,468	4,517,622	5,876,318
Expenditures			
Current:			
General Government	36,408,543	-	-
Public Safety	71,656,525	-	-
Physical Environment	1,215,293	-	-
Transportation	-	1,269,456	7,262,158
Economic Environment	958,437	-	-
Human Services	9,592,996	-	-
Culture and Recreation	221,763	-	-
Court-Related Expenditures	3,033,593	-	-
Debt Service:			
Principal	92,247	-	-
Interest and Fiscal Charges	20,453	-	-
Capital Outlay	-	-	-
Total Expenditures	123,199,850	1,269,456	7,262,158
Excess of Revenues Over (Under) Expenditures	4,181,618	3,248,166	(1,385,840)
Other Financing Sources (Uses)			
Transfers In	5,615,954	-	1,014,171
Transfers Out	(12,637,509)	-	-
Total Other Financing Sources (Uses)	(7,021,555)	-	1,014,171
Net Change in Fund Balances	(2,839,937)	3,248,166	(371,669)
Fund Balances at Beginning of Year	18,381,744	8,409,311	590,432
Inventory Reserve Increase (Decrease)	(8,137)	-	-
Fund Balances at End of Year	\$ 15,533,670	\$ 11,657,477	\$ 218,763

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

Major Special Revenue Funds	Major Capital Projects Funds	Nonmajor Governmental Funds	Total Governmental Funds
Mt. Plymouth- Sorrento CRA	Sales Tax Capital Projects		
\$ 12,630	\$ -	\$ 44,237,469	\$ 131,274,017
-	-	2,605,222	2,953,260
578	-	24,009,634	53,244,887
-	-	22,338,851	37,764,320
-	-	2,147,105	2,505,928
-	-	18,258,565	22,728,313
158	33,544	221,022	472,553
-	9,354	738,901	1,445,163
13,366	42,898	114,556,769	252,388,441
-	-	501,397	36,909,940
-	-	56,117,199	127,773,724
-	-	1,105,767	2,321,060
-	-	18,275,252	26,806,866
3,000	-	7,516,978	8,478,415
-	-	238,549	9,831,545
-	-	9,758,288	9,980,051
-	-	6,173,196	9,206,789
-	-	6,112,067	6,204,314
-	-	3,435,941	3,456,394
-	13,615,241	374,266	13,989,507
3,000	13,615,241	109,608,900	254,958,605
10,366	(13,572,343)	4,947,869	(2,570,164)
-	10,086,123	14,146,500	30,862,748
-	-	(19,986,551)	(32,624,060)
-	10,086,123	(5,840,051)	(1,761,312)
10,366	(3,486,220)	(892,182)	(4,331,476)
20,011	10,428,316	37,142,672	74,972,486
-	-	-	(8,137)
\$ 30,377	\$ 6,942,096	\$ 36,250,490	\$ 70,632,873

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**LAKE COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For The Year Ended September 30, 2017**

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

Net change in fund balances-total governmental funds	\$	(4,331,476)
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 \$25,279,908 were less than depreciation of \$28,108,048 in the current period, excluding Internal Service Fund depreciation of \$4,535 and capital outlay of \$5,395.		(2,829,000)
The net effect of miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations) is to decrease net position, excluding Internal Service Fund transaction of \$1,940.		(464,403)
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.		4,123,074
The amortization of deferred outflows resulting from the refunding of long-term debt.		(256,663)
Net adjustment to pension expense resulting from changes in net pension liability and deferred outflows and inflows of resources related to long-term pension obligations, excluding Internal Service Fund amount of \$52,416.		(9,356,054)
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, excluding Internal Service Fund amounts of \$3,291.		573,216
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>586,384</u>
Change in net position of governmental activities	\$	<u>(11,954,922)</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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues				
Taxes	\$ 92,391,069	\$ 91,745,644	\$ 87,023,918	\$ (4,721,726)
Licenses and Permits	370,000	370,000	348,038	(21,962)
Intergovernmental	22,930,187	23,092,345	23,779,199	686,854
Charges for Services	14,032,217	14,689,670	15,028,577	338,907
Fines and Forfeitures	280,300	291,760	358,823	67,063
Investment Income	78,500	78,520	169,955	91,435
Miscellaneous	437,680	455,617	672,958	217,341
Less: Statutory Requirement	(6,212,505)	(6,212,505)	-	6,212,505
Total Revenues	124,307,448	124,511,051	127,381,468	2,870,417
Expenditures				
Current:				
General Government:				
Legislative Offices	658,019	658,019	648,372	9,647
Executive Offices	1,902,159	1,986,478	1,951,712	34,766
Administrative Services	5,115,726	4,851,957	4,611,396	240,561
Facilities and Fleet Mgmt	5,228,810	5,108,574	4,463,496	645,078
Economic Growth	1,299,592	1,238,567	1,150,944	87,623
Constitutional Officers	2,292,618	2,277,878	2,189,326	88,552
Clerk of the Circuit Court	6,389,062	6,874,062	6,735,419	138,643
Property Appraiser	2,996,790	2,996,790	2,884,585	112,205
Tax Collector	6,734,218	7,520,646	6,923,815	596,831
Supervisor of Elections	2,268,287	2,474,699	2,282,689	192,010
Non-Departmental	3,169,031	3,235,708	2,566,789	668,919
Total General Government	38,054,312	39,223,378	36,408,543	2,814,835
Public Safety:				
Community Safety and Compliance	1,588,545	1,528,418	1,446,015	82,403
Emergency Services	2,689,610	2,692,530	2,607,692	84,838
Sheriff	61,600,544	62,175,053	62,014,545	160,508
Judicial Support	478,788	478,788	476,191	2,597
Constitutional Officers	2,774,435	2,794,989	2,659,056	135,933
Non-Departmental	795,140	2,355,663	2,453,026	(97,363)
Total Public Safety	69,927,062	72,025,441	71,656,525	368,916
Physical Environment:				
Community Safety and Compliance	313,749	313,749	208,724	105,025
Public Resources	698,606	698,606	611,346	87,260
Public Works	499,136	533,174	395,223	137,951
Total Physical Environment	1,511,491	1,545,529	1,215,293	330,236

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Economic Environment:				
Economic Growth	1,271,187	1,040,814	822,352	218,462
Community Services	141,183	141,183	136,085	5,098
Total Economic Environment	<u>1,412,370</u>	<u>1,181,997</u>	<u>958,437</u>	<u>223,560</u>
Human Services:				
Community Services	7,661,364	7,476,702	7,339,242	137,460
Community Safety and Compliance	-	915,836	850,089	65,747
Public Resources	268,256	260,763	211,166	49,597
Public Works	1,271,735	1,381,061	1,192,499	188,562
Total Human Services	<u>9,201,355</u>	<u>10,034,362</u>	<u>9,592,996</u>	<u>441,366</u>
Culture and Recreation:				
Public Resources	300,530	336,037	221,763	114,274
Total Culture and Recreation	<u>300,530</u>	<u>336,037</u>	<u>221,763</u>	<u>114,274</u>
Court-Related Expenditures:				
Judicial Support	1,889,729	1,934,273	1,790,268	144,005
State Attorney	790,862	780,654	709,748	70,906
Public Defender	550,216	560,424	533,577	26,847
Total Court-Related Expenditures	<u>3,230,807</u>	<u>3,275,351</u>	<u>3,033,593</u>	<u>241,758</u>
Debt Service:				
Principal	92,247	92,247	92,247	-
Interest and Fiscal Charges	20,453	20,453	20,453	-
Total Expenditures	<u>123,750,627</u>	<u>127,734,795</u>	<u>123,199,850</u>	<u>4,534,945</u>
Excess of Revenues Over (Under) Expenditures	556,821	(3,223,744)	4,181,618	7,405,362
Other Financing Sources (Uses)				
Transfers In	4,529,289	5,103,798	5,615,954	512,156
Transfers Out	(11,883,640)	(11,317,560)	(12,637,509)	(1,319,949)
Reserve for Contingencies	(9,666,599)	(8,819,293)	-	8,819,293
Total Other Financing Sources (Uses)	<u>(17,020,950)</u>	<u>(15,033,055)</u>	<u>(7,021,555)</u>	<u>8,011,500</u>
Net Change in Fund Balances	(16,464,129)	(18,256,799)	(2,839,937)	15,416,862
Fund Balances at Beginning of Year	16,464,129	18,256,799	18,381,744	124,945
Inventory Reserve Increase (Decrease)	-	-	(8,137)	(8,137)
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,533,670</u>	<u>\$ 15,533,670</u>

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND
ROAD IMPACT FEE
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues				
Special Assessments	\$ 2,298,500	\$ 2,298,500	\$ 4,469,748	\$ 2,171,248
Investment Income	7,250	7,250	47,874	40,624
Less: Statutory Requirement	(115,288)	(115,288)	-	115,288
Total Revenues	2,190,462	2,190,462	4,517,622	2,327,160
Expenditures				
Current:				
Transportation	8,980,037	10,599,773	1,269,456	9,330,317
Total Expenditures	8,980,037	10,599,773	1,269,456	9,330,317
Excess of Revenues Over (Under) Expenditures	(6,789,575)	(8,409,311)	3,248,166	11,657,477
Other Financing Sources (Uses)				
Reserve for Contingencies	(1,311,248)	-	-	-
Total Other Financing Sources (Uses)	(1,311,248)	-	-	-
Net Change in Fund Balances	(8,100,823)	(8,409,311)	3,248,166	11,657,477
Fund Balances at Beginning of Year	8,100,823	8,409,311	8,409,311	-
Fund Balances at End of Year	\$ -	\$ -	\$ 11,657,477	\$ 11,657,477

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
PUBLIC TRANSPORTATION
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 9,649,137	\$ 10,746,577	\$ 5,455,476	\$ (5,291,101)
Charges for Services	500,225	515,225	396,892	(118,333)
Investment Income	100	100	-	(100)
Miscellaneous	15,000	15,000	23,950	8,950
Total Revenues	10,164,462	11,276,902	5,876,318	(5,400,584)
Expenditures				
Current:				
Transportation	11,593,951	12,765,882	7,262,158	5,503,724
Total Expenditures	11,593,951	12,765,882	7,262,158	5,503,724
Excess of Revenues Over (Under) Expenditures	(1,429,489)	(1,488,980)	(1,385,840)	103,140
Other Financing Sources (Uses)				
Transfers In	1,014,171	1,014,171	1,014,171	-
Reserve for Contingencies	(458,235)	(115,623)	-	115,623
Total Other Financing Sources (Uses)	555,936	898,548	1,014,171	115,623
Net Change in Fund Balances	(873,553)	(590,432)	(371,669)	218,763
Fund Balances at Beginning of Year	873,553	590,432	590,432	-
Fund Balances at End of Year	\$ -	\$ -	\$ 218,763	\$ 218,763

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
MT. PLYMOUTH-SORRENTO CRA
For the Year Ended September 30, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Taxes	\$ 12,863	\$ 12,630	\$ 12,630	\$ -
Intergovernmental	537	537	578	41
Investment Income	30	30	158	128
Less: Statutory Requirement	(672)	(672)	-	672
Total Revenues	12,758	12,525	13,366	841
Expenditures				
Current:				
Economic Environment	33,077	32,536	3,000	29,536
Total Expenditures	33,077	32,536	3,000	29,536
Net Change in Fund Balances	(20,319)	(20,011)	10,366	30,377
Fund Balances at Beginning of Year	20,319	20,011	20,011	-
Fund Balances at End of Year	\$ -	\$ -	\$ 30,377	\$ 30,377

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

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LAKE COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2017

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Assets		
Current Assets:		
Cash	\$ 550	\$ -
Pooled Cash and Investments	3,518,190	12,474,609
Cash with Fiscal Agent	-	34,291
Accounts Receivable	6,541	461,567
Intragovernmental Receivables	14	99,536
Due from Other Governments	-	30,365
Inventory	-	302,430
Total Current Assets	3,525,295	13,402,798
Noncurrent Assets:		
Capital Assets:		
Land	2,913,017	-
Buildings	2,346,963	-
Equipment	2,229,551	721,346
Improvements Other Than Buildings	15,881,917	-
Less: Accumulated Depreciation	(12,316,886)	(692,497)
Total Capital Assets	11,054,562	28,849
Total Noncurrent Assets	11,054,562	28,849
Total Assets	14,579,857	13,431,647
Deferred Outflows of Resources		
Deferred Outflows Related to Pensions	508,777	314,892
Total Deferred Outflows of Resources	508,777	314,892
Liabilities		
Current Liabilities:		
Accounts Payable	1,190,401	1,476,434
Accrued Liabilities	47,133	28,579
Due to Other Funds	-	1,268,963
Estimated Insurance Claims Payable	-	4,005,681
Deposits	14,960	-
Current Portion of Long-Term Obligations	343,387	34,758
Total Current Liabilities	1,595,881	6,814,415
Noncurrent Liabilities:		
Accrued Benefits Payable	68,102	39,101
Net Pension Liability	1,220,523	755,563
Landfill Closure and Post Closure Care Costs	7,188,249	-
Total Noncurrent Liabilities	8,476,874	794,664
Total Liabilities	10,072,755	7,609,079
Deferred Inflows of Resources		
Deferred Inflows Related to Pensions	73,776	45,609
Total Deferred Inflows of Resources	73,776	45,609
Net Position		
Net Investment in Capital Assets	11,054,562	28,849
Unrestricted	(6,112,459)	6,063,002
Total Net Position	\$ 4,942,103	\$ 6,091,851

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, 2017

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Operating Revenues		
Charges for Services	\$ 12,695,126	\$ 29,742,628
Miscellaneous	166,360	56,295
Total Operating Revenues	12,861,486	29,798,923
Operating Expenses		
Benefit Payments and Claims	-	21,924,878
Personal Services	1,690,183	1,049,438
Contracted Services	11,289,077	11,573
Supplies and Materials	182,168	671,961
Repairs and Maintenance	438,238	1,415,673
Utilities	24,422	25,982
Other Charges and Services	1,760,101	3,816,450
Depreciation and Amortization	441,539	4,535
Landfill Closure and Post Closure Care Costs	(488,817)	-
Total Operating Expenses	15,336,911	28,920,490
Operating Income (Loss)	(2,475,425)	878,433
Non-Operating Revenues (Expenses)		
Investment Income	34,621	60,160
Net Gain (Loss) on Disposal of Capital Assets	18,810	(768)
Total Non-Operating Revenues (Expenses)	53,431	59,392
Income (Loss) Before Transfers	(2,421,994)	937,825
Transfers In	2,998,373	-
Transfers Out	(885,620)	(351,441)
Total Transfers	2,112,753	(351,441)
Change in Net Position	(309,241)	586,384
Total Net Position at Beginning of Year	5,251,344	5,505,467
Total Net Position at End of Year	\$ 4,942,103	\$ 6,091,851

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, 2017**

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Cash Flows from Operating Activities:		
Cash Received from Customers, and for Contributions Including Cash Deposits	\$ 12,876,117	\$ 29,381,031
Cash Paid to Suppliers and for Claims	(13,375,919)	(27,274,619)
Cash Paid to Employees	(1,242,261)	(814,824)
Cash Paid to Internal Service Fund	(700,165)	(185,676)
Net Cash Provided (Used) by Operating Activities	(2,442,228)	1,105,912
Cash Flows from Non-Capital Financing Activities:		
Cash Transfers from Other Funds	2,998,373	-
Cash Transfers to Other Funds	(885,620)	(351,441)
Cash Advance from Other Funds	-	708,963
Net Cash Provided (Used) by Non-Capital Financing Activities	2,112,753	357,522
Cash Flows From Capital And Related Financing Activities:		
Additions to Capital Assets	(91,514)	(5,395)
Proceeds from Sale of Capital Assets	19,109	1,172
Net Cash Provided (Used) by Capital and Related Financing Activities	(72,405)	(4,223)
Cash Flows from Investing Activities:		
Investment Income Received	34,621	60,160
Net Cash Provided (Used) by Investing Activities	34,621	60,160
Net Change in Cash And Cash Equivalents	(367,259)	1,519,371
Cash and Cash Equivalents at October 1	3,885,999	10,989,529
Cash and Cash Equivalents at September 30	\$ 3,518,740	\$ 12,508,900

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, 2017**

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

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Operating Income (Loss)	\$ (2,475,425)	\$ 878,433
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization Expense	441,539	4,535
Change in Accounts Receivable	13,686	(414,957)
Change in Intragovernmental Receivables	(14)	16,498
Change in Due from Other Governments	959	(19,434)
Change in Inventory	-	86,337
Change in Deferred Outflow of Resources	(105,079)	(65,048)
Change in Accounts Payable	41,170	508,008
Change in Due to Other Funds	-	(36,446)
Change in Accrued Liabilities	(3,370)	(187)
Change in Estimated Claims Payable	-	34,000
Change in Accrued Benefits Payable	10,764	(3,291)
Change in Net Pension Liability	154,352	95,552
Change in Closure and Post Closure Costs	(556,203)	-
Change in Deferred Inflow of Resources	35,393	21,912
Total Adjustments	33,197	227,479
Net Cash Provided (Used) by Operating Activities	\$ (2,442,228)	\$ 1,105,912
<u>Noncash Investing, Capital and Financing Activities</u>		
Carrying Value of Disposed Capital Assets	\$ (299)	\$ (1,940)

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, 2017

		<u>Agency Funds</u>
<u>Assets</u>		
Cash	\$	4,885,792
Pooled Cash and Investments		16,500,719
Due from Other Governments		<u>2,554,776</u>
Total Assets	\$	<u>23,941,287</u>
<u>Liabilities</u>		
Accounts Payable	\$	23,738
Due to Other Governments		13,425,984
Deposits		7,579,526
Taxes Collected in Advance		2,744,198
Cash Bonds Payable		<u>167,841</u>
Total Liabilities	\$	<u>23,941,287</u>

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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: Mt. Plymouth-Sorrento Community Redevelopment Agency (CRA); Lake County Municipal Services 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.

LAKE COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

These funds are supported by taxes or fees collected from the residents who benefit from these services. However, pursuant to Florida Statutes, County Resolutions, County Ordinances or interlocal agreements, the Board of County Commissioners is the governing body of these organizations. Additionally, there is a financial benefit or burden relationship between the component unit and the Board. 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>
Mt. Plymouth-Sorrento Community Redevelopment Agency (CRA)	County Resolution 2012-76, 2012-77
Lake County Municipal Services 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 non-fiduciary 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.

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

or segment. Taxes and other items, including unrestricted intergovernmental revenues, 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.

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 Fund and internal service funds are charges to customers for sales and services. Operating expenses for the Landfill Fund and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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 Fee Special Revenue Fund accounts for impact fees and related expenditures for road improvements pursuant to County Ordinance. Primary revenue sources are impact fees, which assist in the provision of new infrastructures, the need for which is created by new development.

The Public Transportation Fund accounts 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. Primary revenue sources are restricted federal and state grants.

The Mt. Plymouth-Sorrento CRA Fund accounts for the activities of the Mt. Plymouth-Sorrento Community Redevelopment Trust Fund, created on April 22, 2014, by Lake County Ordinance 2014-17, for the purpose of financing or re-financing community redevelopment projects in the redevelopment area. Primary revenue sources are certain ad valorem taxes collected within the boundary of the redevelopment area.

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

Lake County has the following major proprietary fund:

The Landfill Fund accounts for the operating of the County's solid waste system and 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 various Notes Payable.

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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.

D. Cash and Cash Equivalents:

Cash and cash equivalents consist primarily of cash held in demand and savings accounts and certificates of deposit in qualified public depositories.

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.

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

LAKE COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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.

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 for equipment or \$25,000 for 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 acquisition 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, 2017 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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in 2017.

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
Buses	10

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 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 certified by the Florida Clerk of Courts Operations Corporation (CCOC) and approved by the State of Florida Legislative Budget Commission.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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 2017, 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.

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. Deferred Outflows/Inflows of Resources:

Deferred Outflow on Refunding of Revenue Bonds - The difference between the re-acquisition price and the net carrying amount of refunded bonds is presented on the balance sheets at September 30, 2017, as a deferred outflow of resources and is amortized as an adjustment to interest expense on a straight-line basis over the life of the refunded bonds or the life of the refunding bonds, whichever is shorter.

Deferred Outflows Related to Pensions - These deferred outflows of resources are an aggregate of items related to pensions as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. Deferred outflows related to pensions will be recognized as either pension expense or a reduction in the net pension liability in future reporting years. Details on the composition of the deferred outflows of resources related to pensions are further discussed in Note 10.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

Deferred Inflows Related to Pensions - These deferred inflows of resources are an aggregate of items related to pensions as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. Deferred inflows related to pensions will be recognized as a reduction to pension expense in future reporting years. Details on the composition of the deferred inflows of resources related to pensions are further discussed in Note 10.

K. 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.

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 through constitutional provisions or enabling legislation. The majority of the restrictions

LAKE COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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.

L. 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.

M. 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 obligations, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$138,264,673 difference are as follows:

Bonds Payable	\$	98,270,000
Add: Bond Premium		1,545,571
Note Payable		1,050,087
Other Post-Employment Benefits		25,543,183
Compensated Absences (excluding Internal Service Fund \$73,859)		<u>11,855,832</u>
Net Adjustment	\$	<u><u>138,264,673</u></u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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 and non-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). The fund is managed by an independent advisor with oversight by the Florida Court Clerks and Comptrollers Association and the Florida Association of Counties.

FLGIT, a short term bond fund, is accounted for as a fluctuating Net Asset Value (NAV) pool. Accounting valuations reflect estimates of the market value of the securities rather than their amortized cost. Securities are valued at most recent sales price or most recent published bid or other quotation. The fair value of investments is determined on a daily basis. Participants fair value is determined by the number of units in the fund times the market value per share. Contributions and withdrawals are recorded at the unit value on the execution date. As of September 30, 2017, the fair value of the investment in FLGIT is \$11,637,828.

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. FLGIT has a weighted average maturity of 1.66 years.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

Credit Risk

Authorized investments as listed in the County's Investment Ordinance include only those securities with the highest credit ratings. FLGIT has an investment rating of AAAf 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:

	Total			
Cash on Hand and Carrying Amount of Deposits	\$		95,536,540	
Carrying Amount of Investments Total			11,637,828	
			\$ 107,174,368	
		Gov't-Wide	Fiduciary	Total
Cash and Cash Equivalents	\$	85,665,115	\$ 21,386,511	\$ 107,051,626
Non-Current Restricted Cash and Investments		122,742	-	122,742
Total	\$	85,787,857	\$ 21,386,511	\$ 107,174,368

4. ASSESSMENTS RECEIVABLE

Assessments receivable at September 30, 2017, consist primarily of \$241,398 in secondary roads, which is classified as non-current. 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 or ten-year period, with interest ranging from 3.25% to 6.25% 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, 2017

5. CAPITAL ASSETS

A summary of governmental activities capital assets follows:

	<u>Balance Oct. 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance Sept. 30, 2017</u>
Governmental activities:				
Capital assets not depreciated:				
Land	\$ 93,631,741	\$ 1,518,134	\$ -	\$ 95,149,875
Construction work in progress	31,270,585	12,502,660	(13,759,721)	30,013,524
Total	<u>124,902,326</u>	<u>14,020,794</u>	<u>(13,759,721)</u>	<u>125,163,399</u>
Capital assets being depreciated:				
Buildings	236,865,759	32,947	-	236,898,706
Improvements	42,095,250	649,538	-	42,744,788
Machinery and equipment	93,117,280	5,189,828	(4,267,236)	94,039,872
Infrastructure	332,676,533	19,146,522	(11,047,667)	340,775,388
Total	<u>704,754,822</u>	<u>25,018,835</u>	<u>(15,314,903)</u>	<u>714,458,754</u>
Less accumulated depreciation:				
Buildings	(71,582,171)	(5,956,334)	-	(77,538,505)
Improvements	(19,156,553)	(2,210,377)	-	(21,366,930)
Machinery and equipment	(71,069,145)	(6,229,960)	3,800,893	(73,498,212)
Infrastructure	(179,004,193)	(13,711,377)	11,047,667	(181,667,903)
Total	<u>(340,812,062)</u>	<u>(28,108,048)</u>	<u>14,848,560</u>	<u>(354,071,550)</u>
Total capital assets being depreciated, net	<u>363,942,760</u>	<u>(3,089,213)</u>	<u>(466,343)</u>	<u>360,387,204</u>
Governmental activities capital assets, net	<u>\$ 488,845,086</u>	<u>\$ 10,931,581</u>	<u>\$ (14,226,064)</u>	<u>\$ 485,550,603</u>

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

Governmental activities:	
General Government	\$ 2,095,696
Public Safety	6,324,792
Physical Environment	84,146
Transportation	15,405,861
Economic Environment	29,604
Human Services	275,880
Culture and Recreation	1,931,078
Court-Related Expenses	<u>1,956,456</u>
Depreciation expense by function excluding Internal Service Funds	28,103,513
Depreciation in the Internal Service Funds are charged to various functions based on their usage of the assets	
	4,535
Depreciation expense - governmental activities	<u>\$ 28,108,048</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

A summary of business-type activities capital assets follows:

	Balance Oct. 1, 2016	Additions	Deletions	Balance Sept. 30, 2017
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	15,881,917	-	-	15,881,917
Machinery and equipment	2,153,814	91,514	(15,777)	2,229,551
Total	<u>20,382,694</u>	<u>91,514</u>	<u>(15,777)</u>	<u>20,458,431</u>
Less accumulated depreciation for:				
Buildings	(1,742,228)	(87,181)	-	(1,829,409)
Improvements other than buildings	(8,370,186)	(288,414)	-	(8,658,600)
Machinery and equipment	(1,778,411)	(65,944)	15,478	(1,828,877)
Total	<u>(11,890,825)</u>	<u>(441,539)</u>	<u>15,478</u>	<u>(12,316,886)</u>
Total capital assets being depreciated, net	<u>8,491,869</u>	<u>(350,025)</u>	<u>(299)</u>	<u>8,141,545</u>
Business-type activities capital assets, net	<u>\$ 11,404,886</u>	<u>\$ (350,025)</u>	<u>\$ (299)</u>	<u>\$ 11,054,562</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 \$247,672 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 of 3.12%.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

The annual requirements to amortize the Pari-Mutuel Revenues Replacement Refunding Bond at September 30, 2017 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2018	\$ 170,000	\$ 82,680	\$ 252,680
2019	175,000	77,376	252,376
2020	180,000	71,916	251,916
2021	185,000	66,300	251,300
2022	185,000	60,528	245,528
2023 - 2027	1,045,000	210,444	1,255,444
2028 - 2030	710,000	44,928	754,928
Total	<u>\$ 2,650,000</u>	<u>\$ 614,172</u>	<u>\$ 3,264,172</u>

B. Lake County, Florida, Board of County Commissioners Capital Improvement Revenue Bonds, Series 2007, Series 2015A and Series 2015B:

In 2007, the County issued \$87,455,000 Capital Improvement Revenue Bonds, Series 2007 to provide funds to acquire, construct and equip various capital improvements, including the Downtown Tavares Center for Governmental Operations and Courthouse Expansion. On June 24, 2015, the County issued a \$25,845,000 Capital Improvement Refunding Revenue Bond, Series 2015A to refund \$23,915,000 of outstanding Capital Improvement Revenue Bonds, Series 2007. The Series 2015A bond bears interest at the rate of 2.27% with a final maturity of June 1, 2026. In addition, on August 13, 2015, the County issued \$50,140,000 in Capital Improvement Refunding Revenue Bonds, Series 2015B to advance refund \$47,665,000 of outstanding Capital Improvement Revenue Bonds, Series 2007, leaving \$4,145,000 of the Series 2007 bonds outstanding. The Series 2015B bonds bear interest at rates ranging from 2.00% to 5.00% with a final maturity of June 1, 2037. The remaining Series 2007 bonds bear interest at rates ranging from 4.0% to 4.25% and were paid in full during Fiscal Year 2017. The County used the net proceeds along with other resources to purchase U.S. Government Securities which were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the Series 2007 bonds. As a result, \$71,580,000 of the 2007 bonds which bore interest rates ranging from 4.00% to 5.00% are considered defeased and the liability for those bonds has been removed from the Statement of Net Position.

The County advance refunded the 2007 Capital Improvement Revenue Bonds to reduce its total debt service payments by \$5,790,833 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$4,490,065. The reacquisition price exceeded the net carrying amount of the old debt by \$3,630,348. This amount is being amortized over 22 years. Current year amortization was \$165,016, with an accumulated amortization of \$330,031 and a balance of \$3,300,317 remaining.

The refunding 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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

approximately 33.00% of the pledged revenues in Fiscal Year 2018. For the current year, principal payments and interest and fiscal charges totaled \$5,372,059. Half Cent Sales Tax revenues totaled \$15,763,821.

The annual requirements to amortize the outstanding 2015A and 2015B Capital Improvement Revenue Bonds at September 30, 2017 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2018	\$ 2,680,000	\$ 2,684,840	\$ 5,364,840
2019	2,740,000	2,624,342	5,364,342
2020	2,805,000	2,562,495	5,367,495
2021	2,870,000	2,499,173	5,369,173
2022	2,935,000	2,434,388	5,369,388
2023 - 2027	15,940,000	11,126,122	27,066,122
2028 - 2032	20,345,000	7,635,627	27,980,627
2033 - 2037	24,905,000	3,066,800	27,971,800
Total	<u>\$ 75,220,000</u>	<u>\$ 34,633,787</u>	<u>\$ 109,853,787</u>

C. Lake County, Florida, Board of County Commissioners Limited General Obligation Bonds, Series 2007 and Series 2015:

In 2007, the County issued \$34,720,000 in Limited General Obligation Bonds to provide funds to acquire and improve lands within the County, to protect drinking water sources, preserve natural areas, protect open space from over development, provide parks and trails and improve water quality. On June 24, 2015, the County issued a \$20,950,000 Limited General Obligation Refunding Bond, Series 2015 to refund \$19,370,000 of outstanding Limited General Obligation Bonds, Series 2007 leaving \$3,305,000 of the Series 2007 outstanding. The Series 2015 bond bears interest at the rate of 2.220% and have a final maturity of April 1, 2026. The remaining Series 2007 bonds bear interest at 4.0% to 5.0% and were paid in full during Fiscal Year 2017. The County used the net proceeds along with other resources to purchase U.S. Government Securities which were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the Series 2007 Bonds. As a result, \$19,370,000 of the 2007 bonds which bore interest rates ranging from 4.0% to 5.0% are considered defeased and the liability for those bonds has been removed from the Statement of Net Position.

The County advance refunded the 2007 Limited General Obligation Bonds to reduce its total debt service payments by \$1,966,290 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,745,292. The reacquisition price exceeded the net carrying amount of the old debt by \$1,008,123. This amount is being amortized over 11 years. Current year amortization was \$91,647, with an accumulated amortization of \$183,295 and a balance of \$824,828 remaining.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

The refunding bonds are secured by a pledge of not more than one-third of one mill of ad valorem taxes which was approved by referendum in 2004. Annual principal and interest payments are expected to use approximately 85.00% of the pledged revenues in Fiscal Year 2018. For the current year, principal payments and interest and fiscal charges totaled \$2,528,679. Limited ad valorem revenues and fund balance available for debt service totaled \$2,473,552 and \$547,595, respectively.

The annual requirements to amortize the outstanding 2015 Limited General Obligation Bonds at September 30, 2017 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2018	\$ 2,070,000	\$ 452,880	\$ 2,522,880
2019	2,115,000	406,926	2,521,926
2020	2,165,000	359,973	2,524,973
2021	2,215,000	311,910	2,526,910
2022	2,260,000	262,737	2,522,737
2023 - 2026	9,575,000	528,286	10,103,286
Total	\$ <u>20,400,000</u>	\$ <u>2,322,712</u>	\$ <u>22,722,712</u>

D. Lake County, Florida, Notes Payable:

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. In 2012, the County renegotiated the interest rate with Hancock Bank resulting in a net present value savings of \$200,072. The note bears interest at a fixed rate of 1.45%. 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 \$15,052,946, respectively. The note was paid in full during Fiscal Year 2017.

On February 27, 2015, the County purchased land and building for a total sum of \$1,000,000 of which \$300,000 was paid at closing. The remaining balance of \$700,000 will be paid in equal non-interest bearing installments over a period of three years on the anniversary date of the closing. The current year payment was \$233,333 with a balance remaining of \$233,334.

On September 23, 2016, the County purchased land and buildings for a total sum of \$1,010,000 of which \$101,000 was paid at closing. The remaining balance of \$909,000 will be paid in nine yearly installments. The note bears interest at a fixed rate of 2.25%. The current year principal and interest payment was \$112,700 with a balance remaining of \$816,753.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

The annual requirements to amortize these notes at September 30, 2017 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2018	\$ 327,656	\$ 18,377	\$ 346,033
2019	96,445	16,255	112,700
2020	98,615	14,085	112,700
2021	100,834	11,865	112,699
2022	103,102	9,597	112,699
2023 - 2025	323,435	14,662	338,097
Total	<u>\$ 1,050,087</u>	<u>\$ 84,841</u>	<u>\$ 1,134,928</u>

E. Changes in Long-Term Liabilities:

Long-term liability activity for the year ended September 30, 2017 is as follows:

<u>Gov't. Activities</u>	Balance Oct. 1, 2016	Additions	Payments and Reductions	Balance Sept. 30, 2017	Due Within One Year
Capital Improvement Revenue Bond 2007	\$ 2,115,000	\$ -	\$ 2,115,000	\$ -	-
Capital Improvement Refunding Revenue Bond 2015A	25,550,000	-	345,000	25,205,000	2,555,000
Capital Improvement Refunding Revenue Bond 2015B	50,140,000	-	125,000	50,015,000	125,000
Limited General Obligation Bond 2007	1,685,000	-	1,685,000	-	-
Limited General Obligation Refunding Bond 2015	20,695,000	-	295,000	20,400,000	2,070,000
Pari-Mutuel Revenues Refunding Bond	2,810,000	-	160,000	2,650,000	170,000
Notes Payable	2,529,401	-	1,479,314	1,050,087	327,656
Bond Premium	1,819,558	-	273,987	1,545,571	-
Total Bonds Payable	<u>107,343,959</u>	-	<u>6,478,301</u>	<u>100,865,658</u>	<u>5,247,656</u>
Accrued Benefits Payable	12,514,335	9,532,811	10,117,455	11,929,691	6,178,706
Other Post-Employment Benefits	23,187,956	3,342,310	987,083	25,543,183	-
Net Pension Liability	135,269,199	26,389,884	11,902,134	149,756,949	-
Total - Gov't. Activities	<u>\$ 278,315,449</u>	<u>\$ 39,265,005</u>	<u>\$ 29,484,973</u>	<u>\$ 288,095,481</u>	<u>\$ 11,426,362</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, Internal Service Fund compensated absences of \$73,859 and net pension liability of \$755,563, are included in the above governmental activities amounts. Also, for the governmental activities, compensated absences and net pension liability are generally liquidated by the respective fund where the salaries were incurred. The other

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

post-employment benefits annual required contributions above are generally paid by the insurance funds.

<u>Business-Type Activities</u>	<u>Balance Oct. 1, 2016</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance Sept. 30, 2017</u>	<u>Due Within One Year</u>
Accrued Benefits Payable	\$ 107,922	\$ 101,657	\$ 90,893	\$ 118,686	\$ 50,584
Net Pension Liability	1,066,171	248,175	93,823	1,220,523	-
Landfill Closure and Post Closure Care Costs	8,037,255	(488,817)	67,386	7,481,052	292,803
Total - Business-Type Activities	\$ 9,211,348	\$ (138,985)	\$ 252,102	\$ 8,820,261	\$ 343,387

7. NET POSITION AND FUND BALANCES

Fund balances consist of the following:

	<u>General Fund</u>	<u>Major Special Revenue Funds</u>	<u>Major Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Fund Balances:					
Nonspendable	\$ 147,014	-	-	-	\$ 147,014
Restricted:					
Construction	-	11,657,477	6,942,096	4,765,736	23,365,309
Road Maint	-	-	-	5,981,838	5,981,838
Fire Protection	-	-	-	3,301,513	3,301,513
Emergency Svcs	-	-	-	755,406	755,406
Housing Programs	-	-	-	3,505,120	3,505,120
Debt Service	-	-	-	741,413	741,413
Building Services	-	-	-	3,510,907	3,510,907
Tourism	-	-	-	7,269,986	7,269,986
Transportation	-	218,763	-	-	218,763
Other Purposes	-	30,377	-	3,183,517	3,213,894
Total Restricted	-	11,906,617	6,942,096	33,015,436	51,864,149
Committed:					
Stormwater Mgt	-	-	-	2,052,172	2,052,172
Ambulance Svcs	-	-	-	745,846	745,846
Total Committed	-	-	-	2,798,018	2,798,018
Assigned:					
Operations	4,290,000	-	-	-	4,290,000
Library Services	-	-	-	437,036	437,036
Total Assigned	4,290,000	-	-	437,036	4,727,036
Unassigned	11,096,656	-	-	-	11,096,656
Total	\$ 15,533,670	\$ 11,906,617	\$ 6,942,096	\$ 36,250,490	\$ 70,632,873

The restricted fund balances for the major special revenue funds include \$11,657,477 for the Road Impact Fee Fund which is restricted for construction; \$218,763 for the Public Transportation Fund which is restricted for transportation; and \$30,377 for the Mt.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

Plymouth-Sorrento CRA Fund which is restricted for other purposes. The restricted fund balances for the major capital projects fund include \$6,942,096 in the Sales Tax Capital Projects Fund which is restricted for construction. Other funds restricted for construction include the Library Impact Fee Trust Fund of \$2,718,115, Park Impact Fee Trust Fund of \$548,649, County Sales Tax Fund (infrastructure sales taxes) of \$1,376,230, Facilities Expansion Projects Fund of \$122,163 and Public Lands Program Capital Projects Fund of \$579. Impact fees, infrastructure sales taxes and bond proceeds in these funds must be spent on capital outlay.

The Sheriff's Insurance Fund has a net deficit of \$2,128,886 due primarily to larger than expected claim payments in Fiscal Year 2017. This deficit will be funded through increased premium rates in Fiscal Year 2018.

The Fleet Management Fund has a net deficit of \$249,182 due to the effect of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, during Fiscal Year 2017. The deficit will be funded through increased charges for services to departments in future years.

Net investment in capital assets consists of the following:

Governmental activities:	
Capital assets	\$ 485,550,603
Less: Total bonds payable	(100,865,658)
Less: Accounts and retainage payable	(1,702,657)
Add: Deferred outflows on refundings of capital related debt	4,125,145
Add: Restricted cash (unspent bond proceeds)	122,742
Net investment in capital assets	<u>\$ 387,230,175</u>
Business-Type activities:	
Capital assets	\$ 11,054,562
Net investment in capital assets	<u>\$ 11,054,562</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.

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

application of the feepayer, be returned 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 road impact fees by district which may be subject to refunds within the time limitations:

Fiscal Year Ending Sept. 30	South	Central	North
2020	\$ -	\$ -	73,567
2021	1,689,737	125,013	298,830
2022	4,171,159	204,018	351,640
2023	3,769,921	318,760	381,068
	<u>\$ 9,630,817</u>	<u>\$ 647,791</u>	<u>\$ 1,105,105</u>

C. Pursuant to County Ordinance, fire, library and park impact fees are collected by the Board to accommodate new development without decreasing the current level of services. Park impact fees are collected in districts: Central, North and South. Any funds not expended or encumbered by the end of the calendar quarter immediately following six (6) years from the date the 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-year period may be extended by action of the Board for up to an additional three years.

The following is a summary of fire, library, and park impact fees which may be subject to refunds within the time limitations:

Fiscal Year Ending Sept. 30	Fire	Library	Park - Central	Park - North	Park - South
2018	\$ -	\$ 131,246	\$ -	\$ -	\$ -
2019	-	339,848	-	-	-
2020	-	449,867	-	-	94,469
2021	-	316,411	-	-	84,625
2022	298,451	638,861	20,133	-	90,726
2023	<u>500,038</u>	<u>679,779</u>	<u>20,988</u>	<u>14,508</u>	<u>132,955</u>
	<u>\$ 798,489</u>	<u>\$ 2,556,012</u>	<u>\$ 41,121</u>	<u>\$ 14,508</u>	<u>\$ 402,775</u>

D. Developer Agreements

The County has entered into several developer agreements which may result in future financial obligations. These agreements with various developers are primarily for capital costs associated with road construction or transportation projects, in which a future asset may be contributed to the County or will benefit the County. The County has agreed to provide up to \$19.3 million in credits, waivers, reductions and/or direct payments for future building impact fees in return for the developer capital contributions.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

E. Grants

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

F. 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 coverage has been obtained for all medical claims exceeding \$185,000 per individual per year subject to an additional aggregating specific deductible of \$286,600. In addition, the Sheriff purchases aggregate stop loss coverage for total claims exceeding 120% of the attachment factors.

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 estimates, based on industry standards, relate to the fiscal year ended September 30, 2017.

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
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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 Oct. 1, 2015</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Liability Balance Sept. 30, 2016</u>
Board of County Commissioners:				
General Liability	\$ 1,939,000	\$ 3,345,422	\$ (3,244,422)	\$ 2,040,000
Health	<u>910,600</u>	<u>11,261,069</u>	<u>(11,294,669)</u>	<u>877,000</u>
	2,849,600	14,606,491	(14,539,091)	2,917,000
Sheriff:				
Health	<u>273,394</u>	<u>6,809,326</u>	<u>(6,288,686)</u>	<u>794,034</u>
Total	<u>\$ 3,122,994</u>	<u>\$ 21,415,817</u>	<u>\$ (20,827,777)</u>	<u>\$ 3,711,034</u>

	<u>Liability Balance Oct. 1, 2016</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Liability Balance Sept. 30, 2017</u>
Board of County Commissioners:				
General Liability	\$ 2,040,000	\$ 2,338,531	\$ (2,274,531)	\$ 2,104,000
Health	<u>877,000</u>	<u>11,869,514</u>	<u>(11,899,514)</u>	<u>847,000</u>
	2,917,000	14,208,045	(14,174,045)	2,951,000
Sheriff:				
Health	<u>794,034</u>	<u>7,716,833</u>	<u>(7,456,186)</u>	<u>1,054,681</u>
Total	<u>\$ 3,711,034</u>	<u>\$ 21,924,878</u>	<u>\$ (21,630,231)</u>	<u>\$ 4,005,681</u>

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, 2017, the original issue amount for bonds issued in prior years was \$30,843,750; however, the current aggregate principal amount outstanding could not be determined.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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. Employees also participate in the Retiree Health Insurance Subsidy Program ("HIS Plan"), which is a defined benefit plan.

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 disability and survivor's benefits, as established by Florida Statutes.

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 HIS Plan is established in accordance with Section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees in paying their health insurance costs. Current benefits are based on \$5 per year of service, ranging from \$30 - \$150 per month. To be eligible, retirees must provide proof of health insurance coverage, which may include Medicare.

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.

LAKE COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

Expressed as percentages of annual covered payroll, employer contribution rates are applied to employee salaries as follows:

Membership Category	July 1, 2016 Employer's Contribution Rates	July 1, 2017 Employer's Contribution Rates
Regular	7.52%	7.92%
Special Risk (Fire and Police)	22.57%	23.27%
Senior Management	21.77%	22.71%
Elected State Officer (Includes County Officials)	42.47%	45.50%
Deferred Retirement Option Plan (DROP)	12.99%	13.26%

These employer contribution rates include HIS contribution rates of 1.66% and 1.66% effective July 1, 2017 and July 1, 2016, respectively. Effective July 1, 2011, employee contribution rates of 3% were applied to all members, except DROP participants.

The County's contribution to all plans for the years ended September 30, 2017, 2016, and 2015 was \$12,749,715, \$12,506,890 and \$11,329,475, respectively, equal to the required contributions for each year. Employee contributions were \$2,331,437, \$2,330,520, and \$2,210,959 for the years ended September 30, 2017, 2016, and 2015, respectively.

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

At September 30, 2017, the County reported a liability of \$122,325,491 and \$28,651,981 for its proportionate share of the Pension Plan and HIS Plan net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017 for the Pension Plan and July 1, 2017 for the HIS Plan. The County's proportionate share of the net pension liability was based on the County's 2016-17 fiscal year contributions relative to the 2015-16 fiscal year contributions of all participating members. At June 30, 2017, the County's proportionate share for the Pension Plan was 0.413550600 percent, which was a decrease of .002661991 percent from its proportionate share measured as of June 30, 2016. At June 30, 2017, the County's proportionate share for the HIS Plan was .267964291 percent, which was an increase of .000096407 percent from the proportionate share measured as of June 30, 2016.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

The Pension Plan and HIS Plan liability is allocable to the Board and Constitutional Officers as follows:

	<u>Pension Plan</u>		<u>HIS Plan</u>
Board of County Commissioners	\$ 45,724,248	\$	12,395,934
Clerk of Courts	6,000,759		2,621,762
Property Appraiser	2,312,588		615,030
Sheriff	64,270,951		11,628,396
Supervisor of Elections	928,584		270,204
Tax Collector	3,088,361		1,120,655
Total	<u>\$ 122,325,491</u>	\$	<u>28,651,981</u>

For the year ended September 30, 2017, the County recognized pension expense of \$19,403,891 for the Pension Plan and \$2,085,203 for the HIS Plan.

The deferred outflows of resources and deferred inflows of resources related to the Pension Plan are as follows:

<u>Description</u>	<u>Deferred Outflows of Resources</u>		<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 11,226,537	\$	677,620
Change of assumptions	41,110,002		-
Net difference between projected and actual earnings on Pension Plan investments	-		3,031,532
Changes in proportion and differences between County Pension Plan contributions and proportionate share of contributions	4,589,971		5,702,011
County Pension Plan contributions subsequent to the measurement date	<u>2,831,080</u>		-
Total	<u>\$ 59,757,590</u>	\$	<u>9,411,163</u>

The deferred outflows of resources and deferred inflows of resources related to the HIS Plan are as follows:

<u>Description</u>	<u>Deferred Outflows of Resources</u>		<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	-\$	59,658
Change of assumptions	4,027,483		2,477,567
Net difference between projected and actual earnings on HIS Plan investments	15,890		-
Changes in proportion and differences between County HIS Plan contributions and proportionate share of contributions	859,059		1,098,147
County HIS Plan contributions subsequent to the measurement date	<u>356,232</u>		-
Total	<u>\$ 5,258,664</u>	\$	<u>3,635,372</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

The deferred outflows of resources related to the Pension Plan and HIS Plan, totaling \$2,831,080 and \$356,232, resulting from County contributions to the Plans subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan and HIS Plan will be recognized in pension expense as follows:

Fiscal Year Ending Sept. 30	Pension Plan	HIS Plan
2018	\$ 6,495,208	\$ 116,053
2019	6,495,208	116,053
2020	7,537,374	116,053
2021	8,044,322	214,029
2022	7,668,631	243,832
Thereafter	11,274,604	461,040
Total	<u>\$ 47,515,347</u>	<u>\$ 1,267,060</u>

Pension Plan Actuarial Assumptions

The total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumption, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Investment rate of return	7.10%, net of pension plan investment expense
Mortality	Generational RP-2000 with Projection Scale BB

The actuarial assumptions used in the July 1, 2017, valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

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

The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class, as outlined in the Pension Plan's Investment Policy, are summarized in the following table:

Asset Class	Target Allocation	Annual Arithmetic Return
Cash	1 %	3.0 %
Fixed Income	18	4.5
Global Equity	53	7.8
Real Estate (Property)	10	6.6
Private Equity	6	11.5
Strategic Investments	12	6.1

LAKE COUNTY, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

Pension Plan Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

HIS Plan Actuarial Assumptions

The total pension liability in the July 1, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Municipal bond rate	3.58%
Mortality	Generational RP-2000 with Projection Scale BB

HIS Plan Discount Rate

The discount rate used to measure the total pension liability was 3.58%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the County's Proportionate Share of the Net Position Liability to Changes in the Discount Rate

The following represents the County's proportionate share of the net pension liability calculated using the current discount rate, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	<u>1% Decrease (6.10%)</u>	<u>Current Discount Rate (7.10%)</u>	<u>1% Increase (8.10%)</u>
Pension Plan proportionate share of the net pension liability	\$ 221,401,754	\$ 122,325,491	\$ 40,069,497
	<u>1% Decrease (2.58%)</u>	<u>Current Discount Rate (3.58%)</u>	<u>1% Increase (4.58%)</u>
HIS Plan proportionate share of the net pension liability	\$ 32,695,702	\$ 28,651,981	\$ 25,283,780

The Florida Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the plan. Detailed information regarding the Pension and HIS Plans' fiduciary net position is available in

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report for the year ended June 30, 2017.

The report can be obtained by contacting the Division of Retirement at:

Department of Management Services
Division of Retirement
Bureau of Research and Member Communications
P.O. Box 9000
Tallahassee, FL 32315-9000
850-488-5706 or toll free at 877-377-1737

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 costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

The following table shows the calculation of the ARC and Net OPEB Obligation for the fiscal year ending September 30, 2017:

Determination of Annual Required Contribution:	
Normal Cost at Year-End	\$ 1,786,140
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	1,653,927
Interest on Normal Cost and Amortization	134,163
Annual Required Contribution	<u><u>\$ 3,574,230</u></u>
Determination of Net OPEB Obligation:	
Annual Required Contribution (ARC)	\$ 3,574,230
Interest on Prior Year Net OPEB Obligation	904,330
Adjustment to ARC	(1,136,250)
Less Contributions Made	<u>(987,083)</u>
	2,355,227
Net OPEB Obligation -Beginning of Year	<u>23,187,956</u>
Net OPEB Obligation -End of Year	<u><u>\$ 25,543,183</u></u>

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

Board of County Commissioners	\$ 3,992,076
Clerk of Courts	784,000
Property Appraiser	208,847
Sheriff	20,154,016
Supervisor of Elections	85,122
Tax Collector	<u>319,122</u>
	<u><u>\$ 25,543,183</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the new OPEB obligation for 2017 and the two preceding years were as follows:

Fiscal Year Ending Sept. 30	Annual OPEB Cost	Percent of Annual OPEB Cost Contributed	Net OPEB Obligation
2015	\$ 3,617,300	31.0 %	\$ 20,387,056
2016	\$ 3,623,400	22.0 %	\$ 23,187,956
2017	\$ 3,342,310	28.0 %	\$ 25,543,183

Funded Status and Funding Progress

As of October 1, 2015, 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
10/1/2014	-	\$ 35,376,582	\$ 35,376,582	0.00 %	\$ 74,221,975	47.66 %
10/1/2015	-	\$ 37,831,242	\$ 37,831,242	0.00 %	\$ 80,395,202	47.06 %
10/1/2016	-	\$ 35,068,810	\$ 35,068,810	0.00 %	\$ 83,008,149	42.25 %

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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 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	10/1/2015
Actuarial cost method	Entry Age Normal
Amortization period and method	Closed amortization calculated at a level percent of payroll over 21 years

The actuarial assumptions are:

Investment rate of return	3.9%
Projected annual salaries increase	3.25%
Healthcare cost trend rate	8.5%
Inflation rate	3.0%

B. Other Post Employment Benefits:

In addition to the retiree health benefits described above, the Clerk provides post employment health care benefits to employees under a plan established through Nationwide Retirement Solutions, Inc. (Nationwide). Twenty-five percent of accrued sick pay for certain employees with less than ten years of service and 75% for employees with ten years or more of service is paid into the trust upon termination, retirement or death. The maximum contribution is limited to 1,440 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.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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.

The composition of interfund balances in the governmental fund financial statements as of September 30, 2017 is as follows:

Due To/From Governmental Funds:

Receivable Fund	Payable Fund	Amount
General Fund	Major Governmental Funds	\$ 2,755,741
General Fund	Nonmajor Governmental Funds	1,975,106
General Fund	Internal Service Funds	1,268,963
Total		<u>\$ 5,999,810</u>

Intragovernmental Receivables and Payables:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ 225,794
Major Governmental Funds	General Fund	61
Nonmajor Governmental Funds	General Fund	432,133
Internal Service Funds	General Fund	99,536
Landfill Fund	General Fund	14
Total		<u>\$ 757,538</u>

Interfund transfers for the year ended September 30, 2017 consist of the following:

<u>Transfers Out</u>	<u>Transfers In</u>			<u>Total</u>
	<u>General Fund</u>	<u>Major Funds</u>	<u>Nonmajor Funds</u>	
General Fund	\$ -	\$ 1,014,171	\$ 8,624,965	\$ 9,639,136
Nonmajor Governmental Funds	4,378,893	10,086,123	5,521,535	19,986,551
Internal Service Funds	351,441	-	-	351,441
Landfill	885,620	-	-	885,620
Total	<u>\$ 5,615,954</u>	<u>\$ 11,100,294</u>	<u>\$ 14,146,500</u>	<u>\$ 30,862,748</u>
			Transfers Out	(32,624,060)
			Net Transfers	<u>\$ (1,761,312)</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

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

Landfill Fund transfer out to General Fund	\$	(885,620)
Landfill Fund transfer in from General Fund		2,998,373
Board Insurance Fund transfer out to General Fund		<u>(351,441)</u>
Total Net Transfers	\$	<u><u>1,761,312</u></u>

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 Fund.

The following schedule reflects the changes in estimates and payments for the year ended September 30, 2017:

<u>Landfill</u>	Balance Oct. 1, 2016	Changes in Estimates	Payments	Balance Sept. 30, 2017
Construction and Demolition	\$ 311,372	\$ 4,049	\$ -	\$ 315,421
Loghouse	336,455	(41,449)	6,616	288,390
Umatilla	174,090	(4,616)	12,791	156,683
Lady Lake	117,700	(18,839)	9,439	89,422
Central Landfill Phase I	920,816	(53,131)	38,540	829,145
Central Landfill Phase II	2,344,389	(51,418)	-	2,292,971
Central Landfill Phase III	3,832,433	(323,413)	-	3,509,020
Totals	<u>\$ 8,037,255</u>	<u>\$ (488,817)</u>	<u>\$ 67,386</u>	<u>\$ 7,481,052</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, 2017, the Loghouse, Umatilla, Lady Lake, Central Landfill Phase I and Central Landfill Phase II landfills had no remaining capacity.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

The following schedule reflects the estimated closure and postclosure care costs for each landfill as of September 30, 2017:

<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	\$ 255,491	\$ 59,930	\$ 315,421
Loghouse	6 years	-	288,390	288,390
Umatilla	9 years	-	156,683	156,683
Lady Lake	3 years	-	89,422	89,422
Central Landfill Phase I	8 years	-	829,145	829,145
Central Landfill Phase II	28 years	-	2,292,971	2,292,971
Central Landfill Phase III	30 years	1,007,311	2,501,709	3,509,020
Totals		<u>\$ 1,262,802</u>	<u>\$ 6,218,250</u>	<u>\$ 7,481,052</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 \$113,418 and \$281,679 based on 89.88% of capacity used to date. One year of Postclosure Care amounting to \$292,803 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 2017. 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, 2017:

<u>Fund/Department/Object</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
General Fund/Non-Departmental/Personal Services	\$ 582,404	\$ 693,688	\$ (111,284)

In September 2017, Lake County was significantly impacted by Hurricane Irma. The expenditures in excess of appropriations were the result of over-time expenditures incurred for protective measures during the storm and clean-up efforts after the storm.

**LAKE COUNTY, FLORIDA
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Florida Retirement System (FRS) Defined Benefit Pension Plan

County Fiscal Year Ending Sept. 30	Plan Sponsor Measurement Date June 30	County's Proportion of FRS Net Pension Liability	County's Proportionate Share of FRS Net Pension Liability	County's Covered Employee Payroll	County's Proportionate Share of FRS Net Pension Liability as a Percentage of Covered Payroll	FRS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2017	2017	0.413550600%	\$ 122,325,491	\$ 73,795,339	165.76%	83.89%
2016	2016	0.416212591%	\$ 105,094,006	\$ 72,107,631	145.75%	84.88%
2015	2015	0.385806181%	\$ 49,832,043	\$ 69,950,794	71.24%	92.00%
2014	2014	0.389285153%	\$ 23,752,119	\$ 68,986,914	34.43%	96.09%

Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan

County Fiscal Year Ending Sept. 30	Plan Sponsor Measurement Date June 30	County's Proportion of HIS Net Pension Liability	County's Proportionate Share of HIS Net Pension Liability	County's Covered Employee Payroll	County's Proportionate Share of HIS Net Pension Liability as a Percentage of Covered Payroll	HIS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2017	2017	0.267964291%	\$ 28,651,978	\$ 85,475,363	33.52%	1.64%
2016	2016	0.268060698%	\$ 31,241,364	\$ 82,942,818	37.67%	0.97%
2015	2015	0.265275994%	\$ 27,053,978	\$ 80,767,974	33.50%	0.50%
2014	2014	0.265806146%	\$ 24,853,523	\$ 79,048,574	31.44%	0.99%

Note:

The County implemented GASB Statement No. 68 for the Fiscal Year ended September 30, 2015, including a restatement as of September 30, 2014. Information for prior years is not available.

**LAKE COUNTY, FLORIDA
SCHEDULE OF CONTRIBUTIONS**

Florida Retirement System (FRS) Defined Benefit Pension Plan

Fiscal Year Ending Sept. 30	FRS Contractually Required Contribution	FRS Contributions in Relation to the Contractually Required Contribution	FRS Contribution Deficiency (Excess)	County's Covered Employee Payroll	FRS Contributions as a Percentage of Covered Payroll
2017	\$ 10,593,620	\$ 10,593,620	\$ -	\$ 72,571,330	14.60%
2016	\$ 10,150,008	\$ 10,150,008	\$ -	\$ 72,107,631	14.08%
2015	\$ 9,406,282	\$ 9,406,282	\$ -	\$ 69,950,794	13.45%
2014	\$ 8,526,997	\$ 8,526,997	\$ -	\$ 68,986,914	12.36%

Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan

Fiscal Year Ending Sept. 30	HIS Contractually Required Contribution	HIS Contributions in Relation to the Contractually Required Contribution	HIS Contribution Deficiency	County's Covered Employee Payroll	HIS Contributions as a Percentage of Covered Payroll
2017	\$ 1,402,337	\$ 1,402,337	\$ -	\$ 84,476,288	1.66%
2016	\$ 1,373,982	\$ 1,373,982	\$ -	\$ 84,942,818	1.66%
2015	\$ 1,014,050	\$ 1,014,050	\$ -	\$ 80,767,974	1.26%
2014	\$ 910,562	\$ 910,562	\$ -	\$ 79,048,574	1.15%

Note:

The County implemented GASB Statement No. 68 for the Fiscal Year ended September 30, 2015, including a restatement as of September 30, 2014. Information for prior years is not available.

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.

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.

FEDERAL/STATE GRANTS FUND

To account for revenues and expenditures for certain Federal and State grants including public safety grants for emergency management and homeland security, transportation grants for highway planning and construction, and various community safety and compliance grants.

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 MSTU - FIRE PROTECTION FUND

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

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 FUND

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

NOTES PAYABLE DEBT SERVICE FUND

To account for payments on various notes payable issued to provide funding for the acquisition of land, equipment and buildings.

PARI-MUTUEL REVENUE BONDS DEBT SERVICE FUND

To accumulate monies for payment of the \$3,635,000 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 and the \$20,950,000 Limited General Obligation Refunding Bond, Series 2015. 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, \$25,845,000 Capital Improvement Refunding Revenue Bonds, Series 2015A and the \$50,140,000 Capital Improvement Refunding Revenue Bonds, Series 2015B. 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 over development, provide parks and trails and improve water quality.

FACILITIES EXPANSION 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
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2017**

	Special Revenue Funds		
	Library Impact Fee Trust	Park Impact Fee Trust	County Transportation Trust
Assets			
Cash	\$ -	\$ -	\$ 350
Pooled Cash and Investments	2,650,046	548,649	5,249,672
Accounts Receivable	3,056	-	3,015
Assessments Receivable	-	-	241,398
Intragovernmental Receivables	-	-	-
Due from Other Governments	65,013	-	1,418,186
Total Assets	\$ 2,718,115	\$ 548,649	\$ 6,912,621
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ 425,295
Retainage Payable	-	-	33,447
Accrued Liabilities	-	-	230,643
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deposits	-	-	241,398
Total Liabilities	-	-	930,783
Fund Balances:			
Restricted	2,718,115	548,649	5,981,838
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	2,718,115	548,649	5,981,838
Total Liabilities and Fund Balances	\$ 2,718,115	\$ 548,649	\$ 6,912,621

Special Revenue Funds

Fish Conservation Trust	Community Development	Lake County Ambulance	Stormwater Management Parks and Roads	Emergency 9-1-1	Resort/ Development Tax
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
193,510	54,831	324,638	2,157,343	674,623	7,354,051
-	-	-	281	-	3,000
-	-	-	-	-	-
-	-	43,345	22,575	-	217,703
1,003	192,666	-	411,311	118,751	-
\$ 194,513	\$ 247,497	\$ 367,983	\$ 2,591,510	\$ 793,374	\$ 7,574,754
\$ -	\$ 16,301	\$ -	\$ 460,980	\$ 29,948	\$ 285,464
-	-	-	-	-	-
-	7,874	-	77,683	8,020	19,304
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	675	-	-
-	24,175	-	539,338	37,968	304,768
194,513	223,322	-	-	755,406	7,269,986
-	-	367,983	2,052,172	-	-
-	-	-	-	-	-
194,513	223,322	367,983	2,052,172	755,406	7,269,986
\$ 194,513	\$ 247,497	\$ 367,983	\$ 2,591,510	\$ 793,374	\$ 7,574,754

(Continued)

**LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2017**

	Special Revenue Funds		
	Affordable Housing Assistance Trust	Section 8	Federal/ State Grants
Assets			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	3,106,241	413,181	-
Accounts Receivable	110	11,958	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	-	-	1,183,700
Total Assets	\$ 3,106,351	\$ 425,139	\$ 1,183,700
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 3,247	\$ 8,838	\$ 619,759
Retainage Payable	-	-	34,883
Accrued Liabilities	2,039	12,246	4,530
Due to Other Funds	-	-	521,919
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deposits	-	-	-
Total Liabilities	5,286	21,084	1,181,091
Fund Balances:			
Restricted	3,101,065	404,055	2,609
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	3,101,065	404,055	2,609
Total Liabilities and Fund Balances	\$ 3,106,351	\$ 425,139	\$ 1,183,700

Special Revenue Funds

Restricted Local Programs	Municipal Service Benefit Units/Special Assessments	Law Enforcement Trust	County Sales Tax	Building Services	Lake County MSTU for Fire Protection
\$ -	\$ -	\$ -	\$ -	\$ 425	\$ -
568,159	245,306	655,302	-	3,614,997	2,146,665
-	-	-	-	2,559	-
-	-	-	-	-	-
36,105	-	10,000	-	-	22,655
40	-	-	1,504,829	-	260,572
\$ 604,304	\$ 245,306	\$ 665,302	\$ 1,504,829	\$ 3,617,981	\$ 2,429,892
\$ 564	\$ -	\$ -	\$ -	\$ 11,002	\$ 321,942
-	-	-	-	-	-
2,323	-	-	-	96,072	547,864
-	-	-	128,599	-	-
48,810	-	167,305	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
51,697	-	167,305	128,599	107,074	869,806
552,607	245,306	497,997	1,376,230	3,510,907	1,560,086
-	-	-	-	-	-
-	-	-	-	-	-
552,607	245,306	497,997	1,376,230	3,510,907	1,560,086
\$ 604,304	\$ 245,306	\$ 665,302	\$ 1,504,829	\$ 3,617,981	\$ 2,429,892

(Continued)

**LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2017**

	Special Revenue Funds		
	Fire Rescue Impact Fee Trust	County-Wide Library	Clerk Special Revenue Funds
Assets			
Cash	\$ -	\$ 714	\$ 3,160
Pooled Cash and Investments	1,862,580	559,218	2,130,385
Accounts Receivable	-	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	152	-	-
Total Assets	\$ 1,862,732	\$ 559,932	\$ 2,133,545
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 12,493	\$ 47,620	\$ 3,876
Retainage Payable	108,812	-	-
Accrued Liabilities	-	75,276	-
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	9,679
Due to Other Governments	-	-	591,899
Deposits	-	-	379,255
Total Liabilities	121,305	122,896	984,709
Fund Balances:			
Restricted	1,741,427	-	1,148,836
Committed	-	-	-
Assigned	-	437,036	-
Total Fund Balances	1,741,427	437,036	1,148,836
Total Liabilities and Fund Balances	\$ 1,862,732	\$ 559,932	\$ 2,133,545

Special Revenue Funds		Debt Service Funds			
Sheriff Special Revenue Funds	Lake Emergency Medical Services	Notes Payable Debt Service	Pari-Mutuel Revenue Bonds Debt Service	Public Lands Program Debt Service	Facilities Expansion Debt Service
\$ -	\$ 200	\$ -	\$ -	\$ -	\$ -
263,103	-	11,094	164,092	488,236	63,629
28,615	2,122,625	-	-	-	-
-	-	-	-	-	-
65,388	-	-	-	14,362	-
-	-	-	-	-	-
\$ 357,106	\$ 2,122,825	\$ 11,094	\$ 164,092	\$ 502,598	\$ 63,629
\$ 88,251	\$ 245,110	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	325,792	-	-	-	-
-	1,174,060	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
88,251	1,744,962	-	-	-	-
268,855	-	11,094	164,092	502,598	63,629
-	377,863	-	-	-	-
-	-	-	-	-	-
268,855	377,863	11,094	164,092	502,598	63,629
\$ 357,106	\$ 2,122,825	\$ 11,094	\$ 164,092	\$ 502,598	\$ 63,629

(Continued)

**LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2017**

	Capital Projects Funds		
	Parks Capital Projects	Public Lands Program Capital Projects	Facilities Expansion Projects
Assets			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	-	579	122,163
Accounts Receivable	-	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	200,000	-	-
Total Assets	\$ 200,000	\$ 579	\$ 122,163
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Retainage Payable	-	-	-
Accrued Liabilities	-	-	-
Due to Other Funds	150,528	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deposits	-	-	-
Total Liabilities	150,528	-	-
Fund Balances:			
Restricted	49,472	579	122,163
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	49,472	579	122,163
Total Liabilities and Fund Balances	\$ 200,000	\$ 579	\$ 122,163

**Total
Nonmajor
Governmental
Funds**

\$ 4,849
35,622,293
2,175,219
241,398
432,133

5,356,223

\$ 43,832,115

\$ 2,580,690
177,142
1,409,666
1,975,106
225,794
591,899

621,328

7,581,625

33,015,436
2,798,018

437,036

36,250,490

\$ 43,832,115

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2017

	<u>Special Revenue Funds</u>		
	<u>Library Impact Fee Trust</u>	<u>Park Impact Fee Trust</u>	<u>County Transportation Trust</u>
Revenues			
Taxes	\$ -	\$ -	\$ 7,627,856
Licenses and Permits	-	-	-
Intergovernmental	-	-	5,512,677
Charges for Services	-	-	958,592
Fines and Forfeitures	-	-	-
Special Assessments	679,779	197,623	60,764
Investment Income	12,180	2,433	26,503
Miscellaneous	-	-	32,539
Total Revenues	<u>691,959</u>	<u>200,056</u>	<u>14,218,931</u>
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	13,859,905
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	136,380	86,939	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	233,333
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>136,380</u>	<u>86,939</u>	<u>14,093,238</u>
Excess of Revenues Over (Under)			
Expenditures	<u>555,579</u>	<u>113,117</u>	<u>125,693</u>
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	(636,999)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(636,999)</u>
Net Change in Fund Balances	555,579	113,117	(511,306)
Fund Balances at Beginning of Year	<u>2,162,536</u>	<u>435,532</u>	<u>6,493,144</u>
Fund Balances at End of Year	<u>\$ 2,718,115</u>	<u>\$ 548,649</u>	<u>\$ 5,981,838</u>

Special Revenue Funds

Fish Conservation Trust	Community Development	Lake County Ambulance	Stormwater Management Parks and Roads	Emergency 9-1-1	Resort/ Development Tax
\$ -	\$ -	\$ 7,710,111	\$ 4,111,091	\$ -	\$ 3,080,471
11,390	-	-	-	-	-
-	592,673	-	411,310	-	-
-	-	-	152,179	1,476,134	-
-	-	-	-	-	-
-	-	-	-	-	-
919	-	9,398	17,775	2,807	33,878
-	1,500	-	41,642	-	16,191
12,309	594,173	7,719,509	4,733,997	1,478,941	3,130,540
-	-	166,333	-	-	-
-	-	6,711,407	-	1,015,838	-
-	-	-	1,028,480	-	-
-	-	-	-	-	-
-	544,744	-	-	-	2,290,149
-	67,453	-	-	-	-
-	-	-	5,046,470	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	612,197	6,877,740	6,074,950	1,015,838	2,290,149
12,309	(18,024)	841,769	(1,340,953)	463,103	840,391
-	-	43,057	1,529,215	-	-
(625)	-	(1,133,936)	(344,574)	(500,000)	(125,500)
(625)	-	(1,090,879)	1,184,641	(500,000)	(125,500)
11,684	(18,024)	(249,110)	(156,312)	(36,897)	714,891
182,829	241,346	617,093	2,208,484	792,303	6,555,095
\$ 194,513	\$ 223,322	\$ 367,983	\$ 2,052,172	\$ 755,406	\$ 7,269,986

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2017

	Special Revenue Funds		
	Affordable Housing Assistance Trust	Section 8	Federal/ State Grants
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	2,077,187	3,477,300	4,446,558
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	13,249	1,855	5
Miscellaneous	20,000	76,001	-
Total Revenues	<u>2,110,436</u>	<u>3,555,156</u>	<u>4,446,563</u>
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	594,898
Physical Environment	-	-	36,518
Transportation	-	-	3,704,371
Economic Environment	938,921	3,665,911	77,253
Human Services	-	-	31,540
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>938,921</u>	<u>3,665,911</u>	<u>4,444,580</u>
Excess of Revenues Over (Under)			
Expenditures	<u>1,171,515</u>	<u>(110,755)</u>	<u>1,983</u>
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>1,171,515</u>	<u>(110,755)</u>	<u>1,983</u>
Fund Balances at Beginning of Year	<u>1,929,550</u>	<u>514,810</u>	<u>626</u>
Fund Balances at End of Year	<u>\$ 3,101,065</u>	<u>\$ 404,055</u>	<u>\$ 2,609</u>

Special Revenue Funds

Restricted Local Programs	Municipal Service Benefit Units/Special Assessments	Law Enforcement Trust	County Sales Tax	Building Services	Lake County MSTU For Fire Protection
\$ -	\$ -	\$ -	\$ 15,052,946	\$ -	\$ 4,116,348
117,736	-	-	-	2,476,096	-
5,052	-	-	-	-	703,009
253,543	-	-	-	340,310	211,625
131,135	-	305,595	-	60,885	-
-	803,208	-	-	-	16,017,153
2,901	1,893	2,870	6,021	17,200	37,415
32,077	-	-	-	10,897	201,366
542,444	805,101	308,465	15,058,967	2,905,388	21,286,916
-	-	-	-	-	-
88,966	-	167,305	-	2,700,616	21,749,256
40,769	-	-	-	-	-
-	710,976	-	-	-	-
-	-	-	-	-	-
139,556	-	-	-	-	-
235,032	-	-	-	-	-
94,466	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
598,789	710,976	167,305	-	2,700,616	21,749,256
(56,345)	94,125	141,160	15,058,967	204,772	(462,340)
-	-	-	-	-	1,782,108
-	(82,801)	-	(15,422,533)	(130,250)	(1,532,719)
-	(82,801)	-	(15,422,533)	(130,250)	249,389
(56,345)	11,324	141,160	(363,566)	74,522	(212,951)
608,952	233,982	356,837	1,739,796	3,436,385	1,773,037
\$ 552,607	\$ 245,306	\$ 497,997	\$ 1,376,230	\$ 3,510,907	\$ 1,560,086

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2017

	Special Revenue Funds		
	Fire Rescue Impact Fee Trust	County-Wide Library	Clerk Special Revenue Funds
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	201,152	285,049
Charges for Services	-	11,238	4,648,579
Fines and Forfeitures	-	33,111	1,511,816
Special Assessments	500,038	-	-
Investment Income	10,577	3,111	-
Miscellaneous	-	194,125	-
Total Revenues	510,615	442,737	6,445,444
Expenditures			
Current:			
General Government	-	-	335,064
Public Safety	1,218,885	-	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	4,253,467	-
Court-Related Expenditures	-	-	6,078,730
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	1,218,885	4,253,467	6,413,794
Excess of Revenues Over (Under)			
Expenditures	(708,270)	(3,810,730)	31,650
Other Financing Sources (Uses)			
Transfers In	-	3,828,191	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	3,828,191	-
Net Change in Fund Balances	(708,270)	17,461	31,650
Fund Balances at Beginning of Year	2,449,697	419,575	1,117,186
Fund Balances at End of Year	\$ 1,741,427	\$ 437,036	\$ 1,148,836

Special Revenue Funds		Debt Service Funds			
Sheriff Special Revenue Funds	Lake Emergency Medical Services	Notes Payable Debt Service	Pari-Mutuel Revenue Bonds Debt Service	Public Lands Program Debt Service	Facilities Expansion Debt Service
\$ -	\$ -	\$ -	\$ -	\$ 2,538,646	\$ -
-	-	-	-	-	-
-	6,000,000	-	297,667	-	-
835,966	13,450,685	-	-	-	-
104,563	-	-	-	-	-
-	-	-	-	-	-
-	67	1,067	1,589	7,391	7,139
1,200	111,363	-	-	-	-
941,729	19,562,115	1,067	299,256	2,546,037	7,139
-	-	-	-	-	-
1,192,266	20,677,762	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	1,153,734	160,000	1,980,000	2,585,000
-	-	12,531	87,672	548,679	2,787,059
-	-	-	-	-	-
1,192,266	20,677,762	1,166,265	247,672	2,528,679	5,372,059
(250,537)	(1,115,647)	(1,165,198)	51,584	17,358	(5,364,920)
66,344	-	1,166,266	-	14,259	5,367,060
-	-	-	-	(76,614)	-
66,344	-	1,166,266	-	(62,355)	5,367,060
(184,193)	(1,115,647)	1,068	51,584	(44,997)	2,140
453,048	1,493,510	10,026	112,508	547,595	61,489
\$ 268,855	\$ 377,863	\$ 11,094	\$ 164,092	\$ 502,598	\$ 63,629

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2017

	Capital Projects Funds		
	Parks Capital Projects	Public Lands Program Capital Projects	Facilities Expansion Projects
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	-	39	740
Miscellaneous	-	-	-
Total Revenues	<u>-</u>	<u>39</u>	<u>740</u>
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	344,103	22,145	8,018
Total Expenditures	<u>344,103</u>	<u>22,145</u>	<u>8,018</u>
Excess of Revenues Over (Under)			
Expenditures	<u>(344,103)</u>	<u>(22,106)</u>	<u>(7,278)</u>
Other Financing Sources (Uses)			
Transfers In	350,000	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>350,000</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	5,897	(22,106)	(7,278)
Fund Balances at Beginning of Year	<u>43,575</u>	<u>22,685</u>	<u>129,441</u>
Fund Balances at End of Year	<u>\$ 49,472</u>	<u>\$ 579</u>	<u>\$ 122,163</u>

**Total
Nonmajor
Governmental
Funds**

\$ 44,237,469
2,605,222
24,009,634
22,338,851
2,147,105
18,258,565
221,022
738,901

114,556,769

501,397
56,117,199
1,105,767
18,275,252
7,516,978
238,549
9,758,288
6,173,196

6,112,067
3,435,941
374,266

109,608,900

4,947,869

14,146,500

(19,986,551)

(5,840,051)

(892,182)

37,142,672

\$ 36,250,490

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Special Assessments	\$ 200,000	\$ 200,000	\$ 679,779	\$ 479,779
Investment Income	2,000	2,000	12,180	10,180
Less: Statutory Requirement	(10,100)	(10,100)	-	10,100
Total Revenues	<u>191,900</u>	<u>191,900</u>	<u>691,959</u>	<u>500,059</u>
Expenditures				
Current:				
Culture and Recreation	758,215	2,354,436	136,380	2,218,056
Total Expenditures	<u>758,215</u>	<u>2,354,436</u>	<u>136,380</u>	<u>2,218,056</u>
Excess of Revenues Over (Under) Expenditures	<u>(566,315)</u>	<u>(2,162,536)</u>	<u>555,579</u>	<u>2,718,115</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(995,348)	-	-	-
Total Other Financing Sources (Uses)	<u>(995,348)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(1,561,663)</u>	<u>(2,162,536)</u>	<u>555,579</u>	<u>2,718,115</u>
Fund Balances at Beginning of Year	<u>1,561,663</u>	<u>2,162,536</u>	<u>2,162,536</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,718,115</u></u>	<u><u>\$ 2,718,115</u></u>

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Special Assessments	\$ 134,663	\$ 134,663	\$ 197,623	\$ 62,960
Investment Income	700	700	2,433	1,733
Less: Statutory Requirement	(6,769)	(6,769)	-	6,769
Total Revenues	<u>128,594</u>	<u>128,594</u>	<u>200,056</u>	<u>71,462</u>
Expenditures				
Current:				
Culture and Recreation	518,807	564,126	86,939	477,187
Total Expenditures	<u>518,807</u>	<u>564,126</u>	<u>86,939</u>	<u>477,187</u>
Excess of Revenues Over (Under) Expenditures	<u>(390,213)</u>	<u>(435,532)</u>	<u>113,117</u>	<u>548,649</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(4,376)	-	-	-
Total Other Financing Sources (Uses)	<u>(4,376)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(394,589)</u>	<u>(435,532)</u>	<u>113,117</u>	<u>548,649</u>
Fund Balances at Beginning of Year	<u>394,589</u>	<u>435,532</u>	<u>435,532</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 548,649</u></u>	<u><u>\$ 548,649</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY TRANSPORTATION TRUST
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 7,102,101	\$ 7,164,580	\$ 7,627,856	\$ 463,276
Intergovernmental	4,840,445	5,157,437	5,512,677	355,240
Charges for Services	697,181	697,181	958,592	261,411
Special Assessments	157,500	157,500	60,764	(96,736)
Investment Income	19,000	19,000	26,503	7,503
Miscellaneous	66,750	66,750	32,539	(34,211)
Less: Statutory Requirement	(636,274)	(636,274)	-	636,274
Total Revenues	12,246,703	12,626,174	14,218,931	1,592,757
Expenditures				
Current:				
Transportation	15,154,669	16,306,871	13,859,905	2,446,966
Principal	233,333	233,333	233,333	-
Total Expenditures	15,388,002	16,540,204	14,093,238	2,446,966
Excess of Revenues Over (Under) Expenditures	(3,141,299)	(3,914,030)	125,693	4,039,723
Other Financing Sources (Uses)				
Transfers Out	(636,874)	(636,999)	(636,999)	-
Reserve for Contingencies	(1,234,730)	(1,942,115)	-	1,942,115
Total Other Financing Sources (Uses)	(1,871,604)	(2,579,114)	(636,999)	1,942,115
Net Change in Fund Balances	(5,012,903)	(6,493,144)	(511,306)	5,981,838
Fund Balances at Beginning of Year	5,012,903	6,493,144	6,493,144	-
Fund Balances at End of Year	\$ -	\$ -	\$ 5,981,838	\$ 5,981,838

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FISH CONSERVATION TRUST
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Licenses and Permits	\$ 12,000	\$ 12,000	\$ 11,390	\$ (610)
Investment Income	500	500	919	419
Less: Statutory Requirement	(625)	(625)	-	625
Total Revenues	<u>11,875</u>	<u>11,875</u>	<u>12,309</u>	<u>434</u>
Expenditures				
Current:				
Physical Environment	193,943	194,079	-	194,079
Total Expenditures	<u>193,943</u>	<u>194,079</u>	<u>-</u>	<u>194,079</u>
Excess of Revenues Over (Under) Expenditures	<u>(182,068)</u>	<u>(182,204)</u>	<u>12,309</u>	<u>194,513</u>
Other Financing Sources (Uses)				
Transfers Out	(625)	(625)	(625)	-
Total Other Financing Sources (Uses)	<u>(625)</u>	<u>(625)</u>	<u>(625)</u>	<u>-</u>
Net Change in Fund Balances	<u>(182,693)</u>	<u>(182,829)</u>	<u>11,684</u>	<u>194,513</u>
Fund Balances at Beginning of Year	<u>182,693</u>	<u>182,829</u>	<u>182,829</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 194,513</u></u>	<u><u>\$ 194,513</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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 2,886,301	\$ 2,450,851	\$ 592,673	\$ (1,858,178)
Miscellaneous	130,000	124,893	1,500	(123,393)
Total Revenues	<u>3,016,301</u>	<u>2,575,744</u>	<u>594,173</u>	<u>(1,981,571)</u>
Expenditures				
Current:				
Economic Environment	3,189,304	2,748,766	544,744	2,204,022
Human Services	68,324	68,324	67,453	871
Total Expenditures	<u>3,257,628</u>	<u>2,817,090</u>	<u>612,197</u>	<u>2,204,893</u>
Excess of Revenues Over (Under) Expenditures	<u>(241,327)</u>	<u>(241,346)</u>	<u>(18,024)</u>	<u>223,322</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(173,469)	-	-	-
Total Other Financing Sources (Uses)	<u>(173,469)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(414,796)</u>	<u>(241,346)</u>	<u>(18,024)</u>	<u>223,322</u>
Fund Balances at Beginning of Year	<u>414,796</u>	<u>241,346</u>	<u>241,346</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 223,322</u></u>	<u><u>\$ 223,322</u></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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 8,055,185	\$ 7,976,802	\$ 7,710,111	\$ (266,691)
Investment Income	5,000	5,000	9,398	4,398
Less: Statutory Requirement	(403,009)	(403,009)	-	403,009
Total Revenues	<u>7,657,176</u>	<u>7,578,793</u>	<u>7,719,509</u>	<u>140,716</u>
Expenditures				
Current:				
General Government	168,176	166,333	166,333	-
Public Safety	6,713,300	6,713,300	6,711,407	1,893
Total Expenditures	<u>6,881,476</u>	<u>6,879,633</u>	<u>6,877,740</u>	<u>1,893</u>
Excess of Revenues Over (Under) Expenditures	<u>775,700</u>	<u>699,160</u>	<u>841,769</u>	<u>142,609</u>
Other Financing Sources (Uses)				
Transfers In	-	-	43,057	43,057
Transfers Out	(1,139,101)	(1,133,936)	(1,133,936)	-
Reserve for Contingencies	(259,595)	(182,317)	-	182,317
Total Other Financing Sources (Uses)	<u>(1,398,696)</u>	<u>(1,316,253)</u>	<u>(1,090,879)</u>	<u>225,374</u>
Net Change in Fund Balances	<u>(622,996)</u>	<u>(617,093)</u>	<u>(249,110)</u>	<u>367,983</u>
Fund Balances at Beginning of Year	<u>622,996</u>	<u>617,093</u>	<u>617,093</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 367,983</u></u>	<u><u>\$ 367,983</u></u>

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 4,299,671	\$ 4,299,671	\$ 4,111,091	\$ (188,580)
Licenses and Permits	25,000	25,000	-	(25,000)
Intergovernmental	411,500	411,500	411,310	(190)
Charges for Services	114,000	114,000	152,179	38,179
Investment Income	5,000	5,000	17,775	12,775
Miscellaneous	21,610	23,111	41,642	18,531
Less: Statutory Requirement	(221,285)	(221,285)	-	221,285
Total Revenues	4,655,496	4,656,997	4,733,997	77,000
Expenditures				
Current:				
Physical Environment	1,986,879	2,552,728	1,028,480	1,524,248
Culture and Recreation	5,408,506	5,340,882	5,046,470	294,412
Total Expenditures	7,395,385	7,893,610	6,074,950	1,818,660
Excess of Revenues Over (Under) Expenditures	(2,739,889)	(3,236,613)	(1,340,953)	1,895,660
Other Financing Sources (Uses)				
Transfers In	1,506,080	1,506,080	1,529,215	23,135
Transfers Out	(346,979)	(346,979)	(344,574)	2,405
Reserve for Contingencies	(717,372)	(130,972)	-	130,972
Total Other Financing Sources (Uses)	441,729	1,028,129	1,184,641	156,512
Net Change in Fund Balances	(2,298,160)	(2,208,484)	(156,312)	2,052,172
Fund Balances at Beginning of Year	2,298,160	2,208,484	2,208,484	-
Fund Balances at End of Year	\$ -	\$ -	\$ 2,052,172	\$ 2,052,172

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 118,231	\$ 118,231	\$ -	\$ (118,231)
Charges for Services	1,375,000	1,375,000	1,476,134	101,134
Investment Income	2,500	2,500	2,807	307
Miscellaneous	35,557	35,557	-	(35,557)
Less: Statutory Requirement	(68,875)	(68,875)	-	68,875
Total Revenues	<u>1,462,413</u>	<u>1,462,413</u>	<u>1,478,941</u>	<u>16,528</u>
Expenditures				
Current:				
Public Safety	1,561,082	1,561,082	1,015,838	545,244
Total Expenditures	<u>1,561,082</u>	<u>1,561,082</u>	<u>1,015,838</u>	<u>545,244</u>
Excess of Revenues Over (Under) Expenditures	<u>(98,669)</u>	<u>(98,669)</u>	<u>463,103</u>	<u>561,772</u>
Other Financing Sources (Uses)				
Transfers Out	(500,000)	(500,000)	(500,000)	-
Reserve for Contingencies	-	(193,634)	-	193,634
Total Other Financing Sources (Uses)	<u>(500,000)</u>	<u>(693,634)</u>	<u>(500,000)</u>	<u>193,634</u>
Net Change in Fund Balances	<u>(598,669)</u>	<u>(792,303)</u>	<u>(36,897)</u>	<u>755,406</u>
Fund Balances at Beginning of Year	<u>598,669</u>	<u>792,303</u>	<u>792,303</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 755,406</u></u>	<u><u>\$ 755,406</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RESORT/DEVELOPMENT TAX
For the Year Ended September 30, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 2,500,000	\$ 2,500,000	\$ 3,080,471	\$ 580,471
Investment Income	10,000	10,000	33,878	23,878
Miscellaneous	10,000	10,000	16,191	6,191
Less: Statutory Requirement	(125,500)	(125,500)	-	125,500
Total Revenues	2,394,500	2,394,500	3,130,540	736,040
Expenditures				
Current:				
Economic Environment	4,181,198	5,084,595	2,290,149	2,794,446
Total Expenditures	4,181,198	5,084,595	2,290,149	2,794,446
Excess of Revenues Over (Under) Expenditures	(1,786,698)	(2,690,095)	840,391	3,530,486
Other Financing Sources (Uses)				
Transfers Out	(125,500)	(125,500)	(125,500)	-
Reserve for Contingencies	(4,175,096)	(3,739,500)	-	3,739,500
Total Other Financing Sources (Uses)	(4,300,596)	(3,865,000)	(125,500)	3,739,500
Net Change in Fund Balances	(6,087,294)	(6,555,095)	714,891	7,269,986
Fund Balances at Beginning of Year	6,087,294	6,555,095	6,555,095	-
Fund Balances at End of Year	\$ -	\$ -	\$ 7,269,986	\$ 7,269,986

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 2,011,672	\$ 2,011,672	\$ 2,077,187	\$ 65,515
Investment Income	3,000	3,000	13,249	10,249
Miscellaneous	10,000	10,000	20,000	10,000
Total Revenues	<u>2,024,672</u>	<u>2,024,672</u>	<u>2,110,436</u>	<u>85,764</u>
Expenditures				
Current:				
Economic Environment	3,722,043	3,954,222	938,921	3,015,301
Total Expenditures	<u>3,722,043</u>	<u>3,954,222</u>	<u>938,921</u>	<u>3,015,301</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,697,371)</u>	<u>(1,929,550)</u>	<u>1,171,515</u>	<u>3,101,065</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(741,104)	-	-	-
Total Other Financing Sources (Uses)	<u>(741,104)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(2,438,475)</u>	<u>(1,929,550)</u>	<u>1,171,515</u>	<u>3,101,065</u>
Fund Balances at Beginning of Year	<u>2,438,475</u>	<u>1,929,550</u>	<u>1,929,550</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,101,065</u></u>	<u><u>\$ 3,101,065</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SECTION 8
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 3,425,140	\$ 3,322,640	\$ 3,477,300	\$ 154,660
Investment Income	500	500	1,855	1,355
Miscellaneous	75,000	75,000	76,001	1,001
Total Revenues	3,500,640	3,398,140	3,555,156	157,016
Expenditures				
Current:				
Economic Environment	3,673,571	3,715,745	3,665,911	49,834
Total Expenditures	3,673,571	3,715,745	3,665,911	49,834
Excess of Revenues Over (Under) Expenditures	(172,931)	(317,605)	(110,755)	206,850
Other Financing Sources (Uses)				
Reserve for Contingencies	(339,769)	(197,205)	-	197,205
Total Other Financing Sources (Uses)	(339,769)	(197,205)	-	197,205
Net Change in Fund Balances	(512,700)	(514,810)	(110,755)	404,055
Fund Balances at Beginning of Year	512,700	514,810	514,810	-
Fund Balances at End of Year	\$ -	\$ -	\$ 404,055	\$ 404,055

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FEDERAL/STATE GRANTS
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 6,835,405	\$ 15,586,324	\$ 4,446,558	\$ (11,139,766)
Investment Income	-	-	5	5
Total Revenues	6,835,405	15,586,324	4,446,563	(11,139,761)
Expenditures				
Current:				
Public Safety	696,319	901,620	594,898	306,722
Physical Environment	-	260,952	36,518	224,434
Transportation	6,106,618	14,289,410	3,704,371	10,585,039
Economic Environment	-	102,500	77,253	25,247
Human Services	32,468	32,468	31,540	928
Total Expenditures	6,835,405	15,586,950	4,444,580	11,142,370
Excess of Revenues Over (Under) Expenditures	-	(626)	1,983	2,609
Other Financing Sources (Uses)				
Reserve for Contingencies	(2,795,700)	-	-	-
Total Other Financing Sources (Uses)	(2,795,700)	-	-	-
Net Change in Fund Balances	(2,795,700)	(626)	1,983	2,609
Fund Balances at Beginning of Year	2,795,700	626	626	-
Fund Balances at End of Year	\$ -	\$ -	\$ 2,609	\$ 2,609

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RESTRICTED LOCAL PROGRAMS
For the Year Ended September 30, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Licenses and Permits	\$ 90,000	\$ 90,000	\$ 117,736	\$ 27,736
Intergovernmental	4,000	4,000	5,052	1,052
Charges for Services	312,483	312,483	253,543	(58,940)
Fines and Forfeitures	125,000	125,000	131,135	6,135
Investment Income	-	-	2,901	2,901
Miscellaneous	16,300	16,300	32,077	15,777
Total Revenues	547,783	547,783	542,444	(5,339)
Expenditures				
Current:				
Public Safety	250,929	209,101	88,966	120,135
Physical Environment	72,871	81,038	40,769	40,269
Human Services	333,910	461,939	139,556	322,383
Culture and Recreation	227,472	262,826	235,032	27,794
Court-Related Expenditures	161,223	141,831	94,466	47,365
Total Expenditures	1,046,405	1,156,735	598,789	557,946
Excess of Revenues Over (Under) Expenditures	(498,622)	(608,952)	(56,345)	552,607
Net Change in Fund Balances	(498,622)	(608,952)	(56,345)	552,607
Fund Balances at Beginning of Year	498,622	608,952	608,952	-
Fund Balances at End of Year	\$ -	\$ -	\$ 552,607	\$ 552,607

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Special Assessments	\$ 833,110	\$ 833,110	\$ 803,208	\$ (29,902)
Investment Income	682	684	1,893	1,209
Less: Statutory Requirement	(41,690)	(41,690)	-	41,690
Total Revenues	<u>792,102</u>	<u>792,104</u>	<u>805,101</u>	<u>12,997</u>
Expenditures				
Current:				
Transportation	700,386	714,376	710,976	3,400
Total Expenditures	<u>700,386</u>	<u>714,376</u>	<u>710,976</u>	<u>3,400</u>
Excess of Revenues Over (Under) Expenditures	<u>91,716</u>	<u>77,728</u>	<u>94,125</u>	<u>16,397</u>
Other Financing Sources (Uses)				
Transfers Out	(91,719)	(91,719)	(82,801)	8,918
Reserve for Contingencies	(224,691)	(219,991)	-	219,991
Total Other Financing Sources (Uses)	<u>(316,410)</u>	<u>(311,710)</u>	<u>(82,801)</u>	<u>228,909</u>
Net Change in Fund Balances	<u>(224,694)</u>	<u>(233,982)</u>	<u>11,324</u>	<u>245,306</u>
Fund Balances at Beginning of Year	<u>224,694</u>	<u>233,982</u>	<u>233,982</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 245,306</u></u>	<u><u>\$ 245,306</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAW ENFORCEMENT TRUST
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Fines and Forfeitures	\$ -	\$ -	\$ 305,595	\$ 305,595
Investment Income	1,000	1,000	2,870	1,870
Less: Statutory Requirement	(50)	(50)	-	50
Total Revenues	<u>950</u>	<u>950</u>	<u>308,465</u>	<u>307,515</u>
Expenditures				
Current:				
Public Safety	223,286	357,787	167,305	190,482
Total Expenditures	<u>223,286</u>	<u>357,787</u>	<u>167,305</u>	<u>190,482</u>
Excess of Revenues Over (Under) Expenditures	<u>(222,336)</u>	<u>(356,837)</u>	<u>141,160</u>	<u>497,997</u>
Net Change in Fund Balances	<u>(222,336)</u>	<u>(356,837)</u>	<u>141,160</u>	<u>497,997</u>
Fund Balances at Beginning of Year	<u>222,336</u>	<u>356,837</u>	<u>356,837</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 497,997</u></u>	<u><u>\$ 497,997</u></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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 14,400,000	\$ 14,400,000	\$ 15,052,946	\$ 652,946
Investment Income	2,881	2,881	6,021	3,140
Less: Statutory Requirement	(720,144)	(720,144)	-	720,144
Total Revenues	<u>13,682,737</u>	<u>13,682,737</u>	<u>15,058,967</u>	<u>1,376,230</u>
Expenditures				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>13,682,737</u>	<u>13,682,737</u>	<u>15,058,967</u>	<u>1,376,230</u>
Other Financing Sources (Uses)				
Transfers Out	(15,140,008)	(15,422,533)	(15,422,533)	-
Total Other Financing Sources (Uses)	<u>(15,140,008)</u>	<u>(15,422,533)</u>	<u>(15,422,533)</u>	<u>-</u>
Net Change in Fund Balances	<u>(1,457,271)</u>	<u>(1,739,796)</u>	<u>(363,566)</u>	<u>1,376,230</u>
Fund Balances at Beginning of Year	<u>1,457,271</u>	<u>1,739,796</u>	<u>1,739,796</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,376,230</u></u>	<u><u>\$ 1,376,230</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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Licenses and Permits	\$ 2,345,014	\$ 2,345,014	\$ 2,476,096	\$ 131,082
Charges for Services	206,986	286,986	340,310	53,324
Fines and Forfeitures	28,000	43,000	60,885	17,885
Investment Income	5,000	5,000	17,200	12,200
Miscellaneous	20,000	-	10,897	10,897
Less: Statutory Requirement	(130,250)	(130,250)	-	130,250
Total Revenues	<u>2,474,750</u>	<u>2,549,750</u>	<u>2,905,388</u>	<u>355,638</u>
Expenditures				
Current:				
Public Safety	2,935,080	3,130,278	2,700,616	429,662
Total Expenditures	<u>2,935,080</u>	<u>3,130,278</u>	<u>2,700,616</u>	<u>429,662</u>
Excess of Revenues Over (Under) Expenditures	<u>(460,330)</u>	<u>(580,528)</u>	<u>204,772</u>	<u>785,300</u>
Other Financing Sources (Uses)				
Transfers Out	(130,250)	(130,250)	(130,250)	-
Reserve for Contingencies	(2,059,350)	(2,725,607)	-	2,725,607
Total Other Financing Sources (Uses)	<u>(2,189,600)</u>	<u>(2,855,857)</u>	<u>(130,250)</u>	<u>2,725,607</u>
Net Change in Fund Balances	<u>(2,649,930)</u>	<u>(3,436,385)</u>	<u>74,522</u>	<u>3,510,907</u>
Fund Balances at Beginning of Year	<u>2,649,930</u>	<u>3,436,385</u>	<u>3,436,385</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,510,907</u></u>	<u><u>\$ 3,510,907</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAKE COUNTY MSTU FOR FIRE PROTECTION
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 4,377,602	\$ 4,318,385	\$ 4,116,348	\$ (202,037)
Intergovernmental	938,204	938,204	703,009	(235,195)
Charges for Services	212,800	212,800	211,625	(1,175)
Special Assessments	16,429,436	16,351,133	16,017,153	(333,980)
Investment Income	25,000	25,000	37,415	12,415
Miscellaneous	7,100	7,100	201,366	194,266
Less: Statutory Requirement	(1,053,197)	(1,053,197)	-	1,053,197
Total Revenues	<u>20,936,945</u>	<u>20,799,425</u>	<u>21,286,916</u>	<u>487,491</u>
Expenditures				
Current:				
Public Safety	22,807,772	22,657,663	21,749,256	908,407
Total Expenditures	<u>22,807,772</u>	<u>22,657,663</u>	<u>21,749,256</u>	<u>908,407</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,870,827)</u>	<u>(1,858,238)</u>	<u>(462,340)</u>	<u>1,395,898</u>
Other Financing Sources (Uses)				
Transfers In	1,771,535	1,758,946	1,782,108	23,162
Transfers Out	(1,547,845)	(1,547,845)	(1,532,719)	15,126
Reserve for Contingencies	(400,000)	(125,900)	-	125,900
Total Other Financing Sources (Uses)	<u>(176,310)</u>	<u>85,201</u>	<u>249,389</u>	<u>164,188</u>
Net Change in Fund Balances	<u>(2,047,137)</u>	<u>(1,773,037)</u>	<u>(212,951)</u>	<u>1,560,086</u>
Fund Balances at Beginning of Year	<u>2,047,137</u>	<u>1,773,037</u>	<u>1,773,037</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,560,086</u></u>	<u><u>\$ 1,560,086</u></u>

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Special Assessments	\$ 410,000	\$ 410,000	\$ 500,038	\$ 90,038
Investment Income	5,000	5,000	10,577	5,577
Less: Statutory Requirement	(20,750)	(20,750)	-	20,750
Total Revenues	<u>394,250</u>	<u>394,250</u>	<u>510,615</u>	<u>116,365</u>
Expenditures				
Current:				
Public Safety	2,368,503	2,395,707	1,218,885	1,176,822
Total Expenditures	<u>2,368,503</u>	<u>2,395,707</u>	<u>1,218,885</u>	<u>1,176,822</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,974,253)</u>	<u>(2,001,457)</u>	<u>(708,270)</u>	<u>1,293,187</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(475,447)	(448,240)	-	448,240
Total Other Financing Sources (Uses)	<u>(475,447)</u>	<u>(448,240)</u>	<u>-</u>	<u>448,240</u>
Net Change in Fund Balances	<u>(2,449,700)</u>	<u>(2,449,697)</u>	<u>(708,270)</u>	<u>1,741,427</u>
Fund Balances at Beginning of Year	<u>2,449,700</u>	<u>2,449,697</u>	<u>2,449,697</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,741,427</u></u>	<u><u>\$ 1,741,427</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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 200,000	\$ 200,000	\$ 201,152	\$ 1,152
Charges for Services	10,700	10,700	11,238	538
Fines and Forfeitures	39,700	39,700	33,111	(6,589)
Investment Income	2,500	2,500	3,111	611
Miscellaneous	231,760	236,258	194,125	(42,133)
Less: Statutory Requirement	(5,545)	(5,545)	-	5,545
Total Revenues	<u>479,115</u>	<u>483,613</u>	<u>442,737</u>	<u>(40,876)</u>
Expenditures				
Current:				
Culture and Recreation	4,570,743	4,610,865	4,253,467	357,398
Total Expenditures	<u>4,570,743</u>	<u>4,610,865</u>	<u>4,253,467</u>	<u>357,398</u>
Excess of Revenues Over (Under) Expenditures	<u>(4,091,628)</u>	<u>(4,127,252)</u>	<u>(3,810,730)</u>	<u>316,522</u>
Other Financing Sources (Uses)				
Transfers In	3,828,191	3,828,191	3,828,191	-
Reserve for Contingencies	(8,559)	(120,514)	-	120,514
Total Other Financing Sources (Uses)	<u>3,819,632</u>	<u>3,707,677</u>	<u>3,828,191</u>	<u>120,514</u>
Net Change in Fund Balances	<u>(271,996)</u>	<u>(419,575)</u>	<u>17,461</u>	<u>437,036</u>
Fund Balances at Beginning of Year	<u>271,996</u>	<u>419,575</u>	<u>419,575</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 437,036</u></u>	<u><u>\$ 437,036</u></u>

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ -	\$ -	\$ 285,049	\$ 285,049
Charges for Services	4,736,814	4,736,814	4,648,579	(88,235)
Fines and Forfeitures	1,685,373	1,685,373	1,511,816	(173,557)
Total Revenues	<u>6,422,187</u>	<u>6,422,187</u>	<u>6,445,444</u>	<u>23,257</u>
Expenditures				
Current:				
General Government	953,728	1,104,410	335,064	769,346
Court-Related Expenditures	6,262,057	6,434,963	6,078,730	356,233
Total Expenditures	<u>7,215,785</u>	<u>7,539,373</u>	<u>6,413,794</u>	<u>1,125,579</u>
Excess of Revenues Over (Under) Expenditures	<u>(793,598)</u>	<u>(1,117,186)</u>	<u>31,650</u>	<u>1,148,836</u>
Net Change in Fund Balances	<u>(793,598)</u>	<u>(1,117,186)</u>	<u>31,650</u>	<u>1,148,836</u>
Fund Balances at Beginning of Year	<u>793,598</u>	<u>1,117,186</u>	<u>1,117,186</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,148,836</u></u>	<u><u>\$ 1,148,836</u></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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)
Charges for Services	827,856	827,856	835,966	8,110
Fines and Forfeitures	-	-	104,563	104,563
Miscellaneous	13,479	13,479	1,200	(12,279)
Total Revenues	<u>891,335</u>	<u>891,335</u>	<u>941,729</u>	<u>50,394</u>
Expenditures				
Current:				
Public Safety	1,413,719	1,413,719	1,192,266	221,453
Total Expenditures	<u>1,413,719</u>	<u>1,413,719</u>	<u>1,192,266</u>	<u>221,453</u>
Excess of Revenues Over (Under) Expenditures	<u>(522,384)</u>	<u>(522,384)</u>	<u>(250,537)</u>	<u>271,847</u>
Other Financing Sources (Uses)				
Transfers In	70,006	70,006	66,344	(3,662)
Total Other Financing Sources (Uses)	<u>70,006</u>	<u>70,006</u>	<u>66,344</u>	<u>(3,662)</u>
Net Change in Fund Balances	<u>(452,378)</u>	<u>(452,378)</u>	<u>(184,193)</u>	<u>268,185</u>
Fund Balances at Beginning of Year	<u>452,378</u>	<u>452,378</u>	<u>453,048</u>	<u>670</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 268,855</u></u>	<u><u>\$ 268,855</u></u>

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 6,032,329	\$ 6,000,000	\$ 6,000,000	\$ -
Charges for Services	13,675,092	13,499,330	13,450,685	(48,645)
Investment Income	-	-	67	67
Miscellaneous	41,100	157,179	111,363	(45,816)
Total Revenues	<u>19,748,521</u>	<u>19,656,509</u>	<u>19,562,115</u>	<u>(94,394)</u>
Expenditures				
Current:				
Public Safety	20,288,521	20,830,637	20,677,762	152,875
Total Expenditures	<u>20,288,521</u>	<u>20,830,637</u>	<u>20,677,762</u>	<u>152,875</u>
Excess of Revenues Over (Under) Expenditures	<u>(540,000)</u>	<u>(1,174,128)</u>	<u>(1,115,647)</u>	<u>58,481</u>
Other Financing Sources (Uses)				
Transfers Out	(160,000)	(160,000)	-	160,000
Reserve for Capital	(159,382)	(159,382)	-	159,382
Total Other Financing Sources (Uses)	<u>(319,382)</u>	<u>(319,382)</u>	<u>-</u>	<u>319,382</u>
Net Change in Fund Balances	<u>(859,382)</u>	<u>(1,493,510)</u>	<u>(1,115,647)</u>	<u>377,863</u>
Fund Balances at Beginning of Year	<u>859,382</u>	<u>1,493,510</u>	<u>1,493,510</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 377,863</u></u>	<u><u>\$ 377,863</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NOTES PAYABLE DEBT SERVICE
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ 1,000	\$ 1,000	\$ 1,067	\$ 67
Less: Statutory Requirement	(50)	(50)	-	50
Total Revenues	<u>950</u>	<u>950</u>	<u>1,067</u>	<u>117</u>
Expenditures				
Principal	1,153,734	1,153,734	1,153,734	-
Interest and Fiscal Charges	13,781	13,781	12,531	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>(1,165,198)</u>	<u>1,367</u>
Other Financing Sources (Uses)				
Transfers In	1,166,266	1,166,266	1,166,266	-
Reserve for Contingencies	(10,041)	(9,727)	-	9,727
Total Other Financing Sources (Uses)	<u>1,156,225</u>	<u>1,156,539</u>	<u>1,166,266</u>	<u>9,727</u>
Net Change in Fund Balances	<u>(10,340)</u>	<u>(10,026)</u>	<u>1,068</u>	<u>11,094</u>
Fund Balances at Beginning of Year	<u>10,340</u>	<u>10,026</u>	<u>10,026</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 11,094</u></u>	<u><u>\$ 11,094</u></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, 2017

	<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	1,589	589
Less: Statutory Requirement	(14,933)	(14,933)	-	14,933
Total Revenues	<u>283,734</u>	<u>283,734</u>	<u>299,256</u>	<u>15,522</u>
Expenditures				
Debt Service:				
Principal	160,000	160,000	160,000	-
Interest and Fiscal Charges	89,172	89,172	87,672	1,500
Total Expenditures	<u>249,172</u>	<u>249,172</u>	<u>247,672</u>	<u>1,500</u>
Excess of Revenues Over (Under) Expenditures	<u>34,562</u>	<u>34,562</u>	<u>51,584</u>	<u>17,022</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(147,203)	(147,070)	-	147,070
Total Other Financing Sources (Uses)	<u>(147,203)</u>	<u>(147,070)</u>	<u>-</u>	<u>147,070</u>
Net Change in Fund Balances	<u>(112,641)</u>	<u>(112,508)</u>	<u>51,584</u>	<u>164,092</u>
Fund Balances at Beginning of Year	<u>112,641</u>	<u>112,508</u>	<u>112,508</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 164,092</u></u>	<u><u>\$ 164,092</u></u>

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Taxes	\$ 2,649,375	\$ 2,649,375	\$ 2,538,646	\$ (110,729)
Investment Income	10,000	10,000	7,391	(2,609)
Less: Statutory Requirement	(132,969)	(132,969)	-	132,969
Total Revenues	<u>2,526,406</u>	<u>2,526,406</u>	<u>2,546,037</u>	<u>19,631</u>
Expenditures				
Debt Service:				
Principal	1,980,000	1,980,000	1,980,000	-
Interest and Fiscal Charges	545,179	548,679	548,679	-
Total Expenditures	<u>2,525,179</u>	<u>2,528,679</u>	<u>2,528,679</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>1,227</u>	<u>(2,273)</u>	<u>17,358</u>	<u>19,631</u>
Other Financing Sources (Uses)				
Transfers In	15,500	15,500	14,259	(1,241)
Transfers Out	(75,753)	(76,614)	(76,614)	-
Reserve for Contingencies	(438,759)	(484,208)	-	484,208
Total Other Financing Sources (Uses)	<u>(499,012)</u>	<u>(545,322)</u>	<u>(62,355)</u>	<u>482,967</u>
Net Change in Fund Balances	<u>(497,785)</u>	<u>(547,595)</u>	<u>(44,997)</u>	<u>502,598</u>
Fund Balances at Beginning of Year	<u>497,785</u>	<u>547,595</u>	<u>547,595</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 502,598</u></u>	<u><u>\$ 502,598</u></u>

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ 10,000	\$ 10,000	\$ 7,139	\$ (2,861)
Less: Statutory Requirement	(500)	(500)	-	500
Total Revenues	<u>9,500</u>	<u>9,500</u>	<u>7,139</u>	<u>(2,361)</u>
Expenditures				
Debt Service:				
Principal	2,585,000	2,585,000	2,585,000	-
Interest and Fiscal Charges	2,783,561	2,787,061	2,787,059	2
Total Expenditures	<u>5,368,561</u>	<u>5,372,061</u>	<u>5,372,059</u>	<u>2</u>
Excess of Revenues Over (Under) Expenditures	<u>(5,359,061)</u>	<u>(5,362,561)</u>	<u>(5,364,920)</u>	<u>(2,359)</u>
Other Financing Sources (Uses)				
Transfers In	5,367,060	5,367,060	5,367,060	-
Reserve for Contingencies	(70,088)	(65,988)	-	65,988
Total Other Financing Sources (Uses)	<u>5,296,972</u>	<u>5,301,072</u>	<u>5,367,060</u>	<u>65,988</u>
Net Change in Fund Balances	<u>(62,089)</u>	<u>(61,489)</u>	<u>2,140</u>	<u>63,629</u>
Fund Balances at Beginning of Year	<u>62,089</u>	<u>61,489</u>	<u>61,489</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 63,629</u></u>	<u><u>\$ 63,629</u></u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARKS CAPITAL PROJECTS
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)
Less: Statutory Requirement	(50)	(50)	-	50
Total Revenues	<u>950</u>	<u>950</u>	<u>-</u>	<u>(950)</u>
Expenditures				
Capital Outlay	383,563	394,525	344,103	50,422
Total Expenditures	<u>383,563</u>	<u>394,525</u>	<u>344,103</u>	<u>50,422</u>
Excess of Revenues Over (Under) Expenditures	<u>(382,613)</u>	<u>(393,575)</u>	<u>(344,103)</u>	<u>49,472</u>
Other Financing Sources (Uses)				
Transfers In	350,000	350,000	350,000	-
Reserve for Contingencies	(90,250)	-	-	-
Total Other Financing Sources (Uses)	<u>259,750</u>	<u>350,000</u>	<u>350,000</u>	<u>-</u>
Net Change in Fund Balances	<u>(122,863)</u>	<u>(43,575)</u>	<u>5,897</u>	<u>49,472</u>
Fund Balances at Beginning of Year	<u>122,863</u>	<u>43,575</u>	<u>43,575</u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 49,472</u></u>	<u><u>\$ 49,472</u></u>

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ 40	\$ 40	\$ 39	\$ (1)
Total Revenues	<u>40</u>	<u>40</u>	<u>39</u>	<u>(1)</u>
Expenditures				
Capital Outlay	22,714	22,725	22,145	580
Total Expenditures	<u>22,714</u>	<u>22,725</u>	<u>22,145</u>	<u>580</u>
Excess of Revenues Over (Under) Expenditures	<u>(22,674)</u>	<u>(22,685)</u>	<u>(22,106)</u>	<u>579</u>
Net Change in Fund Balances	<u>(22,674)</u>	<u>(22,685)</u>	<u>(22,106)</u>	<u>579</u>
Fund Balances at Beginning of Year	<u>22,674</u>	<u>22,685</u>	<u>22,685</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 579</u>	<u>\$ 579</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FACILITIES EXPANSION CAPITAL PROJECTS
For the Year Ended September 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ -	\$ -	\$ 740	\$ 740
Total Revenues	<u>-</u>	<u>-</u>	<u>740</u>	<u>740</u>
Expenditures				
Capital Outlay	2,600	129,441	8,018	121,423
Total Expenditures	<u>2,600</u>	<u>129,441</u>	<u>8,018</u>	<u>121,423</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,600)</u>	<u>(129,441)</u>	<u>(7,278)</u>	<u>122,163</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(548,225)	-	-	-
Total Other Financing Sources (Uses)	<u>(548,225)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(550,825)</u>	<u>(129,441)</u>	<u>(7,278)</u>	<u>122,163</u>
Fund Balances at Beginning of Year	<u>550,825</u>	<u>129,441</u>	<u>129,441</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 122,163</u>	<u>\$ 122,163</u>

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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.

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, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues				
Investment Income	\$ 26,000	\$ 26,000	\$ 33,544	\$ 7,544
Miscellaneous	-	-	9,354	9,354
Less: Statutory Requirement	(1,300)	(1,300)	-	1,300
Total Revenues	24,700	24,700	42,898	18,198
Expenditures				
Capital Outlay	16,770,989	20,455,292	13,615,241	6,840,051
Total Expenditures	16,770,989	20,455,292	13,615,241	6,840,051
Excess of Revenues Over (Under) Expenditures	(16,746,289)	(20,430,592)	(13,572,343)	6,858,249
Other Financing Sources (Uses)				
Transfers In	9,803,598	10,086,123	10,086,123	-
Reserve for Contingencies	(4,296,905)	(83,847)	-	83,847
Total Other Financing Sources (Uses)	5,506,693	10,002,276	10,086,123	83,847
Net Change in Fund Balances	(11,239,596)	(10,428,316)	(3,486,220)	6,942,096
Fund Balances at Beginning of Year	11,239,596	10,428,316	10,428,316	-
Fund Balances at End of Year	\$ -	\$ -	\$ 6,942,096	\$ 6,942,096

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

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, 2017

	<u>Board Insurance</u>	<u>Sheriff Insurance</u>	<u>Fleet Management</u>	<u>Total</u>
Assets				
Current Assets:				
Pooled Cash and Investments	\$ 12,259,010	\$ -	\$ 215,599	\$ 12,474,609
Cash with Fiscal Agent	34,291	-	-	34,291
Accounts Receivable	75,925	385,540	102	461,567
Intragovernmental Receivables	99,000	-	536	99,536
Due from Other Governments	949	-	29,416	30,365
Inventory	-	-	302,430	302,430
Total Current Assets	12,469,175	385,540	548,083	13,402,798
Capital Assets:				
Equipment	-	-	721,346	721,346
Less: Accumulated Depreciation	-	-	(692,497)	(692,497)
Total Capital Assets	-	-	28,849	28,849
Total Assets	12,469,175	385,540	576,932	13,431,647
Deferred Outflows of Resources				
Deferred Outflows Related to Pensions	-	-	314,892	314,892
Total Deferred Outflows of Resources	-	-	314,892	314,892
Liabilities				
Current Liabilities:				
Accounts Payable	1,048,256	190,782	237,396	1,476,434
Accrued Liabilities	-	-	28,579	28,579
Due to Other Funds	-	1,268,963	-	1,268,963
Estimated Insurance Claims Payable	2,951,000	1,054,681	-	4,005,681
Current Portion of Long Term Obligations	-	-	34,758	34,758
Total Current Liabilities	3,999,256	2,514,426	300,733	6,814,415
Long-Term Liabilities:				
Accrued Benefits Payable	-	-	39,101	39,101
Net Pension Liability	-	-	755,563	755,563
Total Long-Term Liabilities	-	-	794,664	794,664
Total Liabilities	3,999,256	2,514,426	1,095,397	7,609,079
Deferred Inflows of Resources				
Deferred Inflows Related to Pensions	-	-	45,609	45,609
Total Deferred Inflows of Resources	-	-	45,609	45,609
Net Position				
Net Investment in Capital Assets	-	-	28,849	28,849
Unrestricted	8,469,919	(2,128,886)	(278,031)	6,063,002
Total Net Position	\$ 8,469,919	\$ (2,128,886)	\$ (249,182)	\$ 6,091,851

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
ALL INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2017

	<u>Board Insurance</u>	<u>Sheriff Insurance</u>	<u>Fleet Management</u>	<u>Total</u>
Operating Revenues:				
Charges for Services	\$ 18,003,838	\$ 8,527,204	\$ 3,211,586	\$ 29,742,628
Miscellaneous	50,000	-	6,295	56,295
Total Operating Revenues	<u>18,053,838</u>	<u>8,527,204</u>	<u>3,217,881</u>	<u>29,798,923</u>
Operating Expenses:				
Benefit Payments and Claims	14,208,045	7,716,833	-	21,924,878
Personal Services	-	-	1,049,438	1,049,438
Contracted Services	-	-	11,573	11,573
Supplies and Materials	-	-	671,961	671,961
Repairs and Maintenance	-	-	1,415,673	1,415,673
Utilities	-	-	25,982	25,982
Other Charges and Services	1,994,254	1,759,039	63,157	3,816,450
Depreciation and Amortization	-	-	4,535	4,535
Total Operating Expenses	<u>16,202,299</u>	<u>9,475,872</u>	<u>3,242,319</u>	<u>28,920,490</u>
Operating Income (Loss)	1,851,539	(948,668)	(24,438)	878,433
Non-Operating Revenues:				
Investment Income	60,118	-	42	60,160
Net Gain (Loss) on Disposal of Capital Assets	-	-	(768)	(768)
Total Non-Operating Revenues	<u>60,118</u>	<u>-</u>	<u>(726)</u>	<u>59,392</u>
Income (Loss) Before Transfers	1,911,657	(948,668)	(25,164)	937,825
Transfers Out	(351,441)	-	-	(351,441)
Total Transfers	<u>(351,441)</u>	<u>-</u>	<u>-</u>	<u>(351,441)</u>
Change in Net Position	1,560,216	(948,668)	(25,164)	586,384
Net Position at Beginning of Year	<u>6,909,703</u>	<u>(1,180,218)</u>	<u>(224,018)</u>	<u>5,505,467</u>
Net Position at End of Year	<u>\$ 8,469,919</u>	<u>\$ (2,128,886)</u>	<u>\$ (249,182)</u>	<u>\$ 6,091,851</u>

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2017

	<u>Board</u>	<u>Insurance</u>	<u>Sheriff</u>
Cash Flows from Operating Activities:			
Cash Received from Customers and for Contributions	\$ 18,035,632	\$ 8,143,637	
Cash Paid to Suppliers and for Claims	(16,249,804)	(9,043,333)	
Cash Paid to Employees	-	-	
Cash Paid to Insurance Fund	-	-	
Net Cash Provided (Used) by Operating Activities	1,785,828	(899,696)	
Cash Flows from Non-Capital Financing Activities:			
Cash Transfers to Other Funds	(351,441)	-	
Cash Advance from Other Funds	-	708,963	
Net Cash Provided (Used) by Non-Capital Financing Activities	(351,441)	708,963	
Cash Flows from Capital And Related Financing Activities:			
Additions to Capital Assets	-	-	
Proceeds from Sale of Capital Assets	-	-	
Net Cash Provided (Used) by Capital and Related Financing Activities	-	-	
Cash Flows from Investing Activities:			
Investment Income Received	60,118	-	
Net Cash Provided (Used) by Investing Activities	60,118	-	
Net Change in Cash and Cash Equivalents	1,494,505	(190,733)	
Cash and Cash Equivalents at October 1	10,798,796	190,733	
Cash and Cash Equivalents at September 30	\$ 12,293,301	\$ -	

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

	<u>Board</u>	<u>Insurance</u>	<u>Sheriff</u>
Operating Income (Loss)	\$ 1,851,539	\$ (948,668)	
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation	-	-	
Change in Accounts Receivable	(31,287)	(383,568)	
Change in Intragovernmental Receivables	13,000	-	
Change in Due from Other Governments	81	-	
Change in Inventory	-	-	
Change in Deferred Outflows of Resources	-	-	
Change in Accounts Payable	(81,505)	432,540	
Change in Due to Other Funds	-	-	
Change in Accrued Liabilities	-	-	
Change in Estimated Claims Payable	34,000	-	
Change in Accrued Benefits Payable	-	-	
Change in Net Pension Liability	-	-	
Change in Deferred Inflows of Resources	-	-	
Total Adjustments	(65,711)	48,972	
Net Cash Provided (Used) by Operating Activities	\$ 1,785,828	\$ (899,696)	
<u>Noncash Investing, Capital and Financing Activities</u>			
Carrying Value of Disposed Capital Assets	\$ -	\$ -	

Fleet Management	Total
\$ 3,201,762	\$ 29,381,031
(1,981,482)	(27,274,619)
(814,824)	(814,824)
(185,676)	(185,676)
219,780	1,105,912
-	(351,441)
-	708,963
-	357,522
(5,395)	(5,395)
1,172	1,172
(4,223)	(4,223)
42	60,160
42	60,160
215,599	1,519,371
-	10,989,529
\$ 215,599	\$ 12,508,900

Fleet Management	Total
\$ (24,438)	\$ 878,433
4,535	4,535
(102)	(414,957)
3,498	16,498
(19,515)	(19,434)
86,337	86,337
(65,048)	(65,048)
156,973	508,008
(36,446)	(36,446)
(187)	(187)
-	34,000
(3,291)	(3,291)
95,552	95,552
21,912	21,912
244,218	227,479
\$ 219,780	\$ 1,105,912
\$ (1,940)	\$ (1,940)

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.

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 FUND

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 FUND

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

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2017

	<u>AGENCY FUNDS</u>		<u>AGENCY FUNDS</u>	
	<u>Board of County Commissioners</u>		<u>Clerk of the Circuit Court</u>	
	<u>Educational System Impact Fee Trust</u>	<u>Escrow Deposits</u>	<u>Agency</u>	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	-
Pooled Cash and Investments	4,744,467	387,078		4,858,067
Due from Other Governments	2,554,776	-		-
Total Assets	\$ 7,299,243	\$ 387,078	\$	4,858,067
<u>Liabilities</u>				
Accounts Payable	\$ 9,324	\$ -	\$ -	6,897
Due to Other Governments	7,289,919			3,917,783
Deposits	-	387,078		933,387
Taxes Collected in Advance	-	-		-
Cash Bonds Payable	-	-		-
Total Liabilities	\$ 7,299,243	\$ 387,078	\$	4,858,067

AGENCY FUNDS

Clerk of the Circuit Court

Clerk Cash Bonds	Fines and Costs	Tax Deed Sales	Witness	Uniform Support
\$ -	\$ -	\$ -	\$ -	\$ -
102,393	462,259	1,448,010	8,642	5,235
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 102,393</u>	<u>\$ 462,259</u>	<u>\$ 1,448,010</u>	<u>\$ 8,642</u>	<u>\$ 5,235</u>
\$ -	\$ 7,517	\$ -	\$ -	\$ -
-	454,742	2,963	8,642	3,675
-	-	1,445,047	-	1,560
-	-	-	-	-
102,393	-	-	-	-
<u>102,393</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 102,393</u>	<u>\$ 462,259</u>	<u>\$ 1,448,010</u>	<u>\$ 8,642</u>	<u>\$ 5,235</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2017

	<u>AGENCY FUNDS</u>		<u>AGENCY FUNDS</u>
	<u>Clerk of the Circuit Court</u>		<u>Tax Collector</u>
	<u>Clerk Suspense</u>	<u>Courts Registry</u>	<u>Tax Collections Trust</u>
<u>Assets</u>			
Cash	\$ -	\$ -	\$ 3,869,737
Pooled Cash and Investments	1,411	4,417,699	-
Due from Other Governments	-	-	-
Total Assets	<u>\$ 1,411</u>	<u>\$ 4,417,699</u>	<u>\$ 3,869,737</u>
<u>Liabilities</u>			
Accounts Payable	\$ -	\$ -	\$ -
Due to Other Governments	-	-	1,125,539
Deposits	1,411	4,417,699	-
Taxes Collected in Advance	-	-	2,744,198
Cash Bonds Payable	-	-	-
Total Liabilities	<u>\$ 1,411</u>	<u>\$ 4,417,699</u>	<u>\$ 3,869,737</u>

AGENCY FUNDS

AGENCY FUNDS

<u>Tax Collector</u>		<u>Sheriff</u>		
<u>Motorist Services Trust</u>	<u>Hunting and Fishing License</u>	<u>Sheriff Cash Bonds</u>	<u>Civil</u>	<u>Inmate Trust</u>
\$ 619,994	\$ 2,727	\$ 65,448	\$ 29,550	\$ 298,336
-	-	-	-	-
-	-	-	-	-
<u>\$ 619,994</u>	<u>\$ 2,727</u>	<u>\$ 65,448</u>	<u>\$ 29,550</u>	<u>\$ 298,336</u>
\$ -	\$ -	\$ -	\$ -	\$ -
619,994	2,727	-	29,550	298,336
-	-	-	-	-
-	-	65,448	-	-
<u>\$ 619,994</u>	<u>\$ 2,727</u>	<u>\$ 65,448</u>	<u>\$ 29,550</u>	<u>\$ 298,336</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2017

	<u>AGENCY FUNDS</u>	<u>AGENCY FUNDS</u>	
	<u>Sheriff</u>		
	<u>Sheriff Suspense</u>	<u>Total Agency Funds</u>	
<u>Assets</u>			
Cash	\$ -	\$ 4,885,792	
Pooled Cash and Investments	65,458	16,500,719	
Due from Other Governments	-	2,554,776	
	<u>-</u>	<u>2,554,776</u>	
Total Assets	<u>\$ 65,458</u>	<u>\$ 23,941,287</u>	
<u>Liabilities</u>			
Accounts Payable	\$ -	\$ 23,738	
Due to Other Governments	-	13,425,984	
Deposits	65,458	7,579,526	
Taxes Collected in Advance	-	2,744,198	
Cash Bonds Payable	-	167,841	
	<u>-</u>	<u>167,841</u>	
Total Liabilities	<u>\$ 65,458</u>	<u>\$ 23,941,287</u>	

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LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2017

	<u>Educational System Impact Fee Trust</u>			Balance 9/30/17
	Balance 9/30/16	Additions	Deletions	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	4,050,483	16,406,125	15,712,141	4,744,467
Accounts Receivable	-	-	-	-
Due from Other Governments	81,565	2,570,214	97,003	2,554,776
Total Assets	<u>\$ 4,132,048</u>	<u>\$ 18,976,339</u>	<u>\$ 15,809,144</u>	<u>\$ 7,299,243</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 15,721,465	\$ 15,712,141	\$ 9,324
Intragovernmental Payables	-	-	-	-
Due to Other Governments	4,132,048	18,951,577	15,793,706	7,289,919
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 4,132,048</u>	<u>\$ 34,673,042</u>	<u>\$ 31,505,847</u>	<u>\$ 7,299,243</u>

Balance 9/30/16	Escrow Deposits		Balance 9/30/17	Balance 9/30/16	Agency - Clerk		Balance 9/30/17
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
471,937	137,369	222,228	387,078	2,461,561	43,791,849	41,395,343	4,858,067
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 471,937	\$ 137,369	\$ 222,228	\$ 387,078	\$ 2,461,561	\$ 43,791,849	\$ 41,395,343	\$ 4,858,067
\$ -	\$ 222,227	\$ 222,227	\$ -	\$ 10,818	\$ 41,260,850	\$ 41,264,771	\$ 6,897
-	-	-	-	-	-	-	-
-	-	-	-	1,697,277	42,412,323	40,191,817	3,917,783
471,937	137,368	222,227	387,078	753,466	812,193	632,272	933,387
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 471,937	\$ 359,595	\$ 444,454	\$ 387,078	\$ 2,461,561	\$ 84,485,366	\$ 82,088,860	\$ 4,858,067

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2017

	<u>Cash Bonds - Clerk</u>			<u>Balance 9/30/17</u>
	<u>Balance 9/30/16</u>	<u>Additions</u>	<u>Deletions</u>	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	109,563	270,656	277,826	102,393
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 109,563</u>	<u>\$ 270,656</u>	<u>\$ 277,826</u>	<u>\$ 102,393</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	-	-	-	-
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	109,563	357,656	364,826	102,393
Total Liabilities	<u>\$ 109,563</u>	<u>\$ 357,656</u>	<u>\$ 364,826</u>	<u>\$ 102,393</u>

Balance 9/30/16	Fines and Costs		Balance 9/30/17	Balance 9/30/16	Tax Deed Sales		Balance 9/30/17
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
533,945	6,333,925	6,405,611	462,259	1,594,354	3,042,888	3,189,232	1,448,010
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 533,945	\$ 6,333,925	\$ 6,405,611	\$ 462,259	\$ 1,594,354	\$ 3,042,888	\$ 3,189,232	\$ 1,448,010
\$ 15,113	\$ 6,568,129	\$ 6,575,725	\$ 7,517	\$ -	\$ 2,850,615	\$ 2,850,615	\$ -
-	-	-	-	-	-	-	-
518,832	6,181,327	6,245,417	454,742	2,715	2,963	2,715	2,963
-	-	-	-	1,591,639	3,350,097	3,496,689	1,445,047
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 533,945	\$ 12,749,456	\$ 12,821,142	\$ 462,259	\$ 1,594,354	\$ 6,203,675	\$ 6,350,019	\$ 1,448,010

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2017

	<u>Balance</u> <u>9/30/16</u>	<u>Witness</u>		<u>Balance</u> <u>9/30/17</u>
		<u>Additions</u>	<u>Deletions</u>	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	6,705	11,475	9,538	8,642
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 6,705</u>	<u>\$ 11,475</u>	<u>\$ 9,538</u>	<u>\$ 8,642</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 9,232	\$ 9,232	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	6,705	11,475	9,538	8,642
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 6,705</u>	<u>\$ 20,707</u>	<u>\$ 18,770</u>	<u>\$ 8,642</u>

Balance 9/30/16	Uniform Support		Balance 9/30/17	Balance 9/30/16	Suspense - Clerk		Balance 9/30/17
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,234	52,383	50,382	5,235	1,794	125,713	126,096	1,411
1,488	2,749	4,237	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 4,722	\$ 55,132	\$ 54,619	\$ 5,235	\$ 1,794	\$ 125,713	\$ 126,096	\$ 1,411
\$ -	\$ 46,791	\$ 46,791	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
4,722	45,976	47,023	3,675	-	-	-	-
-	3,859	2,299	1,560	1,794	125,713	126,096	1,411
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 4,722	\$ 96,626	\$ 96,113	\$ 5,235	\$ 1,794	\$ 125,713	\$ 126,096	\$ 1,411

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2017

	<u>Courts Registry</u>			Balance 9/30/17
	Balance 9/30/16	Additions	Deletions	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	8,281,582	25,684,318	29,548,201	4,417,699
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 8,281,582</u>	<u>\$ 25,684,318</u>	<u>\$ 29,548,201</u>	<u>\$ 4,417,699</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 29,686,620	\$ 29,686,620	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	-	-	-	-
Deposits	8,281,582	25,682,928	29,546,811	4,417,699
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 8,281,582</u>	<u>\$ 55,369,548</u>	<u>\$ 59,233,431</u>	<u>\$ 4,417,699</u>

<u>Tax Collections Trust</u>			<u>Motorist Services Trust</u>				
<u>Balance</u> <u>9/30/16</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/17</u>	<u>Balance</u> <u>9/30/16</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/17</u>
\$ 3,992,194	\$ 364,780,193	\$ 364,902,650	\$ 3,869,737	\$ 758,608	\$ 36,360,899	\$ 36,499,513	\$ 619,994
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 3,992,194</u>	<u>\$ 364,780,193</u>	<u>\$ 364,902,650</u>	<u>\$ 3,869,737</u>	<u>\$ 758,608</u>	<u>\$ 36,360,899</u>	<u>\$ 36,499,513</u>	<u>\$ 619,994</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
1,329,473	361,843,048	362,046,982	1,125,539	758,608	36,360,899	36,499,513	619,994
-	-	-	-	-	-	-	-
2,662,721	2,937,145	2,855,668	2,744,198	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 3,992,194</u>	<u>\$ 364,780,193</u>	<u>\$ 364,902,650</u>	<u>\$ 3,869,737</u>	<u>\$ 758,608</u>	<u>\$ 36,360,899</u>	<u>\$ 36,499,513</u>	<u>\$ 619,994</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2017

	<u>Hunting and Fishing License</u>			<u>Balance</u> <u>9/30/17</u>
	<u>Balance</u> <u>9/30/16</u>	<u>Additions</u>	<u>Deletions</u>	
<u>Assets</u>				
Cash	\$ 745	\$ 76,852	\$ 74,870	\$ 2,727
Pooled Cash and Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 745</u>	<u>\$ 76,852</u>	<u>\$ 74,870</u>	<u>\$ 2,727</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	745	76,852	74,870	2,727
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 745</u>	<u>\$ 76,852</u>	<u>\$ 74,870</u>	<u>\$ 2,727</u>

<u>Cash Bonds - Sheriff</u>			<u>Civil</u>				
<u>Balance</u> <u>9/30/16</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/17</u>	<u>Balance</u> <u>9/30/16</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/17</u>
\$ 62,698	\$ 19,359	\$ 16,609	\$ 65,448	\$ 29,252	\$ 400,695	\$ 400,397	\$ 29,550
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 62,698</u>	<u>\$ 19,359</u>	<u>\$ 16,609</u>	<u>\$ 65,448</u>	<u>\$ 29,252</u>	<u>\$ 400,695</u>	<u>\$ 400,397</u>	<u>\$ 29,550</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	21,628	-	21,628	-
-	-	-	-	-	-	-	-
-	-	-	-	7,624	401,725	379,799	29,550
-	-	-	-	-	-	-	-
62,698	19,359	16,609	65,448	-	-	-	-
<u>\$ 62,698</u>	<u>\$ 19,359</u>	<u>\$ 16,609</u>	<u>\$ 65,448</u>	<u>\$ 29,252</u>	<u>\$ 401,725</u>	<u>\$ 401,427</u>	<u>\$ 29,550</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2017

	<u>Balance</u> <u>9/30/16</u>	<u>Inmate Trust</u>		<u>Balance</u> <u>9/30/17</u>
		<u>Additions</u>	<u>Deletions</u>	
<u>Assets</u>				
Cash	\$ 302,589	\$ 1,362,200	\$ 1,366,453	\$ 298,336
Pooled Cash and Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	\$ 302,589	\$ 1,362,200	\$ 1,366,453	\$ 298,336
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Intragovernmental Payables	-	-	-	-
Due to Other Governments	-	-	-	-
Deposits	302,589	1,362,200	1,366,453	298,336
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	\$ 302,589	\$ 1,362,200	\$ 1,366,453	\$ 298,336

Suspense - Sheriff

<u>Balance</u> <u>9/30/16</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/17</u>
\$ -	\$ -	\$ -	\$ -
65,429	1,888	1,859	65,458
-	-	-	-
-	-	-	-
<u>\$ 65,429</u>	<u>\$ 1,888</u>	<u>\$ 1,859</u>	<u>\$ 65,458</u>

\$ -	\$ 1,859	\$ 1,859	\$ -
-	-	-	-
-	-	-	-
65,429	1,888	1,859	65,458
-	-	-	-
-	-	-	-
<u>\$ 65,429</u>	<u>\$ 3,747</u>	<u>\$ 3,718</u>	<u>\$ 65,458</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2017

	<u>Totals - All Agency Funds</u>			
	<u>Balance</u> <u>9/30/16</u>	<u>Additions</u>	<u>Deletions</u>	
<u>Assets</u>				
Cash	\$ 5,146,086	\$ 403,000,198	\$ 403,260,492	\$ 4,885,792
Pooled Cash and Investments	17,580,587	95,858,589	96,938,457	16,500,719
Accounts Receivable	1,488	2,749	4,237	-
Due from Other Governments	81,565	2,570,214	97,003	2,554,776
Total Assets	<u>\$ 22,809,726</u>	<u>\$ 501,431,750</u>	<u>\$ 500,300,189</u>	<u>\$ 23,941,287</u>
<u>Liabilities</u>				
Accounts Payable	\$ 25,931	\$ 96,367,788	\$ 96,369,981	\$ 23,738
Intragovernmental Payables	21,628	-	21,628	-
Due to Other Governments	8,451,125	465,886,440	460,911,581	13,425,984
Deposits	11,476,060	31,877,971	35,774,505	7,579,526
Taxes Collected in Advance	2,662,721	2,937,145	2,855,668	2,744,198
Cash Bonds Payable	172,261	377,015	381,435	167,841
Total Liabilities	<u>\$ 22,809,726</u>	<u>\$ 597,446,359</u>	<u>\$ 596,314,798</u>	<u>\$ 23,941,287</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 \$994,886 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, 2017

Line Item #	Account Description	Housing Choice Vouchers 14.871	Shelter Plus Care 14.238	Total
111.0	Cash - Unrestricted	\$ 377,129	\$ -	\$ 377,129
113.0	Cash - Other Restricted	14,968	-	14,968
115.0	Cash - Restricted for Payment of Current Liabilities	21,084	-	21,084
100.0	Total Cash	<u>413,181</u>	<u>-</u>	<u>413,181</u>
124.0	Accounts Receivable - Other Government	8,960	-	8,960
125.0	Accounts Receivable - Miscellaneous	2,998	-	2,998
120.0	Total Accounts Receivables, Net of Allowances for Doubtful Accounts	11,958	-	11,958
150.0	Total Current Assets	<u>425,139</u>	<u>-</u>	<u>425,139</u>
290.0	Total Assets and Deferred Outflow of Resources	<u>\$ 425,139</u>	<u>\$ -</u>	<u>\$ 425,139</u>
312.0	Accounts Payable <=90 Days	\$ 8,838	\$ -	\$ 8,838
321.0	Accrued Wage/Payroll Taxes Payable	12,246	-	12,246
345.0	Other Current Liabilities	-	-	-
310.0	Total Current Liabilities	<u>21,084</u>	<u>-</u>	<u>21,084</u>
300.0	Total Liabilities	<u>21,084</u>	<u>-</u>	<u>21,084</u>
509.3	Restricted Fund Balance	14,968	-	14,968
511.3	Assigned Fund Balance	389,087	-	389,087
513.0	Total Equity - Net Assets/Position	<u>404,055</u>	<u>-</u>	<u>404,055</u>
600.0	Total Liabilities, Deferred Inflows of Resources and Equity	<u>\$ 425,139</u>	<u>\$ -</u>	<u>\$ 425,139</u>

(Continued)

LAKE COUNTY, FLORIDA
FINANCIAL DATA SCHEDULE - REVENUES AND EXPENDITURES
HUD - SECTION 8
For the Year Ended September 30, 2017

Line Item #	Account Description	Housing Choice Vouchers 14.871	Shelter Plus Care 14.238	Total
70600	HUD PHA Operating Grants	\$ 4,548,187 *	\$ 77,253	\$ 4,625,440
71100	Investment Income - Unrestricted	1,855	-	1,855
72000	Investment Income - Restricted	-	-	-
70000	Total Revenue	<u>4,550,042</u>	<u>77,253</u>	<u>4,627,295</u>
91100	Administrative Salaries	260,991	-	260,991
91500	Employee Benefit Contributions - Administrative	99,191	-	99,191
91600	Office Expenses	33,907	5,632	39,539
91800	Travel	3,426	264	3,690
91900	Other	52,909	200	53,109
91000	Total Operating - Administrative	<u>450,424</u>	<u>6,096</u>	<u>456,520</u>
93400	Fuel	1,174	90	1,264
93000	Total Utilities	<u>1,174</u>	<u>90</u>	<u>1,264</u>
94200	Ordinary Maintenance and Operations - Materials and Other	10,594	817	11,411
94000	Total Maintenance	<u>10,594</u>	<u>817</u>	<u>11,411</u>
96110	Property Insurance	3,293	254	3,547
96130	Workers Compensation	974	-	974
96100	Total Insurance Premiums	<u>4,267</u>	<u>254</u>	<u>4,521</u>
96200	Other General Expenses	20,748	-	20,748
96000	Total Other General Expenses	<u>20,748</u>	<u>-</u>	<u>20,748</u>
96900	Total Operating Expenses	<u>487,207</u>	<u>7,257</u>	<u>494,464</u>
97000	Excess of Operating Revenue Over Operating Expenses	4,062,835	69,996	4,132,831
97300	Housing Assistance Payments	3,178,704	69,996	3,248,700
97350	HAP Portability-In	994,886 *	-	994,886
90000	Total Expense	<u>4,660,797</u>	<u>77,253</u>	<u>4,738,050</u>
10000	Excess of Total Revenue Over Total Expenses	(110,755)	-	(110,755)
11030	Beginning Equity	514,810	-	514,810
	Total Equity/Net Assets	<u>\$ 404,055</u>	<u>\$ -</u>	<u>\$ 404,055</u>
11170	Administrative Fee Equity	\$ 389,087	\$ -	\$ 389,087
11180	Housing Assistance Payments Equity	14,968	-	14,968
	Total Equity/Net Assets	<u>\$ 404,055</u>	<u>\$ -</u>	<u>\$ 404,055</u>
11190	Unit Months Available	5,820	120	5,940
11210	Number of Unit Months Leased	5,585	120	5,705

* This schedule includes HAP Portability-in amounts of \$994,886 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>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Governmental Activities				
Net investment in capital assets	\$ 387,230	\$ 385,854	\$ 378,597	\$ 378,600
Restricted	40,853	39,000	38,540	39,686
Unrestricted	(97,712)	(82,528)	(58,995)	22,760
Total Governmental Activities Net Position	<u>\$ 330,371</u>	<u>\$ 342,326</u>	<u>\$ 358,142</u>	<u>\$ 441,046</u>
 Business-Type Activities				
Net investment in capital assets	\$ 11,054	\$ 11,405	\$ 11,809	\$ 12,232
Restricted	-	-	-	-
Unrestricted	(6,112)	(6,153)	(3,371)	867
Total Business-Type Activities Net Position	<u>\$ 4,942</u>	<u>\$ 5,252</u>	<u>\$ 8,438</u>	<u>\$ 13,099</u>
 Primary Government				
Net investment in capital assets	\$ 398,284	\$ 397,259	\$ 390,406	\$ 390,832
Restricted	40,853	39,000	38,540	39,686
Unrestricted	(103,824)	(88,681)	(62,366)	23,627
Total Primary Government Net Position	<u>\$ 335,313</u>	<u>\$ 347,578</u>	<u>\$ 366,580</u>	<u>\$ 454,145</u>

SOURCE: Lake County Finance

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$ 381,585	\$ 390,755	\$ 384,298	\$ 371,850	\$ 349,166	\$ 352,924
46,806	53,113	49,277	59,675	64,621	69,992
31,802	41,907	57,710	70,335	74,993	71,817
<u>\$ 460,193</u>	<u>\$ 485,775</u>	<u>\$ 491,285</u>	<u>\$ 501,860</u>	<u>\$ 488,780</u>	<u>\$ 494,733</u>
\$ 12,602	\$ 12,552	\$ 12,584	\$ 12,436	\$ 12,305	\$ 11,683
-	-	-	-	-	1,535
(2,060)	268	849	(404)	1,582	2,404
<u>\$ 10,542</u>	<u>\$ 12,820</u>	<u>\$ 13,433</u>	<u>\$ 12,032</u>	<u>\$ 13,887</u>	<u>\$ 15,622</u>
\$ 394,187	\$ 403,307	\$ 396,882	\$ 384,286	\$ 361,471	\$ 364,607
46,806	53,113	49,277	59,675	64,621	71,527
29,742	42,175	58,559	69,931	76,575	74,221
<u>\$ 470,735</u>	<u>\$ 498,595</u>	<u>\$ 504,718</u>	<u>\$ 513,892</u>	<u>\$ 502,667</u>	<u>\$ 510,355</u>

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

(accrual basis of accounting - amounts in thousands)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Expenses				
Governmental Activities:				
General Government	\$ 40,081	\$ 41,256	\$ 36,176	\$ 34,385
Public Safety	139,131	134,145	120,000	116,395
Physical Environment	2,435	4,053	2,904	2,247
Transportation	35,698	33,661	33,710	39,248
Economic Environment	8,403	7,494	9,097	8,411
Human Services	9,946	9,184	8,746	10,359
Culture and Recreation	11,317	11,329	11,543	10,980
Court-Related	11,376	10,157	9,881	10,272
Interest on Long-Term Debt	3,439	3,095	5,403	5,249
Total Governmental Activities	<u>261,826</u>	<u>254,374</u>	<u>237,460</u>	<u>237,546</u>
Business-Type Activities:				
Landfill	15,337	17,436	15,977	15,558
Total Primary Government Expenses	<u>277,163</u>	<u>271,810</u>	<u>253,437</u>	<u>253,104</u>
Program Revenues				
Governmental Activities:				
Charges for services				
General Government	9,441	9,127	7,403	8,019
Public Safety	40,902	40,508	39,705	38,319
Court-Related	6,937	6,872	8,815	7,870
Other	3,284	3,220	3,649	4,062
Operating grants and contributions	24,989	23,384	25,505	21,633
Capital grants and contributions	10,790	7,056	11,529	9,720
Total Governmental Activities	<u>96,343</u>	<u>90,167</u>	<u>96,606</u>	<u>89,623</u>
Business-Type Activities:				
Landfill				
Charges for services	12,695	12,655	13,042	16,007
Operating grants and contributions	-	-	20	-
Total Business-Type Activities	<u>12,695</u>	<u>12,655</u>	<u>13,062</u>	<u>16,007</u>
Total Government Program Revenues	<u>109,038</u>	<u>102,822</u>	<u>109,668</u>	<u>105,630</u>
Net (Expense)/Revenue				
Governmental activities	(165,483)	(164,207)	(140,854)	(147,923)
Business-type activities	(2,642)	(4,781)	(2,915)	449
Total Primary Government Net Expense	<u>\$ (168,125)</u>	<u>\$ (168,988)</u>	<u>\$ (143,769)</u>	<u>\$ (147,474)</u>

SOURCE: Lake County Finance

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$	32,294	\$ 33,505	\$ 34,833	\$ 37,972	\$ 42,640	\$ 48,758
	116,043	118,604	107,143	104,650	117,323	103,493
	2,427	3,485	3,203	5,446	4,790	5,533
	37,581	31,771	29,432	24,046	24,922	23,863
	9,031	8,338	7,934	9,657	12,184	16,539
	9,937	9,438	10,063	8,637	9,179	8,599
	9,515	9,756	9,386	9,892	9,372	9,702
	10,229	9,232	9,335	9,552	10,906	11,289
	6,782	5,763	6,092	6,084	6,203	6,334
	<u>233,839</u>	<u>229,892</u>	<u>217,421</u>	<u>215,936</u>	<u>237,519</u>	<u>234,110</u>
	20,181	20,456	19,354	20,513	21,969	22,336
	<u>254,020</u>	<u>250,348</u>	<u>236,775</u>	<u>236,449</u>	<u>259,488</u>	<u>256,446</u>
	7,667	7,332	7,114	7,474	7,612	8,486
	35,852	35,150	25,101	24,989	24,967	27,730
	4,177	1,950	1,895	1,838	7,274	9,562
	3,723	3,736	3,801	3,772	3,494	3,862
	29,480	32,612	25,074	27,048	23,166	18,311
	4,049	17,711	11,052	12,887	10,240	12,173
	<u>84,948</u>	<u>98,491</u>	<u>74,037</u>	<u>78,008</u>	<u>76,753</u>	<u>80,124</u>
	16,264	16,574	16,611	16,523	15,556	15,294
	-	-	-	-	-	-
	<u>16,264</u>	<u>16,574</u>	<u>16,611</u>	<u>16,523</u>	<u>15,556</u>	<u>15,294</u>
	<u>101,212</u>	<u>115,065</u>	<u>90,648</u>	<u>94,531</u>	<u>92,309</u>	<u>95,418</u>
	(148,891)	(131,401)	(143,384)	(137,928)	(160,766)	(153,986)
	(3,917)	(3,882)	(2,743)	(3,990)	(6,413)	(7,042)
\$	<u>(152,808)</u>	<u>(135,283)</u>	<u>(146,127)</u>	<u>(141,918)</u>	<u>(167,179)</u>	<u>(161,028)</u>

(Continued)

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

(accrual basis of accounting - amounts in thousands)

	2017	2016	2015	2014
General Revenues				
Governmental Activities:				
Taxes				
Property Taxes	\$ 103,740	\$ 101,220	\$ 97,719	\$ 82,458
Sales Taxes	15,053	14,234	13,600	12,443
Gas Taxes	7,628	7,432	7,041	6,831
Communication Services Tax	1,773	1,691	1,784	1,857
Other	3,080	2,710	2,537	2,331
Intergovernmental Revenues, unrestricted	23,001	21,816	20,565	19,198
Investment Income	533	388	594	752
Miscellaneous	833	255	3,037	2,192
Transfers	(2,113)	(1,354)	1,072	713
Total Governmental Activities	153,528	148,392	147,949	128,775
 Business-Type Activities:				
Investment Income	34	27	35	20
Miscellaneous	185	214	126	2,801
Transfers	2,113	1,354	(1,072)	(713)
Total Business-Type Activities	2,332	1,595	(911)	2,108
Total Primary Government General Revenues	155,860	149,987	147,038	130,883
 Change in Net Position				
Governmental Activities	(11,955)	(15,815)	7,095	(19,147)
Business-type Activities	(310)	(3,186)	(3,826)	2,557
Total Primary Government Change in Net Position	\$ (12,265)	\$ (19,001)	\$ 3,269	\$ (16,590)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$	81,864	\$ 85,904	\$ 93,820	\$ 105,820	\$ 114,701	\$ 121,597
	11,585	10,833	10,479	9,974	10,012	10,761
	6,578	6,622	6,889	6,893	6,737	6,736
	1,833	1,846	2,057	2,204	2,650	2,215
	2,084	1,935	1,970	1,883	1,830	2,211
	17,798	16,580	16,259	15,751	15,708	17,325
	677	1,398	1,992	3,241	5,278	11,751
	2,085	3,261	2,146	6,268	1,617	2,271
	(1,194)	(2,491)	(2,803)	(1,027)	(3,720)	(3,739)
	123,310	125,888	132,809	151,007	154,813	171,128
	25	72	80	138	261	808
	419	706	1,262	970	697	1,503
	1,194	2,491	2,803	1,027	3,720	3,739
	1,638	3,269	4,145	2,135	4,678	6,050
	124,948	129,157	136,954	153,142	159,491	177,178
	(25,582)	(5,510)	(10,575)	13,079	(5,953)	17,142
	(2,278)	(613)	1,402	(1,855)	(1,735)	(992)
\$	(27,860)	(6,123)	(9,173)	11,224	(7,688)	16,150

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

(modified accrual basis of accounting - amounts in thousands)

General Fund	2017	2016	2015	2014
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Nonspendable	147	189	202	208
Assigned	4,290	7,020	6,250	3,600
Unassigned	11,097	11,173	13,040	12,223
Total General Fund	\$ 15,534	\$ 18,382	\$ 19,492	\$ 16,031
All Other Governmental Funds				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Restricted	51,864	51,852	56,441	60,403
Committed	2,798	4,319	6,443	5,653
Assigned	437	420	494	596
Unassigned	-	-	-	-
Total All Other Governmental Funds	\$ 55,099	\$ 56,591	\$ 63,378	\$ 66,652

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

SOURCE: Lake County Finance

2013	2012	2011	2010	2009	2008
\$ -	\$ -	\$ -	\$ 764	\$ 5,232	\$ 10,719
-	-	-	43,774	39,129	42,207
413	606	800	-	-	-
9,769	17,800	12,000	-	-	-
12,720	14,853	26,947	-	-	-
\$ 22,902	\$ 33,259	\$ 39,747	\$ 44,538	\$ 44,361	\$ 52,926
\$ -	\$ -	\$ -	\$ 37,306	\$ 18,502	\$ 46,251
-	-	-	58,914	68,234	72,482
-	-	-	30,332	51,116	47,217
-	-	-	5,100	5,687	6,060
69,241	77,027	91,191	-	-	-
6,434	8,301	8,484	-	-	-
603	467	644	-	-	-
-	(806)	-	-	-	-
\$ 76,278	\$ 84,989	\$ 100,319	\$ 131,652	\$ 143,539	\$ 172,010

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

(modified accrual basis of accounting - amounts in thousands)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Revenues				
Taxes	\$ 131,274	\$ 127,287	\$ 122,681	\$ 105,921
Licenses and Permits	2,953	3,016	2,976	2,733
Intergovernmental	53,245	46,537	53,538	47,779
Charges for Services	37,764	37,255	36,553	34,817
Fines and Forfeitures	2,506	2,225	2,673	3,128
Special Assessments	22,728	22,751	21,312	20,047
Investment Income	473	348	547	285
Miscellaneous	1,445	1,544	2,930	1,957
Total Revenues	<u>252,388</u>	<u>240,963</u>	<u>243,210</u>	<u>216,667</u>
Expenditures				
Current:				
General Government	36,910	39,275	33,496	32,171
Public Safety	127,774	122,273	116,372	108,674
Physical Environment	2,321	3,816	2,877	2,138
Transportation	26,807	24,672	34,573	33,296
Economic Environment	8,478	7,456	9,051	8,349
Human Services	9,832	9,945	8,616	9,978
Culture and Recreation	9,980	9,977	9,264	9,160
Court-Related Expenditures	9,207	8,168	8,571	8,581
Debt Service:				
Principal	6,204	5,731	4,771	4,615
Interest and Fiscal Charges	3,456	3,119	5,091	5,249
Issuance Costs	-	-	508	-
Advance Refunding Escrow	-	-	-	-
Capital Outlay	13,990	14,301	11,206	11,938
Total Expenditures	<u>254,959</u>	<u>248,733</u>	<u>244,396</u>	<u>234,149</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(2,571)</u>	<u>(7,770)</u>	<u>(1,186)</u>	<u>(17,482)</u>
Other Financing Sources (Uses)				
Bonds Issued/Additions to Long Term Debt	-	909	-	-
Bond Premium	-	-	-	-
Transfers In	30,863	27,376	30,478	28,261
Transfers Out	(32,624)	(28,384)	(29,083)	(27,243)
Refunding Bonds Issued	-	-	96,935	-
Premium on Refunding Bonds Issued	-	-	1,709	-
Payment to Refunded Bond Escrow Agent	-	-	(98,682)	-
Total Other Financing Sources (Uses)	<u>(1,761)</u>	<u>(99)</u>	<u>1,357</u>	<u>1,018</u>
Net Change in Fund Balances	<u>(4,332)</u>	<u>(7,869)</u>	<u>171</u>	<u>(16,464)</u>
Fund Balances at Beginning of Year	<u>74,973</u>	<u>82,870</u>	<u>82,683</u>	<u>99,180</u>
Inventory Reserve Increase (Decrease)	(8)	(28)	16	(33)
Fund Balances at End of Year	<u><u>\$ 70,633</u></u>	<u><u>\$ 74,973</u></u>	<u><u>\$ 82,870</u></u>	<u><u>\$ 82,683</u></u>
Debt Service as a Percentage of Non-capital Expenditures	4.21%	3.98%	4.87%	4.73%

SOURCE: Lake County Finance

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$	103,944	\$ 107,140	\$ 115,214	\$ 126,774	\$ 135,930	\$ 143,521
	2,286	1,787	2,381	1,695	1,926	2,987
	50,768	56,154	50,739	54,064	45,154	38,598
	29,919	28,019	16,962	16,810	20,661	22,376
	1,996	1,166	1,416	1,491	2,927	3,633
	17,690	21,838	18,047	19,410	21,333	28,183
	421	1,093	1,651	2,799	4,677	10,833
	2,023	3,342	2,224	1,653	1,802	4,962
	209,047	220,539	208,634	224,696	234,410	255,093
	30,100	30,406	31,403	34,429	36,147	52,759
	108,909	109,064	101,815	102,320	106,793	132,700
	2,365	3,243	3,059	5,401	4,885	5,661
	25,775	25,473	34,246	35,206	37,346	34,115
	8,996	8,530	8,132	10,092	12,134	18,211
	9,545	10,196	9,693	8,307	8,698	8,836
	8,806	8,284	8,471	8,904	9,138	11,660
	9,563	8,376	8,285	8,358	9,268	10,322
	4,433	4,248	4,069	3,935	3,268	1,861
	5,435	5,699	5,807	6,015	6,134	6,266
	-	-	39	-	-	-
	-	-	46	-	-	-
	13,283	28,431	27,238	12,133	33,357	45,245
	227,210	241,950	242,303	235,100	267,168	327,636
	(18,163)	(21,411)	(33,669)	(10,404)	(32,758)	(72,543)
	-	-	-	-	-	10,000
	-	-	-	-	-	-
	28,538	31,643	31,241	22,371	21,493	33,620
	(29,440)	(32,046)	(33,765)	(23,668)	(25,766)	(37,229)
	-	-	3,635	-	-	-
	-	-	-	-	-	-
	-	-	(3,592)	-	-	-
	(902)	(403)	(2,481)	(1,297)	(4,273)	6,391
	(19,065)	(21,814)	(36,150)	(11,701)	(37,031)	(66,152)
	118,248	140,066	176,190	187,900	224,936	291,040
	(3)	(4)	26	(9)	(5)	48
\$	99,180	118,248	140,066	176,190	187,900	224,936
	4.77%	4.91%	5.17%	5.29%	4.42%	3.71%

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
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
2015	14,227	20,530	1,234	1,752
2016	15,024	21,922	1,242	1,778
2017	15,985	23,434	1,233	1,766

NOTE: The assessed value is one year behind the fiscal year. For example, the assessed value at January 1, 2016 is for the fiscal year ended September 30, 2017.

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	\$ 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	5.7415	70.15
2	3	15,463	22,285	6.5117	69.39
3	4	16,269	23,704	6.4312	68.63
3	5	17,221	25,204	6.2365	68.33

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

(per \$1,000 of assessed value)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Direct Rates				
Board of County Commissioners				
General Revenue Fund	5.1180	5.3051	5.3856	4.7309
Stormwater Municipal Services Taxing Unit	0.4957	0.4957	0.4957	0.4984
Voted Debt Service	0.1524	0.1600	0.1600	0.1900
Fire Municipal Services Taxing Unit	0.4704	0.4704	0.4704	0.3222
Total Direct Rate	<u>6.2365</u>	<u>6.4312</u>	<u>6.5117</u>	<u>5.7415</u>
Overlapping Rates				
Board of Public Instruction	6.8750	7.1970	7.2460	7.1700
Lake County Water Authority (Independent Special District) (1)	0.2554	0.2554	0.2554	0.2554
Total Overlapping Rates	<u>7.1304</u>	<u>7.4524</u>	<u>7.5014</u>	<u>7.4254</u>
Total County Wide	<u>13.3669</u>	<u>13.8836</u>	<u>14.0131</u>	<u>13.1669</u>
Special Districts				
Dependent Districts				
Lake County Ambulance District	0.4629	0.4629	0.4629	0.3853
Independent Districts				
South Lake County Hospital District	0.7332	0.7633	0.7633	0.7900
Southwest Florida Water Management	0.3317	0.3488	0.3658	0.3818
St. Johns River Water Management	0.2885	0.3023	0.3164	0.3283
North Lake County Hospital District	1.0000	1.0000	1.0000	1.0000
Cities				
Astatula	7.5000	7.5000	7.5000	6.2500
Clermont	4.2061	4.2061	3.7290	3.7290
Eustis	7.5810	7.5810	7.5810	7.5810
Fruitland Park	3.9863	4.7371	4.7371	4.7371
Groveland	5.6000	5.9900	5.9900	5.4700
Howey-in-the-Hills	9.2750	9.5177	9.5177	9.6147
Lady Lake	3.3962	3.5510	3.7500	3.2808
Leesburg	4.2678	4.2678	4.3179	4.3179
Mascotte	8.3289	8.8138	9.3000	9.6147
Minneola	6.1483	6.2069	6.2500	6.3676
Montverde	2.8300	2.8300	2.8300	2.8300
Mount Dora	5.9970	5.9970	5.9970	5.6667
Tavares	7.1000	6.6166	6.7283	6.4531
Tavares Voted Debt Service	0.3680	0.4068	0.4286	0.4533
Umatilla	7.1089	7.2980	7.2980	8.2480

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

SOURCE: Lake County Property Appraiser

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
4.7309	4.7309	4.7309	4.6511	4.6511	4.7410
0.4984	0.4984	0.4984	0.4984	0.4984	0.4984
0.1900	0.1101	0.1101	0.1101	0.1101	0.2000
0.3222	0.3222	0.3222	0.3222	0.3222	-
5.7415	5.6616	5.6616	5.5818	5.5818	5.4394
7.3200	7.3940	7.5230	7.5320	7.5170	7.6980
0.2554	0.2405	0.2405	0.2130	0.2130	0.2130
7.5754	7.6345	7.7635	7.7450	7.7300	7.9110
13.3169	13.2961	13.4251	13.3268	13.3118	13.3504
0.3853	0.3853	0.3853	0.4651	0.4651	0.4651
0.8000	0.8000	0.8666	0.8666	0.8666	0.8666
0.3928	0.3928	0.3770	0.3866	0.3866	0.3866
0.3313	0.3313	0.4158	0.4158	0.4158	0.4158
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
6.2500	6.5000	4.8500	4.5000	4.5000	4.5000
3.1420	3.1420	3.1420	3.1420	3.1420	3.1420
6.7158	6.2432	5.6849	5.1266	4.7083	4.7083
4.6442	4.3284	4.3600	4.3600	4.3600	4.1400
5.6000	5.6000	5.1800	5.1800	4.8205	3.9680
8.6965	8.0000	7.0000	6.8317	5.9900	5.4450
3.2808	3.2808	3.2080	3.2808	3.0870	2.2000
4.3179	4.3179	4.3179	4.3179	4.3179	4.2500
9.6147	9.6147	7.9800	6.8009	5.9990	5.6530
6.3000	6.5716	5.4826	4.4990	4.4990	3.7370
2.8300	2.8300	2.8300	2.8300	2.8300	2.8300
5.6667	5.3891	5.0190	5.0190	5.0190	5.0190
5.9850	6.8900	6.9500	6.2500	6.2500	5.4200
0.4612	-	-	-	-	-
8.2480	7.6419	6.8795	6.5000	6.5000	5.7593

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

TAXPAYER	2017			2008		
	TAXABLE ASSESSED VALUE	RANK	PERCENT OF TOTAL ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	PERCENT OF TOTAL ASSESSED VALUE
Duke Energy Florida, LLC (1)	\$ 232,682,445	1	1.35 %	\$ 117,321,120	3	0.53 %
Summer Bay Partnership	210,933,882	2	1.23	202,858,388	1	0.91
Sumter Electric Co-op, Inc.	151,092,399	3	0.88	111,748,355	4	0.50
Embarq-Florida, Inc.	74,617,710	4	0.43	126,675,001	2	0.57
Vista at Lost Lake TIC I LLC	59,385,950	5	0.34	-	-	-
DCS Real Estate Investments, LLC	57,977,479	6	0.28	41,369,725	6	0.19
Villages Operating Company	48,977,233	7	0.28	-	-	-
Villages of Lake-Sumter, Inc.	47,815,446	8	0.34	-	-	-
South Lake Hospital, Inc.	37,442,684	9	0.22	-	-	-
Wal-Mart Stores East, LP	34,159,949	10	0.20	-	-	-
Lowes Home Center, Inc.	-	-	-	44,823,862	5	0.20
Centex Homes	-	-	-	40,058,155	7	0.18
Cutrale Citrus Juices USA	-	-	-	33,439,045	8	0.15
John P. Adams & Ann D. Adams Family, LP	-	-	-	34,051,244	9	0.15
SDG Macerich Properties, LP	-	-	-	27,503,290	10	0.12
	\$ 955,085,177		5.55 %	\$ 779,848,185		3.50 %

(1) Known as Florida Power Corp. in 2008.

SOURCE: Lake County Property Appraiser (includes both real and tangible personal 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
2008	\$ 126,616,206	\$ 114,233,408	90.2 %	\$ 7,363,986	\$ 121,597,394	96.0 % (1)
2009	118,894,103	106,296,815	89.4	8,404,678	114,701,493	96.5 (2)
2010	108,306,725	98,484,493	90.9	7,335,985	105,820,478	97.7 (2)
2011	96,542,877	88,728,086	91.9	5,091,428	93,819,514	97.2 (2)
2012	88,657,064	82,232,152	92.8	3,671,740	85,903,892	96.9 (2)
2013	84,537,190	78,713,031	93.1	3,151,025	81,864,057	96.8 (2)
2014	85,046,003	79,639,509	93.6	2,818,062	82,457,571	97.0 (2)
2015	100,846,998	94,918,759	94.1	2,800,212	97,718,971	96.9 (2)
2016	104,648,986	98,449,119	94.1	2,770,942	101,220,063	96.7 (2)
2017	107,245,498	101,083,202	94.3	2,656,989	103,740,192	96.7 (2)

(1) 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.

(2) 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>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>Governmental Activities</u>				
Pari-Mutuel Revenues Replacement Bonds (1)	\$ 2,650,000	\$ 2,810,000	\$ 2,970,000	\$ 3,125,000
Limited General Obligation Bonds, Series 2007 (2,3)	-	1,752,733	3,440,458	24,998,958
Limited General Obligation Refunding Bonds, Series 2015	20,400,000	20,695,000	20,950,000	-
Notes Payable	1,050,087	2,529,401	2,990,918	3,411,790
Capital Improvement Revenue Bonds, Series 2007 (2,3)	-	2,242,997	4,400,994	80,576,275
Capital Improvement Revenue Refunding Bonds, Series 2015A	25,205,000	25,550,000	25,845,000	-
Capital Improvement Revenue Refunding Bonds, Series 2015B (2)	51,560,571	51,763,828	51,848,606	-
Total Government Activities	100,865,658	107,343,959	112,445,976	112,112,023
<u>Business-Type Activities</u>				
Solid Waste Line of Credit Note Payable	-	-	-	-
Total Primary Government	\$ 100,865,658	\$ 107,343,959	\$ 112,445,976	\$ 112,112,023
Percentage of Personal Income	*	0.84%	0.92%	0.99%
Per Capita	*	\$ 320	\$ 345	\$ 355

* 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.

(3) The Limited General Obligation Bonds Series 2007 and Capital Improvement Revenue Bonds, Series 2007, were partially refunded in Fiscal Year 2015. For additional information regarding the refunds, see Note 6 to the financial statements.

SOURCE: Lake County Finance

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$ 3,275,000	\$ 3,415,000	\$ 3,545,000	\$ 3,545,000	\$ 3,645,000	\$ 3,740,000
26,551,687	28,044,416	29,482,145	30,869,874	32,207,603	33,495,332
-	-	-	-	-	-
4,516,584	5,584,132	6,607,069	7,600,779	8,566,094	9,503,826
82,579,270	84,507,268	86,360,265	88,153,262	89,881,260	91,024,257
-	-	-	-	-	-
-	-	-	-	-	-
116,922,541	121,550,816	125,994,479	130,168,915	134,299,957	137,763,415
-	1,000,000	2,000,000	3,000,000	4,000,000	5,000,000
<u>\$ 116,922,541</u>	<u>\$ 122,550,816</u>	<u>\$ 127,994,479</u>	<u>\$ 133,168,915</u>	<u>\$ 138,299,957</u>	<u>\$ 142,763,415</u>
1.09%	1.17%	1.26%	1.37%	1.44%	1.42%
\$ 380	\$ 404	\$ 425	\$ 454	\$ 474	\$ 495

**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
2008	\$ 33,495,332	\$ 3,963,462	\$ 29,531,870	0.13 %	\$ 102
2009	32,207,603	3,545,909	28,661,694	0.13	98
2010	30,869,874	2,927,443	27,942,431	0.14	95
2011	29,482,145	2,046,184	27,435,961	0.16	91
2012	28,044,416	1,003,037	27,041,379	0.17	89
2013	26,551,687	982,361	25,569,326	0.17	83
2014	24,998,958	954,441	24,044,517	0.16	76
2015	24,390,458 (2)	531,497	23,858,961	0.15	73
2016	22,447,733 (2)	547,595	21,900,138	0.13	65
2017	20,400,000	502,598	19,897,402	0.11	*

* Statistics not yet published

(1) Includes Limited General Obligation Refunding Bond Series 2015A and Limited General Obligation Bonds, Series 2007, net of premium.

(2) The Limited General Obligation Bonds Series 2007 were partially refunded in Fiscal Year 2015. For additional information regarding the refunding, see Note 6 to the financial statements.

SOURCE: Lake County Finance
Lake County Property Appraiser
Bureau of Economic Analysis

**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
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
2015	298,434	155,000	97,500	252,500	118
2016	298,534	160,000	92,664	252,664	118
2017	299,256	160,000	87,672	247,672	121

(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.

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.

CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 2007, 2015A and 2015B (2)

FISCAL YEAR	NET REVENUE AVAILABLE	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	COVERAGE
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
2015	14,019,466	1,950,000	3,786,838	5,736,838	244
2016	15,032,739	2,325,000	2,413,287	4,738,287	317
2017	15,770,960	2,585,000	2,782,059	5,367,059	294

(2) The Capital Improvement Revenue Bonds, Series 2007 were partially refunded in 2015 with proceeds from the Capital Improvement Revenue Refunding Bonds, Series 2015A and 2015B. For additional information regarding the refunding, see Note 6 to the financial statements for that year.

SOURCE OF REVENUE: Local Government half-cent sales tax

**LAKE COUNTY, FLORIDA
PRO-FORMA DEBT SERVICE COVERAGE
LAST TEN FISCAL YEARS**

LIMITED GENERAL OBLIGATION BONDS, SERIES 2007

FISCAL YEAR	MAXIMUM ANNUAL DEBT SERVICE REQ	LIMITED AD VALOREM COLLECTIONS (1)	PRO-FORMA DEBT SERVICE COVERAGE
2008	\$ 2,706,938	\$ 7,054,929	261 %
2009	2,706,938	6,636,870	245
2010	2,706,938	6,049,191	223
2011	2,706,938	5,389,699	199
2012	2,706,938	4,949,765	183
2013	2,706,938	4,657,695	172
2014	2,706,938	4,688,451	173
2015	2,706,938	4,896,327	181
2016	2,706,938	5,151,323	190
2017	2,706,938	5,452,909	201

(1) Total assessed taxable value x 1/3 of a mill at 95%.

SOURCE: Lake County Property Appraiser

**LAKE COUNTY, FLORIDA
PRO-FORMA DEBT SERVICE COVERAGE
LAST TEN FISCAL YEARS**

CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 2007 AND SERIES 2015B

FISCAL YEAR	MAXIMUM ANNUAL DEBT SERVICE	HALF-CENT SALES TAX REVENUES	PRO-FORMA DEBT SERVICE COVERAGE
2008	\$ 5,740,780	\$ 11,948,365	208 %
2009	5,740,780	10,906,925	190
2010	5,740,780	10,898,633	190
2011	5,740,780	11,207,516	195
2012	5,740,780	11,260,878	196
2013	5,740,780	12,153,082	212
2014	5,740,780	13,194,014	230
2015	5,599,638 (1)	14,015,293	250
2016	5,599,638 (1)	15,028,339	268
2017	5,599,638 (1)	15,763,821	282

(1) In 2015, the Capital Improvement Revenue Bonds, Series 2007 were refunded to achieve aggregate debt service savings. As a result, the maximum annual debt service requirement changed.

SOURCE: Lake County Finance

**LAKE COUNTY, FLORIDA
DISTRIBUTION PERCENTAGES
CAPITAL IMPROVEMENT REVENUE BONDS - SERIES 2007 AND 2015B
LAST TEN FISCAL YEARS**

<u>STATE FISCAL YEAR ENDED JUNE 30</u>	<u>PERCENTAGE OF HALF-CENT SALES TAX DISTRIBUTION TO LAKE COUNTY</u>	<u>PERCENTAGE OF HALF-CENT SALES TAX PROGRAM DISTRIBUTIONS TO MUNICIPALITIES WITHIN LAKE COUNTY</u>
2008	65.21 %	34.79 %
2009	65.04	34.96
2010	64.97	35.03
2011	64.91	35.09
2012	63.42	36.58
2013	63.40	36.60
2014	63.33	36.67
2015	63.23	36.77
2016	63.02	36.98
2017	62.82	37.18

SOURCE: State of Florida, Department of Revenue

**LAKE COUNTY, FLORIDA
HISTORICAL RECEIPTS OF HALF-CENT SALES TAX REVENUES BY THE COUNTY
CAPITAL IMPROVEMENT REVENUE BONDS - SERIES 2007 AND 2015B
LAST TEN FISCAL YEARS**

<u>COUNTY FISCAL YEAR ENDED SEPTEMBER 30</u>	<u>AUDITED HALF-CENT SALES TAX REVENUES</u>	<u>PERCENTAGE CHANGE</u>
2008	\$ 11,948,365	(6.19) %
2009	10,906,925	(8.72)
2010	10,898,633	(0.08)
2011	11,207,516	2.83
2012	11,260,878	0.48
2013	12,153,082	7.92
2014	13,194,014	8.57
2015	14,015,293	6.22
2016	15,028,339	7.23
2017	15,763,821	4.89

SOURCE: Lake County Finance

**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>		
2008	288,379	\$ 9,707,141	\$ 31,520	7.1	%	6.0	%
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	315,690	11,297,313	35,786	6.3		5.9	
2015	325,875	12,284,994	37,698	5.2		5.9	
2016	335,396	12,834,379	38,266	4.8		4.9	
2017	*	*	*	3.4		4.2	

* 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	2017			2008		
	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT
Lake County Public Schools	5,435	1	3.72 %	4,353	1	3.39 %
Central Florida Health	2,686	2	1.84	-	-	-
Leesburg Regional Medical	1,826	3	1.25	1,870	3	1.46
Lake County Government (1)	1,794	4	1.23	690	7	0.54
Florida Hospital Waterman	1,482	5	1.01	1,400	4	1.09
South Lake Hospital, Inc.	1,143	6	0.78	-	-	-
Villages of Lake-Sumter, Inc.	1,120	7	0.77	2,220	2	1.73
Ace Staffing Unlimited, Inc.	700	8	0.48	-	-	-
City of Leesburg	520	9	0.36	-	-	-
Dura-Stress, Inc.	425	10	0.29	-	-	-
Embarq (formerly Sprint)	-	-	-	811	5	0.63
Casmin Incorporation	-	-	-	800	6	0.62
Lake County Sheriff's Dept. (1)	-	-	-	585	8	0.46
G & T Conveyor Company	-	-	-	550	9	0.43
Bailey Industries	-	-	-	509	10	0.40
	17,131		11.73 %	13,788		10.75 %
Total Employment	146,034			128,223		

(1) In 2009 Lake County Government and Lake County Sheriff's Department was combined into one.

SOURCES: Metro Orlando Economic Development Commission
Labor Market Statistics, Local Area Unemployment Statistics Program
Lake County Adopted Budget

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

FUNCTION	FULL-TIME EMPLOYEES (AS OF SEPTEMBER 30)									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General Government	364	353	364	345	335	345	348	375	393	404
Public Safety	1,018	996	989	954	963	991	1,019	1,033	1,042	1,041
Culture and Recreation	80	82	82	86	86	90	78	79	80	76
Physical Environment	51	49	54	56	57	60	58	67	78	84
Transportation	147	148	146	146	146	143	146	122	131	144
Economic Development	18	16	17	16	16	15	16	17	27	24
Human Services	11	11	10	36	36	37	36	49	54	56
Courts	105	130	120	125	133	136	145	145	160	156
Total	<u>1,794</u>	<u>1,785</u>	<u>1,782</u>	<u>1,764</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>

SOURCE: Lake County Adopted Budget

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

FUNCTION	2017	2016	2015	2014
General Government				
Number of new employees recruited	140	139	95	84
Number of employee educational programs/participants	8/969	6/278	7/468	5/533
Number of term and supply contracts managed	495	442	425	432
Public Safety				
Calls to Fire Rescue Department	23,408	22,556	21,071	20,644
Number of inspections for code violations	7,211	7,128	7,281	6,460
Single family building permits issued	560	650	732	650
Physical Environment				
Gallons of used oil recycled	12,274	12,788	10,106	12,941
Number of samples tested by lab	15,383	16,168	15,263	15,966
Transportation				
Number of transportation disadvantaged trips billed	80,341	90,393	112,259	121,679
Economic Environment				
Number of homes rehabilitated/replaced	5	2	8	8
Human Services				
Number of citizens receiving hardship assistance for fire and solid waste assessments	109	115	120	141
Culture and Recreation				
Circulation in branch libraries	691,292	694,758	722,982	783,889
Court Related Expenditures				
Number of cases heard in Teen Court	91	104	102	175
Solid Waste System				
Total tons collected	136,869 (2)	50,845	69,989 (1)	153,483
Residents receiving collection service	69,391	69,986	68,597	68,011
Resource Recovery Plant - Revenue earned from electricity production	\$ -	\$ -	\$ - (1)	\$ 10,800,611

(1) The County's service agreement with Covanta, Inc. expired June 30, 2014.

(2) The increase from FY 2016 to FY 2017 is due mainly for debris collection from two hurricanes occurring in the same fiscal year.

SOURCE: Lake County Board of County Commissioners Departments

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
123	83	59	43	34	85
6/459	6/845	6/110	10/756	78/859	86/1641
380	365	367	375	350	335
19,779	18,449	17,447	16,312	15,100	14,885
6,513	6,836	7,705	10,554	11,293	18,897
624	413	271	295	208	494
13,578	13,623	18,123	14,877	19,465	19,533
16,033	15,886	15,541	15,911	17,284	15,895
132,683	148,039	152,663	152,751	156,417	162,334
4	7	14	3	35	21
162	168	182	199	248	332
775,545	888,539	863,428	939,271	894,012	872,436
232	270	385	360	277	263
162,347	170,269	173,624	161,359	163,940	170,522
67,504	67,137	67,021	66,860	66,687	66,601
\$ 10,555,115	\$ 10,026,213	\$ 9,702,823	\$ 8,994,984	\$ 8,619,903	\$ 8,111,404

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

FUNCTION	2017	2016	2015	2014
Public Safety				
Number of fire stations	25	24	24	24
Sheriff's marked and unmarked patrol vehicles	432	462	426	461
Transportation				
Miles of maintained roadway	1,388	1,390	1,390	1,392
Traffic signals	409	412	406	380
Traffic signs	33,637	37,645	37,009	32,256
Facilities				
Number of County owned buildings	115	120	112	109
Number of building square feet maintained	1,942,184	1,942,853	1,938,160	1,954,078
Human Services				
Number of Transportation Disadvantaged busses and vans	109	82	77	77
Culture and Recreation				
Number of libraries	15	15	15	15
Acres of parks	1,102	1,102	1,102	1,102
Number of boat ramps	16	16	16	16
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

SOURCE: Lake County Board of County Commissioners Departments

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
24	23	23	23	22	22
429	406	448	553	443	369
1,389	1,392	1,393	1,390	1,387	1,382
380	373	368	348	321	292
31,853	28,376	27,321	26,420	26,113	25,585
124	137	130	132	127	115
1,965,851	1,200,826	1,173,090	1,670,930	1,345,022	1,119,965
84	80	90	77	77	61
15	15	15	15	15	13
961	961	943	916	916	916
15	15	15	15	15	15
45	45	45	45	45	45
30	30	30	30	30	30

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LAKE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2017

Grantor/Pass-Through Grantor/Program Title	CFDA / CSFA	Pass-Through / State Contract Number	9/30/2017 Expenditures
Department of Agriculture			
Indirect:			
Florida Department of Banking and Finance Schools and Roads - Grants to Counties	10.666	None	\$ 47,055
Total Department of Agriculture			47,055
Department of Housing and Urban Development			
Direct:			
Community Development Block Grant	14.218	N/A	592,673
Shelter Care Plus	14.238	FL0441L4H201201	77,253
Section 8 Housing Choice Voucher (FL 106 VO)	14.871	N/A	3,665,911
Total Department of Housing and Urban Development			4,335,837
Department of the Interior			
Direct:			
Payments in Lieu of Taxes	15.226	N/A	136,999
Refuge Revenue Sharing	15.659	N/A	1,198
Total Department of the Interior			138,197
Department of Justice			
Direct:			
Edward Byrne Memorial Formula Grant Program	16.738	2016-DJ-BX-0414	33,123
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	2015-MO-BX-0007	80,041
Indirect:			
Florida Department of Law Enforcement: Edward Byrne Memorial Formula Grant Program	16.738	2017-JAGC-LAKE-6F9-072	33,222
Total Department of Justice			146,386
Department of Transportation			
Direct:			
Federal Transit Formula Grants	20.507	FL-2017-113	2,629,405
Federal Transit Formula Grants	20.507	FL-90-X817	3,061
Federal Transit Formula Grants	20.507	FL-90-X834	229,002
Federal Transit Formula Grants	20.507	FL-90-X779	27,077
Federal Transit Formula Grants	20.507	FL-90-X691	7,554
			2,896,099
Indirect:			
Florida Department of Transportation:			
Highway Planning and Construction	20.205	434422-1-38-01/ARK94	341
Highway Planning and Construction	20.205	434422-1-58-01/G0G93	468,865
Highway Planning and Construction	20.205	437485-1-38-01/G0136	80,795
Highway Planning and Construction	20.205	437486-1-38-01/G0139	18,753
Highway Planning and Construction	20.205	437464-1-38-01/C0D13	177,822
Highway Planning and Construction	20.205	430975-3-38-01/G0L11	143,408
			889,984
Formula Grants for Other Than Urbanized Areas Capital Assistance Program for Elderly Persons with Disabilities	20.509	FL-18-X034/AQR81 / FM# 424120-1-84-34	392,045
	20.513	1001-2016-16	73,388
Total Department of Transportation			4,251,516

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, 2017

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>	<u>9/30/2017 Expenditures</u>
Election Assistance Commission			
Indirect:			
Florida Department of State Division of Elections:			
Help America Vote Act Requirements Payments	90.401	N/A	68,079
Help America Vote Act Requirements Payments	90.401	N/A	59,970
Total Election Assistance Commission			<u>128,049</u>
Department of Health and Human Services			
Indirect:			
Florida Department of Revenue:			
Child Support Enforcement	93.563	COC35	228,917
Total Department of Health and Human Services			<u>228,917</u>
Department of Homeland Security			
Direct:			
Assistance to Firefighters	97.083	EMW-2015-FH-00706	653,923
Indirect:			
Florida Division of Emergency Management:			
Disaster Grants - Public Assistance	97.036	4283 Hurricane Matthew	160,184
Emergency Management Performance Grant	97.042	17-FG-P9-06-45-01-108	61,528
Emergency Management Performance Grant	97.042	18-FG-7A-06-45-01-108	10,323
			<u>71,851</u>
Total Department of Homeland Security			<u>885,958</u>
Total Expenditures of Federal Awards			<u>\$ 10,161,915</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, 2017

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>	<u>9/30/2017 Expenditures</u>
Executive Office of the Governor			
Emergency Management Programs	31.063	17-BG-83-06-45-01-041	\$ 102,096
Emergency Management Programs	31.063	18-BG-W9-06-45-01-062	29,793
Total Executive Office of the Governor			131,889
Florida Department of Environmental Protection			
Statewide Surface Water Restoration & Waste Water	37.039	LP35143	350,000
Statewide Surface Water Restoration & Waste Water	37.039	LP35140	27,508
Total Florida Department of Environmental Protection			377,508
Florida Housing Finance Corporation			
State Housing Initiatives Partnership Program (SHIP)	40.901	None	938,921
Total Florida Housing Finance Corporation			938,921
Florida Department of Agriculture and Consumer Affairs			
Mosquito Control (Waste Tire and State Aid)	42.003	None	31,540
Total Florida Department of Agriculture and Consumer Affairs			31,540
Florida Department of State			
State Aid to Libraries FY 15	45.030	15-ST-25	15,014
State Aid to Libraries FY 16	45.030	16-ST-25	58,284
State Aid to Libraries FY 17	45.030	17-ST-25	91,075
Total Florida Department of State			164,373
Florida Department of Transportation			
Commission for the Transportation Disadvantaged Trip and Equipment	55.001	GOB63/43202718401	548,937
Commission for the Transportation Disadvantaged Trip and Equipment	55.001	GOM55	191,715
Commission for the Transportation Disadvantaged Trip and Equipment	55.001	GOG10/41065618401	122,936
			<u>863,588</u>
Highway Beautification Grants - Keep Florida Beautiful	55.003	GO759	9,010
County Incentive Grant	55.008	430253-2-58-01/ARU03	1,000,000
Public Transit Block Grant Program	55.010	424125-1-84-01/ AQV72	1,157,035
Economic Development Transportation Fund	55.032	435541-1-38/44-01/ART09	495,347
Economic Development Transportation Fund	55.032	430253-2-58-01/ARU03	1,000,000
Economic Development Transportation Fund	55.032	430253-3-44-01/GOA53	319,040
			1,814,387
Total Florida Department of Transportation			4,844,020
Florida Department of Children and Families			
Public Safety, Mental Health, and Substance Abuse Local Matching Grant	60.115	LHZ39	276,991
Total Florida Department of Children and Families			276,991
Florida Department of Health			
County Grant Awards	64.005	C5035	34,125
Total Florida Department of Health			34,125
Florida Department of Highway Safety and Motor Vehicles			
Florida Arts License Plates Projects	76.041	None	1,299
Total Florida Department of Law Enforcement			1,299
Total Expenditures of State Financial Assistance			\$ 6,800,667

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, 2017

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.

3. Indirect Cost

The County did not elect to use the 10 percent de minimis indirect cost rate for any of its Federal Programs.



Certified Public Accountants

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 THE UNIFORM GUIDANCE 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 *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, 2017. 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; the audit requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and the Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, *Rules of the Auditor General*. Those standards, the Uniform Guidance, and Chapter 10.550, *Rules of the Auditor General*, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program 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, 2017.

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 in the first paragraph. 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 the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program 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 the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by the Uniform Guidance 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, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 23, 2018, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance is presented for purposes of additional analysis, as required by the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, and is not a required part of the basic financial statements.

Honorable Board of County Commissioners
Lake County, Florida

Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by the Uniform Guidance and Chapter 10.550, Rules of the Auditor General (Cont.)

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

March 23, 2018

LAKE COUNTY, FLORIDA
Schedule of Findings and Questioned Costs *(Continued)*
For the Year Ended September 30, 2017

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.

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**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, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 23, 2018.

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.

Honorable Board of County Commissioners
Lake County, Florida

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 March 23, 2018.

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.

Certified Public Accountants

Orlando, Florida
March 23, 2018



Certified Public Accountants

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, 2017, and have issued our report thereon dated March 23, 2018.

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; the audit requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and the Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, *Rules of the Auditor General*.

Other Reporting Requirements

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 the Uniform Guidance 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*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated March 23, 2018, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The legal authority is disclosed in the notes to the financial statements.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), *Rules of the Auditor General*, require us to apply appropriate procedures and communicate 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 procedures, we had the following observation:

Results

The results of our current-year financial condition assessment procedures resulted in 15 unfavorable indicators, 5 inconclusive indicators, and 4 favorable indicators out of a total of 24 applicable financial indicators. Of the 15 unfavorable indicators, 11 related to declining unrestricted net position/fund balance and cash reserves. The County's governmental activities and business-type activities experienced a decrease in net position of \$(12.0) million and \$(0.3) million, respectively. Additionally, the County used fund balance for its General Fund and other governmental funds in the amounts of \$(2.8) million and \$(1.5) million, respectively.

Management Response

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, and we closely monitor expenditures in comparison to budgeted amounts. The County was significantly impacted by two hurricanes in Fiscal Year 2017 resulting in unanticipated expenditures and a reduction of fund balance of approximately \$2 million in the General Fund. However, the remaining fund balance in the General Fund at September 30, 2017 continues to meet the County's Economic Stabilization Policy's stated goal of 7% to 12% of the total operating budget.

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.

Annual Financial Report

Sections 10.554(1)(i)5.b. and 10.556(7), *Rules of the Auditor General*, require us to apply appropriate procedures and communicate the results of our determination as to whether the annual financial report for the County for the fiscal year ended September 30, 2017, 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, 2017. In connection with our audit, we determined that these two reports were in agreement.

Honorable Board of County Commissioners
Lake County, Florida

Special District Component Units

Section 10.554(1)(i)5.d., *Rules of the Auditor General*, requires that we determine whether or not a special district that is a component unit of a county, municipality, or special district, provided the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. There were no special district component units that were required to provide financial information to the County for the fiscal year ended September 30, 2017.

Additional Matters

Section 10.554(1)(i)3., *Rules of the Auditor General*, requires us to communicate 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 note 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
March 23, 2018



INDEPENDENT ACCOUNTANT'S REPORT

Honorable Board of County Commissioners
Lake County, Florida

We have examined the compliance of Lake County, Florida (the County) with the requirements of Sections 218.415, 365.172(10), and 365.173(2)(d), Florida Statutes, during the year ended September 30, 2017. 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. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the County complied with those requirements. An examination involves performing procedures to obtain evidence about the County's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide 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, 2017.

Moore Stephens Lovelace, P.A.

MOORE STEPHENS LOVELACE, P.A.

Certified Public Accountants

Orlando, Florida
March 23, 2018

