



# ANNUAL FINANCIAL REPORT

## FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2015



# **WAKULLA COUNTY, FLORIDA**

## **INTRODUCTORY SECTION**



**Wakulla County Annual Financial Report**  
**For the Fiscal Year Ended September 30, 2015**

**Prepared by the Finance Department of Brent X. Thurmond, C.P.A.; Clerk of  
the Circuit Court & Comptroller and Clerk to Board of County  
Commissioners**

**WAKULLA COUNTY, FLORIDA**

**ANNUAL FINANCIAL REPORT**  
For the Fiscal Year Ended September 30, 2015

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# WAKULLA COUNTY, FLORIDA

## LIST OF PRINCIPAL OFFICIALS

### Board of County Commissioners

District 1	Ralph Thomas
District 2	Randy Merritt
District 3	Dr. Howard Kessler
District 4	Jerry Moore
District 5	Richard Harden

### Constitutional Officers

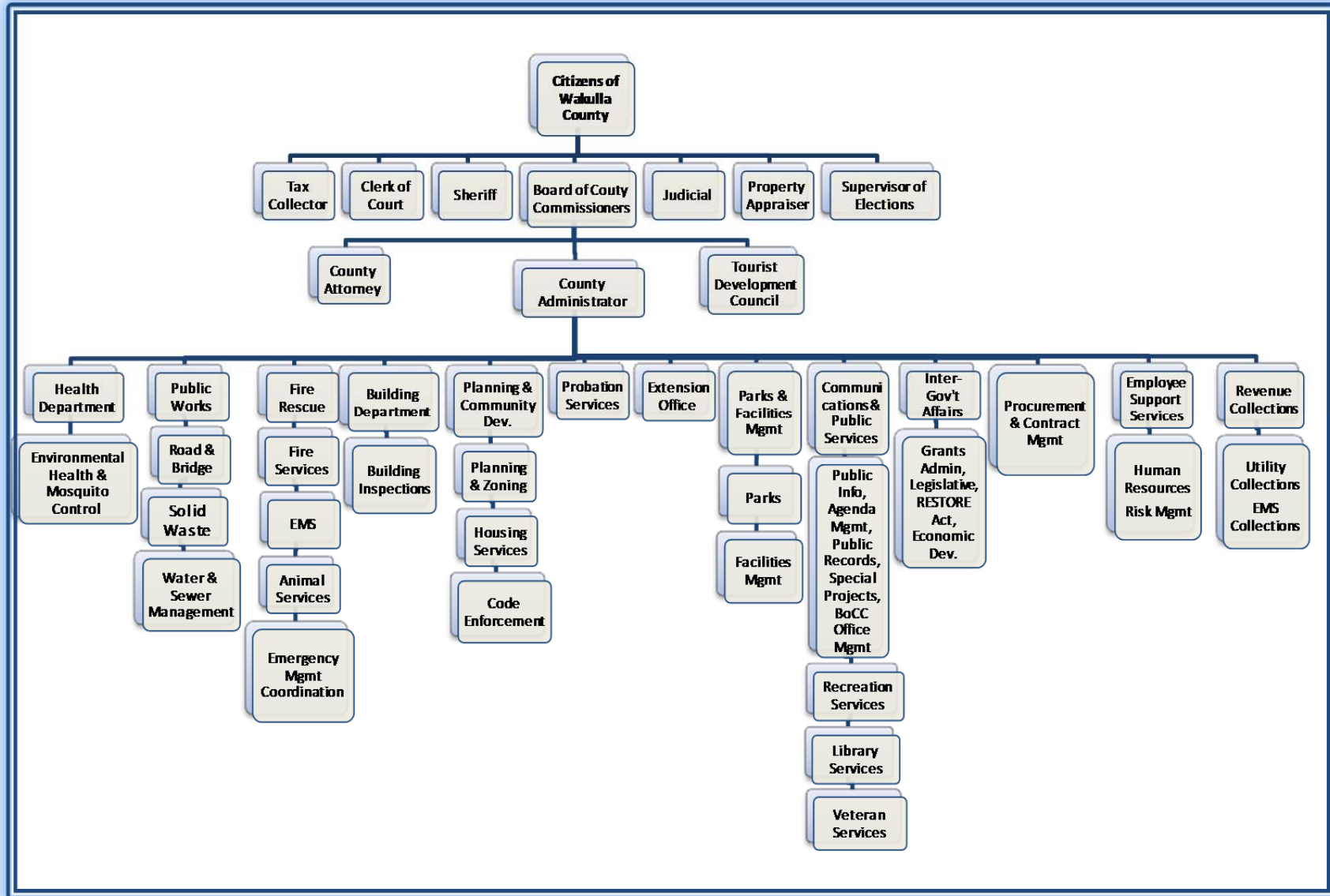
Clerk of Circuit Court	Brent X. Thurmond, CPA
Property Appraiser	Donnie Sparkman, CFA
Sheriff	Charlie Creel
Supervisor of Elections	Henry Wells, MFCEP
Tax Collector	Cheryll Olah

### County Administrator

David Edwards



# Wakulla County Organizational Chart



# **WAKULLA COUNTY, FLORIDA**

## **FINANCIAL SECTION**



**Powell & Jones**  
Certified Public Accountants

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## INDEPENDENT AUDITOR'S REPORT

To the Board of County Commissioners  
Wakulla County, Florida

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Wakulla County, Florida, as of and for the year ended September 30, 2015, which collectively comprise Wakulla County, Florida'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 an opinion 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

#### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Wakulla County, Florida, as of September 30, 2015, and the respective changes in financial position, and, cash flows, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Florida Institute of Certified Public Accountants • American Institute of Certified Public Accountants

## Other Matters

### Required Supplementary Information

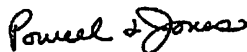
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 17, budgetary comparison information on pages 76 through 82, and pension schedules on pages 83 through 84, be presented to supplement the basic financial statements. 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 an opinion on the financial statements that collectively comprise Wakulla County, Florida's 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 U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and Chapter 10.550 Rules of the State of Florida, Office of the Auditor General, and is not a required part of the financial statements. The accompanying HUD financial schedules as listed in the table of contents are presented for purposes of complying with the U.S. Department of HUD regulations and are not a required part of the financial statements. The Schedule of Expenditures of Federal Awards and State Financial Assistance and HUD financial schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. This information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 2, 2016, on our consideration of Wakulla County, Florida'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 Wakulla County, Florida's internal control over financial reporting and compliance.



**POWELL & JONES**  
Certified Public Accounts  
May 2, 2016

## **WAKULLA COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS**

As management of Wakulla County, Florida (County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal years ended September 30, 2015 and 2014.

### **Financial Highlights.**

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$69,831,097 but there was a deficit of \$8,808,360 in unrestricted net position providing no available resources for the County to meet its' ongoing obligations to its citizens and creditors. This is a net decrease of \$11,203,819 over the prior year's unrestricted net position of \$2,395,459. An explanation of this decrease is included later in this discussion and analysis.
- The County's total net position decreased by \$8,254,630. This decrease in net position is a result of governmental activities net position decreasing by \$5,518,047 which was primarily due to a required restatement of net position due to pension liabilities. There was also a decrease in business type activities net position of \$2,736,583 which was primarily the result of an accounting change for the landfill closure and post-closure liabilities. An explanation of these decreases is included later in this discussion and analysis.
- At the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$11,545,222. In comparison with the prior year, this is an increase of \$1,356,330. Approximately forty-one percent (41%) of the total fund balance, or \$4,789,319 is available for spending at the County's discretion (Assigned and Unassigned Fund Balance). This is an increase of \$168,569 over the prior year. An explanation of this increase is included later in this discussion and analysis.
- At the end of the current fiscal year, the unassigned fund balance for the general fund was \$3,273,523 or sixteen percent (16%) of total general fund expenditures (\$19,888,990). In the prior fiscal year, the unassigned fund balance for the general fund was \$2,596,817 or thirteen percent (13%) of total general fund expenditures (\$19,825,021). An explanation of this increase of \$676,706 is included later in this discussion and analysis.
- The County's total outstanding debt is \$20,036,256. Total outstanding debt increased by \$4,819,867 during the current fiscal year. This increase is the net result of the governmental activities debt balances increasing by \$2,512,784 and the business-type activities debt balances increasing by \$2,307,083. These increases are primarily the result of the previously mentioned prior period adjustments resulting in a restatement of net position. The County's debt and these increases will be discussed later in this discussion and analysis.

### **Overview of the Financial Statements.**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of five components: 1) government-wide financial statements, 2) governmental fund financial statements, 3) enterprise fund financial statements, 4) fiduciary fund financial statements, and 5) notes to the

financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The statement of net position presents information on all of the County's assets, deferred outflows, liabilities and deferred inflows, with the difference between the two reported as net position (formerly net assets). This relationship is best illustrated in formula form: (Assets + Deferred Outflows) – (Liabilities + Deferred Inflows) = Net Position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the County's net position changed during the most recent 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 (e.g., uncollected taxes and earned but unused vacation leave). The state of activities is unique in that it begins with the expenses of the County and offsets those expenses by program specific revenues and general revenues to calculate net position. This relationship in formula form is: Expenses – Program Specific Revenues – General Revenues = Net Position.

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, physical environment, transportation, economic environment, human services, culture and recreation and court related activities. The business-type activities of the County include the physical environment activities of the sewer and solid waste operations. The sewer fund also includes a small water operation called Riversink Water. The government-wide financial statements can be found on pages 19-20 of the report.

**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 county governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental 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.

As of the close of the current fiscal year, the Board and Constitutional Officers maintained fifty-five (55) individual governmental funds: one (1) general fund, four (4) capital project funds, and fifty (50) special revenue 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, the Sheriff's Office fund (formerly called the Fine & Forfeiture fund), the State Housing Initiatives Partnership Program (SHIP) fund, the Capital Projects fund and the One Cent Sales Tax fund which are all considered to be major funds. Data from the other fifty (50) governmental funds are combined into a single, aggregated presentation called "Other Governmental Funds" but the details of each fund are shown in the Combining Statements section.

The County adopts an annual appropriated budget for all governmental funds. A budgetary comparison statement has been provided for the County's major governmental funds (pages 76-80) to demonstrate compliance with their respective budget. The basic governmental fund financial statements can be found on pages 21-22 of this report. A summary of the County-wide adopted budget and related changes can be found in Note 3.

**Proprietary funds.** The County maintains two (2) proprietary funds, also called enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its sewer and solid waste operations, both of which are considered to be a major fund. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 25-27 of this report.

The County adopts an annual appropriated budget for all enterprise funds. A budgetary comparison statement has been provided for the County's two enterprise funds (pages 81-82) to demonstrate compliance with their respective budget. A summary of the County-wide adopted budget and related changes can be found in Note 3.

**Fiduciary funds.** Fiduciary funds or agency funds are used to account for resources held for the benefit of and payable to 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 accounting used for fiduciary funds is much like that used for proprietary funds. For the current fiscal year, the Board and Constitutional Officers maintained fifteen (15) agency funds. Data from these fiduciary funds are combined into a single, aggregated presentation. The basic fiduciary fund financial statement can be found on page 28 of this report and the details of each fiduciary fund can be found in the Combining Statements section.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. There are twenty (20) notes to the financial statements and they can be found on pages 29-74 of this report.

**Other information.** The County's officials, five (5) elected county commissioners, five (5) elected constitutional officers and the County Administrator are listed on page *vii* of the Introductory Section. A county-wide organizational chart is found on page *viii* of the Introductory Section.

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's budgetary information for its major funds, schedules related to the County's net pension liability and pension contributions, detailed combining balance sheets for all non-major governmental funds, detailed combining statement of revenues, expenditures and changes in fund balance for all non-major governmental funds, a combining statement of fiduciary fund net position and a combining statement of changes in fiduciary assets and liabilities. Required supplementary information and the related notes can be found on pages 76-87 of this report and the Combining Statements and Schedules can be found on pages 89-107.

A Schedule of Expenditures of Federal Awards and State Financial Assistance (Grant Schedule) and related notes can be found on pages 115-119. This schedule lists all federal and state grants awarded to the County and its elected officials and their related expenditures for fiscal year ended September 30, 2015. A schedule of findings is located on pages 120-121. Other information and notes related to reporting requirements associated with the United States Department of Housing and Urban Development's (HUD) grant program for housing and utility assistance is located on pages 122-125.

#### **Government-wide Financial Analysis.**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$69,831,097 and \$78,085,727 at September 30, 2015 and 2014, respectively.

By far the largest portion of the County's net position (formerly net assets), one hundred three percent (103%) for 2015 and ninety percent (90%) for 2014, reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The amount invested in capital assets, net of related debt is \$71,836,562 for 2015 and \$70,324,516 for 2014. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position (9.7% for 2015 and 6.9% for 2014) represents resources that are subject to restrictions on how they may be used. The restricted net position is \$6,802,894 for 2015 and \$5,365,752 for 2014. These restrictions may be external such as restrictions imposed by grant agencies or internally self-imposed by ordinance, resolution or



some other form of legislative action taken by the Board. Unrestricted net position may be used to meet the County's ongoing obligations to citizens and creditors. The unrestricted net position was (\$8,808,360) or -12.7% for 2015 and \$2,395,459 or 3.1% for 2014. The County was unable to report positive balances in all three (3) categories of net position for the government as a whole for the current fiscal year.

<b>Wakulla County's Government-wide Summary Statement of Net Position</b>						
	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
<b>ASSETS</b>						
Current and other assets	\$ 13,398,091	\$ 12,496,230	\$ 1,227,317	\$ 1,418,316	\$ 14,625,408	\$ 13,914,546
Capital assets	60,078,225	58,014,900	16,823,567	17,081,105	76,901,792	75,096,005
<b>Total Assets</b>	<b>\$ 73,476,316</b>	<b>\$ 70,511,130</b>	<b>\$ 18,050,884</b>	<b>\$ 18,499,421</b>	<b>\$ 91,527,200</b>	<b>\$ 89,010,551</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Deferred outflow s related to pensions	\$ 3,084,910	\$ -	\$ -	\$ -	\$ 3,084,910	\$ -
<b>Total Deferred Outflows of Resources</b>	<b>\$ 3,084,910</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,084,910</b>	<b>\$ -</b>
<b>LIABILITIES</b>						
Current and other liabilities	\$ 2,752,502	\$ 3,201,821	\$ 837,799	\$ 678,964	\$ 3,590,301	\$ 3,880,785
Long-term liabilities	14,538,626	5,192,830	3,980,420	1,851,209	18,519,046	7,044,039
<b>Total Liabilities</b>	<b>\$ 17,291,128</b>	<b>\$ 8,394,651</b>	<b>\$ 4,818,219</b>	<b>\$ 2,530,173</b>	<b>\$ 22,109,347</b>	<b>\$ 10,924,824</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred inflow s related to pensions	\$ 2,671,666	\$ -	\$ -	\$ -	\$ 2,671,666	\$ -
<b>Total Deferred Inflows of Resources</b>	<b>\$ 2,671,666</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,671,666</b>	<b>\$ -</b>
<b>NET POSITION</b>						
Invested in capital assets	\$ 57,727,291	\$ 55,534,326	\$ 14,109,271	\$ 14,790,190	\$ 71,836,562	\$ 70,324,516
Restricted	6,601,674	4,945,482	201,221	420,270	6,802,894	5,365,752
Unrestricted	(7,730,533)	1,636,671	(1,077,827)	758,788	(8,808,360)	2,395,459
<b>Total net position</b>	<b>\$ 56,598,432</b>	<b>\$ 62,116,479</b>	<b>\$ 13,232,665</b>	<b>\$ 15,969,248</b>	<b>\$ 69,831,097</b>	<b>\$ 78,085,727</b>

In the County's governmental activities, the net position declined over the prior fiscal year by \$5,518,047. This overall decrease is the net result of assets invested in capital assets increasing by \$2,192,965, restricted net position increasing by \$1,656,192, and unrestricted net position decreasing by \$9,367,204.

In the County's business-type activities, the net position declined over the prior fiscal year by \$2,736,583. This decrease is the net result of assets invested in capital assets decreasing by \$680,919, restricted net position decreasing by \$219,049 and unrestricted net position decreasing by \$1,836,615. The Sewer Fund, prior to inter-fund activity, incurred a net profit of \$227,750 for the year and the Solid Waste Fund, prior to inter-fund activity, incurred a net loss of \$997,922 which led to an overall net operating loss of \$770,172.

A prior period adjustment (PPA) was recorded for the fiscal year ending September 30, 2015, totaling (\$6,838,162) in the governmental activities and was related to pension liabilities. The PPA related to pension liabilities is due to Governmental Accounting Standards Board (GASB) Statement 68 and will be discussed in more detail in Note 19. An accounting change occurred in

the governmental activities and the business-type activities in the amount of \$1,911,461 related to the relocation of the landfill closure and post-closure liabilities from the governmental activities to the business-type activities. The accounting change related to landfill closure and post-closure liabilities is due to management's decision to move the liability and will be discussed in more detail in Note 19.

**Governmental activities.** Governmental activities, prior to the prior period adjustment and transfers, increased the County's net position by \$4,169,921 in the current year. Key elements of this increase are as follows:

- Total expenses of \$29,322,796 decreased over the prior fiscal year by \$2,396,790 or 7.6%. The significant changes in governmental program expenses were as follows:
  - General government expenses decreased \$216,749, a decrease of 3.5%
  - Public safety expenses decreased \$467,680, a decrease of 3.0%
  - Physical Environment expenses decreased \$15,736, a decrease of 8.4%
  - Transportation expenses decreased \$535,179, a decrease of 14.4%
  - Economic environment expenses decreased \$788,201, a decrease of 36.5%
  - Human services expenses decreased \$109,558, a decrease of 12.0%
  - Culture and recreation expenses decreased \$149,796, a decrease of 7.6%
  - Court-related expenses decreased \$88,166, a decrease of 8.7%
  - Interest on long-term debt decreased \$25,725, a decrease of 22.9%
  
- Total revenues of \$33,492,717 decreased over the prior fiscal year by \$1,083,799 or -3.1%. The significant changes in governmental revenue were as follows:
  - Charges for services decreased \$1,624,638, a decrease of 20.3%
  - Operating grant revenue decreased \$1,388,524, a decrease of 39.3%
  - Capital grant revenue decreased \$754,709, a decrease of 22.7%
  - Property and other taxes increased \$169,393, an increase of 1.1%
  - Intergovernmental revenues increased \$173,990, an increase of 3.6%
  - Miscellaneous and other revenues increased \$2,340,689, an increase of 833.2%
  
- The net change in ending net position over the prior year was a decrease of \$5,518,047 or -8.9%. Key elements of this decrease are as follows:
  - Total assets increased over the prior year by \$2,965,186 or 4.2%. This increase in assets is further broken down into current and non-current assets with an increase of \$901,861 or 7.2% in current assets and an increase of \$2,063,325 or 3.6% in capital assets.
  - Total deferred outflows related to pensions increased over the prior year by \$3,084,910. While no deferred outflows were reported in the previous year, the prior period adjustment included deferred outflows in the amount of \$2,569,411, an increase in the current year of \$515,499.
  - Total liabilities increased over the prior year by \$8,896,478 or 106%. This increase is further broken down into current and non-current liabilities with a decrease of \$449,319 or -14.0% in current liabilities and an increase of \$9,345,797 or 180% in long-term liabilities.
  - Total deferred inflows related to pensions increased over the prior year by \$2,671,666. While no deferred inflows were reported in the previous year, the

prior period adjustment included deferred inflows in the amount of \$6,177,536, a decrease in the current year of \$3,505,870.

<b>Wakulla County's Government-wide Summary Statement of Changes In Net Position</b>						
	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
<b>REVENUES</b>						
Program Revenues:						
Charges for services	\$ 6,379,971	\$ 8,004,609	\$ 4,197,653	\$ 4,003,454	\$ 10,577,624	\$ 12,008,063
Operating grants and contributions	2,141,859	3,530,383	59,990	88,244	2,201,849	3,618,627
Capital grants and contributions	2,566,185	3,320,894	72,425	-	2,638,610	3,320,894
General Revenues:						
Property and other taxes	15,370,734	15,201,341	-	-	15,370,734	15,201,341
Intergovernmental	4,974,205	4,800,215	-	-	4,974,205	4,800,215
Miscellaneous and other	2,059,763	(280,926)	13,431	27,506	2,073,194	(253,420)
<b>Total Revenues</b>	<b>\$ 33,492,717</b>	<b>\$ 34,576,516</b>	<b>\$ 4,343,499</b>	<b>\$ 4,119,204</b>	<b>\$ 37,836,216</b>	<b>\$ 38,695,720</b>
<b>EXPENSES</b>						
General government	\$ 5,992,488	\$ 6,209,237	\$ -	\$ -	\$ 5,992,488	\$ 6,209,237
Public Safety	14,980,964	15,448,644	-	-	14,980,964	15,448,644
Physical environment	170,585	186,321	5,010,209	3,966,147	5,180,794	4,152,468
Transportation	3,185,919	3,721,098	-	-	3,185,919	3,721,098
Economic environment	1,370,326	2,158,527	-	-	1,370,326	2,158,527
Human services	804,709	914,267	-	-	804,709	914,267
Culture and recreation	1,808,491	1,958,287	-	-	1,808,491	1,958,287
Court related	922,757	1,010,923	-	-	922,757	1,010,923
Interest on long term debt	86,557	112,282	103,462	89,476	190,019	201,758
<b>Total Expenses</b>	<b>\$ 29,322,796</b>	<b>\$ 31,719,586</b>	<b>\$ 5,113,671</b>	<b>\$ 4,055,623</b>	<b>\$ 34,436,467</b>	<b>\$ 35,775,209</b>
<b>NET POSITION</b>						
Increase in net assets before transfers	\$ 4,169,921	\$ 2,856,930	\$ (770,172)	\$ 63,581	\$ 3,399,749	\$ 2,920,511
Gain (Loss) on transfer of liability	1,911,461	-	(1,911,461)	-	-	-
Net transfers	54,950	(68,540)	(54,950)	68,540	-	-
<b>Increase in net position</b>	<b>\$ 6,136,332</b>	<b>\$ 2,788,390</b>	<b>\$ (2,736,583)</b>	<b>\$ 132,121</b>	<b>\$ 3,399,749</b>	<b>\$ 2,920,511</b>
<b>Net position, beginning of year</b>	<b>62,116,479</b>	<b>59,328,089</b>	<b>15,969,248</b>	<b>15,837,127</b>	<b>78,085,727</b>	<b>75,165,216</b>
Prior Period Adjustments	(11,654,379)	-	-	-	(11,654,379)	-
<b>Net position, end of year</b>	<b>\$ 56,598,432</b>	<b>\$ 62,116,479</b>	<b>\$ 13,232,665</b>	<b>\$ 15,969,248</b>	<b>\$ 69,831,097</b>	<b>\$ 78,085,727</b>

**Business-type activities.** Business-type activities, prior to the prior period adjustment and transfers, increased the County's net position by \$194,011 in the current year. Key elements of this increase are as follows:

- Total expenses of \$4,149,488 increased over the prior fiscal year by \$93,866 or 2.3%. The significant changes in business-type program expenses were as follows:
  - Operating expenses increasing by \$79,880, an increase of 2.0%
  - Interest on long-term debt increased by \$13,986, an increase of 15.6%
- Total revenues increased over the prior fiscal year by \$224,295 or 5.4%. The significant changes in revenue over the prior year by revenue category are as follows:
  - Charges for services increased by \$194,199, an increase of 4.9%
  - Operating grants and contributions decreased by \$28,255, a decrease of 32.0%
  - Capital grants and contributions increased by \$72,425. No capital grants and contributions were reported in the previous year.

- Miscellaneous and other revenues decrease by \$14,074, a decrease of 51.2%
- The net change in ending net position over the prior year was a decrease of \$2,736,584 or -17.1%. Key elements of this decrease are as follows:
  - Total assets decreased over the prior year by \$448,537 or -2.4%. This decrease in assets is further broken down into current and non-current assets with current assets decreasing by \$190,999 or -13.5% and non-current assets decreasing by \$257,538 or -1.5%.
  - Total liabilities increased over the prior year by \$2,288,046 or 90.4%. This increase is further broken down into current and non-current liabilities with current liabilities increasing by \$158,835 or 23.4% and non-current liabilities increasing by \$2,129,210 or 115%.

### **Financial Analysis of Wakulla County's Funds.**

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balance of \$11,545,222; an increase of \$1,356,330 in comparison with the prior year's combined fund balance of \$10,188,892. Some of this total amount, \$4,739,319 or 41.5%, constitutes assigned and unassigned fund balance, which is available for spending at the County's discretion. The remainder of fund balance is restricted to indicate that it is not available for new spending because it has already been committed (i.e. accounts payable or compensated absences) or its use has been restricted (i.e. grants and impact fees) or it is not available for spending whatsoever since it has already been spent (i.e. inventory and prepaid expenses).

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned and total fund balances of the general fund were \$3,273,523 and \$5,263,930 respectively. In the prior year, they were \$2,596,817 and \$4,468,619 respectively. As a measure of the general fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. The general fund's fund balance of \$5,263,930, represents 26.5% of total general fund expenditures of \$19,888,990, while the total governmental fund balance of \$11,545,222, represents 37.2% of all governmental funds expenditures of \$31,047,586.

The fund balance of the County's general fund increased by \$795,310 during the current fiscal year. Key factors in this increase of the general fund's fund balance are as follows:

- The general fund's revenues decreased over the prior year by \$269,399 or -2.4%. The changes in revenue over the prior year by revenue category are as follows:
  - Taxes decreased \$191,840 or -6.0%
  - Licenses, permits and special assessments increased \$16,521 or 44.8%
  - Intergovernmental revenues increased \$155,173 or 2.9%

- Charges for services decreased \$535,887 or -20.9%
  - Fines and forfeitures decreased \$26,283 or -42.7%
  - Miscellaneous revenues increased \$290,802 or 678%
  - Interest revenue increased by \$22,115 or 42.4%
- The general fund's expenditures increased by \$63,969 or 0.3%. The changes in expenditures over the prior year by expenditure category are as follows:
    - General Government increased \$121,193 or 2.2%
    - Public Safety increased \$34,294 or 0.3%
    - Physical Environment decreased \$30,500 or -17.3%
    - Transportation decreased \$824 or -21.8%
    - Economic Environment decreased \$8,597 or -36.1%
    - Human Services increased \$103,724 or 16.7%
    - Culture and Recreation increased \$112,487 or 16.6%
    - There was no change in Court-related expenditures of \$55,000
    - Capital outlay decreased by \$267,808 or -77.9%

**Proprietary funds.** The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the Sewer and the Solid Waste funds at the end of the current year amounted to (\$1,077,827), compared to \$758,788 in the prior year, a decrease of \$1,836,615 or -242%.

The total change in net position, including an accounting change, was a net decrease in the current year of (\$2,736,583) as compared to \$132,121 in the prior year. Prior to inter-fund transfers, the Sewer fund finished the year with a gain of \$227,750 and the Solid Waste fund incurred a loss, prior to transfers, of \$997,922, for a net loss in the proprietary funds of \$770,172. The key factors in this increase were as follows:

- The Sewer fund revenues increased over the prior year by \$189,740 or 10.9%.
- The Sewer fund operating expenses increased over the prior year by \$65,041 or 4.0%.
- The Solid Waste fund revenues decreased over the prior year by \$27,398 or -1.1%.
- The Solid Waste fund expenses decreased over the prior year by \$122,062 or -5.2%.

**Budgetary highlights.** The County-wide beginning and ending budgets represent all of the combined budgets of the Board of County Commissioners (BOCC) and the five Constitutional Officers except for certain special revenue funds not approved by the BOCC. Those certain special revenue funds not approved by the BOCC are included in the budgetary note for reference only.

The Board's General Fund is comprised of two funds: the General Fund and the Building Department Fund with the Building Department Fund net position being restricted for the sole use of the Building Department. The Board's General Fund includes the transfers to the five (5) Constitutional Officers.

The Board of County Commissioners approved 38 budget amendments and 12 budget resolutions subsequent to the originally adopted budget of \$42,343,115. These amendments and resolutions increased the total budget \$2,062,711 resulting in a final budget of \$44,405,826 (Note 3).

The key overall difference between the original budget, \$23,740,746, and the final amended budget, \$23,890,206, for the General Fund is budget amendments which increased the original budget by \$149,460. Actual revenues were higher than the final budget by \$72,887. Actual expenses were less than the final budget by \$920,493. After inter-fund activity and other financing sources of (\$198,070), the net increase in fund balance of the General fund was \$795,310 (page 76).

**Capital assets.** The County's capital assets for its governmental and business type activities amounts to \$76,901,791 and \$75,096,005 (net of accumulated depreciation) for 2015 and 2014, respectively. This investment in capital assets includes land, buildings, systems and improvements, machinery, furniture and equipment, park facilities, and roads and bridges. The total increase in the County's investment in capital assets for the current fiscal year was \$1,805,786, net of accumulated depreciation. Major capital asset events during the current and prior fiscal years included the following:

- 2015 Governmental Activities, net of accumulated depreciation and disposals, increased by \$1,500,295 (Note 10c):
  - One project, Shell Pt. Boat Ramp, was incomplete at year-end and total construction in process was \$75,400 (Note 10c and Note 17).
  - Buildings and related infrastructure increases totaled \$616,498 for parking improvements completed at Hickory, Hudson and Azalea Parks, trail and lighting improvements at Medart and Azalea Parks, and improvements made to Fire Station #8 in Crawfordville.
  - The BOCC's furniture and equipment increases totaled \$1,004,323 and included the purchase of two trucks, three EMS chest compression units, public safety radio communication equipment, five air conditioning units, two mowers, a track loader, arm mower, rotary cutter and three motor graders. After disposals in the amount of \$934,535, the net increase in furniture and equipment was \$69,787.
  - The Sheriff's furniture and equipment increases totaled \$425,220 and included one Chevy Tahoe, five Chevy Silverados, one Toyota mini-van, one lawn mower, various communication and computer equipment, and video visitation stations and software. After disposal in the amount of \$142,319, the net increase in furniture and equipment for the Sheriff's Office was \$282,901.
  - Several road infrastructure projects totaling \$4,030,852 were completed and included road paving or resurfacing in the amount of \$2,003,017 for Bostic Pelt Road, Trice Lane, Wakulla Arran Road, and Springhill Road. Drainage and bridge related work in the amount of \$1,145,835 was completed for Walker Creek Bridge, Bostic Pelt Bridge, and Surf Road Bridge. Various subdivisions donated roads to the County in the amount of \$882,000.
  - Total depreciation, after reclassifications and deletions, increased \$1,697,294.
- 2015 Business-type Activities decreased by \$257,539:
  - Three projects were incomplete at year-end and total construction in process was \$520,908. These projects included the Hickory Park lift station, the expansion of the Otter Creek Wastewater Treatment Plant (WWTP) and the sewer retrofitting of Wakulla Gardens and Magnolia Gardens subdivisions.

- Two pieces of equipment were purchased totaling \$20,419 and included a mower and ground-penetrating radar system for identification/location of utilities.
- Total depreciation of \$668,858 was recognized at year-end.
- 2014 Governmental Activities, net of accumulated depreciation and disposals, increased by \$1,500,295:
  - Land was purchased for \$180,888 for Shell Point Boat Ramp
  - Several projects were incomplete as year-end and total construction in process was \$1,314,819. These projects included seven (7) roads for \$1,294,126 and work at Shell Point Boat Ramp and paving at Hudson, Hickory and Azalea parks for \$20,693
  - Buildings and related infrastructure totaled \$1,426,059 for work completed at the Equestrian Center, Hudson, Hickory, Azalea and Medart parks and the Recreation Center
  - The BOCC's furniture and equipment totaled \$164,507 and included three (3) computer servers for \$49,247; an ambulance re-chassis totaling \$98,072; one (1) vehicle for \$10,000 and one (1) mower for \$7,188
  - The Sheriff's furniture and equipment totaled \$422,799 and included ten (10) Chevy Silverados for \$251,489; two (2) washing machines for \$20,350; a diesel generator for \$8,499; a K-9 dog for \$7,500 and various equipment of \$134,961
  - Several road infrastructure projects totaling \$1,839,122 were completed and included three (3) roads – Spring Creek Highway, Ochlockonee St / High Drive and Emmett Whaley Road.
  - Total depreciation of \$2,826,393 and a loss on the disposal of various assets of \$450,493 were recognized at year-end.
- 2014 Business-type Activities decreased by \$447,017:
  - Two (2) projects were incomplete as year-end and total construction in process was \$130,008. These projects included the Hickory Park lift station and the expansion of the Otter Creek Wastewater Treatment Plant (WWTP)
  - System improvement in the amount of \$68,698 for the Panacea lift station #3 were completed at year-end
  - Two (2) pieces of equipment were purchased totaling \$48,214 and included a water pump with trailer and an office printer.
  - Total depreciation of \$693,397 was recognized at year-end.

**Long-term debt.** At the end of the 2015 and 2014 fiscal years, the County had total outstanding debt of \$20,036,256 and \$15,216,389 after a prior period adjustment in the amount of \$6,838,162. Total debt increased, after restatement of prior period balances, in the amount of \$4,819,867 which is primarily due to increases in pension liability.

The County's total debt of \$20,036,256 is comprised of six categories (Note 10c): capital leases, notes payable, compensated absences, other post-employment benefits (OPEB) liability, pension liability and estimated landfill closure and post-closure liability. The notes payable are

collateralized by the pledging of future revenue from various sources. The County is required to make annual debt service payments on the capital leases and notes payable.

The capital leases due at September 30, 2015 were \$544,233 and represents 2.7% of the total debt. All of the capital leases were attributable to governmental activities. The notes payable portion of the County's debt totals \$4,520,996 and represents 22.6% of the total debt. Of the \$4,520,996, \$1,806,701 or 40% is attributable to governmental activities and the other \$2,714,295 or 60% is attributable to business-type activities. Governmental activity notes payable decreased over the prior year \$673,873. Business-type activity notes payable increased over the prior year by \$423,481.

The final four categories of long-term debt – compensated absences, other post-employment benefits (OPEB) liability, pension liability and estimated landfill closure and post-closure liability are paid out as they become due and they are not based on a pre-defined payment schedule. It is estimated that between ten percent (10%) and fifteen percent (15%) of the compensated absences or between \$89,555 and \$134,033 will be paid to employees in the next fiscal year. Compensated absences decreased over the prior year by \$14,725. OPEB liabilities increased over the prior year by \$55,000. In addition to the prior period adjustment related to pension liability in the amount of \$6,838,162, pension liability increased by an additional \$4,513,610. After an accounting change in the amount of \$1,911,461 for estimated landfill closure and post-closure costs, whereby the governmental activities debt decreased by \$1,911,461 and the business-type activities increased by \$1,911,461, the estimated landfill closure and post-closure liability decreased by \$27,759. For more information regarding the new liability related to pensions, see Note 12. For more information of the prior period adjustment and accounting change, see Note 19.

Increases in total annual long-term debt service payments (principal and interest payments) as a percentage of total expenses may be a good indicator of whether or not the County is reaching a level of inflexibility as it relates to changes in economic conditions and unforeseen events. The County's total debt service (principal and interest) payment for 2015 and 2014 was \$1,396,042 and \$1,390,880, respectively. The County's total debt service payment for 2015 and 2014, as a percentage of total expenses, \$38,288,501 for 2015 and \$35,775,209 for 2014, was 3.6% and 3.9%, respectively, which is a decrease of 0.3% over the prior year.

Within the notes payable, \$59,329 is special assessment debt for which the County is liable in the event of default by the property owners subject to the assessment. These assessments are charged to the property owners via their ad-valorem tax bills. Not included in the long-term debt is \$177,649 (Note 15) in which the County has guaranteed repayment in the event the Senior Citizen's Center defaults on their loan. Additional information on the County's long-term debt can be found in Note 10.

A summary of the County's outstanding comparative debt schedule is below:



<b>Wakulla County's Outstanding Debt</b>						
	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2015</b>	<b>2014 *</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014 *</b>
Capital leases	\$ 544,233	\$ -	-	-	\$ 544,233	\$ -
Note payable	1,806,701	2,480,574	2,714,295	2,290,914	4,520,996	4,771,488
Compensated Absences	893,553	908,278	-	-	893,553	908,278
OPEB Liability	842,000	787,000	-	-	842,000	787,000
Pension Liability	11,351,772	6,838,162	-	-	11,351,772	6,838,162
Estimated landfill closure	-	1,911,461	1,883,702	-	1,883,702	1,911,461
<b>Total Liabilities</b>	<b>\$ 15,438,259</b>	<b>\$ 12,925,475</b>	<b>\$ 4,597,997</b>	<b>\$ 2,290,914</b>	<b>\$ 20,036,256</b>	<b>\$ 15,216,389</b>

\* 2014 balances were restated for comparative purposes due to a prior period adjustment.

## **Geographic, Economic & Demographic Factors and Rates**

### **Geographic.**

Wakulla County was established on March 11, 1843, became a Charter county in 2008 and consists of 606.42 square miles with approximately two-thirds of this land area being preserved by national, state and local forests, preserves, sanctuaries, management areas and parks. With only two small incorporated towns, Sopchoppy and St. Marks, Crawfordville is the county seat and is the only unincorporated county seat in Florida. The average number of persons per square mile as of 2015 and 2010 was 52 and 51, respectively.

### **Demographic.**

**Population** – The County's population according to the 2010 census was 30,776. The estimated 2015 population is 31,535 (U.S. Census) and 31,283 (BEBR), an estimated increase of between 507 and 759 or between 1.6% and 2.5%. The estimated population for 2020, 2030 and 2040 is 33,524, 37,427 and 40,726, respectively. Of the County's 2015 estimated population of 31,283 (BEBR), 6,820 (21.8%) were under the age of 18, 20,584 (65.8%) were between the ages of 19 and 64 and 3,879 (12.5%) were over the age of 65. Approximately 13,984 (44.7%) of the County's population is female. The County's ethnicity is estimated to be 81.4% white (25,464), 15.2% African American (4,755) and the remaining 3.4% (1,064) represent other races or origins. Approximately 10.2% or 3,191 are Veterans of the armed forces and 2.3% (719) were foreign born.

**Housing** – In 2014 and 2010 there were 12,838 and 12,804 housing units respectively. The homeownership rate (2010-2014) was 76.0%. Of the 12,804 units, 2,314 or 18.1% were vacant. Of the 10,490 occupied units, 2,021 or 19.3% were occupied by renters and the remaining 8,469 units or 80.7% were owner occupied. The number of households in 2014 and 2010 were 10,905 and 10,490 respectively. The average household size (2010-2014) was 2.51 persons per household. The median value of owner-occupied housing (2010-2014) was \$129,900. There were 106 building permits issued in 2014.

**Crime** – The 2014 and 2013 crime rate (index crimes per 100,000 population) for Wakulla County was 2,227.9 and 2063.6, respectively, an increase of 8.0%. The Violent Rate for 2014 and 2013 was 274.9 and 249.4, respectively, an increase of 10.2%. Total arrests for 2014 and 2013 was 931 and 1,054, respectively, a decrease of 11.7%. According to the 2010 U.S. Census, 3,284 individuals were housed in the State correctional facility and 122 were housed in the County jail.

### **Economic.**

**Employment/Industry** –The largest employer by category was Government (State and Local) with 35.2% of the workforce (2014) followed by Trade, Transportation & Utilities (17.5%), Leisure & Hospitality (10.6%) and Professional & Business Services (9.4%) with the other 7 categories comprising the remaining 27.3%. In 2010, 64.5% of the County’s population was in the workforce with 8.3% unemployed. In 2014, the County’s unemployed rate was 5.9% (a 2.4% reduction) and in 2015, the County’s unemployment rate dropped 1.4% to a rate of 4.5%. In 2010, the number of individuals with disability under age 65 was 14.4% and the number of individuals without health insurance was 18.0%.

**Income** – The per capita personal income for 2014 and 2012 was \$30,699 and \$30,256, respectively. The median household income (2010-2014) was \$53,143. The number of persons living below the poverty level (2010-2014) was 15.1%.

**Education**–There are 15 public education institutions in Wakulla County. Of the 15, 6 are elementary schools, 2 are middle schools, 3 are senior high and 3 are a combination of elementary, middle and senior high school and 1 is a community college. The number of persons age 25 or older with a high school diploma or higher education is 87.5% and the number with a bachelor’s degree or higher education was 17.2%.

**Business** –In 2014 there were 419 private non-farm establishments in Wakulla County employing 3,233 employees. In 2011 there were 402 establishments in Wakulla County employing 3,100 employees.

### **Sources.**

Office of Economic & Demographic Research – [www.edr.state.fl.us](http://www.edr.state.fl.us)

Bureau of Economic and Business Research – [www.bebr.ufl.edu](http://www.bebr.ufl.edu)

U.S. Census Bureau – [www.census.gov](http://www.census.gov) and [www.quickfacts.census.gov](http://www.quickfacts.census.gov)

Florida Department of Economic Opportunity – [www.floridajobs.org](http://www.floridajobs.org)

U.S. Bureau of Labor Statistics – <http://stats.bls.gov>

Florida Department of Law Enforcement – [www.fdle.state.fl.us/cms/FSAC/County-Profiles/Wakulla.aspx](http://www.fdle.state.fl.us/cms/FSAC/County-Profiles/Wakulla.aspx)

**Requests for Information.** This financial report is designed to provide a general overview of the County’s finances for all 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: County Administrator, Wakulla County, P.O. Box 1263, Crawfordville, FL. 32326 or please visit [www.mywakulla.com](http://www.mywakulla.com).

# **WAKULLA COUNTY, FLORIDA**

## **BASIC FINANCIAL STATEMENTS**

**WAKULLA COUNTY, FLORIDA**  
**STATEMENT OF NET POSITION**  
**September 30, 2015**

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 9,782,422	\$ 880,800	\$ 10,663,222
Accounts receivable - net	1,415,540	253,366	1,668,906
Due from fiduciary funds	280,400	-	280,400
Due from other governmental units	1,360,401	92,501	1,452,902
Inventories	26,616	-	26,616
Prepaid expenses	532,712	-	532,712
Other current assets	-	650	650
<b>Total current assets</b>	<b>13,398,091</b>	<b>1,227,317</b>	<b>14,625,408</b>
<b>Noncurrent assets</b>			
Capital assets - net of accumulated depreciation	60,078,225	16,823,567	76,901,792
<b>Total noncurrent assets</b>	<b>60,078,225</b>	<b>16,823,567</b>	<b>76,901,792</b>
<b>Total assets:</b>	<b>\$ 73,476,316</b>	<b>\$ 18,050,884</b>	<b>\$ 91,527,200</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	\$ 3,084,910	\$ -	\$ 3,084,910
<b>Total deferred outflows of resources:</b>	<b>\$ 3,084,910</b>	<b>\$ -</b>	<b>\$ 3,084,910</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable	\$ 968,095	\$ 165,233	\$ 1,133,328
Accrued liabilities	649,411	32	649,443
Due to agency funds	648	-	648
Due to other governmental units	12,871	-	12,871
Unearned grant revenue	220,810	-	220,810
Interest payable	-	10,286	10,286
Deposits	-	44,670	44,670
Accrued compensated absences	107,601	-	107,601
Pension liability	88,448	-	88,448
Landfill post-closure liability	-	95,502	95,502
Capital leases payable	17,146	-	17,146
Notes payable	686,438	522,076	1,208,514
Other current liabilities	1,034	-	1,034
<b>Total current liabilities</b>	<b>2,752,502</b>	<b>837,799</b>	<b>3,590,301</b>
<b>Noncurrent liabilities</b>			
Other post-employment benefit liability	842,000	-	842,000
Accrued compensated absences	785,952	-	785,952
Pension liability	11,263,324	-	11,263,324
Landfill post-closure costs	-	1,788,200	1,788,200
Capital leases payable	527,087	-	527,087
Notes payable	1,120,263	2,192,220	3,312,483
<b>Total noncurrent liabilities</b>	<b>14,538,626</b>	<b>3,980,420</b>	<b>18,519,046</b>
<b>Total liabilities</b>	<b>\$ 17,291,128</b>	<b>\$ 4,818,219</b>	<b>\$ 22,109,347</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows related to pensions	\$ 2,671,666	\$ -	\$ 2,671,666
<b>Total deferred inflows of resources:</b>	<b>\$ 2,671,666</b>	<b>\$ -</b>	<b>\$ 2,671,666</b>
<b>NET POSITION</b>			
Invested in capital assets, net of related debt	\$ 57,727,291	\$ 14,109,271	\$ 71,836,562
Restricted for:			
Debt Service Sinking Fund	671,655	23,421	695,076
Landfill closure	-	177,800	177,800
Public Safety	1,825,983	-	1,825,983
Capital projects	1,927,270	-	1,927,270
Other purposes	2,176,766	-	2,176,766
Unrestricted	(7,730,533)	(1,077,827)	(8,808,360)
<b>Total net position</b>	<b>\$ 56,598,432</b>	<b>\$ 13,232,665</b>	<b>\$ 69,831,097</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

STATEMENT OF ACTIVITIES  
For the Fiscal Year Ended September 30, 2015

FUNCTIONS / PROGRAMS	Program Services Revenues				Net (Expenses) Revenues and Change in Net Assets		
	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental activities</b>							
General Government	\$ 5,992,488	\$ 459,565	\$ 7,316	\$ -	\$ (5,525,607)		\$ (5,525,607)
Public Safety	14,980,964	4,615,097	554,971	-	(9,810,896)		(9,810,896)
Physical Environment	170,585	-	-	-	(170,585)		(170,585)
Transportation	3,185,919	14,977	-	1,769,288	(1,401,654)		(1,401,654)
Economic Environment	1,370,326	-	1,276,112	-	(94,214)		(94,214)
Human Services	804,709	11,253	31,540	-	(761,916)		(761,916)
Culture / Recreation	1,808,491	200,352	181,637	796,897	(629,605)		(629,605)
Court related	922,757	1,078,727	90,283	-	246,253		246,253
Interest on long-term debt	86,557	-	-	-	(86,557)		(86,557)
<b>Total governmental activities:</b>	<b>29,322,796</b>	<b>6,379,971</b>	<b>2,141,859</b>	<b>2,566,185</b>	<b>(18,234,781)</b>	<b>-</b>	<b>(18,234,781)</b>
<b>Business-type activities</b>							
Physical Environment	5,010,209	4,197,653	59,990	72,425	-	(680,141)	(680,141)
Interest on long-term debt	103,462	-	-	-	-	(103,462)	(103,462)
<b>Total business-type activities:</b>	<b>5,113,671</b>	<b>4,197,653</b>	<b>59,990</b>	<b>72,425</b>	<b>-</b>	<b>(783,603)</b>	<b>(783,603)</b>
<b>Total government</b>	<b>\$ 34,436,467</b>	<b>\$ 10,577,624</b>	<b>\$ 2,201,849</b>	<b>\$ 2,638,610</b>	<b>\$ (18,234,781)</b>	<b>\$ (783,603)</b>	<b>\$ (19,018,384)</b>
<b>General revenues</b>							
Ad valorem taxes					8,399,989	-	8,399,989
Sales and use taxes					4,184,679	-	4,184,679
Public utility service tax					1,204,267	-	1,204,267
Communication service tax					797,534	-	797,534
Federal payments in lieu of tax					784,265	-	784,265
Shared intergovernmental revenues					4,974,205	-	4,974,205
Interest earnings					87,541	12,502	100,043
Miscellaneous					1,449,298	929	1,450,227
Gain (loss) on disposition of fixed assets					522,924	-	522,924
Gain (loss) on transfer of liability					1,911,461	(1,911,461)	-
Transfers					54,950	(54,950)	-
<b>Total general revenue</b>					<b>24,371,113</b>	<b>(1,952,980)</b>	<b>22,418,133</b>
<b>Change in net position</b>					<b>6,136,332</b>	<b>(2,736,583)</b>	<b>3,399,749</b>
<b>Net position - beginning</b>					<b>62,116,479</b>	<b>15,969,248</b>	<b>78,085,727</b>
Prior period adjustment					(11,654,379)	-	(11,654,379)
<b>Net position - ending</b>					<b>\$ 56,598,432</b>	<b>\$ 13,232,665</b>	<b>\$ 69,831,097</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2015

	Special Revenue Funds			Capital Project Funds		Other Governmental Funds	Total
	General Fund	Sheriff's Office Fund	SHIP Fund	Capital Project Fund	One Cent Sales Tax Fund		
<b>ASSETS</b>							
Cash and cash equivalents	\$ 4,391,014	\$ 420,323	\$ 177,824	\$ -	\$ 1,754,780	\$ 3,038,481	\$ 9,782,422
Accounts receivable, net	1,076,758	-	-	208,238	1,940	128,604	1,415,540
Due from agency funds	36,110	-	-	-	-	48,283	84,393
Due from other funds	339,991	215,772	-	-	378,332	261,091	1,195,186
Due from other governmental units	284,908	116,398	-	292,258	252,910	413,927	1,360,401
Inventories	-	-	-	-	-	26,616	26,616
Prepaid expenses	493,723	-	-	-	-	38,989	532,712
<b>Total assets</b>	<b>\$ 6,622,504</b>	<b>\$ 752,493</b>	<b>\$ 177,824</b>	<b>\$ 500,496</b>	<b>\$ 2,387,962</b>	<b>\$ 3,955,991</b>	<b>\$ 14,397,270</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities</b>							
Accounts payable	\$ 574,688	\$ -	\$ -	\$ 41,902	\$ 7,567	\$ 343,938	\$ 968,095
Accrued liabilities	562,044	-	-	-	-	87,367	649,411
Due to agency funds	625	-	-	-	-	23	648
Due to other funds	179,145	49	-	353,332	58,313	408,340	999,179
Due to other governmental units	1,909	-	-	-	-	10,962	12,871
Unearned grant revenue	39,129	-	177,824	-	-	3,857	220,810
Other current liabilities	1,034	-	-	-	-	-	1,034
<b>Total liabilities</b>	<b>\$ 1,358,574</b>	<b>\$ 49</b>	<b>\$ 177,824</b>	<b>\$ 395,234</b>	<b>\$ 65,880</b>	<b>\$ 854,487</b>	<b>\$ 2,852,048</b>
<b>Fund balances</b>							
Nonspendable							
Inventories	-	-	-	-	-	26,616	26,616
Prepaid expenses	493,723	-	-	-	-	38,989	532,712
Restricted	662,553	-	-	-	2,322,082	3,057,712	6,042,347
Committed	93,869	-	-	-	-	60,360	154,229
Assigned	740,262	752,444	-	105,262	-	2,515	1,600,483
Unassigned	3,273,523	-	-	-	-	(84,687)	3,188,836
<b>Total fund balances</b>	<b>5,263,930</b>	<b>752,444</b>	<b>-</b>	<b>105,262</b>	<b>2,322,082</b>	<b>3,101,504</b>	<b>11,545,222</b>
<b>Total liabilities and fund balances</b>	<b>\$ 6,622,504</b>	<b>\$ 752,493</b>	<b>\$ 177,824</b>	<b>\$ 500,496</b>	<b>\$ 2,387,962</b>	<b>\$ 3,955,991</b>	

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

1. Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds: 60,078,225
2. Long-term liabilities are not due and payable and, therefore, are not reported in the funds:
  - a. Notes and capital leases (2,350,934)
  - b. Compensated absences, other post-employment benefits and pension liabilities (12,674,081)

**Net assets of governmental activities:**

**\$ 56,598,432**

See notes to financial statements

WAKULLA COUNTY, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
For the Fiscal Year Ended September 30, 2015

	Special Revenue Funds			Capital Project Funds		Other Governmental Funds	Total
	General Fund	Sheriff's Office Fund	SHIP Fund	Capital Project Fund	One Cent Sales Tax Fund		
<b>REVENUES</b>							
Taxes	\$ 2,990,591	\$ 7,411,199	\$ -	\$ -	\$ 2,191,962	\$ 1,992,716	\$ 14,586,468
Licenses, permits and special assessments	53,433	-	-	-	-	1,111,970	1,165,403
Intergovernmental	5,459,277	-	483,027	292,258	-	4,368,686	10,603,248
Charges for services	2,021,007	1,760,020	-	-	-	996,492	4,777,519
Fines and forfeitures	35,272	-	-	-	-	265,043	300,315
Miscellaneous	333,650	-	-	179,491	25,000	31,707	569,848
Interest	74,248	5,280	-	-	1,594	6,421	87,543
<b>Total revenues</b>	<b>\$ 10,967,478</b>	<b>\$ 9,176,499</b>	<b>\$ 483,027</b>	<b>\$ 471,749</b>	<b>\$ 2,218,556</b>	<b>\$ 8,773,035</b>	<b>\$ 32,090,344</b>
<b>EXPENDITURES</b>							
Current expenditures							
General government	\$ 5,744,203	\$ -	\$ -	\$ -	\$ 2,283	\$ 122,740	5,869,226
Public safety	12,336,950	-	-	-	10,789	2,160,429	14,508,168
Physical environment	145,646	-	-	-	-	20,000	165,646
Transportation	2,952	-	-	46,616	-	1,651,956	1,701,524
Economic environment	15,201	-	483,027	-	-	862,529	1,360,757
Human services	724,550	-	-	-	12,415	33,111	770,076
Culture & recreation	788,837	-	-	33,952	72,307	707,588	1,602,684
Court related	55,000	-	-	-	-	902,947	957,947
Capital outlay expenditures							
General government	25,000	-	-	-	-	-	25,000
Public safety	46,651	-	-	-	139,443	531,373	717,467
Transportation	-	-	-	84,104	-	2,033,039	2,117,143
Culture & recreation	4,000	-	-	401,187	55,851	-	461,038
Debt service expenditures							
Principal	-	-	-	-	550,686	153,667	704,353
Interest	-	-	-	-	53,776	32,781	86,557
<b>Total expenditures</b>	<b>\$ 19,888,990</b>	<b>\$ -</b>	<b>\$ 483,027</b>	<b>\$ 565,859</b>	<b>\$ 897,550</b>	<b>\$ 9,212,160</b>	<b>\$ 31,047,586</b>
<b>Excess of revenues over (under) expenditures:</b>	<b>\$ (8,921,512)</b>	<b>\$ 9,176,499</b>	<b>\$ -</b>	<b>\$ (94,110)</b>	<b>\$ 1,321,006</b>	<b>\$ (439,125)</b>	<b>\$ 1,042,758</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Sale of equipment	-	-	-	-	-	261,173	261,173
Transfers from the Board of County Commissioners	12,587,314	-	-	-	-	476,702	13,064,016
Transfers to other governments	(130)	-	-	-	-	(2,421)	(2,551)
Interfund transfers in	520,950	157,615	-	142,881	48,771	349,919	1,220,136
Interfund transfers out	(3,391,312)	(9,906,311)	-	(48,771)	(413,340)	(469,468)	(14,229,202)
<b>Total other financing sources (uses)</b>	<b>\$ 9,716,822</b>	<b>(9,748,696)</b>	<b>-</b>	<b>94,110</b>	<b>(364,569)</b>	<b>615,905</b>	<b>313,572</b>
<b>Net change in fund balances</b>	<b>795,310</b>	<b>(572,197)</b>	<b>-</b>	<b>-</b>	<b>956,437</b>	<b>176,780</b>	<b>1,356,330</b>
<b>Fund balances at beginning of year</b>	<b>4,468,620</b>	<b>1,324,641</b>	<b>-</b>	<b>105,262</b>	<b>1,365,645</b>	<b>2,924,724</b>	<b>10,188,892</b>
<b>Fund balances at end of year</b>	<b>\$ 5,263,930</b>	<b>\$ 752,444</b>	<b>\$ -</b>	<b>\$ 105,262</b>	<b>\$ 2,322,082</b>	<b>\$ 3,101,504</b>	<b>\$ 11,545,222</b>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**

**RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
For the Fiscal Year Ended September 30, 2015**

<b>Net change in fund balances - total governmental funds</b>	<b>\$</b>	<b>1,356,330</b>
1. Amounts reported for governmental activities in the statement of activities are different because:		
- Governmental funds report capital outlay as expenditures and debt proceeds as revenues. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense and debt proceeds are reclassified as a liability.		
- Capital outlay expenditures	3,320,648	
- Plus contributed capital assets not purchased	882,000	
- Plus capital assets purchased with debt proceeds	574,713	
- Less current year depreciation expense	<u>(2,975,787)</u>	1,801,574
2. The net gain (loss) recognized on disposition of fixed assets:		261,751
3. Repayment of debt principal are expenditures and debt proceeds are revenues in the governmental funds but the repayment of debt principal reduces long-term liabilities and debt proceeds increases long-term liabilities in the Statement of Net Assets.		
- Debt proceeds from capital leases	(574,713)	
- Capital lease payments	30,480	
- Note principal payments	<u>673,873</u>	129,640
4. The net gain (loss) recognized on the transfer of landfill liability:		1,911,461
5. Some expenses reported in the Statement of Activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.		
- Net change in compensated absences:	14,725	
- Net change in other post-employment benefits payable:	(55,000)	
- Net change in pension liability:	(4,513,610)	
- Net change in deferred outflows/inflows related to pensions	<u>5,229,461</u>	675,576
<b>Change in net position of governmental activities:</b>	<b>\$</b>	<b><u>6,136,332</u></b>

See notes to financial statements



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**WAKULLA COUNTY, FLORIDA**

**STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
September 30, 2015**

	<u>Sewer Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 431,274	\$ 449,526	\$ 880,800
Accounts receivable, net	253,366	-	253,366
Due from other governmental units	72,425	20,076	92,501
Other current assets	650	-	650
<b>Total current assets</b>	<b><u>757,715</u></b>	<b><u>469,602</u></b>	<b><u>1,227,317</u></b>
<b>Noncurrent assets</b>			
Capital assets - net	16,781,506	42,061	16,823,567
<b>Total noncurrent assets</b>	<b><u>16,781,506</u></b>	<b><u>42,061</u></b>	<b><u>16,823,567</u></b>
<b>Total assets:</b>	<b><u>\$ 17,539,221</u></b>	<b><u>\$ 511,663</u></b>	<b><u>\$ 18,050,884</u></b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable	\$ 143,542	\$ 21,691	\$ 165,233
Accrued liabilities	32	-	32
Interest payable	10,286	-	10,286
Customer deposits	44,670	-	44,670
Landfill post-closure liability	-	95,502	95,502
Notes payable	460,409	61,667	522,076
<b>Total current liabilities</b>	<b><u>658,939</u></b>	<b><u>178,860</u></b>	<b><u>837,799</u></b>
<b>Noncurrent liabilities</b>			
Landfill post-closure liability	-	1,788,200	1,788,200
Notes payable	1,390,698	801,522	2,192,220
<b>Total noncurrent liabilities</b>	<b><u>1,390,698</u></b>	<b><u>2,589,722</u></b>	<b><u>3,980,420</u></b>
<b>Total liabilities</b>	<b><u>\$ 2,049,637</u></b>	<b><u>\$ 2,768,582</u></b>	<b><u>\$ 4,818,219</u></b>
<b>NET POSITION</b>			
Invested in capital assets - net	\$ 14,930,399	\$ (821,128)	\$ 14,109,271
Restricted for:			
Debt Service Sinking Fund	23,421	-	23,421
Landfill closure	-	177,800	177,800
Unrestricted	535,764	(1,613,591)	(1,077,827)
<b>Total net position</b>	<b><u>\$ 15,489,584</u></b>	<b><u>\$ (2,256,919)</u></b>	<b><u>\$ 13,232,665</u></b>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS**

**For the Fiscal Year Ended September 30, 2015**

	<u>Sewer Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
<b>Operating revenues</b>			
Special Assessments	\$ -	\$ 2,238,196	\$ 2,238,196
Charges for services	1,921,123	38,334	1,959,457
Operating grants	-	59,990	59,990
Miscellaneous	-	929	929
<b>Total operating revenues</b>	<u>1,921,123</u>	<u>2,337,449</u>	<u>4,258,572</u>
<b>Operating expenses</b>			
Materials, supplies and other	1,035,035	2,205,234	3,240,269
Depreciation and amortization	655,660	13,197	668,857
<b>Total operating expenses</b>	<u>1,690,695</u>	<u>2,218,431</u>	<u>3,909,126</u>
<b>Operating profit (loss)</b>	<u>\$ 230,428</u>	<u>\$ 119,018</u>	<u>\$ 349,446</u>
<b>Non-operating revenues (expenses)</b>			
Capital grants and contributions	\$ 72,425	\$ -	\$ 72,425
Landfill closure expenses	-	(1,101,083)	(1,101,083)
Interest and other non-operating	100	12,402	12,502
Interest expense	(75,203)	(28,259)	(103,462)
<b>Total non-operating revenues (expenses)</b>	<u>(2,678)</u>	<u>(1,116,940)</u>	<u>(1,119,618)</u>
<b>Net income (loss) before transfers</b>	<u>\$ 227,750</u>	<u>\$ (997,922)</u>	<u>\$ (770,172)</u>
<b>Transfer activity</b>			
Gain (Loss) on transfer of liability	\$ -	\$ (1,911,461)	\$ (1,911,461)
Operating transfers in	906,682	30,050	936,732
Operating transfers out	(976,682)	(15,000)	(991,682)
<b>Net transfer activity</b>	<u>(70,000)</u>	<u>(1,896,411)</u>	<u>(1,966,411)</u>
<b>Change in net position</b>	<u>\$ 157,750</u>	<u>\$ (2,894,333)</u>	<u>\$ (2,736,583)</u>
<b>Total net position, beginning of year</b>	<u>15,331,834</u>	<u>637,414</u>	<u>15,969,248</u>
<b>Total net position, end of year</b>	<u>\$ 15,489,584</u>	<u>\$ (2,256,919)</u>	<u>\$ 13,232,665</u>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS**

**For the Fiscal Year Ended September 30, 2015**

	<u>Sewer Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
<b>Cash flows from operating activities</b>			
Cash received from customers and others	\$ 1,839,656	\$ 2,339,430	\$ 4,179,086
Cash paid to suppliers	(1,049,274)	(2,218,040)	(3,267,314)
<b>Net cash provided by (used in) operating activities</b>	<b>790,382</b>	<b>\$ 121,390</b>	<b>911,772</b>
<b>Cash flows from non-capital financing activities</b>			
Cash operating loans from (to) other funds	(70,000)	15,050	(54,950)
<b>Net cash provided by (used in) non-capital financing activities</b>	<b>(70,000)</b>	<b>15,050</b>	<b>(54,950)</b>
<b>Cash flows from capital and related financing activities</b>			
Principal payments on long-term debt	(439,807)	863,189	423,382
Acquisition and construction of capital assets, net	(338,893)	(1,128,843)	(1,467,736)
Interest paid	(72,401)	(28,259)	(100,660)
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>(851,101)</b>	<b>(293,913)</b>	<b>(1,145,014)</b>
<b>Cash flows from investing activities</b>			
Interest and other non-operating revenues	100	12,402	12,502
<b>Net cash provided by investing activities</b>	<b>100</b>	<b>12,402</b>	<b>12,502</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(130,619)</b>	<b>(145,071)</b>	<b>(275,690)</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>561,893</b>	<b>594,597</b>	<b>1,156,490</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 431,274</b>	<b>\$ 449,526</b>	<b>\$ 880,800</b>
<b>Reconciliation of operating loss to net cash provided by (used in) operating activities</b>			
Operating profit (loss)	\$ 230,428	\$ 119,018	\$ 349,446
Adjustments to reconcile operating profit (loss) to net cash provided by (used in) operating activities			
Depreciation	655,660	13,197	668,857
(Increase) / decrease in assets			
Accounts receivable	(62,851)	-	(62,851)
Accounts payable and accrued expenses	(14,239)	(12,806)	(27,045)
Due from/to other governmental units	(23,821)	1,981	(21,840)
Deposits	5,205	-	5,205
Total adjustments	559,954	2,372	562,326
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 790,382</b>	<b>\$ 121,390</b>	<b>\$ 911,772</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

STATEMENT OF FIDUCIARY NET POSITION -  
AGENCY FUNDS  
September 30, 2015

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 978,015
Accounts receivable, net	26,219
Due from individuals	104
Due from other funds	648
<b>Total assets</b>	<b><u>\$ 1,004,986</u></b>
<b>LIABILITIES</b>	
<b>Liabilities</b>	
Accounts payable	\$ 1,457
Due to individuals	210,554
Due to other funds	280,402
Due to other governmental units	363,765
Other current liabilities	148,808
<b>Total liabilities</b>	<b><u>\$ 1,004,986</u></b>
<b>Total net position</b>	<b><u>-</u></b>
<b>Total liabilities and net position</b>	<b><u>\$ 1,004,986</u></b>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2015

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Wakulla County, Florida, (the County) is a political subdivision of the State pursuant to Article VIII, Section 1(a) of the Constitution of the State of Florida. The County is a Chartered County pursuant to Article III, Section 1(c) and (g) of the Constitution of the State of Florida. Wakulla's citizens, pursuant to Florida Statute 125.8, approved a home rule charter on a ballot initiative on November 4, 2008. The Board of County Commissioners (the BOCC) codified the governance of its Home Rule Charter in Wakulla County Ordinance 2008-14. The County is governed by a five member Board of County Commissioners and five Constitutional Officers. Please refer to the Principal Officer List on page *vii* of the Introductory Section. The Constitutional Officers maintain separate accounting records and budgets from the BOCC. The Constitution of the State of Florida, Article VIII, Section 1(d) created the Constitutional Officers and Article VIII, Section 1(e) created the Board of County Commissioners.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting principles. Pronouncements of the Financial Accounting Standards Board (FASB) issued after November 30, 1989 are not applied in the preparation of the financial statements of the proprietary fund types in accordance with GASB Statement 20. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

**A. Reporting Entity**

The concept underlying the definition of the reporting entity is that elected officials are accountable to their constituents for their actions. The reporting entity's financial statements should allow users to distinguish between the primary government (the County) and its component units. However, some component units, because of the closeness of their relationships with the County, should be blended as though they are part of the County. Otherwise, most component units should be discretely presented. As required by GAAP, the financial reporting entity consists of (1) the primary government (the County), (2) organizations for which the County is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the County are such that exclusion from the financial statements would cause the reporting entity's financial statements to be misleading or incomplete.

The County is financially accountable if it appoints a voting majority of the organization's governing body and (a) it is able to impose its will on that organization or (b) there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County. The County may be financially accountable if an organization is fiscally dependent on the County regardless of whether the organization has (a) a separately elected governing board, (b) a governing board appointed by a higher level of government, or (c) a

jointly appointed board. Based on these criteria, County management examined all organizations which are legally separate in order to determine which organizations, if any, should be included in the County's financial statements.

### **1. Blended Component Unit**

Management has determined that the Wakulla County Industrial Development Authority (WCIDA) is a component unit of the County. The WCIDA was created by BOCC resolution pursuant to the provisions of Section 159.45, Florida Statutes. The BOCC appoints the governing body and approves the budget of the WCIDA. Although legally separate, the WCIDA is appropriately blended as a governmental fund-type (special revenue fund) component unit into the primary government.

### **B. Measurement Focus and Basis of Accounting**

The basic financial statements of the County are comprised of the following components: (a) Government-wide financial statements, (b) Fund financial statements, (c) Notes to the financial statements, and (d) Required supplementary information.

### **1. Government-wide Financial Statements**

Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. These statements include separate columns for the governmental and business-type activities of the primary government (including its blended component units), as well as any discretely presented component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. Likewise, the primary government is reported separately from the legally separately component unit for which the primary government is financially accountable.

Government-wide financial statements are reported using economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and agency fund financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from the exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement 33 – Accounting and Financial Reporting for Non-Exchange Transactions.

Program revenues include charges for services, special assessments, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

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

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. As applicable, the County also chooses to eliminate the indirect costs between governmental activities to avoid a “doubling up” effect.

## **2. Fund Financial Statements**

The underlying accounting system of the County is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

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

### **Governmental Funds**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues 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. Franchise fees, licenses, sales taxes, gas taxes, operating and capital grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the County.

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

Any non-current portions of long-term receivables due to governmental funds are reported on their balance sheets in spite of their spending measurement focus. Non-current portions of long-term receivables are offset by fund balance reserve accounts. Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by non-current liabilities. Since they do not affect net current position, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.



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

### **Proprietary Funds**

In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods and services are delivered. In the fund financial statements, proprietary funds are presented using the economic resources measurement focus. This means that all assets and all liabilities (whether current or non-current) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position. The County applies all GASB pronouncements as well as all FASB statements, interpretations, APB opinions and accounting research bulletins issued on or before November 30, 1989 which do not conflict with or contradict GASB pronouncements.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies, taxes and investment earnings, result from non-exchange transactions or ancillary activities.

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

### **C. Basis of Presentation**

GASB Statement 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The County has used GASB 34 minimum criteria for major fund determination. The major funds of the County may vary from year to year. In addition, the County has elected to disclose certain funds which either had debt outstanding or specific community focus as major funds. The non-major funds are combined in a column in the fund financial statements and detailed individually in the Combining Statements section.

#### **1. Governmental Major Funds**

The following are the major governmental funds of the County:

- General Fund – The General Fund is the general operating fund of the County. It is used to account for all financial resources, except those required to be accounted for in another fund.
- Sheriff's Office Fund – The Sheriff's Office Fund, formerly called the Fine & Forfeiture

Fund, accounts for the transactions relating to the Sheriff's Office primary operations which are Courthouse & Bailiff Security, Emergency Management, Law Enforcement and Corrections.

- State Housing Initiatives Partnership (SHIP) Fund – The SHIP fund accounts for transactions relating to the down payment assistance and repairs and maintenance on homes to eligible low-income individuals.
- Capital Project Fund – The Capital Project Fund accounts for projects funded by Federal and State grant dollars as well as locally funded projects. In Fiscal Year 2014-15 the projects funded included a library energy retrofit grant, grants for improvements to Azalea Park, Shell Point Boat Ramp, and a FEMA mitigation grant for Buckhorn Creek Bridge, Bostic Pelt Bridge and Walker Creek Bridge.
- One Cent Sales Tax Fund – The One Cent Sales Tax Fund accounts for the transactions related to the collection of the local One Cent Sales Tax proceeds and their use to fund capital improvements on roads and bridges, public facilities, public safety infrastructure and equipment and park and recreational facilities.

## **2. Proprietary Major Funds**

The following are the major proprietary funds of the County:

- Sewer Fund – The Sewer Fund accounts for the transactions related to the operation of the County's sewer facilities. The Sewer Fund also includes the transactions of the operation of a small water facility known as Riversink Water.
- Solid Waste Fund – The Solid Waste Fund accounts for the transactions of the County's solid waste collection and disposal services and maintenance and monitoring of one Class I and one Class III landfill.

## **3. Receivables and Payables**

Activities between funds that are representative of lending or borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". All receivables are shown net of an allowance for doubtful accounts. Any receivables in excess of one year would comprise the trade accounts receivable allowance for doubtful accounts.

## **4. Inventories**

Inventories are valued at cost, which approximates market value, using the "first-in, first-out" method of accounting. Supplies and inventories of certain governmental funds are recorded as expenditures when consumed rather than when purchased.

## **5. Restricted Assets**

Certain portions of the net position of the County are classified as restricted on the statement of net position because their use is limited either by law through constitutional provisions or enabling legislation or by restrictions imposed externally by creditors, grantors, contributions or

laws and regulations of other governments. In a fund with both restricted and unrestricted assets, qualified expenses are considered to be paid first from restricted assets and then from unrestricted assets.

**6. Capital Assets**

Capital assets, which include property, plant, buildings, equipment and system infrastructure assets (roads, bridges, right-of-ways, and similar items) are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Except for roads and bridges constructed prior to June 30, 1980, assets are recorded at historical cost or estimated historical cost. Roads and bridges constructed prior to June 30, 1980 are generally not reported. Donated capital assets are recorded at estimated fair market value at the day of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the asset constructed.

The County holds legal title to the capital assets used in the operations of the Board, Clerk of the Circuit Court, Property Appraiser, Supervisor of Elections and Tax Collector and is accountable for them under Florida Law. The Sheriff is accountable for and thus maintains capital asset records pertaining only to equipment used in its operations. These assets have been combined with the Board’s governmental activities capital assets in the Statement of Net Position.

Property, plant and equipment of the County are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	39
Machinery and equipment	5 - 10
System infrastructure	30 – 50

**7. Capitalization of Interest**

Interest costs related to bond issues and related debt are capitalized during the construction period. These costs are netted against applicable interest earnings on construction fund investments.

**8. Deferred Inflows and Deferred Outflows**

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that future period. These deferred inflows of resources will be recognized as revenue in the fiscal year in which they are earned in accordance with the accrual basis of accounting.

Deferred outflows of resources represent a consumption of net position that is applicable to a future reporting period and so will not be recognized as an outflow of resources (expense/expenditure) until that future period. These deferred outflows of resources will be recognized as expense or expenditures in the fiscal year in which they are used in accordance with the accrual basis of accounting.

Both the deferred inflow and outflow of resources reported in the Government-wide financial statements are related to the County's pension plan as discussed in greater detail in Note 12.

### **9. Unearned Revenue**

Unearned revenue reported in the governmental fund financial statements represent unearned revenues or revenues which are measurable but not available and, in accordance with the modified accrual basis of accounting, are reported as unearned. These unearned revenues are primarily related to unearned grant revenue.

### **10. Accrued Compensated Absences**

The County accrues accumulated unpaid vacation and sick leave when earned by the employee. The current portion is the amount estimated to be used in the following year – 15% for the Board of County Commissioners and the offices of the Clerk of Court, Property Appraiser, Supervisor of Elections and Tax Collector and 10% for the Sheriff's Office. The non-current portion is the amount estimated to be used in subsequent fiscal years. Both the current and non-current estimated accrued compensated absences amounts for governmental funds are maintained separately and represent a reconciling item between the fund and government-wide financial statement presentations.

### **11. Obligation of Bond Arbitrage Rebate**

Pursuant to Section 148(f) of the U.S. Internal Revenue Code, the County must rebate to the United States Government the excess of interest earned from the investment of certain debt proceeds and pledged revenues over the yield rate of the applicable debt. The County uses the "revenue reduction" approach in the accounting of rebatable arbitrage. This approach treats excess earnings as a reduction of revenue. The County has no arbitrage liability outstanding as of September 30, 2015.

### **12. Landfill Closure Costs**

Under the terms of the current state and federal regulations, the County is required to place a final cover on closed landfill areas and to perform certain monitoring and maintenance functions for a period of twenty years after closure. The County recognizes these costs of post-closure maintenance annually. Required obligations for closure and post-closure costs were previously recognized in the General Fund of the County but management made an accounting change in the current fiscal year moving these required obligations to the Landfill Fund (see Note 18).

**NOTE 2.RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position.**

“Total fund balances” of the County’s governmental funds (\$11,545,222) differs from “net position” of governmental activities (\$56,598,432) reported in the Statement of Net Position. This difference primarily results from the long-term economic focus of the Statement of Net Position versus the current financial resources focus of the Governmental Fund Balance Sheet. The components of this difference are:

**1. Capital asset related activity**

When capital assets (property, plant and equipment) that are to be used in governmental activities are purchased or constructed, the cost of these assets is reported as expenditures in governmental fund financial statements. However, the Statement of Net Position included those capital assets among the assets of the County as a whole. The difference in this activity is calculated below (see Note 6):

Cost of capital assets	\$ 97,809,567	
Accumulated depreciation	<u>(37,731,342)</u>	<u>\$ 60,078,225</u>

**2. Long-term debt activity**

Long-term liabilities applicable to the County’s governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities in the governmental fund financial statements. In contrast, all liabilities (both current and long-term) are reported in the government-wide Statement of Net Position. The difference in this activity is calculated below (see Note 10):

Capital leases payable	\$ 544,233	
Notes payable	1,806,701	
Compensated absences	893,553	
Other post-employment benefits	842,000	
Pension liability	<u>11,351,772</u>	<u>\$ 15,438,259</u>

**3. Deferred outflows / inflows of resources**

Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an expenditure in the governmental funds until that period. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as revenue in the governmental funds until that period. The total deferred outflows / inflows are:

Deferred Outflows related to pensions	\$ 3,084,910	
Deferred Inflows related to pensions	<u>(2,671,666)</u>	<u>\$ 413,244</u>

**4. Inter-fund receivables/payables activity**

Activity involving inter-fund receivables and payables in the amount of \$999,179 between governmental funds must be eliminated for the Statement of Net Position.

WAKULLA COUNTY, FLORIDA

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position

	Total Governmental Funds	Capital Related Activity	Long-Term Debt Activity / Landfill Activity	Compensated Absences & OPEB Activity	Net Pension Liability	Deferred Outflows / Inflows of Resources Activity	Interfund Receivables / Payables Activity	Statement of Net Position
<b>ASSETS</b>								
Cash and cash equivalents	\$ 9,782,422	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,782,422
Accounts receivable, net	1,415,540	-	-	-	-	-	-	1,415,540
Due from fiduciary funds	84,393	-	-	-	-	-	196,007	280,400
Due from other funds	1,195,186	-	-	-	-	-	(1,195,186)	-
Due from other governmental units	1,360,401	-	-	-	-	-	-	1,360,401
Deferred outflows related to pensions	-	-	-	-	-	3,084,910	-	3,084,910
Inventories	26,616	-	-	-	-	-	-	26,616
Prepaid expenses	532,712	-	-	-	-	-	-	532,712
Other current assets	-	-	-	-	-	-	-	-
Capital assets, net	-	60,078,225	-	-	-	-	-	60,078,225
<b>Total assets</b>	<b>\$ 14,397,270</b>	<b>\$ 60,078,225</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,084,910</b>	<b>(999,179)</b>	<b>\$ 76,561,226</b>
<b>LIABILITIES AND FUND BALANCES</b>								
<b>Liabilities</b>								
Accounts payable	\$ 968,095	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 968,095
Accrued liabilities	649,411	-	-	-	-	-	-	649,411
Due to agency funds	648	-	-	-	-	-	-	648
Due to other funds	999,179	-	-	-	-	-	(999,179)	-
Due to other governmental units	12,871	-	-	-	-	-	-	12,871
Unearned grant revenue	220,810	-	-	-	-	-	-	220,810
Deferred inflows related to pensions	-	-	-	-	-	2,671,666	-	2,671,666
Other post-employment benefits	-	-	-	842,000	-	-	-	842,000
Accrued compensated absences	-	-	-	893,553	-	-	-	893,553
Pension liability	-	-	-	-	11,351,772	-	-	11,351,772
Capital leases payable	-	-	544,233	-	-	-	-	544,233
Notes payable	-	-	1,806,701	-	-	-	-	1,806,701
Other current liabilities	1,034	-	-	-	-	-	-	1,034
<b>Total Liabilities</b>	<b>2,852,048</b>	<b>-</b>	<b>2,350,934</b>	<b>1,735,553</b>	<b>11,351,772</b>	<b>2,671,666</b>	<b>(999,179)</b>	<b>19,962,794</b>
<b>Fund balances / net position</b>	<b>\$ 11,545,222</b>	<b>\$ 60,078,225</b>	<b>\$ (2,350,934)</b>	<b>\$ (1,735,553)</b>	<b>\$ (11,351,772)</b>	<b>\$ 413,244</b>	<b>\$ -</b>	<b>\$ 56,598,432</b>
<b>Total liabilities and fund balances / net position</b>	<b>\$ 14,397,270</b>	<b>\$ 60,078,225</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,084,910</b>	<b>\$ (999,179)</b>	<b>\$ 76,561,226</b>

## **B. Explanation of Differences Between Governmental Fund Operating Statements and the Statement of Activities**

The “net change in fund balances” for governmental funds of \$1,356,330 differs from the “change in net position” for governmental activities of \$6,136,332 reported in the Statement of Activities. The differences arise primarily from the long-term economic focus of the Statement of Activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below:

### **1. Capital asset related activity**

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the Statement of Activities, the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balances decrease by the amount of financial resources expended for the purchase or construction of the assets, whereas net position decreases by the amount of depreciation expense charged for the year (see Note 6).

Capital outlay additions	\$ 3,320,648	
Depreciation expense	(2,975,787)	
Contributed capital assets	882,000	
Debt proceeds used to purchase capital assets	574,713	
Gain (loss) on disposition of fixed assets	261,751	\$ 2,063,325

### **2. Long-term debt activity**

Repayments of debt principal are reported as an expenditure in the governmental funds and, thus, have the effect of reducing fund balance because current financial resources have been used to pay down the debt. However, the principal payments reduce the liabilities in the Statement of Net Position and do not result in an expense in the Statement of Activities (see Note 10). Some transactions reported in the Statement of Activities do not provide for or require the use of current financial resources, therefore, are not reported in the governmental funds. Other liabilities such as compensated absences, other post-employment benefits and pension liability are not recorded in the governmental funds until they are actually expended but are recorded in the Statement of Activities regardless of when they are due.

Debt principal payments	\$ 704,353	
Increase in capital leases	(574,713)	
Gain on transfer of liability	1,911,461	
Increase in compensated absences	14,725	
Decrease in other post-employment benefits	(55,000)	
Increase in pension liability	(4,513,610)	\$ (2,512,784)

### **3. Deferred outflows / inflows of resources**

Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an expenditure in the governmental funds until that period. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as revenue in the governmental funds until that period. The net change in deferred inflows / outflows related to pensions was \$5,229,461.

### **4. Inter-fund receivables/payables activity**

Transfers in and transfers out in the amount of \$13,064,016 between governmental activities must be eliminated.

WAKULLA COUNTY, FLORIDA

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

B. Explanation of Differences Between the Governmental Fund Operating Statements and the Government-Wide Statement of Activities

	Total Governmental Funds	Capital Related Activity	Long-Term Debt / Landfill Closure Activity	Compensated Absences & OPEB Activity	Net Pension Liability Activity	Deferred Outflows / Inflows of Resources Activity	Interfund Receivables / Payables Activity	Statement of Activities
<b>REVENUES</b>								
Taxes	\$ 14,586,468	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,586,468
Licenses, permits and special assessments	1,165,403	-	-	-	-	-	-	1,165,403
Intergovernmental	10,603,248	-	-	-	-	-	-	10,603,248
Charges for services	4,777,519	-	-	-	-	-	-	4,777,519
Fines and forfeitures	300,315	-	-	-	-	-	-	300,315
Miscellaneous	569,848	-	-	-	-	-	-	569,848
Interest	87,543	-	-	-	-	-	-	87,543
<b>Total revenues</b>	<b>\$ 32,090,344</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 32,090,344</b>
<b>EXPENDITURES</b>								
<b>Current Expenditures</b>								
General government	\$ 5,869,226	\$ 230,809	\$ -	\$ 59,562	\$ 1,053,666	\$ (1,220,775)	\$ -	\$ 5,992,488
Public Safety	14,508,168	995,083	-	(19,245)	3,171,795	(3,674,837)	-	14,980,964
Physical Environment	165,646	11,239	-	(3,250)	19,233	(22,283)	-	170,585
Transportation	1,701,524	1,484,395	-	-	-	-	-	3,185,919
Economic Environment	1,360,757	9,947	-	-	2,381	(2,759)	-	1,370,326
Human Services	770,076	37,452	-	-	17,772	(20,591)	-	804,709
Culture and recreation	1,602,684	206,862	-	10,626	73,653	(85,334)	-	1,808,491
Court related	957,947	-	-	(7,418)	175,110	(202,882)	-	922,757
<b>Capital Outlay</b>								
General government	25,000	(25,000)	-	-	-	-	-	-
Public Safety	717,467	(717,467)	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-	-	-
Transportation	2,117,143	(2,117,143)	-	-	-	-	-	-
Economic Environment	-	-	-	-	-	-	-	-
Human Services	-	-	-	-	-	-	-	-
Culture and recreation	461,038	(461,038)	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-
<b>Debt Service</b>								
Principal	704,353	-	(704,353)	-	-	-	-	-
Interest	86,557	-	-	-	-	-	-	86,557
<b>Total Expenditures</b>	<b>\$ 31,047,586</b>	<b>\$ (344,861)</b>	<b>\$ (704,353)</b>	<b>\$ 40,275</b>	<b>\$ 4,513,610</b>	<b>\$ (5,229,461)</b>	<b>\$ -</b>	<b>\$ 29,322,796</b>
<b>Excess of revenue over (under) expenditures</b>	<b>\$ 1,042,758</b>	<b>\$ 344,861</b>	<b>\$ 704,353</b>	<b>\$ (40,275)</b>	<b>\$ (4,513,610)</b>	<b>\$ 5,229,461</b>	<b>\$ -</b>	<b>\$ 2,767,548</b>
<b>OTHER FINANCING SOURCES (USES)</b>								
Gain (loss) on disposal of fixed assets	261,173	261,751	-	-	-	-	-	522,924
Gain (loss) on transfer of liability	-	-	1,911,461	-	-	-	-	1,911,461
Contributed capital assets	-	882,000	-	-	-	-	-	882,000
Debt proceeds	-	574,713	(574,713)	-	-	-	-	-
Transfers from the Board of County Commissioners	13,064,016	-	-	-	-	-	(13,064,016)	-
Transfers to other governments	(2,551)	-	-	-	-	-	-	(2,551)
Interfund transfers in	1,220,136	-	-	-	-	-	-	1,220,136
Interfund transfers out	(14,229,202)	-	-	-	-	-	13,064,016	(1,165,186)
<b>Total other financing sources (uses)</b>	<b>\$ 313,572</b>	<b>\$ 1,718,464</b>	<b>\$ 1,336,748</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,368,784</b>
<b>Net change in fund balance</b>	<b>\$ 1,356,330</b>	<b>\$ 2,063,325</b>	<b>\$ 2,041,101</b>	<b>\$ (40,275)</b>	<b>\$ (4,513,610)</b>	<b>\$ 5,229,461</b>	<b>\$ -</b>	<b>\$ 6,136,332</b>
<b>Fund balances at beginning of year</b>	<b>\$ 10,188,892</b>	<b>\$ 58,014,900</b>	<b>\$ (4,392,035)</b>	<b>\$ (1,695,278)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 62,116,479</b>
Prior period adjustment	-	-	-	-	(6,838,162)	(4,816,217)	-	(11,654,379)
<b>Fund balances at end of year</b>	<b>\$ 11,545,222</b>	<b>\$ 60,078,225</b>	<b>\$ (2,350,934)</b>	<b>\$ (1,735,553)</b>	<b>\$ (11,351,772)</b>	<b>\$ 413,244</b>	<b>\$ -</b>	<b>\$ 56,598,432</b>



## **NOTE 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

### **A. Budget Adoption and Modification**

The County follows the statutory requirements established in F.S. 129 and 200 regarding budgeting and taxation. Chapter 129 of the Florida Statutes, titled “County Annual Budget” requires the County to establish “an annual budget for such funds as may be required by law or by sound financial practice and generally accepted accounting principles.” Chapter 200 of the Florida Statutes, titled “Determination of Millage” defines the process for how the County generates monies through taxation of real, personal and tangible property. Additionally, Florida Department of Revenue has established “Truth In Millage” (TRIM) procedures, guidelines and forms for the County to use to ensure adherence to the laws and statutory requirements related to taxation. It is the policy of the County to follow all of these laws, statutes and approved procedures in preparing its annual budget.

The County uses the following procedures in establishing the budgetary data reflected in the Required Supplementary Information section of the financial statements. The following is a summary of the many detailed and specific procedures and requirements used to adopt and modify the annual budget.

#### **1. Original Budget**

- In March of every year, the County’s budget office releases a “budget package” to each department to initiate the budget process. The County Administrator and budgeting staff meet with each department head numerous times to evaluate the operational and capital needs of each department and to review the revenue projections of the ensuing year.
- Constitutional Officers are included in this process and are required per Florida Statute to submit their proposed budgets to the County by June 1. The BOCC passed resolution 2009-07 requiring these budgets to be submitted one month early (May 1) in order to give staff more time to prepare for budget workshops.
- Preliminary budget workshops are held to 1) allow BOCC direction on particular projects or services to be offered, 2) receive BOCC guidance on particular issues or challenges, 3) offer the public an opportunity to provide input into the budget process.
- A tentative budget is compiled by budget staff and presented to the BOCC by July 15.
- The BOCC conducts several budget workshops in July and August to offer the public additional opportunity to review, discuss and offer comment on the tentative budget.
- Prior to September 30, a legally required public budget hearing is held to set the tentative millage rate and tentative budget and to offer additional public input.
- Prior to September 30, a second legally required public budget hearing is held to adopt a final millage rate and final budget and to offer additional public input.
- The original budget and millage rate is adopted by resolution of the BOCC.

#### **2. Amended and Final Budget**

The County has three methods of budget modification. The originally adopted budget can be modified by resolution of the BOCC, by adopting a budget amendment, or by holding a supplemental budget hearing.

### **Budget Resolution**

The County increases its originally adopted budget as a result of receiving any unanticipated revenues. Typically such an increase is the result of receiving new grant revenue, the adoption of new fees or charges, or the transfer of funds from one fund to another. In general, a budget resolution is required anytime a particular fund's budget will increase. Various budget resolutions were adopted during the current fiscal year.

### **Budget Amendment**

The County changes its originally adopted budget as a result routine operational activity. A budget amendment may be required due to a shortfall in revenues or an unexpected increase in the expenditures of a particular fund. A budget amendment transfers originally budgeted dollars from one budget line to another thus no change in the overall fund budget occurs. Some budget amendments require BOCC approval depending on the dollar amounts of the amendment and line item accounts involved. Various budget amendments were approved during the current fiscal year.

### **Supplemental Budget Hearing**

A supplemental budget hearing is required for the Board to increase the budget of any fund when the revenue was or should have been anticipated. This requirement of law eliminates the possibility of the BOCC artificially adopting a lower budget during the original budget process and later increasing the same budget without public input or comment. No supplemental budget hearings were held during the current fiscal year.

### **B. Budgetary Accounting**

Governmental fund budgets are initially adopted on the modified accrual basis of accounting. All increases and amendments to the legally adopted budget are presented on this same basis of accounting. Therefore, the actual and budgetary data in the Required Supplementary Information section are presented on a comparable basis. The Enterprise fund budgets are adopted on the accrual basis.

Formal budgetary integration is employed as a management control device in all governmental funds and budgeted appropriations lapse at the end of the fiscal year.

### **C. Budget By Fund**

Wakulla County Resolution 14-44 established the originally adopted County-wide budget for fiscal year 2014-15 in the amount of \$42,343,115. This budget does include appropriations for the constitutional officer's General Funds but does not include any special revenue funds for the constitutional officers. The Board of County Commissioners approved 38 budget amendments and 12 budget resolutions subsequent to the originally adopted budget resulting in an increase of \$2,062,711 and a final total budget of \$44,405,826. The adopted and final budget by fund for the Board of County Commissioners is below:

**2014-15 Wakulla County Budgetary Information**

Fund	Resolution 14-44 2014-2015 Original Budget	2014-2015 Final Budget	Budget Amendments Increase (Decrease)
<b>Governmental funds</b>			
General Fund	\$ 10,823,304	\$ 10,817,033	\$ (6,271)
Sheriff's Office	9,906,311	9,906,311	-
SHIP Grant	741,749	741,749	-
Capital Projects	735,000	1,204,492	469,492
One Cent Sales Tax	2,762,916	2,832,916	70,000
Airport Improvement	182,000	182,000	-
Boating Improvement	95,135	95,135	-
BP Restore Act	10,000	10,000	-
Court Fees	382,801	382,801	-
Crime Prevention	95,444	95,444	-
E911 Surcharge	159,276	258,496	99,220
EMS Grant	6,427	6,427	-
Industrial Development Authority	10,000	10,000	-
Housing Grant	1,117,012	1,117,012	-
JAG Grant	35,000	39,252	4,252
MSBU Fire	1,345,429	1,345,429	-
Mosquito Control	100,000	100,000	-
Ochlockonee Bay Bike Trail	858,154	858,154	-
Recreation Fee Fund	90,800	90,800	-
Road & Bridge Operating	2,468,582	2,468,581	(1)
Tourist Development	144,040	149,040	5,000
Impact Fees	299,054	299,054	-
Road Paving Grant	1,029,000	2,275,020	1,246,020
<b>Total Governmental Funds</b>	<b>\$ 33,397,434</b>	<b>\$ 35,285,146</b>	<b>\$ 1,887,712</b>
<b>Enterprise Funds</b>			
Sewer	\$ 5,088,531	\$ 5,313,530	\$ 224,999
Solid Waste	3,857,150	3,807,150	(50,000)
<b>Total Enterprise Funds</b>	<b>\$ 8,945,681</b>	<b>\$ 9,120,680</b>	<b>\$ 174,999</b>
<b>Total County-wide Budget as approved by Board of County Commissioners</b>	<b>\$ 42,343,115</b>	<b>\$ 44,405,826</b>	<b>\$ 2,062,711</b>
<b>Constitutional Officers Special Revenue Funds</b>			
Clerk of Court	\$ 860,652	\$ 822,072	\$ (38,580)
Property Appraiser	-	-	-
Sheriff	920,929	920,929	-
Supervisor of Elections	5,000	5,000	-
Tax Collector	-	-	-
<b>Total Constitutional Officers Special Revenue Funds</b>	<b>\$ 1,786,581</b>	<b>\$ 1,748,001</b>	<b>\$ (38,580)</b>
<b>Total County-wide Budget</b>	<b>\$ 44,129,696</b>	<b>\$ 46,153,827</b>	<b>\$ 2,024,131</b>

#### NOTE 4. CASH AND CASH EQUIVALENTS

The County maintains a cash pool that is available for use by all funds except those whose cash and investments must be segregated due to bond covenants or other legal restrictions.

##### A. Deposits

At the fiscal year end, the carrying amount of the County's bank deposits was \$11,639,830. All deposits with financial institutions were 100% insured by federal depository insurance or by collateral provided by qualified public depositories to the State Chief Financial Officer pursuant to the Public Depository Security Act of the State of Florida. The Act established a trust fund, maintained by the State Treasurer, which is a multiple financial institution pool with the ability to assess its member financial institutions for collateral shortfalls if a member institution fails.

The Public Depositor Annual Report for Wakulla County as of September 30, 2015 was provided to the Chief Financial Officer of the State of Florida, Department of Financial Services, Division of Treasury, Bureau of Collateral Management as required by Chapter 280, *Florida Statutes*. The total County-wide bank cash on deposit, segregated by type, is shown below:

Cash, Cash Equivalents & Investments Schedule

Cash, Cash Equivalents & Investments	Board of County Commissioners	Clerk of Court	Property Appraiser	Sheriff	Supervisor of Elections	Tax Collector	Total
Operating Cash	2,009,184	14,169	59,328	478,410	104,139	1,034	2,666,264
Investment Cash	5,375,466	-	-	-	-	-	5,375,466
Restricted Cash	1,863,437	13,158	360	739,274	3,856	-	2,620,085
Fiduciary Cash	84,261	290,343	-	221,549	-	381,862	978,015
	\$ 9,332,348	\$ 317,670	\$ 59,688	\$ 1,439,233	\$ 107,995	\$ 382,896	\$ 11,639,830

##### B. Investments

The County follows and uses Section 218.415, Florida Statutes, as its Investment Policy. The County focuses on three elements of investment and these elements are listed in order of importance: safety, liquidity and return. There are various risks involved in any investment activity. Those risks include custodial credit risk, interest rate risk, credit risk, concentration risk, and foreign currency risk. The County limits its exposure to such risks by following the sound investment policies established by Section 218.415 of the Florida Statutes.

Florida Statutes and various bond covenants authorize investment in following types of instruments: Certificates of deposit, Money market accounts, Savings accounts, Repurchase agreements, The Local Government Surplus Trust Fund, Florida Local Government Investment Trust Fund, Obligations by the Florida State Board of Administration, Obligations of the U.S. Government, Obligations of government agencies unconditionally guaranteed by the U.S. Government, Obligations of the Federal Farm Credit Banks, Obligations of the Federal Home Loan Mortgage Corporation, including Federal Home Loan Mortgage Corporation participation certificates, Obligations of the Federal Home Loan Bank, Obligations of the Government National Mortgage Association, Obligations of the Federal National Mortgage Association and Securities of any management type investment company or investment trust registered under the Investment Company Act of 1940, 15 U.S.C. ss.80a-1 et seq., provided the portfolio is limited to U.S. Government obligations and to repurchase agreements fully collateralized by U.S.

Government obligations. The County invested in only these types of instruments during the fiscal year.

In accordance with generally accepted accounting principles, the County's investments are categorized in the following schedule to give an indication of the level of custodial credit risk assumed at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Investments in the Local Government Surplus Funds Trust Fund and money market accounts are not categorized since the investments are not evidenced by securities that exist in physical or book entry form.

The County's investments at September 30, 2015 consisted solely of amounts placed locally with various qualified banking institutions in money-market or on-demand accounts totaling \$5,375,466. The local investments in qualified banking institutions operate under the guidelines established by Section 218.415, Florida Statutes. While the County had no investments in the Local Government Surplus Funds Trust Fund (a.k.a. Florida Prime) or the Fund B Surplus Trust Fund on September 30, 2015, the County did participate in the Local Government Surplus Trust Fund and the Fund B Surplus Trust Fund during the fiscal year.

The Local Government Surplus Funds Trust Fund (a.k.a. Florida Prime) and the Fund B Surplus Funds Trust Fund were created by Section 218.405, Florida Statutes. On December 1, 2007, the State Board of Administration restructured the Local Government Surplus Funds Trust Fund (Pool) to also establish the Fund B Surplus Funds Trust Fund. The State Board of Administration indicates the Trust Fund Pool is a Securities and Exchange Commission Rule 2a7-like external investment pool. The County owns a share of the respective pool, not the underlying securities.

The County is required to account for and report its investments in Florida Prime in accordance with GASB Statement 31 as amended by GASB Statement 59. As such, the County's investments in the Pool, as of September 30, 2015, are similar to money market funds in which shares are reported at fair value, which is amortized cost. The County's investment in the Pool at September 30, 2015 was zero (\$0) since the SBA had distributed the outstanding balance of the County's principal investment during the fiscal year in the amount of \$103.

The State Board of Administration indicates the Fund B Pool does not meet the requirements of a SEC 2a-7 like external investment pool. As such, the County's investments in the Fund B Surplus Funds Trust Fund are accounted for as a fluctuating net asset value (NAV) pool. The Fund B is not subject to participant withdrawal requests. Distributions from Fund B, as determined by the State Board of Administration, are effected by transferring eligible cash or securities to the Local Government Surplus Funds Trust Fund, consistent with the pro rata allocation of Pool shareholders of record at the time Fund B was created. One hundred percent (100%) of such distributions from Fund B are available as liquid balance within the Local Government Surplus Funds Trust Fund.

The Fund B reserve account is a participant in the Fund B Surplus Funds Trust Fund, owning a pro-rata share of the fund and acting as subordinated equity. This reserve account continued to be invested by the SBA in an SEC-registered 2a-7 money market fund until all of the proceeds are distributed. The SBA, working with the State Legislature (Senate Bill 7024 of the 2014

Legislative Session), had determined that its' preferred method of allocating the Fund B reserve balance was on a pro-rata share to the participant account listings as of November 2007 (the month prior to the creation of Fund B). The SBA has previously estimated Wakulla County's pro-rata share of the Fund B reserve to be between \$11,500 and \$12,500, depending on the final reserve balance. While the County did participate in the Fund B pool during the current fiscal year, the SBA had distributed the County's allocated portion of the Fund B pool reserve in the amount of \$12,703 in July 2015 which was recognized as interest revenue and the County's investment in the Fund B pool at September 30, 2015 was zero (\$0).

### **1. Custodial Credit Risk**

Custodial credit risk is defined as the exposure to loss of a government's investments a) if the depository financial institution that has custody of the investment were to fail or b) from destruction, theft or loss of a physical investment being held by the depository financial institution.

- Section 218.415(18), Florida Statutes, requires the County to earmark all investments and 1) if registered with the issuer or its agents, the investment must be immediately placed for safekeeping in a location that protects the governing body's interest in the security; 2) if in book entry form, the investment must be held for the credit of the governing body by a depository chartered by the Federal Government, the State or any other state or territory of the United States which has a branch or principal place of business in this State, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in this State, and must be kept by the depository in an account separate and apart from the assets of the financial institution; or 3) if physically issued to the holder but not registered with the issuer or its agents, must be immediately placed for safekeeping in a secured vault.
- All County investments complied with this provision of law.

### **2. Interest Rate Risk**

Interest rate risk is defined as the exposure to loss incurred as a result of a change in interest rates if the government were to sell a debt security during a time of rising interest rates. Thus, the key factor affecting the magnitude of interest rate risk is the length of time the debt will remain outstanding at lower-than-market interest rates.

- Section 218.415(17), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they come due.
- The County's interest rate risk at September 30, 2015 was zero (\$0).

### **3. Credit Risk**

Credit risk is defined as the exposure to loss for holders of debt securities if the debtor will not be able to make scheduled payments. Bond ratings are the recognized measure of credit risk.

- Section 218.415.(17), Florida Statutes, limits investments to a) the State Board of Administration Local Government Surplus Funds Trust Fund Investment Pool or any other intergovernmental investment pool authorized pursuant to the Florida Inter-local Cooperation Act as provided in Section 163.01, Florida Statutes, b) Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally recognized rating agency, c) interest bearing time deposits in qualified public depositories as defined in Section 280.02, Florida Statutes,

and d) direct obligations to the United States Treasury. The County's investment policy limits investments to these types of securities.

- As of September 30, 2015, the County's investments in money market accounts are in qualified public depositories.

#### **4. Concentration Risk**

Concentration risk is defined as the exposure to loss due to the failure to diversify investments in instruments which are not explicitly guaranteed by the U.S. Government or in instruments which are not inherently already diversified such a mutual fund or investment pool.

- The County's investments are in held in instruments which provide little to no exposure to concentration risk as they were held in qualified public depositories.

#### **5. Foreign Currency Risk**

Foreign currency risk is defined as the exposure to loss of investments held in the denomination of one or more foreign currencies due to changes in the currency exchange rates.

- The County held no investments in foreign currency denominations and Florida Prime was not exposed to any foreign currency risk during the current fiscal year.

The audited financial statements of Florida Prime for the State fiscal year ended June 30, 2015 were released in November 2015 (Report #2016-034) and is available on the Auditor General's website at [www.myflorida.com/audgen](http://www.myflorida.com/audgen).

The Clerk of Court issues an annual investment report for the County and it may be found at [www.wakullaclerk.com/BOCCFP.asp](http://www.wakullaclerk.com/BOCCFP.asp).

### **C. Legal and Contractual Obligations**

As of September 30, 2015, there were no legal or contractual obligations regarding deposits and investments except as described in Note 17.

#### **NOTE 5. PROPERTY TAX REVENUES**

Taxable values for all property are established as of January 1, which is the date of lien, for the fiscal year starting October 1. Property tax revenues recognized for the 2014-2015 fiscal year were levied in October 2014 based on the millage rate adopted in the preceding month of September. All taxes are due and payable on November 1 or as soon as the assessment roll is certified and delivered to the Tax Collector. Discounts are allowed for early payment at the rate of 4% in November, 3% in December, 2% in January and 1% in February. Taxes paid in March are without discount. All unpaid taxes become delinquent as of April 1.

Virtually all unpaid taxes are collected via the sale of tax certificates on or prior to June 1; therefore, there were no material taxes receivable at the fiscal year end.

Wakulla County Resolution 14-43 established the 2014-2015 millage rate of 8.5000 mills which was 2.00% less than the roll back rate of 8.6731 mills. The gross taxable value, as certified by the Property Appraiser for the fiscal year was \$1,013,685,068.

**NOTE 6. CAPITAL ASSETS**

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

Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Except for roads and bridges constructed prior to June 30, 1980, assets are recorded at historical cost or estimated historical cost. Roads and bridges constructed prior to June 30, 1980 are generally not reported. Donated capital assets are recorded at estimated fair market value at the day of donation.

The capital asset activity for the fiscal year ended September 30, 2015 is found on the following page. Property, plant and equipment of the County are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	39
Machinery and equipment	5 - 10
System infrastructure	30 – 50

Depreciation expense was charged to functions/programs of the County as follows:

	<b>FY 2014 - 2015</b>
	<b><u>Depreciation Expense</u></b>
<b>Governmental activities:</b>	
General Government	\$ 230,809
Public Safety	995,083
Physical Environment	11,239
Transportation	1,484,395
Economic Environment	9,947
Human Services	37,452
Culture & Recreation	206,862
<b>Total governmental activities depreciation</b>	<b><u>\$ 2,975,787</u></b>
<b>Business-type activities</b>	
Physical Environment	\$ 668,858
<b>Total business-type activities depreciation</b>	<b><u>\$ 668,858</u></b>
<b>Total government-wide depreciation</b>	<b><u>\$ 3,644,645</u></b>



**Wakulla County**  
**Capital Asset Activity**  
**For the Fiscal Year Ended September 30, 2015**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reclassifications / Deletions</u>	<u>Ending Balance</u>
<b>Governmental Activities:</b>				
Land	\$ 5,750,346	\$ -	\$ -	\$ 5,750,346
Construction in process	1,314,819	75,400	(1,314,819)	75,400
Buildings and improvements	25,008,019	616,498	-	25,624,517
Furniture and equipment - County	8,382,631	1,004,323	(934,536)	8,452,418
Furniture and equipment - Sheriff	5,409,454	425,220	(142,319)	5,692,355
Infrastructure	48,183,679	4,030,852	-	52,214,531
Total capital assets	<u>94,048,948</u>	<u>6,152,293</u>	<u>(2,391,674)</u>	<u>97,809,567</u>
Less accumulated depreciation				
Buildings and improvements	(11,623,157)	(644,524)	-	(12,267,681)
Furniture and equipment - County	(7,551,438)	(490,030)	1,136,174	(6,905,294)
Furniture and equipment - Sheriff	(4,190,547)	(535,870)	142,319	(4,584,098)
Infrastructure	(12,668,906)	(1,305,363)	-	(13,974,269)
Total accumulated depreciation	<u>(36,034,048)</u>	<u>(2,975,787)</u>	<u>1,278,493</u>	<u>(37,731,342)</u>
<b>Governmental activities capital assets, net of depreciation</b>	<b><u>\$ 58,014,900</u></b>	<b><u>\$ 3,176,506</u></b>	<b><u>\$ (1,113,181)</u></b>	<b><u>\$ 60,078,225</u></b>
<b>Business-type activities:</b>				
Sewer - Land	\$ 356,780	\$ -	\$ -	\$ 356,780
Landfill - Land	12,715			12,715
Construction in process	130,008	390,900	-	520,908
Sewer system and improvements	23,253,362	-	-	23,253,362
Sewer Equipment	567,439	20,419	-	587,858
Water system	1,073,859	-	-	1,073,859
Landfill system and improvements	81,087	-	-	81,087
Landfill Equipment	77,824	-	-	77,824
Total capital assets	<u>25,553,074</u>	<u>411,319</u>	<u>-</u>	<u>25,964,393</u>
Less accumulated depreciation				
Sewer system and improvements	(7,466,376)	(596,670)	-	(8,063,046)
Sewer Equipment	(486,285)	(31,455)	-	(517,740)
Water system	(402,940)	(27,535)	-	(430,475)
Landfill system and improvements	(49,662)	(2,080)	-	(51,742)
Landfill Equipment	(66,706)	(11,118)	-	(77,824)
Total accumulated depreciation	<u>(8,471,969)</u>	<u>(668,858)</u>	<u>-</u>	<u>(9,140,827)</u>
<b>Business-type activities capital assets, net of depreciation</b>	<b><u>\$ 17,081,105</u></b>	<b><u>\$ (257,539)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 16,823,566</u></b>
<b>Total Government-wide capital assets, net of depreciation</b>	<b><u>\$ 75,096,005</u></b>	<b><u>\$ 2,918,967</u></b>	<b><u>\$ (1,113,181)</u></b>	<b><u>\$ 76,901,791</u></b>

**NOTE 7. INTER-FUND TRANSFERS**

Transfers are used to 1) move revenues from the fund that state law requires to collect them to the fund that state law requires to expend them, 2) provide matching funds for grants, and 3) use unrestricted general fund revenues to finance other activities which must be accounted for in another fund. Inter-fund transfers for the year ended September 30, 2015 consisted of the following:

	<b>Transfers In</b>							<b>Total</b>
	<b>Governmental Funds</b>				<b>Enterprise Funds</b>			
	General Fund	Sheriff's Office Fund	Capital Project Fund	One Cent Sales Tax	Non-major Governmental Funds	Sewer Fund	Solid Waste Fund	
<b>Transfers Out:</b>	\$ (3,391,312)	\$ (9,906,311)	\$ (48,771)	\$ (413,340)	\$ (469,468)	\$ (976,682)	\$ (15,000)	\$ (15,220,884)
General Fund	13,108,264	-	-	-	-	-	-	13,108,264
Fine & Forfeiture Fund	-	157,615	-	-	-	-	-	157,615
HUD Fund	-	-	-	-	-	-	-	-
SHIP Fund	-	-	-	-	-	-	-	-
Capital Project Fund	-	-	142,881	-	-	-	-	142,881
One Cent Sales Tax Fund	-	-	-	48,771	-	-	-	48,771
Road Paving Fund	-	-	-	-	-	-	-	-
Non-Major Governmental Funds	-	-	-	-	826,621	-	-	826,621
Sewer Fund	-	-	-	-	-	906,682	-	906,682
Solid Waste Fund	-	-	-	-	-	-	30,050	30,050
<b>Net transfers in (out):</b>	<u>\$ 9,716,952</u>	<u>\$ (9,748,696)</u>	<u>\$ 94,110</u>	<u>\$ (364,569)</u>	<u>\$ 357,153</u>	<u>\$ (70,000)</u>	<u>\$ 15,050</u>	<u>\$ -</u>

## NOTE 8. INTER-FUND RECEIVABLES AND PAYABLES

The inter-fund balances as of September 30, 2015 were:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
<b>Governmental activities:</b>		
General Fund	\$ 376,102	\$ 179,770
Sheriff's Office Fund	215,772	49
Capital Projects Fund	-	353,332
One Cent Sales Tax Fund	378,332	58,313
Boating Improvement Fund	1,754	-
Court Fees Fund	23,475	96,036
Crime Prevention Fund	77,194	43,080
E911 Fund	16,512	-
JAG Grant	-	4,979
Road Department	12,087	-
Tourist Development Fund	-	25,000
Clerk Child Support Grant	181	-
Clerk Records Modernization Trust Fund	6,091	-
Clerk State Court Fund	32,604	-
Property Appraiser Special Assessment Fund	-	360
Sheriff Bulletproof Vests	-	950
Sheriff COPS Hiring	-	28,321
Sheriff Crime Prevention	11,444	10,823
Sheriff DOT Traffic	-	8,803
Sheriff EMPA	-	67,059
Sheriff EMPG	-	14,937
Sheriff Firing Range	-	260
Sheriff Homeland Security	-	7,700
Sheriff Inmate Welfare	8,748	-
Sheriff JAG/ Byrne	4,979	4,468
Sheriff Litter Control Parks & Recreation	12,072	9,053
Sheriff Litter Control Transfield	-	3,896
Sheriff Moving Violations	26,690	12,090
Sheriff School Resource Officer	-	16,263
Sheriff Teen Driving Challenge	-	1,296
Sheriff US Forestry	840	1,599
Sheriff US Marshals	-	745
Sheriff VOCA	-	13,080
Sheriff Wakulla County Coalition for Youth	-	413
Sheriff 1 Cent Sales Tax	58,313	20,763
Sheriff \$2 Training Fund	16,389	16,389
<b>Total governmental activities:</b>	<b><u>\$ 1,279,579</u></b>	<b><u>\$ 999,827</u></b>
<b>Business-type activities:</b>		
Sewer	\$ -	\$ -
Solid Waste	-	-
<b>Total business-type activities:</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
<b>Agency activities:</b>		
Clerk Collection Trust	\$ -	\$ 65,647
Sheriff Donated Funds	648	-
Sheriff Individual Depository	-	144,405
Sheriff Inmate Trust	-	8,748
Sheriff Ounce of Prevention	-	25,309
Tax Collector Boating & Occupational Licenses	-	20,317
Tax Collector Delinquent Tax	-	65
Tax Collector Hunting & Fishing	-	252
Tax Collector Tag	-	15,082
Tax Collector Tax	-	513
Tax Collector Tax Escrow	-	63
<b>Total agency activities:</b>	<b><u>\$ 648</u></b>	<b><u>\$ 280,400</u></b>
<b>Total government-wide activities:</b>	<b><u>\$ 1,280,227</u></b>	<b><u>\$ 1,280,227</u></b>

## NOTE 9. RECEIVABLE AND PAYABLE BALANCES

### A. Receivables

Receivables at September 30, 2015 consisted of:

	<u>Accounts Receivable</u>	<u>Due from Other Governments</u>	<u>Total Receivables</u>
<b>Governmental activities:</b>			
General Fund	\$ 1,076,758	\$ 284,908	\$ 1,361,666
Sheriff's Office Fund	-	116,398	116,398
Capital Projects Fund	208,238	292,258	500,496
One Cent Sales Tax Fund	1,940	252,910	254,850
Court Fees Fund	-	2,877	2,877
E911 Fund	-	28,856	28,856
JAG Grant	-	4,979	4,979
M.S.B.U. Fire Department Fund	-	480	480
Road Department	121,145	146,768	267,913
Tourist Development Fund	-	11,619	11,619
Clerk Child Support Grant	-	5,401	5,401
Sheriff Bulletproof Vests	-	7,128	7,128
Sheriff COPS Hiring	-	32,968	32,968
Sheriff DOT Traffic	-	11,687	11,687
Sheriff EMPA	-	68,794	68,794
Sheriff EMPG	-	18,167	18,167
Sheriff Homeland Security	-	7,700	7,700
Sheriff Inmate Welfare	7,046	-	7,046
Sheriff Litter Control Transfield	-	4,988	4,988
Sheriff School Resource Officer	-	38,488	38,488
Sheriff Teen Driving Challenge	-	1,296	1,296
Sheriff US Forestry	-	960	960
Sheriff US Marshals	-	1,059	1,059
Sheriff VOCA	-	19,712	19,712
Sheriff Wakulla County Coalition for Youth	413	-	413
<b>Total governmental activities:</b>	<b><u>\$ 1,415,540</u></b>	<b><u>\$ 1,360,401</u></b>	<b><u>\$ 2,775,941</u></b>
<b>Business-type activities:</b>			
Sewer Fund	\$ 253,366	\$ 72,425	\$ 325,791
Solid Waste Fund	-	20,076	20,076
<b>Total business-type activities:</b>	<b><u>\$ 253,366</u></b>	<b><u>\$ 92,501</u></b>	<b><u>\$ 345,867</u></b>
<b>Total government-wide activities:</b>	<b><u>\$ 1,668,906</u></b>	<b><u>\$ 1,452,903</u></b>	<b><u>\$ 3,121,808</u></b>

## B. Payables

Payables at September 30, 2015 consisted of:

	<u>Vendors</u>	<u>Payroll &amp; Other Liabilities</u>	<u>Due to Other Governmental Units</u>	<u>Total Payables</u>
<b>Governmental activities:</b>				
General Fund	\$ 574,688	\$ 562,044	\$ 1,909	\$ 1,138,641
Capital Projects Fund	41,902	-	-	41,902
One Cent Sales Tax Fund	7,567	-	-	7,567
Boating Improvement Fund	255	-	-	255
Court Fees Fund	6,545	2,215	6,243	15,003
Crime Prevention Fund	-	-	2,298	2,298
HUD Grant	11,122	-	-	11,122
M.S.B.U. Fire Department Fund	22,751	23,469	-	46,220
Recreation Fee Fund	2,082	2,317	-	4,399
Road Department	23,684	-	-	23,684
Tourist Development Fund	5,457	-	-	5,457
Clerk Child Support Grant	2,350	-	-	2,350
Clerk Records Modernization Trust Fund	53	1,294	-	1,347
Clerk State Court Fund	313	35,893	2,421	38,627
Sheriff Bulletproof Vests	6,178	-	-	6,178
Sheriff COPS Hiring	4,647	-	-	4,647
Sheriff Crime Prevention	27	594	-	621
Sheriff DOT Traffic	1,100	1,784	-	2,884
Sheriff EMPA	2,333	-	-	2,333
Sheriff EMPG	3,230	-	-	3,230
Sheriff Inmate Welfare	185,468	-	-	185,468
Sheriff JAG/ Byrne	511	-	-	511
Sheriff Litter Control Parks & Recreation	908	2,111	-	3,019
Sheriff Litter Control Transfield	-	1,092	-	1,092
Sheriff Moving Violations	14,600	-	-	14,600
Sheriff School Resource Officer	10,448	11,777	-	22,225
Sheriff US Forestry	201	-	-	201
Sheriff US Marshals	314	-	-	314
Sheriff VOCA	1,811	4,821	-	6,632
Sheriff 1 Cent Sales Tax	37,550	-	-	37,550
<b>Total governmental activities:</b>	<b>\$ 968,095</b>	<b>\$ 649,411</b>	<b>\$ 12,871</b>	<b>\$ 1,630,377</b>
<b>Business-type activities:</b>				
Sewer Fund	\$ 143,542	\$ 32	\$ -	\$ 143,574
Solid Waste Fund	21,691	-	-	21,691
<b>Total business-type activities:</b>	<b>\$ 165,233</b>	<b>\$ 32</b>	<b>\$ -</b>	<b>\$ 165,266</b>
<b>Total government-wide activities:</b>	<b>\$ 1,133,328</b>	<b>\$ 649,443</b>	<b>\$ 12,871</b>	<b>\$ 1,795,642</b>

## NOTE 10. LONG-TERM LIABILITIES

### A. Governmental Activities

#### 1. Notes Payable

The County has entered into the following note and loan agreements for various capital projects:

- a. The County has a note with Bank of America which was utilized for road paving improvements. This loan is collateralized by and paid from the proceeds of the One Cent Sales Tax. The loan is payable in monthly principal installments of \$28,169 plus interest at 3.82% through 2017. The scheduled payment of principal and interest on this note payable are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	338,028	10,217	348,245
2017	84,508	544	85,052
Total	\$ 422,536	\$ 10,761	\$ 433,297

- b. The County has a note with Centennial Bank which was utilized for road paving improvements located in private housing developments. The loan is collateralized by and paid from the special assessments charged directly to the property owners within the developments. The loan is payable in annual installments of \$34,694 including interest at 6.5% through 2017. The scheduled payment of principal and interest on this note payable are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	30,853	3,841	34,694
2017	28,476	1,836	30,312
Total	\$ 59,329	\$ 5,677	\$ 65,006

- c. The County has note with Hancock Bank which was utilized to partially fund Courthouse renovations. This loan is collateralized by and paid from the proceeds of the One Cent Sales Tax. The loan is payable in annual installments of \$242,994 including interest at 3.39% through 2018. The scheduled payment of principal and interest on this note payable are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	219,867	23,127	242,994
2017	227,320	15,674	242,994
2018	235,026	7,968	242,994
Total	\$ 682,213	\$ 46,769	\$ 728,982

- d. The County has another note with Hancock Bank which was also utilized to fund the Courthouse renovations. This loan is collateralized by and paid from the proceeds from the County's \$30 Court Surcharge Fee. The loan is payable in annual installments of \$121,274 including interest at 3.67% through 2021. The scheduled payment of principal and interest on this note payable are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	97,690	23,584	121,274
2017	101,275	19,999	121,274
2018	104,992	16,282	121,274
2019	108,845	12,429	121,274
2020	112,840	8,434	121,274
2021	116,981	4,293	121,274
Total	<u>\$ 642,623</u>	<u>\$ 85,021</u>	<u>\$ 727,644</u>

## **2. Capital Leases**

The County's governmental activities had one capital lease agreement as of September, 30, 2015.

- a. The County has a capital lease with Caterpillar Financial Services Corporation for three (3) motor graders used to grade the County's dirt road system. The lease, in the amount of \$574,713 is payable in three (3) annual payments including interest at 2.45%. The scheduled payment of principal and interest on this lease are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	17,146	13,334	30,480
2017	527,087	12,914	540,001
Total	<u>\$ 544,233</u>	<u>\$ 26,248</u>	<u>\$ 570,481</u>

## **B. Business-type Activities**

### **1. Notes Payable**

The County has entered into the following note and loan agreements for various capital projects:

- a. The County has a note with Bank of America which was utilized for sewer system improvements. This loan is collateralized by and paid from the sewer system revenues. The loan is payable in monthly variable principal installments including interest at 4.08% through 2018. The scheduled payment of principal and interest on this note payable are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	414,822	30,531	445,353
2017	435,526	8,150	443,676
2018	74,657	5,132	79,789
Total	<u>\$ 925,005</u>	<u>\$ 43,813</u>	<u>\$ 968,818</u>

- b. The County entered into a loan agreement with the State of Florida Department of Environmental Protection (FDEP) for State Revolving Fund financial assistance for a wastewater treatment transfer system at Oyster Bay. The loan is collateralized by and paid from the sewer revenues. The loan is payable in semi-annual installments of \$34,849 including interest at 1.315% for 20 years. The scheduled payments of principal and interest on this note payable is as follows:

Year Ending September 30,	Principal	Interest	Total
2016	45,587	24,112	69,699
2017	46,794	22,905	69,699
2018	48,032	21,667	69,699
2019	49,304	20,395	69,699
2020	50,609	19,090	69,699
2021 - 2025	273,864	74,629	348,493
2026 - 2030	312,085	36,408	348,493
2031 - 2032	99,826	2,691	102,517
Total	<u>\$ 926,101</u>	<u>\$ 221,897</u>	<u>\$ 1,147,998</u>

- c. The County entered into a loan agreement with Ameris Bank for \$925,000 for capping (closing) the landfill as required by the Florida Department of Environmental Protection. The loan is collateralized by and paid from the solid waste assessment revenues. The loan is payable in annual principal installments of \$61,667 plus interest at 3.36% for 15 years. The scheduled payments of principal and interest on this note payable is as follows:

Year Ending September 30,	Principal	Interest	Total
2016	61,667	29,491	91,158
2017	61,667	27,310	88,977
2018	61,667	25,209	86,876
2019	61,667	23,109	84,776
2020	61,667	21,065	82,732
2021 - 2025	308,333	73,562	381,895
2026 - 2029	246,521	21,019	267,540
Total	<u>\$ 863,189</u>	<u>\$ 220,765</u>	<u>\$ 1,083,954</u>

## **2. Capital Leases**

The County's business activities had no capital lease agreements as of September, 30, 2015.



### C. Changes in long-term liabilities

Long-term liability activity for the year ended September 30, 2015 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Adjustments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>	<u>Interest Paid in Current Year</u>
<b>Governmental Activities</b>							
Capital leases	\$ -	\$ 574,713	\$ (30,480)	\$ -	\$ 544,233	\$ 17,146	\$ -
Notes payable	2,480,574	-	(673,873)	-	1,806,701	686,438	86,557
Compensated absences	908,278	501,714	(516,439)	-	893,553	107,601	-
Other Post-Employment Benefits (OPEB) payable	787,000	82,000	(26,000)	(1,000)	842,000	-	-
Florida Retirement System (FRS) Net Pension Liability	6,838,162	5,683,297	(1,169,687)	-	11,351,772	88,448	-
Estimated liability for Landfill closure and post-closure cost	1,911,461	-	(1,911,461)	-	-	-	-
<b>Total governmental activities</b>	<b>\$ 12,925,475</b>	<b>\$ 6,841,724</b>	<b>\$ (4,327,940)</b>	<b>\$ (1,000)</b>	<b>\$ 15,438,259</b>	<b>\$ 899,633</b>	<b>\$ 86,557</b>
<b>Business-type Activities</b>							
Capital leases	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes payable	2,290,914	925,000	(501,670)	51	2,714,295	522,076	103,462
Compensated absences	-	-	-	-	-	-	-
Other Post-Employment Benefits (OPEB) payable	-	-	-	-	-	-	-
Florida Retirement System (FRS) Pension Liability	-	-	-	-	-	-	-
Estimated liability for Landfill closure and post-closure cost	-	2,901,652	(1,128,842)	110,892	1,883,702	95,502	-
<b>Total business-type activities</b>	<b>\$ 2,290,914</b>	<b>\$ 3,826,652</b>	<b>\$ (1,630,512)</b>	<b>\$ 110,943</b>	<b>\$ 4,597,997</b>	<b>\$ 617,578</b>	<b>\$ 103,462</b>
<b>Total government-wide liabilities</b>	<b>\$ 15,216,389</b>	<b>\$ 10,668,376</b>	<b>\$ (5,958,452)</b>	<b>\$ 109,943</b>	<b>\$ 20,036,256</b>	<b>\$ 1,517,211</b>	<b>\$ 190,019</b>

For the Governmental Activities liabilities, a prior period adjustment was made to the beginning balance of the Florida Retirement System net pension liability in the amount of \$6,838,162. For the Business-type Activities liabilities, an accounting change was made to the Estimated Landfill Closure and Post-Closure Cost liability. The beginning balance of \$1,911,461 in the landfill closure and post-closure liability under Governmental Activities was moved to the Business-type activities and increased by \$964,183 prior to current year reductions. For more information on both of these adjustments see Note 19.

**NOTE 11. OPERATING LEASES**

At fiscal year end, the County had twenty-six (26) non-cancellable long-term lease agreements for various office equipment such as postage meters and copy machines and one (1) non-cancellable long term lease for use of a cell tower. A schedule of minimum rental payments for succeeding fiscal years is as follows:

<u>Year Ending September 30,</u>	<u>Annual Obligation</u>
2016	75,841
2017	68,116
2018	66,601
2019	30,794
2020	8,879
2021	105
Total	<u>\$ 250,336</u>

**NOTE 12. COST-SHARING MULTIPLE EMPLOYER DEFINED BENEFIT PENSION PLAN**

**A. Florida Retirement System**

The Governmental Accounting Standards Board (GASB) approved Statement No. 67 – Financial Reporting for Pension Plans and Statement No. 68 – Accounting and Financial Reporting for Pensions (an amendment of GASB Statement Nos. 25 and 27). These statements established standards for measuring and recognizing pension liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense/expenditures. The most notable change is the distinct separation of the funding of pensions from the financial reporting of pensions. GASB 68 requires, for the first time, a liability for pension obligations, known as “net pension liability”, to be recognized on the balance sheets of FRS participating employers. Changes to the net pension liability will either be recognized as pension expense or as deferred outflows/inflows of resources depending on the nature of the change. The State of Florida hired an actuary to determine these amounts on behalf of the FRS and its’ participating employers. A prior period adjustment, as discussed in Note 19, in the amount of (\$6,838,162) was required as a result of these new standards.

**1. General Information**

The County’s employees participate in the Florida Retirement System (FRS), a cost-sharing multiple-employer public employee retirement system, administered by the Florida Department of Management Services, Division of Retirement.. As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost-sharing plans including the FRS Pension Plan (Pension Plan) and the Retiree Health Insurance Subsidy (HIS Plan). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan (Investment Plan) alternative to the Pension Plan, which is administered by the State Board of Administration (SBA) As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes and Chapter 60S, Florida Administrative Code. The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary

information for the FRS. The latest available report may be obtained by writing to State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Fl. 32315-9000 or from the website:

[www.dms.myflorida.com/workforce\\_operations/retirement/publications](http://www.dms.myflorida.com/workforce_operations/retirement/publications).

## **2. FRS Pension Plan**

### Plan Description

The Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees.

### Benefits Provided

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and received reduced retirement benefits. Special Risk Administrative Support class members who retire at or after age 55 with at least six years of credited service or 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with at least six years of credited service or 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the five highest years of salary, for each year of credited service. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary, for each year of credited service. Elected Officer's class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary, for each year of credited service.

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 65 or 33 years of service regardless of age for Regular, Senior Management Service, and Elected Officer's class members, and age 60 or 30 years of service regardless of age for Special Risk and Special Risk Administrative Support class members. Also, the final average compensation for all these members will be based on the eight highest years of salary.

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the Pension Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is three percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually

calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of three percent determined by dividing the sum of pre-July 2011 service credit by the total service credit at retirement multiplied by three percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement. In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

### Contributions

Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to member contributions, government employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2014 through June 30, 2015 and from July 1, 2015 through September 30, 2015 were as follows:

Class Description	FRS Contribution Rates					
	October 1, 2014 - June 30, 2015			July 1, 2015 - September 30, 2015		
	Employer Contribution (A)	Employee Contribution	Total Contribution	Employer Contribution (A)	Employee Contribution	Total Contribution
<u>Regular Class</u>	7.37%	3.00%	10.37%	7.26%	3.00%	10.26%
<u>Senior Management Service Class</u>	21.14%	3.00%	24.14%	21.43%	3.00%	24.43%
<u>Special Risk Class</u>	19.82%	3.00%	22.82%	22.04%	3.00%	25.04%
<u>Special Risk Administrative Support Class</u>	42.07%	3.00%	45.07%	32.95%	3.00%	35.95%
<u>Elected Officers Class</u>	43.24%	3.00%	46.24%	42.27%	3.00%	45.27%
<u>Deferred Retirement Option Program (DROP)</u>	12.28%	N/A	12.28%	12.88%	N/A	12.88%
<u>Reemployed Retiree</u>	(B)			(B)		

(A) These employer contribution rates include a subsidy for the Health Insurance Subsidy (HIS) Plan in the amount of 1.26% for the period October 1 - June 30 and 1.66% for the period July 1 - September 30. Also, employer rates, other than DROP participants, include .04% for administrative costs.

(B) Contribution rates are dependent upon the retirement class or plan in which re-employed.

The County's contributions, including employee contributions, to the Pension Plan totaled \$1,472,466 for the fiscal year ended September 30, 2015.

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

At September 30, 2015, the County reported a liability of \$7,800,742 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The County's proportionate share of the net pension liability was based on the County's 2014-15 fiscal year contributions relative to the 2013-14 fiscal year contributions of all participating members. At June 30, 2015, the County's proportionate share was 0.0604% which was an increase of 0.0019% from its proportionate share as of June 30, 2014.

For the fiscal year ended September 30, 2015, the County recognized pension expense of \$651,680. In addition the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 823,527	\$ (185,010)
Change of assumptions	517,761	-
Net difference between projected and actual earnings on Pension Plan investments	-	(1,862,687)
Changes in proportion and differences between Copunty Pension Plan contributions and proportionate share of contributions	978,925	(528,866)
County Pension Plan contributions subsequent to the measurement date (June 30)	376,373	-
Total	<u>\$ 2,696,586</u>	<u>\$ (2,576,563)</u>

The deferred outflows of resources related to the Pension Plan, totaling \$376,373 resulting from County contributions to the Plan subsequent to the measurement date (June 30), will be recognized as a reduction of the net pension liability in the fiscal year September 30, 2016.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense (income) as follows:

<u>Fiscal Year Ending September 30:</u>	<u>Amount:</u>
2016	\$ 93,971
2017	93,971
2018	93,971
2019	93,971
2020	60,382
Thereafter	13,796
Total	<u>\$ 450,062</u>

### Actuarial Methods and Assumptions

The total pension liability in the July 1, 2015 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:	7.65%, net of pension plan investment expense, including Inflation
Mortality rate:	Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

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

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.00%	3.11%	3.10%	1.65%
Intermediate-Term Bonds	18.00%	4.18%	4.05%	5.15%
High Yield Bonds	3.00%	6.79%	6.25%	10.95%
Broad US Equities	26.50%	8.51%	6.95%	18.90%
Developed Foreign Entities	21.20%	8.66%	6.85%	20.40%
Emerging Market Equities	5.30%	11.58%	7.60%	31.15%
Private Equity	6.00%	11.80%	8.11%	30.00%
Hedge Funds/Absolute Return	7.00%	5.81%	5.35%	10.00%
Real Estate (Property)	12.00%	7.11%	6.35%	13.00%
Total	<u>100.00%</u>			
Assumed Inflation		2.60%		2.00%

(1) As outlined in the Pension Plan's investment policy

### Discount Rate

The discount rate used to measure the total pension liability was 7.65%. 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.

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

The following represents the County's proportionate share of the net pension liability calculated using the discount rate of 7.65%, 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 (6.65%) and one percentage point higher (8.65%) than the current rate:

	<u>1% Decrease (6.65%)</u>	<u>Current Discount Rate (7.65%)</u>	<u>1% Increase (8.65%)</u>
County's proportionate share of the net pension liability	\$ 20,213,486	\$ 7,800,742	\$ (2,528,700)

A negative number in the above analysis represents the County's share of a net pension surplus or asset.

#### Pension Plan Fiduciary Net Position

Detailed information regarding the Pension Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual financial Report. The latest available report may be obtained by writing to State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Fl. 32315-9000 or from the website:

[www.dms.myflorida.com/workforce\\_operations/retirement/publications](http://www.dms.myflorida.com/workforce_operations/retirement/publications).

#### Payables to the Pension Plan

At September 30, 2015, there were no payables reported by the County for outstanding contributions to the Pension Plan required for the fiscal year ended September 30, 2015.

### **3. FRS Health Insurance Subsidy (HIS) Plan**

#### Plan Description

The HIS Plan is a cost-sharing multiple employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management services, Division of Retirement.

#### Benefits Provided

For fiscal year ended September 30, 2015, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month. To be eligible to receive these benefits, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

#### Contributions

The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2015, the HIS contribution for the period October 1, 2014 through June 30, 2015 and from July 1, 2015 through September 30, 2015 was 1.26% and 1.66% respectively. The County contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a

separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled. The County's contributions to the HIS Plan totaled \$133,101 for the fiscal year ended September 30, 2015.

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

At September 30, 2015, the County reported a liability of \$3,551,030 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2015 and the total pension liability used to calculate the net pension liability was determined by actuarial valuation as of July 1, 2015. The County's proportionate share of the net pension liability was based on the County's 2014-15 fiscal year contributions relative to the 2013-14 fiscal year contributions of all participating members. At June 30, 2015, the County's proportionate share was 0.0348% which was a decrease of 0.0001% from its proportionate share measured as of June 30, 2014.

For the fiscal year ended September 30, 2015, the County recognized pension expense in the amount of \$259,029. In addition the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Change of assumptions	279,373	-
Net difference between projected and actual earnings on Pension Plan investments	1,922	-
Changes in proportion and differences between Copunty Pension Plan contributions and proportionate share of contributions	64,935	(95,103)
County Pension Plan contributions subsequent to the measurement date (June 30)	42,094	-
Total	<u>\$ 388,324</u>	<u>\$ (95,103)</u>

The deferred outflows of resources related to the Pension Plan, totaling \$42,094 resulting from County contributions to the Plan subsequent to the measurement date (June 30), will be recognized as a reduction of the net pension liability in the fiscal year September 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense (income) as follows:



Fiscal Year Ending September 30:	Amount:
2016	\$ (5,523)
2017	(5,523)
2018	(5,523)
2019	(5,523)
2020	(5,523)
Thereafter	(2,556)
Total	<u>\$ (30,171)</u>

### Actuarial Assumptions

The total pension liability in the July 1, 2015 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
Municipal bond rate:	4.29%
Mortality rate:	Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

### Discount Rate

The discount rate used to measure the total pension liability was 4.29%. 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 sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

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

The following represents the County's proportionate share of the net pension liability calculated using the discount rate of 4.29%, 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 (3.29%) and one percentage point higher (5.29%) than the current rate:

	<u>1% Decrease (3.29%)</u>	<u>Current Discount Rate (4.29%)</u>	<u>1% Increase (5.29%)</u>
County's proportionate share of the net pension liability	\$ 4,046,233	\$ 3,551,030	\$ 3,138,105

### Pension Plan Fiduciary Net Position

Detailed information regarding the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual financial Report. The latest available report may be obtained by writing to State of Florida

Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, FL 32315-9000 or from the website:

[www.dms.myflorida.com/workforce\\_operations/retirement/publications](http://www.dms.myflorida.com/workforce_operations/retirement/publications).

#### Payables to the Pension Plan

At September 30, 2015, there were no payables reported by the County for outstanding contributions to the HIS Plan required for the fiscal year ended September 30, 2015.

#### **4. FRS Investment Plan**

##### Plan Description

The SBA administers the defined contribution plan officially titled the FRS Investment Plan (Investment Plan). The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report. As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. County employees participating in DROP are not eligible to participate in the Investment Plan.

##### Benefits Provided

Employer and employee contributions, including amounts contributed to individual member's accounts are defined by law but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature.

##### Contributions

The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular, Senior Management Service, Special Risk, Special Risk Administrative Support and Elected Officer's) as the Pension Plan (see page 59).

The costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04% of payroll and by forfeited benefits of plan members. Contributions are directed to individual member accounts and the individual members allocate contributions and account balances among various approved investment choices.

Allocations to the investment member's accounts during the 2014-15 fiscal year, as established by Section 121.72, Florida Statutes, are based on a percentage of gross compensation, by class, as follows:

<u>Class</u>	<u>% of Gross Compensation</u>
<u>Regular Class</u>	6.30%
<u>Senior Management Service Class</u>	7.67%
<u>Special Risk Class</u>	14.00%
<u>Special Risk Administrative Support Class</u>	7.95%
<u>Elected Officers Class</u>	11.34%
<u>Deferred Retirement Option Program (DROP)</u>	N/A

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the Pension Plan is transferred to the Investment Plan, the member must have the years of service required for Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Non-vested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five year period, the employee will regain control over their account. If the employee does not return within the five year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2015, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the County.

After termination and applying to receive benefits, the member may rollover vested funds into another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the investment account balance to the Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

## **NOTE 13. OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

### **A. Capital Health Plan**

Pursuant to Section 112.0801, Florida Statutes, the County is required to permit participation in the single-employer health insurance program (the Plan) by retirees and their eligible dependents at a cost to the retiree that is no greater than the cost at which coverage is available for active employees.

Based on Governmental Accounting Standards Board (GASB) approval of Statement Nos. 43 and 45 which set forth the guidelines for reporting and disclosure of Other Post-Employment Benefits (OPEB), the County, with the assistance of the Florida League of Cities, had an actuary calculate future funding requirements using an appropriate actuarial cost method. The valuation is required to be performed every two years and the latest valuation was performed as of July 1, 2014 for the fiscal years ended September 30, 2014 and September 30, 2015 and covers the subsidies for medical benefits. The County has elected to implement the provisions of GASB Statement No. 45 prospectively. The County's annual OPEB cost for the Plan is calculated based on the annual required contribution of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The projected unit credit cost method was used to determine all liabilities, with the liability for each active employee assumed to accrue over the working lifetime based on elapsed time from the date of hire until retirement.

### **1. Plan Description**

The County provides optional post-employment benefits to all eligible individuals including lifetime healthcare coverage. Eligible individuals include all regular employees of the County

who retire from active service under the Florida Retirement System. Under certain conditions, eligible individuals also include spouses and dependent children. The Plan does not issue a publicly available financial report.

## **2. Funding Policy**

The Board of County Commissioners (the BOCC) is authorized to establish benefit levels and approve the actuarial assumptions used in the determination of contribution levels. The BOCC establishes the contribution requirements of plan members and the County. These contributions are neither mandated nor guaranteed. The retiree contributes the premium cost each month for their self, their spouse and any dependent children who may be on the Plan. The monthly premium is determined by the insurance carrier, Capital Health Plan (CHP) and varies depending on whether the retiree elects single, single plus spouse, single plus dependents or family coverage.

Currently, the County's subsidy to OPEB benefits is unfunded. There are no separate trust funds or equivalent arrangements into which the County makes contributions to advance-fund the OPEB obligations, as it does for its retiree pension plans. The County's cost of the OPEB benefits, funded on a pay-as-you-go basis, was \$82,000 for the year ended September 30, 2015.

The ultimate implicit and explicit subsidies which are provided over time are financed directly by general assets of the County, which are invested in short-term fixed available income instruments according to its current investment policy. The County selected an interest discount rate of 4.00% per annum, which is the long-range expected return on such short-term fixed income instruments, to calculate the present values and costs of the OPEB. This is consistent with GASB Statement No. 45 guidelines. Significant actuarial assumptions and methods used to estimate the OPEB liability are as follows:

Valuation date:	July 1, 2014
Actuarial cost method:	Projected unit credit
Amortization method:	Level dollar payment
Amortization period:	15-year open period
Assumed rate of return on investment:	4.00% per annum including inflation at 2.75% per annum
Assumed healthcare cost trend rates:	2014-15 - 8.00% increase graded 5.50% increase for 2019-20
Ultimate healthcare rate per annum:	5.00% per annum

## **3. Actuarial Methods**

The projection of future benefit payments for an ongoing plan involves estimates of the value of the reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts 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 Plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the Plan members to that point. Actuarial calculations reflect a long-term perspective and the 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.

#### **4. Annual OPEB Cost and Net OPEB Liability**

The County's annual OPEB cost (expense) is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an on-going basis, is projected to cover normal cost each year and amortize the actuarial liabilities (or funding excess) over a period not to exceed 20 years. The County's annual OPEB cost for the current fiscal year was \$82,000. The County's annual OPEB cost and the net OPEB obligation for the fiscal year ended September 30, 2015 as compared to previous years is as follows:

	<b>As of September 30, 2013</b>	<b>As of September 30, 2014</b>	<b>As of September 30, 2015</b>
Annual required contribution (ARC)	\$ 170,000	\$ 113,000	\$ 119,000
Interest on the net OPEB obligation	25,000	29,000	31,000
Adjustment to the ARC	(54,000)	(63,000)	(68,000)
<b>Total Annual OPEB Cost</b>	<b>141,000</b>	<b>79,000</b>	<b>82,000</b>
Annual OPEB Cost	141,000	79,000	82,000
Employer contributions	(35,000)	(24,000)	(26,000)
Interest on employer contributions	(1,000)	-	(1,000)
Increase in the Net OPEB Obligation	105,000	55,000	55,000
Net OPEB obligation - beginning of year	627,000	732,000	787,000
<b>Net OPEB obligation - end of year</b>	<b>\$ 732,000</b>	<b>\$ 787,000</b>	<b>\$ 842,000</b>

The County's percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the fiscal year ended September 30, 2015 as compared to previous years is as follows:

<b>Fiscal Year Ending</b>	<b>Annual Required Contribution (ARC)</b>	<b>% Annual Required Contribution Contributed</b>	<b>Annual OPEB Cost</b>	<b>% of Annual OPEB Cost Contributed</b>	<b>Net OPEB Obligation</b>
9/30/2013	170,000	20.6%	141,000	25.5%	105,000
9/30/2014	113,000	30.4%	79,000	30.4%	55,000
9/30/2015	119,000	31.7%	82,000	32.9%	55,000

The 2015 contribution represented 31.7% of the annual required contribution. Actuarial valuations are done on a bi-annual basis.

#### **5. OPEB Funding Status**

As of July 1, 2014, the most recent actuarial valuation date, the Plan was unfunded. The actuarial accrued liability for benefits was \$595,000 and the actuarial value of assets was zero (\$0), resulting in an unfunded actuarial accrued liability (UAAL) of \$595,000.

The following schedule of funding progress presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. As shown below, there have been three actuarial valuations performed covering a six year period October 1, 2010 to September 30, 2015.

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-1)/c)
		Liability (AAL) EAN (b)				
10/1/2010	-	1,350,000	1,350,000	0.0%	N/A	N/A
4/1/2012	-	846,000	846,000	0.0%	N/A	N/A
7/1/2014	-	595,000	595,000	0.0%	N/A	N/A

## NOTE 14. FUND BALANCES

### A. Fund Balance Classifications

As of September 30, 2015, fund balances of the governmental funds are classified as follows:

- Non-spendable – amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact
- Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements, enabling legislation, constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governmental entities.
- Committed – amounts that can be used only for specific purposes determined by a formal action of the Board of County Commissioners (BOCC). The BOCC is the highest level of decision making authority for the County. Committed fund balance may be established, modified or rescinded only through resolutions or other formal actions approved by the BOCC.
- Assigned – amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. Under current practices, the assignment of amounts for specific purposes is approved by the BOCC typically through the budgeting process.
- Unassigned – all other spendable amounts.

### B. Fund Balance Policy

The County has adopted a fund balance policy to maintain targeted levels of fund balance for all governmental funds. For the General Fund, the County's policy is to maintain a minimum level of unrestricted fund balance (the sum of the assigned and unassigned components of fund balance). The target level is no less than three (3) months or 25% and no more than four (4) months or 33% of General Fund annual expenditures.

For special revenue funds there are typically no requirements for a specific reservation of fund balance but the County uses several special revenue funds as special operating funds for specific programs such as the Sheriff's Office Fund, the Road Operating Fund and the M.S.B.U. Fire Fund. For these special revenue operating funds, the County has established a minimum level of fund balance. Such funds should maintain no less than three (3) months or 25% and no more than four (4) months or 33% of the fund specific annual expenditures.

In addition to minimum fund balance levels for the General Fund and special revenue operating funds, the County also established a minimum level of fund balance for any and all funds (including enterprise funds) which are responsible for debt repayment obligations. Any fund used to repay debt obligations should maintain a minimum fund balance equal to one (1) year of debt service payments in addition to any other required levels of fund balance.

### C. Replenishment of Fund Balance Deficits

Each year during the budget process fund balance levels are reviewed and compared to the targeted levels established in the fund balance policy. In the event fund balance levels fall below the targeted levels or, in the case of the stabilization fund, have not been met, a designated amount shall be set aside each year to fund balance so that the targeted amounts will be met within 5 years.

### D. Utilization of Fund Balance

The County may approve, in its annual budgeting process, the use of fund balance either for specifically identified needs or as a designated reserve. The Board must always approve the use of designated reserves. In the event that targeted fund balance levels are met, the Board may approve the use of any excess for any lawful purpose. The Board may also establish additional reserves or designations of fund balance as may be needed such as a Disaster Contingency reserve.

### E. Fund Balances By Fund

As of September 30, 2015, total governmental fund balances were \$11,545,222 comprising the following funds and fund balance classifications:

Fund Name	Fund Balance Classifications					Total
	Nonspendable	Restricted	Committed	Assigned	Unassigned	
General Fund	\$ 493,723	\$ 662,553	\$ 93,869	\$ 740,262	\$ 3,273,523	\$ 5,263,930
Sheriff's Office Fund	-	-	-	752,444	-	752,444
Capital Projects	-	-	-	105,262	-	105,262
One Cent Sales Tax Fund	-	2,322,082	-	-	-	2,322,082
Boating Improvement Fund	3,680	104,960	-	-	-	108,640
Court Fee Fund	575	304,497	-	-	(84,687)	220,385
Crime Prevention Fund	-	131,659	-	-	-	131,659
E-911 Surcharge Fund	-	92,844	-	-	-	92,844
Industrial Development Authority (IDA)	-	11,230	-	-	-	11,230
M.S.B.U. Fire Department Fund	4,255	385,284	-	-	-	389,539
Mosquito Control Program	-	68,533	-	-	-	68,533
Recreation Fee Fund	-	-	31,771	-	-	31,771
Road Operating Fund	39,616	906,906	-	-	-	946,522
Tourist Development Fund	-	222,206	-	-	-	222,206
Impact Fees	-	276,843	-	-	-	276,843
Clerk Child Support Grant	4,000	-	8,637	-	-	12,637
Clerk Employee Benefit Fund	-	-	-	2,515	-	2,515
Clerk Records Modernization Trust	451	16,389	-	-	-	16,840
Clerk State Court Fund	12,430	(12,430)	-	-	-	-
Sheriff EMPA Grant	598	(598)	-	-	-	-
Sheriff Federal Forfeiture	-	9,682	-	-	-	9,682
Sheriff Firing Range	-	-	19,952	-	-	19,952
Sheriff Inmate Welfare	-	397,322	-	-	-	397,322
Sheriff Law Enforcement Trust	-	142,384	-	-	-	142,384
<b>Total fund balances</b>	<b>\$ 559,328</b>	<b>\$ 6,042,346</b>	<b>\$ 154,229</b>	<b>\$ 1,600,483</b>	<b>\$ 3,188,836</b>	<b>\$ 11,545,222</b>

## NOTE 15. CONTINGENT LIABILITIES

### A. Pending Litigation

The County is involved in various litigation matters arising from normal operations of a local government. It is the opinion of management that none of those matters will have a material impact on the basic financial statements of the County. The County will continue to incur legal expenses regarding the defense of these actions.

### B. Grant Programs

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal and State governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects these amounts, if any, to be immaterial.

### C. Guarantee of Debt for Others

In fiscal year 1999-2000, the County agreed to guarantee a \$350,000 loan for a local non-profit organization (Wakulla County Senior Center). The balance of the loan at September 30, 2015 was \$177,649.

### D. Remediation Costs

The County has begun a remediation cleanup of a petroleum contamination site located on County property that previously contained a fueling station for the former location of the Sheriff's Office Jail. The County has developed a Remedial Action Plan which has been approved by the Florida Department of Environmental Protection (FDEP). The County has hired a contractual engineer to oversee the clean-up of the site and the engineer has developed estimated costs for three possible clean-up phases. The costs to the County will vary depending on the results of the Phase 1 cleanup, outside funding provided by FDEP and any unknown factors. Phase 1 was completed in the current fiscal year. The total estimated cost was \$703,900 and the County set aside \$600,000 of fund balance in the General Fund for this remediation. The remaining future estimated costs assuming all three phases are required are:

<u>Fiscal Year</u>	<u>Phase</u>	<u>Estimated Cost</u>
2015/16	2	214,300
2016/17	2	127,687
2017/18	3	127,687
Total		<u>\$ 469,674</u>

## NOTE 16. RISK MANAGEMENT

The County participates in various public entity risk pools for certain of its insurance coverages. Under these insurance risk pools, the County pays annual premiums to the pools for its insurance coverages. The agreements for information of the pools provide that the pools will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts. The County continues to carry commercial insurance for other risks of loss. Settled claims resulting from these risks have not exceeded the commercial



insurance coverage in any of the past three fiscal years. The pooling agreements allow for the pools to make additional assessments on its members to make the pools self-sustaining. It is not possible to estimate the amount of such additional assessments which might have to be paid by the County.

**NOTE 17. CONSTRUCTION COMMITMENTS**

During the year, the County had several construction projects in progress and existing funds from various sources have been earmarked for completion of those projects. The projects in progress, their source of funding, costs incurred, construction commitments and estimated future completion costs are:

<u>Project</u>	<u>Funding Source</u>	<u>Costs Incurred</u>	<u>Future Construction Commitments *</u>	<u>Future Projected Costs Not Under Commitment</u>	<u>Total Projected Cost Estimate</u>
<b>Governmental Funds</b>					
<b>Culture &amp; Recreation</b>					
Shell Point Boat Ramp	State Grant	\$ 75,400	\$ 49,150	\$ -	\$ 124,550
<b>Total Governmental Funds</b>		<b>\$ 75,400</b>	<b>\$ 49,150</b>	<b>\$ -</b>	<b>\$ 124,550</b>
<b>Enterprise Funds</b>					
<b>Physical Environment</b>					
Hickory Park Lift Station Rehab	Sewer Access Fees	\$ 14,840	\$ 316,414	\$ -	\$ 331,254
Otter Creek Wastewater Treatment Plant Upgrade	Federal Grant / Loan	483,642	326,358	8,751,900	9,561,900
Wakulla Gardens Sewer Retrofit	State Grant	11,213	187,638	2,101,150	2,300,001
Magnolia Gardens Sewer Retrofit	State Grant	11,213	187,638	2,101,150	2,300,001
Landfill Closure	Loan	-	80,899	-	80,899
<b>Total Enterprise Funds</b>		<b>\$ 520,908</b>	<b>\$ 1,098,947</b>	<b>\$ 12,954,200</b>	<b>\$ 14,574,055</b>
<b>Total County-wide construction commitments</b>		<b>\$ 596,308</b>	<b>\$ 1,148,097</b>	<b>\$ 12,954,200</b>	<b>\$ 14,698,605</b>

\* Future Construction Commitments are the balances due, as of 9/30/2015, on existing signed contracts with vendors for these projects.

**NOTE 18. LANDFILL CLOSURE AND POST-CLOSURE COSTS**

The County has obtained engineering estimates of closure construction costs and future costs to monitor sanitary landfill sites as required by U.S. Environmental Protection Agency (EPA) regulations and the related provisions of Governmental Accounting Standards Board Statement No. 18. These engineering estimates are approved by the Florida Department of Environmental Protection (DEP).

A liability for accrued landfill closure and post-closure costs at September 30, 2015 has been recorded in the Statement of Net Position in the amount of \$1,883,702 representing the County’s estimated liabilities for such costs (in 2014 dollars), of which it is estimated \$95,502 is expected to be spent in the following year and the remaining \$1,788,200 is estimated to be spent over the next 30 years. In previous years, this liability has been recorded in the Governmental Activities. Management determined this liability should be moved in the current year to the Business-type Activities for primarily two reasons. First, this liability is related to the landfill which is a solid waste function. The solid waste activities of the County are recorded in the Solid Waste Fund, a business-type activity. Second, the Governmental Activities was required, for the first time, to

account for the net pension liability of the County as discussed in Note 12. Management believed having both of these liabilities recorded in the Governmental Activities would not accurately reflect the proper position of the Governmental Activities of the County. An accounting change adjustment was made in the amount of \$1,911,461 as discussed in Note 19 to move this liability from the Governmental Activities to the Business-type Activities.

The County began the closure process in the current fiscal year and approximately 94% of the work was completed at September 30, 2015. The closure was funded with cash held by the County for this purpose in the amount of \$395,109 and loan proceeds in the amount of \$925,000. At September 30, 2015, \$177,800 was held in a separate cash and bank account for the restricted use of funding these future closure and post-closure costs. The final estimated payment for closure costs is \$80,899 (see Construction Commitment table above). The estimated future closure and post-closure costs are:

	Class I		Class III		Total	
	9/30/2014	9/30/2015	9/30/2014	9/30/2015	9/30/2014	9/30/2015
Beginning closing/closure costs:	\$ -	\$ -	\$ 1,428,742	\$ 1,359,292	\$ 1,428,742	\$ 1,359,292
Additions / Adjustments	-	-	-	(52,650)	-	(52,650)
Deletions - expenditures incurred	-	-	(69,450)	(1,128,842)	(69,450)	(1,128,842)
<b>Estimated closing/closure costs:</b>	-	-	<b>1,359,292</b>	<b>177,800</b>	<b>1,359,292</b>	<b>177,800</b>
less cash on hand at 9/30	-	-	(395,109)	(177,800)	(395,109)	(177,800)
<b>Future funding needed</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 964,183</b>	<b>\$ -</b>	<b>\$ 964,183</b>	<b>\$ -</b>
Beginning long-term care costs:	741,615	698,972	1,194,161	1,212,489	1,935,776	1,911,461
Change in long-term care estimate	10,329	9,033	18,328	16,975	28,657	26,008
Less prior year annual long-term care estimate	(52,972)	(53,767)	-	-	(52,972)	(53,767)
<b>Estimated long-term care costs:</b>	<b>\$ 698,972</b>	<b>\$ 654,238</b>	<b>\$ 1,212,489</b>	<b>\$ 1,229,464</b>	<b>\$ 1,911,461</b>	<b>\$ 1,883,702</b>
Annual long-term care costs:						
Annually funded through state grant and internal funds	\$ 53,767	\$ 54,520	\$ 40,416	\$ 40,982	\$ 94,183	95,502
# of years annual long term care is required	13	12	30	30		
<b>Estimated future long-term care costs:</b>	<b>\$ 698,972</b>	<b>\$ 654,238</b>	<b>\$ 1,212,489</b>	<b>\$ 1,229,464</b>	<b>\$ 1,911,461</b>	<b>\$ 1,883,702</b>
<b>Total Closing &amp; Long-term Care Costs:</b>	<b>\$ 698,972</b>	<b>\$ 654,238</b>	<b>\$ 2,176,672</b>	<b>\$ 1,229,464</b>	<b>\$ 2,875,644</b>	<b>\$ 1,883,702</b>

Each year a “Landfill Management Escrow Account Schedule of Activity” report is prepared by the County and audited by the independent auditors. This report is delivered to the Florida Department of Environmental Protection (FDEP) as evidence the County is complying with the escrow requirements of Section 62-701.630 (5)(c) of the Florida Administrative Code. Copies of this report will provided upon request by contacting the Finance Department of the Clerk of Court, 3056 Crawfordville Highway, Crawfordville, Florida, 32327.

**NOTE 19. PRIOR PERIOD ADJUSTMENT – RESTATEMENT OF BEGINNING NET POSITION & ACCOUNTING CHANGE**

**A. Governmental Activities**

The implementation of Governmental Accounting Standards Board (GASB) Statement No. 68 requires employers participating in cost-sharing defined benefit pension plans to report their proportionate share of the total net pension liability and deferred outflows and inflows of resources for the plan on their government-wide financial statements. This resulted in the following adjustments:

	<u>Debit / (Credit)</u>
Prior Period Adjustment to Net Position	\$ 11,654,379
Net pension liability	(11,351,772)
Deferred outflows	3,084,910
Deferred inflows	(2,671,666)
Contributions / Pension Expense	(1,626,560)
Pension expense	910,709
	<u>\$ -</u>

**B. Business-type Activities**

Management made an accounting change in the current fiscal year which required an adjustment in the amount of \$1,911,461 which is the liability related to the landfill closure and post-closure costs as of September 30, 2014. Historically, this liability has been recorded in the Governmental Activities. Management determined this liability should be moved to the Business-type Activities for primarily two reasons. First, this liability is related to the landfill which is a solid waste function. The solid waste activities of the County are recorded in the Solid Waste Fund, a business-type activity. Second, the Governmental Activities was required, for the first time, to account for the net pension liability of the County’s pension plan as discussed in Note 12. Management believed having both of these liabilities, the net pension liability and the landfill closure and post-closure liability, recorded in the Governmental Activities would not accurately reflect the position of the Governmental Activities nor the Business-type Activities of the County.

**Note 20. FUND DEFICIT**

The following fund had an unassigned fund balance deficit at year end. The deficit will be funded by operating transfers in the subsequent year.

	Fund Deficit
Special Revenue Funds:	
Court Fees Fund	\$ (84,687)
Total	<u>\$ (84,687)</u>

# **WAKULLA COUNTY, FLORIDA**

## **REQUIRED SUPPLEMENTARY INFORMATION**

**WAKULLA COUNTY, FLORIDA**

**GENERAL FUND  
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**For the Fiscal Year Ended September 30, 2015**

	Budgeted Amounts		Actual Amounts	Final Budget - Positive
	Original	Final		
<b>Revenue</b>				
Taxes	\$ 3,102,958	\$ 3,102,958	\$ 2,990,591	\$ (112,367)
Licenses, permits and special assessments	40,000	40,000	53,433	13,433
Intergovernmental	4,888,725	4,882,821	5,459,277	576,456
Charges for services	1,981,268	1,981,268	2,021,007	39,739
Fines and forfeitures	58,750	58,750	35,272	(23,478)
Miscellaneous	753,363	753,363	333,650	(419,713)
Interest	75,432	75,431	74,248	(1,183)
<b>Total revenue</b>	<b>\$ 10,900,496</b>	<b>\$ 10,894,591</b>	<b>\$ 10,967,478</b>	<b>\$ 72,887</b>
<b>Expenditures</b>				
<b>Current</b>				
General Government	\$ 6,290,935	\$ 6,270,894	\$ 5,744,203	\$ 526,691
Public Safety	12,467,828	12,565,042	12,336,950	228,092
Physical Environment	180,792	180,792	145,646	35,146
Transportation	6,176	6,176	2,952	3,224
Economic Environment	21,111	21,111	15,201	5,910
Human Services	652,793	652,793	724,550	(71,757)
Culture and recreation	910,299	870,703	788,837	81,866
Court related	55,000	55,000	55,000	-
<b>Capital Outlay</b>				
General Government	89,718	65,828	25,000	40,828
Public Safety	29,000	32,550	46,651	(14,101)
Physical Environment	-	-	-	-
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and recreation	55,269	88,594	4,000	84,594
Court related	-	-	-	-
<b>Debt Service</b>				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 20,758,921</b>	<b>\$ 20,809,483</b>	<b>\$ 19,888,990</b>	<b>\$ 920,493</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ (9,858,425)</b>	<b>\$ (9,914,892)</b>	<b>\$ (8,921,512)</b>	<b>\$ 993,380</b>
<b>Other financing sources (uses)</b>				
Sale of equipment	2,050	2,050	-	(2,050)
Debt proceeds	-	-	-	-
Transfers from Board of County Commissioners	12,557,308	12,680,123	12,587,314	(92,809)
Transfers to other governments	-	-	(130)	(130)
Transfer In	280,892	313,442	520,950	207,508
Transfers Out	(2,981,825)	(3,080,723)	(3,391,312)	(310,589)
<b>Total other financing sources (uses)</b>	<b>\$ 9,858,425</b>	<b>\$ 9,914,892</b>	<b>\$ 9,716,822</b>	<b>\$ (198,070)</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>795,310</b>	<b>795,310</b>
<b>Fund balances, beginning of year</b>	<b>4,468,620</b>	<b>4,468,620</b>	<b>4,468,620</b>	<b>-</b>
<b>Fund balances, end of year</b>	<b>\$ 4,468,620</b>	<b>\$ 4,468,620</b>	<b>\$ 5,263,930</b>	<b>\$ 795,310</b>

See notes to the required supplementary information.

WAKULLA COUNTY, FLORIDA

SHERIFF'S OFFICE FUND  
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2015

	Budgeted Amounts		Actual Amounts	Final Budget Positive
	Original	Final		
<b>Revenue</b>				
Taxes	\$ 7,411,199	\$ 7,411,199	\$ 7,411,199	\$ -
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	2,393,112	2,393,112	1,760,020	(633,092)
Fines and forfeitures	-	-	-	-
Miscellaneous	100,000	100,000	-	(100,000)
Interest	-	-	5,280	5,280
<b>Total revenue</b>	<b>\$ 9,904,311</b>	<b>\$ 9,904,311</b>	<b>\$ 9,176,499</b>	<b>\$ (727,812)</b>
<b>Expenditures</b>				
<b>Current</b>				
General government	\$ -	\$ -	\$ -	-
Public Safety	100,000	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
<b>Capital Outlay</b>				
General government	-	-	-	-
Public Safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
<b>Debt Service</b>				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 100,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 9,804,311</b>	<b>\$ 9,904,311</b>	<b>\$ 9,176,499</b>	<b>\$ (727,812)</b>
<b>Other financing sources</b>				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-
Transfers to other governments	-	-	-	-
Transfer In	2,000	2,000	157,615	155,615
Transfers Out	(9,806,311)	(9,906,311)	(9,906,311)	-
<b>Total other financing sources (uses)</b>	<b>\$ (9,804,311)</b>	<b>\$ (9,904,311)</b>	<b>\$ (9,748,696)</b>	<b>\$ 155,615</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>(572,197)</b>	<b>(572,197)</b>
<b>Fund balances, beginning of year</b>	<b>1,324,641</b>	<b>1,324,641</b>	<b>1,324,641</b>	<b>-</b>
<b>Fund balances, end of year</b>	<b>\$ 1,324,641</b>	<b>\$ 1,324,641</b>	<b>\$ 752,444</b>	<b>\$ (572,197)</b>

See notes to the required supplementary information.

WAKULLA COUNTY, FLORIDA

SHIP - STATE HOUSING INITIATIVES PARTNERSHIP PROGRAM FUND  
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2015

	Budgeted Amounts		Actual Amounts	Final Budget Positive
	Original	Final		
<b>Revenue</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	350,000	350,000	483,027	133,027
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	391,749	391,749	-	(391,749)
Interest	-	-	-	-
<b>Total revenue</b>	<b>\$ 741,749</b>	<b>\$ 741,749</b>	<b>\$ 483,027</b>	<b>\$ (258,722)</b>
<b>Expenditures</b>				
<b>Current</b>				
General government	\$ -	\$ -	\$ -	-
Public Safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	741,749	741,749	483,027	258,722
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
<b>Capital Outlay</b>				
General government	-	-	-	-
Public Safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
<b>Debt Service</b>				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 741,749</b>	<b>\$ 741,749</b>	<b>\$ 483,027</b>	<b>\$ 258,722</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Other financing sources</b>				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-
Transfers to other governments	-	-	-	-
Transfer In	-	-	-	-
Transfers Out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances, beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances, end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

See notes to the required supplementary information.

WAKULLA COUNTY, FLORIDA

CAPITAL PROJECTS GRANT FUND  
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenue</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	735,000	993,166	292,258	(700,908)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	179,491	179,491
Interest	-	-	-	-
<b>Total revenue</b>	<b>\$ 735,000</b>	<b>\$ 993,166</b>	<b>\$ 471,749</b>	<b>\$ (521,417)</b>
<b>Expenditures</b>				
<b>Current</b>				
General government	\$ -	\$ -	\$ -	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	46,616	(46,616)
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	43,726	33,952	9,774
Court related	-	-	-	-
<b>Capital Outlay</b>				
General government	-	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	84,104	(84,104)
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	735,000	1,160,766	401,187	759,579
Court related	-	-	-	-
<b>Debt Service</b>				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 735,000</b>	<b>\$ 1,204,492</b>	<b>\$ 565,859</b>	<b>\$ 638,633</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ -</b>	<b>\$ (211,326)</b>	<b>\$ (94,110)</b>	<b>\$ 117,216</b>
<b>Other financing sources</b>				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-
Transfers to other governments	-	-	-	-
Transfer In	-	211,326	142,881	(68,445)
Transfers Out	-	-	(48,771)	(48,771)
<b>Total other financing sources (uses)</b>	<b>\$ -</b>	<b>\$ 211,326</b>	<b>\$ 94,110</b>	<b>\$ (117,216)</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances, beginning of year</b>	<b>105,262</b>	<b>105,262</b>	<b>105,262</b>	<b>-</b>
<b>Fund balances, end of year</b>	<b>\$ 105,262</b>	<b>\$ 105,262</b>	<b>\$ 105,262</b>	<b>\$ -</b>

See notes to the required supplementary information.



WAKULLA COUNTY, FLORIDA

ONE CENT SALES TAX FUND  
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 For the Fiscal Year Ended September 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenue</b>				
Taxes	\$ 1,897,916	\$ 1,897,916	\$ 2,191,962	\$ 294,046
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	865,000	865,000	25,000	(840,000)
Interest	-	-	1,594	1,594
<b>Total revenue</b>	<b>\$ 2,762,916</b>	<b>\$ 2,762,916</b>	<b>\$ 2,218,556</b>	<b>\$ (544,360)</b>
<b>Expenditures</b>				
<b>Current</b>				
General government	\$ -	\$ 4,000	\$ 2,283	1,717
Public Safety	-	-	10,789	(10,789)
Physical environment	-	-	-	-
Transportation	125,000	125,000	-	125,000
Economic environment	-	-	-	-
Human services	-	23,700	12,415	11,285
Culture and recreation	-	42,300	72,307	(30,007)
Court related	-	-	-	-
<b>Capital Outlay</b>				
General government	-	163,454	-	163,454
Public Safety	423,525	423,525	139,443	284,082
Physical environment	-	-	-	-
Transportation	816,939	816,939	-	816,939
Economic environment	-	-	-	-
Human services	15,000	15,000	-	15,000
Culture and recreation	483,295	95,075	55,851	39,224
Court related	-	-	-	-
<b>Debt Service</b>				
Principal	550,686	550,686	550,686	-
Interest	53,471	53,471	53,776	(305)
<b>Total Expenditures</b>	<b>\$ 2,467,916</b>	<b>\$ 2,313,150</b>	<b>\$ 897,550</b>	<b>\$ 1,415,600</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 295,000</b>	<b>\$ 449,766</b>	<b>\$ 1,321,006</b>	<b>\$ 871,240</b>
<b>Other financing sources</b>				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfer in from Board of County Commissioners	-	-	-	-
Transfers to other governments	-	-	-	-
Transfer In	-	70,000	48,771	(21,229)
Transfers Out	(295,000)	(519,766)	(413,340)	106,426
<b>Total other financing sources (uses)</b>	<b>\$ (295,000)</b>	<b>\$ (449,766)</b>	<b>\$ (364,569)</b>	<b>\$ 85,197</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>956,437</b>	<b>956,437</b>
<b>Fund balances, beginning of year</b>	<b>1,365,645</b>	<b>1,365,645</b>	<b>1,365,645</b>	<b>-</b>
<b>Fund balances, end of year</b>	<b>\$ 1,365,645</b>	<b>\$ 1,365,645</b>	<b>\$ 2,322,082</b>	<b>\$ 956,437</b>

See notes to the required supplementary information.

WAKULLA COUNTY, FLORIDA

SEWER FUND  
 STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION -  
 BUDGET AND ACTUAL  
 For the Fiscal Year Ended September 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Operating revenues</b>				
Special Assessments	\$ -	\$ -	\$ -	\$ -
Charges for services	1,613,850	1,613,850	1,921,123	307,273
Operating grants	-	270,000	-	(270,000)
Miscellaneous	-	-	-	-
<b>Total operating revenues</b>	<b>\$ 1,613,850</b>	<b>\$ 1,883,850</b>	<b>\$ 1,921,123</b>	<b>\$ 37,273</b>
<b>Operating expenses</b>				
Materials, supplies and other	\$ 1,062,642	\$ 1,100,291	\$ 1,035,035	\$ 65,256
Depreciation and amortization	-	-	655,660	(655,660)
<b>Total operating expenses</b>	<b>\$ 1,062,642</b>	<b>\$ 1,100,291</b>	<b>\$ 1,690,695</b>	<b>\$ (590,404)</b>
<b>Operating income</b>	<b>\$ 551,208</b>	<b>\$ 783,558</b>	<b>\$ 230,428</b>	<b>\$ (553,131)</b>
<b>Nonoperating revenues (expenses)</b>				
Capital grants and contributions	\$ -	\$ -	\$ 72,425	\$ 72,425
Interest and other non-operating	448,823	448,823	100	(448,723)
Gain (Loss) on disposal of assets	-	-	-	-
Capital outlay	(3,175,000)	(3,327,500)	-	3,327,500
Debt service principal	(306,940)	(306,940)	-	306,940
Interest expense	(93,091)	(93,091)	(75,203)	17,888
<b>Total nonoperating revenues (expenses)</b>	<b>\$ (3,126,208)</b>	<b>\$ (3,278,708)</b>	<b>\$ (2,678)</b>	<b>\$ 3,276,030</b>
<b>Net income (loss) before operating transfers</b>	<b>\$ (2,575,000)</b>	<b>\$ (2,495,150)</b>	<b>\$ 227,750</b>	<b>\$ 2,722,900</b>
<b>Other financing sources (uses)</b>				
Debt proceeds	\$ 2,600,000	\$ 2,600,000	\$ -	\$ (2,600,000)
Operating transfers in	425,858	380,858	906,682	525,824
Operating transfers out	(450,858)	(485,708)	(976,682)	(490,974)
<b>Total other financing sources (uses)</b>	<b>\$ 2,575,000</b>	<b>\$ 2,495,150</b>	<b>\$ (70,000)</b>	<b>\$ (2,565,150)</b>
<b>Change in net position</b>	<b>-</b>	<b>-</b>	<b>157,750</b>	<b>157,750</b>
<b>Total Net Position, beginning of year</b>	<b>15,331,834</b>	<b>15,331,834</b>	<b>15,331,834</b>	<b>-</b>
<b>Total Net Position, end of year</b>	<b>\$ 15,331,834</b>	<b>\$ 15,331,834</b>	<b>\$ 15,489,584</b>	<b>\$ 157,750</b>

See notes to the required supplementary information.

WAKULLA COUNTY, FLORIDA

SOLID WASTE FUND  
 STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION -  
 BUDGET AND ACTUAL  
 For the Fiscal Year Ended September 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Operating revenues</b>				
Special Assessments	\$ 2,266,672	\$ 2,266,672	\$ 2,238,196	\$ (28,476)
Charges for services	50,000	50,000	38,334	(11,666)
Operating grants	90,909	90,909	59,990	(30,919)
Miscellaneous	-	-	929	929
<b>Total operating revenues</b>	<b>\$ 2,407,581</b>	<b>\$ 2,407,581</b>	<b>\$ 2,337,449</b>	<b>\$ (70,132)</b>
<b>Operating expenses</b>				
Materials, supplies and other	\$ 3,842,150	\$ 3,779,545	\$ 2,205,234	\$ 1,574,311
Depreciation and amortization	-	-	13,197	(13,197)
<b>Total operating expenses</b>	<b>\$ 3,842,150</b>	<b>\$ 3,779,545</b>	<b>\$ 2,218,431</b>	<b>\$ 1,561,114</b>
<b>Operating income</b>	<b>\$ (1,434,569)</b>	<b>\$ (1,371,964)</b>	<b>\$ 119,018</b>	<b>\$ 1,490,982</b>
<b>Nonoperating revenues (expenses)</b>				
Capital grants and contributions	\$ -	\$ -	\$ -	\$ -
Landfill closure expenses	-	-	(1,101,083)	(1,101,083)
Interest and other non-operating	378,849	378,849	12,402	(366,447)
Gain (Loss) on disposal of assets	-	-	-	-
Interest expense	-	(12,605)	(28,259)	(15,654)
<b>Total nonoperating revenues (expenses)</b>	<b>\$ 378,849</b>	<b>\$ 366,244</b>	<b>\$ (1,116,940)</b>	<b>\$ (1,483,184)</b>
<b>Net income (loss) before operating transfers</b>	<b>\$ (1,055,720)</b>	<b>\$ (1,005,720)</b>	<b>\$ (997,922)</b>	<b>\$ 7,798</b>
<b>Other financing sources (uses)</b>				
Debt proceeds	990,670	990,670	-	(990,670)
Gain (Loss) on transfer of liability	-	-	(1,911,461)	(1,911,461)
Operating transfers in	80,050	30,050	30,050	-
Operating transfers out	(15,000)	(15,000)	(15,000)	-
<b>Total other financing sources (uses)</b>	<b>\$ 1,055,720</b>	<b>\$ 1,005,720</b>	<b>\$ (1,896,411)</b>	<b>\$ (2,902,131)</b>
<b>Change in net position</b>	<b>-</b>	<b>-</b>	<b>(2,894,333)</b>	<b>(2,894,333)</b>
<b>Total Net Position, beginning of year</b>	<b>637,414</b>	<b>637,414</b>	<b>637,414</b>	<b>-</b>
<b>Total Net Position, end of year</b>	<b>\$ 637,414</b>	<b>\$ 637,414</b>	<b>\$ (2,256,919)</b>	<b>\$ (2,894,333)</b>

See notes to the required supplementary information.

**WAKULLA COUNTY, FLORIDA**

**SCHEDULE OF WAKULLA COUNTY'S PROPORTIONATE SHARE OF THE NET  
PENSION LIABILITY  
FLORIDA RETIREMENT SYSTEM  
Last Two Fiscal Years \***

	2015	2014
County's proportion of the net pension liability		
Pension Plan	0.0604%	0.0585%
Health Insurance Subsidy Program	0.0348%	0.0349%
County's proportionate share of the net pension liability		
Pension Plan	\$ 7,800,742	\$ 3,571,635
Health Insurance Subsidy Program	3,551,030	3,266,527
Total	\$ 11,351,772	\$ 6,838,162
County's covered payroll	\$ 10,599,151	\$ 10,402,835
County's proportionate share of the net pension liability as a percentage of its covered employee payroll	107.10%	65.73%
Plan fiduciary net position as a percentage of the total pension liability	92.00%	96.09%

\* GASB Statement 68 requires information for 10 years. However, until a full 10-year trend has been compiled, Wakulla County is only able to present information for those years for which information is available.

**See notes to the required supplementary information**

**WAKULLA COUNTY, FLORIDA**

**SCHEDULE OF WAKULLA COUNTY'S CONTRIBUTIONS  
FLORIDA RETIREMENT SYSTEM  
Last Two Fiscal Years \***

	2015	2014
County's contractually required contributions		
Pension Plan	\$ 1,472,466	\$ 1,282,214
Health Insurance Subsidy Program	133,101	119,676
Total	\$ 1,605,567	\$ 1,401,890
County contributions in relation to the contractually required contributions	1,605,567	1,401,890
County's contribution deficiency	\$ -	\$ -
County's covered payroll	\$ 10,599,151	\$ 10,402,835
County's contributions as a percentage of covered payroll	15.15%	13.48%

\* GASB Statement 68 requires information for 10 years. However, until a full 10-year trend has been compiled, Wakulla County is only able to present information for those years for which information is available.

See notes to the required supplementary information

## WAKULLA COUNTY, FLORIDA

### NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

For the Fiscal Year Ended September 30, 2015

#### **NOTE 1. BUDGETARY INFORMATION**

An annual budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America for the governmental and enterprise funds. All annual appropriations lapse at fiscal yearend.

The County generally follows these procedures in establishing the budgetary data for the governmental and enterprise funds as reflected in the financial statements:

1. Prior to September 30, the County Administrator, serving as Budget Officer, submits to the Board of County Commissioners (BOCC) a tentative budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted by the BOCC to obtain taxpayer comments.
3. Prior to September 30, the budget is legally enacted through passage of a resolution by the BOCC.
4. The Constitutional Officers submit, at various times prior to September 30, to the BOCC 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 operating budget includes proposed expenditures and the means of financing them, as set forth in Chapter 129 of the *Florida Statutes*.
5. The Department of Revenue, State of Florida, has the final authority on the operating budgets for the Tax Collector and Property Appraiser, which are classified as separate special revenue funds.
6. The BOCC is authorized to amend fixed appropriations by motion to the extent that appropriations do not exceed the total approved budget of the fund, or appropriate for special purpose intended, reserves or unanticipated receipts. Appropriations lapse at year end. No supplemental appropriations were necessary during the year. Various such amendments were made during the year.
7. Formal budgetary integration is employed as a management control device in all governmental and enterprise funds.
8. Governmental fund budgets are initially adopted on the modified accrual basis. The legally amended budgetary data presented in the accompanying financial statements for the fiscal year ending September 30, 2015 are shown on this basis of accounting. Therefore, the actual and budgetary data are on a comparable basis. Enterprise fund budgets are adopted on the accrual basis except that depreciation is not budgeted.
9. Legal control of the budget is exercised pursuant to applicable provisions of the *Florida Statutes*.
10. Appropriations for the County lapse at the close of the fiscal year.

## NOTE 2. FLORIDA RETIREMENT SYSTEM PENSION PLAN

### A. Net Pension Liability

The components of the collective (state-wide) net pension liability of the participating employers for each defined benefit plan for the measurement date of September 30, 2015 are shown below (in thousands):

	<u>Pension Plan</u>	<u>HIS Program</u>
Total pension liability	\$ 161,370,735	\$ 10,249,201
Plan fiduciary net position	(148,454,394)	(50,774)
Net pension liability	<u>\$ 12,916,341</u>	<u>\$ 10,198,427</u>
Plan fiduciary net position as a percentage of the total pension liability	92.00%	0.50%

The total pension liability for each plan was determined by the plan's actuary and reported in the plan's valuations dated July 1, 2015. The fiduciary net position used by the actuary to determine the net pension liability (as shown above) was determined on the same basis used by the Plan. The fiduciary net position is reported in the financial statements and the net pension liability is disclosed in the notes to the financial statements. Update procedures were not used.

The HIS program actuarial valuation was prepared as of July 1, 2014 and update procedures were used to determine liabilities as of July 1, 2015. The fiduciary net position used by the actuary to determine the net pension liability (as shown above) was determined on the same basis used by the Plan. The fiduciary net position is reported in the financial statements and the net pension liability is disclosed in the notes to the financial statements.

### B. Basis for Allocation

The employer's proportionate share reported in the pension allocation schedules was calculated using accrued retirement contributions related to the reporting periods included in the System's fiscal years ending June 30, 2013, 2014 and 2015, respectively, for employers that were members of the FRS pension plan and HIS program during those years. For fiscal year 2015, in addition to contributions from employers, the required accrued contributions for the Division (paid on behalf of the Division's employees who administer the plans) were allocated to each employer on a proportionate basis. The Division administers the plans and therefore cannot allocate a portion of the liability to itself. Although GASB 68 encourages the use of the employers' projected long-term contribution effort to the retirement plan, allocating on the basis of historical employer contributions is acceptable. The aggregate employer contribution amounts for each fiscal year agree to the employer contribution amounts reported in the system's CAFR for that fiscal year.

The proportion calculated based on contributions for each of the fiscal years presented in the pension allocation schedules was applied to the net pension liability and other pension amounts applicable for that fiscal year to determine each employer's proportionate share of the liability, deferred outflows of resources, deferred inflows of resources and associated pension expense. For the purposes of the pension allocation schedules, pension amounts were allocated to

reporting employers. The pension amounts of participating employers whose payrolls are reported and contributions are remitted by another entity are included in the reporting employer's amounts and will be allocated to the participating employer by the reporting employer.

### **C. Actuarial Methods and Assumptions**

Actuarial assumptions for both cost-sharing defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS Pension Plan has a valuation performed annually. The HIS Program has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the FRS Pension Plan was completed in 2014 for the period July 1, 2008 through June 30, 2013. Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determine the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

The total pension liability for each cost-sharing defined benefit plan was determined using the individual entry age actuarial cost method. Inflation increases for both plans is assumed at 2.60%. Payroll growth, including inflation, for both plans is assumed at 3.25%. Both the discount rate and the long-term expected rate of return used for FRS Pension Plan investments is 7.65%. The 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.

Because the HIS Program uses a pay-as-you-go funding structure, a municipal bond rate of 3.80% was used to determine the total pension liability for the program (Bond Buyer General Obligation 20-Bond Municipal Bond Index). Mortality assumptions for both plans were based on the Generational RP-2000 with Projection Scale BB tables (refer to the valuation reports for more information – See Additional Financial and Actuarial Information).

The following changes in actuarial assumptions occurred in 2015:

- FRS Pension Plan – There were no changes in actuarial assumptions. The inflation rate assumption remained at 2.60%, the real payroll growth assumption remained at 0.65%, and the overall payroll growth rate assumption remained at 3.25%. The long-term expected rate of return remained at 7.65%.
- HIS Program – The municipal bonds rate used to determine total pension liability was decreased from 4.29% to 3.80%.



# **WAKULLA COUNTY, FLORIDA**

## **COMBINING STATEMENTS AND SCHEDULES**

WAKULLA COUNTY, FLORIDA

COMBINING BALANCE SHEET  
GENERAL FUND  
September 30, 2015

	Board of County Commissioners	Revenue Stabilization Fund	Building Dept. Fund	Clerk of Court	Property Appraiser	Sheriff	Supervisor of Elections	Tax Collector	Total General Fund
<b>ASSETS</b>									
Cash and cash equivalents	\$ 2,547,775	\$ 509,203	\$ 676,956	\$ 14,169	\$ 59,328	\$ 478,410	\$ 104,139	\$ 1,034	\$ 4,391,014
Accounts receivable, net	1,047,135	-	-	-	-	29,623	-	-	1,076,758
Due from agency funds	-	-	-	10,801	-	25,309	-	-	36,110
Due from other funds	94,217	-	-	2,910	-	242,864	-	-	339,991
Due from other governmental units	279,565	-	-	20	-	5,323	-	-	284,908
Prepaid expenses	46,413	-	3,809	14,367	-	427,591	1,543	-	493,723
<b>Total assets</b>	<b>\$ 4,015,105</b>	<b>\$ 509,203</b>	<b>\$ 680,765</b>	<b>\$ 42,267</b>	<b>\$ 59,328</b>	<b>\$ 1,209,120</b>	<b>\$ 105,682</b>	<b>\$ 1,034</b>	<b>\$ 6,622,504</b>
<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities</b>									
Accounts payable	\$ 240,878	\$ -	\$ 786	\$ 1,572	\$ -	\$ 329,578	\$ 1,874	\$ -	\$ 574,688
Accrued liabilities	153,700	-	12,712	40,647	-	346,589	8,396	-	562,044
Due to agency funds	-	-	-	-	-	625	-	-	625
Due to other funds	15,162	-	-	48	59,198	104,737	-	-	179,145
Due to other governmental units	874	-	905	-	130	-	-	-	1,909
Deferred inflows	39,129	-	-	-	-	-	-	-	39,129
Other current liabilities	-	-	-	-	-	-	-	1,034	1,034
<b>Total liabilities</b>	<b>\$ 449,743</b>	<b>\$ -</b>	<b>\$ 14,403</b>	<b>\$ 42,267</b>	<b>\$ 59,328</b>	<b>\$ 781,529</b>	<b>\$ 10,270</b>	<b>\$ 1,034</b>	<b>\$ 1,358,574</b>
<b>Fund balances</b>									
Nonspendable									
Prepaid Expenses	46,413	-	3,809	14,367	-	427,591	1,543	-	493,723
Restricted	-	-	662,553	-	-	-	-	-	662,553
Committed	-	-	-	-	-	-	93,869	-	93,869
Assigned	231,059	509,203	-	-	-	-	-	-	740,262
Unassigned	3,287,890	-	-	(14,367)	-	-	-	-	3,273,523
<b>Total fund balances</b>	<b>3,565,362</b>	<b>509,203</b>	<b>666,362</b>	<b>-</b>	<b>-</b>	<b>427,591</b>	<b>95,412</b>	<b>-</b>	<b>5,263,930</b>
<b>Total liabilities and fund balances</b>	<b>\$ 4,015,105</b>	<b>\$ 509,203</b>	<b>\$ 680,765</b>	<b>\$ 42,267</b>	<b>\$ 59,328</b>	<b>\$ 1,209,120</b>	<b>\$ 105,682</b>	<b>\$ 1,034</b>	<b>\$ 6,622,504</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -  
GENERAL FUND  
For the Fiscal Year Ended September 30, 2015

	Board of County Commissioners	Revenue Stabilization Fund	Building Department	Clerk of Courts	Property Appraiser	Sheriff	Supervisor of Elections	Tax Collector	Total General Fund
<b>REVENUE</b>									
Taxes	\$ 2,990,591	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,990,591
Licenses, permits and special assessments	35,133	-	-	-	-	-	-	18,300	53,433
Intergovernmental	5,457,081	-	-	-	2,196	-	-	-	5,459,277
Charges for services	1,418,562	-	378,425	139,147	-	84,873	-	-	2,021,007
Fines and forfeitures	29,472	-	5,800	-	-	-	-	-	35,272
Miscellaneous	8,012	309,203	876	6,004	7,573	-	1,982	-	333,650
Interest	18,099	-	-	56,021	128	-	-	-	74,248
<b>Total revenue</b>	<b>\$ 9,956,950</b>	<b>\$ 309,203</b>	<b>\$ 385,101</b>	<b>\$ 201,172</b>	<b>\$ 9,897</b>	<b>\$ 84,873</b>	<b>\$ 1,982</b>	<b>\$ 18,300</b>	<b>\$ 10,967,478</b>
<b>EXPENDITURES</b>									
<b>Current expenditures</b>									
General government	\$ 3,015,954	\$ -	\$ -	\$ 726,696	\$ 944,656	\$ -	\$ 326,436	\$ 730,461	\$ 5,744,203
Public safety	2,093,323	-	331,643	-	-	9,911,984	-	-	12,336,950
Physical environment	145,646	-	-	-	-	-	-	-	145,646
Transportation	2,952	-	-	-	-	-	-	-	2,952
Economic environment	15,201	-	-	-	-	-	-	-	15,201
Human services	724,550	-	-	-	-	-	-	-	724,550
Culture and recreation	788,837	-	-	-	-	-	-	-	788,837
Court related	55,000	-	-	-	-	-	-	-	55,000
<b>Capital outlay</b>									
General government	25,000	-	-	-	-	-	-	-	25,000
Public safety	-	-	25,000	-	-	21,651	-	-	46,651
Culture and recreation	4,000	-	-	-	-	-	-	-	4,000
<b>Total expenditures</b>	<b>\$ 6,870,463</b>	<b>\$ -</b>	<b>\$ 356,643</b>	<b>\$ 726,696</b>	<b>\$ 944,656</b>	<b>\$ 9,933,635</b>	<b>\$ 326,436</b>	<b>\$ 730,461</b>	<b>\$ 19,888,990</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>\$ 3,086,487</b>	<b>\$ 309,203</b>	<b>\$ 28,458</b>	<b>\$ (525,524)</b>	<b>\$ (934,759)</b>	<b>\$ (9,848,762)</b>	<b>\$ (324,454)</b>	<b>\$ (712,161)</b>	<b>\$ (8,921,512)</b>
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfer from Board of County Commissioners	-	-	-	576,698	994,087	9,934,924	369,444	712,161	12,587,314
Transfers to other governments	-	-	-	-	(130)	-	-	-	(130)
Interfund transfers in	274,550	200,000	-	45,000	-	-	1,400	-	520,950
Interfund transfers out	(3,138,390)	-	(15,000)	(96,174)	(59,198)	(82,550)	-	-	(3,391,312)
<b>Total other financing sources (uses)</b>	<b>\$ (2,863,840)</b>	<b>\$ 200,000</b>	<b>\$ (15,000)</b>	<b>\$ 525,524</b>	<b>\$ 934,759</b>	<b>\$ 9,852,374</b>	<b>\$ 370,844</b>	<b>\$ 712,161</b>	<b>\$ 9,716,822</b>
<b>Net change in fund balance</b>	<b>222,647</b>	<b>509,203</b>	<b>13,458</b>	<b>-</b>	<b>-</b>	<b>3,612</b>	<b>46,390</b>	<b>-</b>	<b>795,310</b>
<b>Fund balance, beginning of year</b>	<b>3,342,715</b>	<b>-</b>	<b>652,904</b>	<b>-</b>	<b>-</b>	<b>423,979</b>	<b>49,022</b>	<b>-</b>	<b>4,468,620</b>
<b>Fund balance, end of year</b>	<b>\$ 3,565,362</b>	<b>\$ 509,203</b>	<b>\$ 666,362</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 427,591</b>	<b>\$ 95,412</b>	<b>\$ -</b>	<b>\$ 5,263,930</b>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**September 30, 2015**

Board of County Commissioners

Special Revenue Funds

	Boating Improvement Fund	BP Restore Act Fund	Court Fees Fund	Crime Prevention Fund	E911 Surcharge	EMS Grant	Hud Grant	Industrial Development Authority Fund	JAG Grants
<b>ASSETS</b>									
Cash and cash equivalents	\$ 103,461	\$ -	\$ 304,497	\$ 99,843	\$ 47,476	\$ 1	\$ 11,122	\$ 11,230	\$ -
Accounts receivable, net	-	-	-	-	-	-	-	-	-
Due from agency funds	-	-	-	-	-	-	-	-	-
Due from other funds	1,754	-	23,475	77,194	16,512	-	-	-	-
Due from other governmental units	-	-	2,877	-	28,856	-	-	-	4,979
Inventories	-	-	-	-	-	-	-	-	-
Prepaid expenses	3,680	-	575	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 108,895</b>	<b>\$ -</b>	<b>\$ 331,424</b>	<b>\$ 177,037</b>	<b>\$ 92,844</b>	<b>\$ 1</b>	<b>\$ 11,122</b>	<b>\$ 11,230</b>	<b>\$ 4,979</b>
<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities</b>									
Accounts payable	\$ 255	\$ -	\$ 6,545	\$ -	\$ -	\$ -	\$ 11,122	\$ -	\$ -
Accrued liabilities	-	-	2,215	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	96,036	43,080	-	-	-	-	4,979
Due to other governmental units	-	-	6,243	2,298	-	-	-	-	-
Deferred inflows	-	-	-	-	-	1	-	-	-
<b>Total liabilities</b>	<b>\$ 255</b>	<b>\$ -</b>	<b>\$ 111,039</b>	<b>\$ 45,378</b>	<b>\$ -</b>	<b>\$ 1</b>	<b>\$ 11,122</b>	<b>\$ -</b>	<b>\$ 4,979</b>
<b>Fund balances</b>									
Nonspendable									
Inventories	-	-	-	-	-	-	-	-	-
Prepaid Expenses	3,680	-	575	-	-	-	-	-	-
Restricted	104,960	-	304,497	131,659	92,844	-	-	11,230	-
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	(84,687)	-	-	-	-	-	-
<b>Total fund balances</b>	<b>108,640</b>	<b>-</b>	<b>220,385</b>	<b>131,659</b>	<b>92,844</b>	<b>-</b>	<b>-</b>	<b>11,230</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 108,895</b>	<b>\$ -</b>	<b>\$ 331,424</b>	<b>\$ 177,037</b>	<b>\$ 92,844</b>	<b>\$ 1</b>	<b>\$ 11,122</b>	<b>\$ 11,230</b>	<b>\$ 4,979</b>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**September 30, 2015**

	Board of County Commissioners						Clerk of Courts			
	Special Revenue Funds					Capital Project Funds		Special Revenue Funds		
	M.S.B.U. Fire Department Fund	Mosquito Control Grant	Ochlocknee Bay Bike Trail Grant	Recreation Fee Fund	Road Operating Fund	Tourist Development Fund	Impact Fee Fund	Road Paving Grants	Child Support Grant	Employee Benefit Fund
<b>ASSETS</b>										
Cash and cash equivalents	\$ 431,024	\$ 68,533	\$ -	\$ 36,170	\$ 650,590	\$ 241,044	\$ 276,843	\$ -	\$ 5,405	\$ 2,515
Accounts receivable, net	-	-	-	-	121,145	-	-	-	-	-
Due from agency funds	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	12,087	-	-	-	181	-
Due from other governmental units	480	-	-	-	146,768	11,619	-	-	5,401	-
Inventories	-	-	-	-	26,616	-	-	-	-	-
Prepaid expenses	4,255	-	-	-	13,000	-	-	-	4,000	-
<b>Total assets</b>	<b>\$ 435,759</b>	<b>\$ 68,533</b>	<b>\$ -</b>	<b>\$ 36,170</b>	<b>\$ 970,206</b>	<b>\$ 252,663</b>	<b>\$ 276,843</b>	<b>\$ -</b>	<b>\$ 14,987</b>	<b>\$ 2,515</b>
<b>LIABILITIES AND FUND BALANCES</b>										
<b>Liabilities</b>										
Accounts payable	\$ 22,751	\$ -	\$ -	\$ 2,082	\$ 23,684	\$ 5,457	\$ -	\$ -	\$ 2,350	\$ -
Accrued liabilities	23,469	-	-	2,317	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	25,000	-	-	-	-
Due to other governmental units	-	-	-	-	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>\$ 46,220</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,399</b>	<b>\$ 23,684</b>	<b>\$ 30,457</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,350</b>	<b>\$ -</b>
<b>Fund balances</b>										
Nonspendable										
Inventories	-	-	-	-	26,616	-	-	-	-	-
Prepaid Expenses	4,255	-	-	-	13,000	-	-	-	4,000	-
Restricted	385,284	68,533	-	-	906,906	222,206	276,843	-	-	-
Committed	-	-	-	31,771	-	-	-	-	8,637	-
Assigned	-	-	-	-	-	-	-	-	-	2,515
Unassigned	-	-	-	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>389,539</b>	<b>68,533</b>	<b>-</b>	<b>31,771</b>	<b>946,522</b>	<b>222,206</b>	<b>276,843</b>	<b>-</b>	<b>12,637</b>	<b>2,515</b>
<b>Total liabilities and fund balances</b>	<b>\$ 435,759</b>	<b>\$ 68,533</b>	<b>\$ -</b>	<b>\$ 36,170</b>	<b>\$ 970,206</b>	<b>\$ 252,663</b>	<b>\$ 276,843</b>	<b>\$ -</b>	<b>\$ 14,987</b>	<b>\$ 2,515</b>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**September 30, 2015**

	Clerk of Courts	Property Appraiser	Sheriff						
	Special Revenue Funds								
	Records Modernization Trust Fund	State Court Fund	Special Assessment Fund	Bulletproof Vests	Civil Citation	COPS Hiring	Crime Prevention	DOT Traffic	EMPA Grant
<b>ASSETS</b>									
Cash and cash equivalents	\$ 11,645	\$ (6,407)	\$ 360	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable, net	-	-	-	-	-	-	-	-	-
Due from agency funds	6,091	32,604	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	11,444	-	-
Due from other governmental units	-	-	-	7,128	-	32,968	-	11,687	68,794
Inventories	-	-	-	-	-	-	-	-	-
Prepaid expenses	451	12,430	-	-	-	-	-	-	598
<b>Total assets</b>	<b>\$ 18,187</b>	<b>\$ 38,627</b>	<b>\$ 360</b>	<b>\$ 7,128</b>	<b>\$ -</b>	<b>\$ 32,968</b>	<b>\$ 11,444</b>	<b>\$ 11,687</b>	<b>\$ 69,392</b>
<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities</b>									
Accounts payable	\$ 53	\$ 313	\$ -	\$ 6,178	\$ -	\$ 4,647	\$ 27	\$ 1,100	\$ 2,333
Accrued liabilities	1,294	35,893	-	-	-	-	594	1,784	-
Due to agency funds	-	-	-	-	-	4	-	1	1
Due to other funds	-	-	360	950	-	28,317	10,823	8,802	67,058
Due to other governmental units	-	2,421	-	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>\$ 1,347</b>	<b>\$ 38,627</b>	<b>\$ 360</b>	<b>\$ 7,128</b>	<b>\$ -</b>	<b>\$ 32,968</b>	<b>\$ 11,444</b>	<b>\$ 11,687</b>	<b>\$ 69,392</b>
<b>Fund balances</b>									
Nonspendable									
Inventories	-	-	-	-	-	-	-	-	-
Prepaid Expenses	451	12,430	-	-	-	-	-	-	598
Restricted	16,389	(12,430)	-	-	-	-	-	-	(598)
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>16,840</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 18,187</b>	<b>\$ 38,627</b>	<b>\$ 360</b>	<b>\$ 7,128</b>	<b>\$ -</b>	<b>\$ 32,968</b>	<b>\$ 11,444</b>	<b>\$ 11,687</b>	<b>\$ 69,392</b>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**September 30, 2015**

Sheriff									
Special Revenue Funds									
	EMPA Hazardous Analysis	EMP Grant	E911	Federal Forfeiture	Firing Range	Homeland Security	Inmate Welfare	JAG / Byrne	JAG Direct I
<b>ASSETS</b>									
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 9,682	\$ 20,212	\$ -	\$ 566,996	\$ -	\$ -
Accounts receivable, net	-	-	-	-	-	-	7,046	-	-
Due from agency funds	-	-	-	-	-	-	8,748	-	-
Due from other funds	-	-	-	-	-	-	-	4,979	-
Due from other governmental units	-	18,167	-	-	-	7,700	-	-	-
Inventories	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 18,167</b>	<b>\$ -</b>	<b>\$ 9,682</b>	<b>\$ 20,212</b>	<b>\$ 7,700</b>	<b>\$ 582,790</b>	<b>\$ 4,979</b>	<b>\$ -</b>
<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities</b>									
Accounts payable	\$ -	\$ 3,230	\$ -	\$ -	\$ -	\$ -	\$ 185,468	\$ 511	\$ -
Accrued liabilities	-	-	-	-	-	-	-	-	-
Due to agency funds	-	2	-	-	-	-	-	2	-
Due to other funds	-	14,935	-	-	260	7,700	-	4,466	-
Due to other governmental units	-	-	-	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>\$ -</b>	<b>\$ 18,167</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 260</b>	<b>\$ 7,700</b>	<b>\$ 185,468</b>	<b>\$ 4,979</b>	<b>\$ -</b>
<b>Fund balances</b>									
Nonspendable									
Inventories	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	9,682	-	-	397,322	-	-
Committed	-	-	-	-	19,952	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,682</b>	<b>19,952</b>	<b>-</b>	<b>397,322</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ -</b>	<b>\$ 18,167</b>	<b>\$ -</b>	<b>\$ 9,682</b>	<b>\$ 20,212</b>	<b>\$ 7,700</b>	<b>\$ 582,790</b>	<b>\$ 4,979</b>	<b>\$ -</b>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**September 30, 2015**

Sheriff								
Special Revenue Funds								
	Law Enforcement Trust	Litter Control Parks & Recreation	Litter Control Transfield	Moving Violations	School Resource Officer	Teen Driving Challenge	US Forestry	US Marshalls
<b>ASSETS</b>								
Cash and cash equivalents	\$ 142,384	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable, net	-	-	-	-	-	-	-	-
Due from agency funds	-	-	-	-	-	-	840	-
Due from other funds	-	12,072	-	26,690	-	-	-	-
Due from other governmental units	-	-	4,988	-	38,488	1,296	960	1,059
Inventories	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 142,384</b>	<b>\$ 12,072</b>	<b>\$ 4,988</b>	<b>\$ 26,690</b>	<b>\$ 38,488</b>	<b>\$ 1,296</b>	<b>\$ 1,800</b>	<b>\$ 1,059</b>
<b>LIABILITIES AND FUND BALANCES</b>								
<b>Liabilities</b>								
Accounts payable	\$ -	\$ 908	\$ -	\$ 14,600	\$ 10,448	\$ -	\$ 201	\$ 314
Accrued liabilities	-	2,111	1,092	-	11,777	-	-	-
Due to agency funds	-	2	-	-	7	-	-	-
Due to other funds	-	9,051	3,896	12,090	16,256	1,296	1,599	745
Due to other governmental units	-	-	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>\$ -</b>	<b>\$ 12,072</b>	<b>\$ 4,988</b>	<b>\$ 26,690</b>	<b>\$ 38,488</b>	<b>\$ 1,296</b>	<b>\$ 1,800</b>	<b>\$ 1,059</b>
<b>Fund balances</b>								
Nonspendable								
Inventories	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-
Restricted	142,384	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>142,384</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 142,384</b>	<b>\$ 12,072</b>	<b>\$ 4,988</b>	<b>\$ 26,690</b>	<b>\$ 38,488</b>	<b>\$ 1,296</b>	<b>\$ 1,800</b>	<b>\$ 1,059</b>

See notes to financial statements



**WAKULLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**September 30, 2015**

	Sheriff			Supervisor of Elections		
	Special Revenue Funds					
	VOCA	Wakulla County Coalition for Youth	1 Cent Sales Tax	\$2 Training	Voting Grants	Totals
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 3,856	\$ 3,038,481
Accounts receivable, net	-	413	-	-	-	128,604
Due from agency funds	-	-	-	-	-	48,283
Due from other funds	-	-	58,313	16,389	-	261,091
Due from other governmental units	19,712	-	-	-	-	413,927
Inventories	-	-	-	-	-	26,616
Prepaid expenses	-	-	-	-	-	38,989
<b>Total assets</b>	<b>\$ 19,712</b>	<b>\$ 413</b>	<b>\$ 58,313</b>	<b>\$ 16,389</b>	<b>\$ 3,856</b>	<b>\$ 3,955,991</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Liabilities</b>						
Accounts payable	\$ 1,811	\$ -	\$ 37,550	\$ -	\$ -	\$ 343,938
Accrued liabilities	4,821	-	-	-	-	87,367
Due to agency funds	4	-	-	-	-	23
Due to other funds	13,076	413	20,763	16,389	-	408,340
Due to other governmental units	-	-	-	-	-	10,962
Deferred inflows	-	-	-	-	3,856	3,857
<b>Total liabilities</b>	<b>\$ 19,712</b>	<b>\$ 413</b>	<b>\$ 58,313</b>	<b>\$ 16,389</b>	<b>\$ 3,856</b>	<b>\$ 854,487</b>
<b>Fund balances</b>						
Nonspendable						
Inventories	-	-	-	-	-	26,616
Prepaid Expenses	-	-	-	-	-	38,989
Restricted	-	-	-	-	-	3,057,712
Committed	-	-	-	-	-	60,360
Assigned	-	-	-	-	-	2,515
Unassigned	-	-	-	-	-	(84,687)
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,101,504</b>
<b>Total liabilities and fund balances</b>	<b>\$ 19,712</b>	<b>\$ 413</b>	<b>\$ 58,313</b>	<b>\$ 16,389</b>	<b>\$ 3,856</b>	<b>\$ 3,955,991</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
For the Fiscal Year Ended September 30, 2015

Board of County Commissioners

	Special Revenue Funds								
	Boating Improvement Fund	BP Restore Act Fund	Court Fees Fund	Crime Prevention Fund	E911 Surcharge	EMS Grants	HUD Grant	Industrial Development Authority Fund	JAG Grants
<b>REVENUES</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	26,105	-	-	-	-	-	-	-	-
Intergovernmental	-	(27,885)	48,356	-	43,714	6,427	820,970	-	33,719
Charges for services	30,628	-	168,547	-	149,785	-	-	-	-
Fines and forfeitures	-	-	-	42,810	-	-	-	-	-
Miscellaneous	-	29,885	-	-	-	-	-	-	-
Interest	-	-	784	-	-	-	-	-	-
<b>Total revenues</b>	<b>\$ 56,733</b>	<b>\$ 2,000</b>	<b>\$ 217,687</b>	<b>\$ 42,810</b>	<b>\$ 193,499</b>	<b>\$ 6,427</b>	<b>\$ 820,970</b>	<b>\$ -</b>	<b>\$ 33,719</b>
<b>EXPENDITURES</b>									
<b>Current expenditures</b>									
General government	\$ -	\$ -	\$ -	\$ 7,454	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	2,000	-	-	4,420	6,427	-	-	-
Physical Environment	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	862,419	110	-
Human services	-	-	-	-	-	-	-	-	-
Culture and recreation	15,090	-	-	-	-	-	-	-	-
Court related	-	-	131,577	-	-	-	-	-	-
<b>Capital outlay</b>									
Public safety	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
<b>Debt service</b>									
Principal	-	-	94,231	-	-	-	-	-	-
Interest	-	-	27,043	-	-	-	-	-	-
<b>Total expenditures</b>	<b>\$ 15,090</b>	<b>\$ 2,000</b>	<b>\$ 252,851</b>	<b>\$ 7,454</b>	<b>\$ 4,420</b>	<b>\$ 6,427</b>	<b>\$ 862,419</b>	<b>\$ 110</b>	<b>\$ -</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>\$ 41,643</b>	<b>\$ -</b>	<b>\$ (35,164)</b>	<b>\$ 35,356</b>	<b>\$ 189,079</b>	<b>\$ -</b>	<b>\$ (41,449)</b>	<b>\$ (110)</b>	<b>\$ 33,719</b>
<b>OTHER FINANCING SOURCES (USES)</b>									
Sale of equipment	-	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-	-	-	-	-	-
Transfers to other governments	-	-	-	-	-	-	-	-	-
Interfund transfers in	-	-	121,750	-	16,512	-	-	-	-
Interfund transfers out	-	-	(40,478)	(53,574)	(202,990)	-	-	-	(33,719)
<b>Total other financing sources (uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 81,271</b>	<b>\$ (53,574)</b>	<b>\$ (186,478)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (33,719)</b>
<b>Net change in fund balance</b>	<b>41,643</b>	<b>-</b>	<b>46,108</b>	<b>(18,218)</b>	<b>2,601</b>	<b>-</b>	<b>(41,449)</b>	<b>(110)</b>	<b>-</b>
<b>Fund balance, beginning of year</b>	<b>66,997</b>	<b>-</b>	<b>174,277</b>	<b>149,877</b>	<b>90,243</b>	<b>-</b>	<b>41,449</b>	<b>11,340</b>	<b>-</b>
<b>Fund balance, end of year</b>	<b>\$ 108,640</b>	<b>\$ -</b>	<b>\$ 220,385</b>	<b>\$ 131,659</b>	<b>\$ 92,844</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 11,230</b>	<b>\$ -</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
For the Fiscal Year Ended September 30, 2015

	Board of County Commissioners						Clerk of Courts			
	Special Revenue Funds						Capital Project Funds		Special Revenue Funds	
	M.S.B.U. Fire Department Fund	Mosquito Control Grant	Ochlockonee Bay Bike Trail Grant	Recreation Fee Fund	Road Operating Fund	Tourist Development Fund	Impact Fee Fund	Road Paving Grants	Child Support Grant	Employee Benefit Fund
<b>REVENUES</b>										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,853,333	\$ 139,383	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	1,048,469	-	-	-	(1,728)	-	-	-	-	-
Intergovernmental	-	31,540	552,306	-	193,379	1,917	-	1,769,288	41,745	-
Charges for services	-	-	-	57,676	10,322	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-
Miscellaneous	5	-	-	-	-	-	-	-	-	1,817
Interest	3,858	-	-	-	-	-	-	-	-	2
<b>Total revenues</b>	<b>\$ 1,052,332</b>	<b>\$ 31,540</b>	<b>\$ 552,306</b>	<b>\$ 57,676</b>	<b>\$ 2,055,306</b>	<b>\$ 141,300</b>	<b>\$ -</b>	<b>\$ 1,769,288</b>	<b>\$ 41,745</b>	<b>\$ 1,819</b>
<b>EXPENDITURES</b>										
<b>Current expenditures</b>										
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,400	\$ 1,682
Public safety	982,962	-	-	-	-	-	-	-	-	-
Physical Environment	-	-	-	-	20,000	-	-	-	-	-
Transportation	-	-	-	-	1,651,956	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-
Human services	-	33,111	-	-	-	-	-	-	-	-
Culture and recreation	-	-	555,586	56,377	-	80,535	-	-	-	-
Court related	-	-	-	-	-	-	-	-	16,972	-
<b>Capital outlay</b>										
Public safety	139,781	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	262,416	-	-	1,770,623	-	-
<b>Debt service</b>										
Principal	-	-	-	-	59,436	-	-	-	-	-
Interest	-	-	-	-	5,738	-	-	-	-	-
<b>Total expenditures</b>	<b>\$ 1,122,743</b>	<b>\$ 33,111</b>	<b>\$ 555,586</b>	<b>\$ 56,377</b>	<b>\$ 1,999,546</b>	<b>\$ 80,535</b>	<b>\$ -</b>	<b>\$ 1,770,623</b>	<b>\$ 32,372</b>	<b>\$ 1,682</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>\$ (70,411)</b>	<b>\$ (1,571)</b>	<b>\$ (3,280)</b>	<b>\$ 1,299</b>	<b>\$ 55,760</b>	<b>\$ 60,765</b>	<b>\$ -</b>	<b>\$ (1,335)</b>	<b>\$ 9,373</b>	<b>\$ 137</b>
<b>OTHER FINANCING SOURCES (USES)</b>										
Sale of equipment	4,670	-	-	-	256,503	-	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-	-	-	-	-	-	-
Transfers to other governments	-	-	-	-	-	-	-	-	-	-
Interfund transfers in	11,350	18,500	3,280	-	-	8,417	-	1,335	181	-
Interfund transfers out	(40,000)	-	-	-	(50,000)	(1,917)	(11,560)	-	(19,709)	-
<b>Total other financing sources (uses)</b>	<b>\$ (23,980)</b>	<b>\$ 18,500</b>	<b>\$ 3,280</b>	<b>\$ -</b>	<b>\$ 206,503</b>	<b>\$ 6,500</b>	<b>\$ (11,560)</b>	<b>\$ 1,335</b>	<b>\$ (19,528)</b>	<b>\$ -</b>
<b>Net change in fund balance</b>	<b>(94,391)</b>	<b>16,929</b>	<b>-</b>	<b>1,299</b>	<b>262,263</b>	<b>67,265</b>	<b>(11,560)</b>	<b>-</b>	<b>(10,155)</b>	<b>137</b>
<b>Fund balance, beginning of year</b>	<b>483,930</b>	<b>51,604</b>	<b>-</b>	<b>30,472</b>	<b>684,259</b>	<b>154,941</b>	<b>288,403</b>	<b>-</b>	<b>22,792</b>	<b>2,378</b>
<b>Fund balance, end of year</b>	<b>\$ 389,539</b>	<b>\$ 68,533</b>	<b>\$ -</b>	<b>\$ 31,771</b>	<b>\$ 946,522</b>	<b>\$ 222,206</b>	<b>\$ 276,843</b>	<b>\$ -</b>	<b>\$ 12,637</b>	<b>\$ 2,515</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
For the Fiscal Year Ended September 30, 2015

	Clerk of Courts		Property Appraiser		Sheriff				
	Special Revenue Funds								
	Records Modernization Trust Fund	State Court Fund	Special Assessment Fund	Bulletproof Vests	Civil Citation	COPS Hiring	Crime Prevention	DOT Traffic	EMPA Grant
<b>REVENUES</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	39,124	-	-	-	-	-	-
Intergovernmental	-	136,734	-	7,366	11,809	139,033	-	34,152	102,171
Charges for services	54,635	317,372	-	-	-	-	-	-	-
Fines and forfeitures	21,948	197,535	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Interest	-	280	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>\$ 76,583</b>	<b>\$ 651,921</b>	<b>\$ 39,124</b>	<b>\$ 7,366</b>	<b>\$ 11,809</b>	<b>\$ 139,033</b>	<b>\$ -</b>	<b>\$ 34,152</b>	<b>\$ 102,171</b>
<b>EXPENDITURES</b>									
<b>Current expenditures</b>									
General government	\$ 52,119	\$ -	\$ 38,764	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	14,731	11,809	154,481	4,054	34,152	102,171
Physical Environment	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-
Court related	-	754,398	-	-	-	-	-	-	-
<b>Capital outlay</b>									
Public safety	-	-	-	-	-	-	7,390	-	-
Transportation	-	-	-	-	-	-	-	-	-
<b>Debt service</b>									
Principal	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>\$ 52,119</b>	<b>\$ 754,398</b>	<b>\$ 38,764</b>	<b>\$ 14,731</b>	<b>\$ 11,809</b>	<b>\$ 154,481</b>	<b>\$ 11,444</b>	<b>\$ 34,152</b>	<b>\$ 102,171</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>\$ 24,464</b>	<b>\$ (102,477)</b>	<b>\$ 360</b>	<b>\$ (7,365)</b>	<b>\$ -</b>	<b>\$ (15,448)</b>	<b>\$ (11,444)</b>	<b>\$ -</b>	<b>\$ -</b>
<b>OTHER FINANCING SOURCES (USES)</b>									
Sale of equipment	-	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	-	23,848	-	-	-	-	11,444	-	-
Transfers to other governments	-	(2,421)	-	-	-	-	-	-	-
Interfund transfers in	3,924	81,050	-	7,365	-	15,448	-	-	-
Interfund transfers out	(14,091)	-	(360)	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>\$ (10,167)</b>	<b>\$ 102,477</b>	<b>\$ (360)</b>	<b>\$ 7,365</b>	<b>\$ -</b>	<b>\$ 15,448</b>	<b>\$ 11,444</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net change in fund balance</b>	<b>14,297</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance, beginning of year</b>	<b>2,543</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance, end of year</b>	<b>\$ 16,840</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
For the Fiscal Year Ended September 30, 2015

Sheriff									
Special Revenue Funds									
	EMPA Hazardous Analysis	EMP Grant	E911 Grant	Federal Forfeiture	Firing Range	Homeland Security	Inmate Welfare	JAG / Byrne	JAG Direct I
<b>REVENUES</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-	-	-	-	-	-
Intergovernmental	-	58,384	-	-	-	22,000	-	-	-
Charges for services	2,801	-	-	-	40,607	-	164,119	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Interest	-	-	-	7	18	-	1,025	-	-
<b>Total revenues</b>	<b>\$ 2,801</b>	<b>\$ 58,384</b>	<b>\$ -</b>	<b>\$ 7</b>	<b>\$ 40,625</b>	<b>\$ 22,000</b>	<b>\$ 165,144</b>	<b>\$ -</b>	<b>\$ -</b>
<b>EXPENDITURES</b>									
<b>Current expenditures</b>									
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	2,716	81,862	43,714	-	36,732	22,000	92,728	29,467	5,785
Physical Environment	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-
<b>Capital outlay</b>									
Public safety	-	-	-	-	6,128	-	166,146	-	1,355
Transportation	-	-	-	-	-	-	-	-	-
<b>Debt service</b>									
Principal	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>\$ 2,716</b>	<b>\$ 81,862</b>	<b>\$ 43,714</b>	<b>\$ -</b>	<b>\$ 42,860</b>	<b>\$ 22,000</b>	<b>\$ 258,874</b>	<b>\$ 29,467</b>	<b>\$ 7,140</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>\$ 85</b>	<b>\$ (23,478)</b>	<b>\$ (43,714)</b>	<b>\$ 7</b>	<b>\$ (2,235)</b>	<b>\$ -</b>	<b>\$ (93,730)</b>	<b>\$ (29,467)</b>	<b>\$ (7,140)</b>
<b>OTHER FINANCING SOURCES (USES)</b>									
Sale of equipment	-	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	-	24,463	43,714	-	-	-	-	29,467	4,252
Transfers to other governments	-	-	-	-	-	-	-	-	-
Interfund transfers in	-	-	-	-	-	-	-	-	2,888
Interfund transfers out	(85)	(985)	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>\$ (85)</b>	<b>\$ 23,478</b>	<b>\$ 43,714</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 29,467</b>	<b>\$ 7,140</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7</b>	<b>(2,235)</b>	<b>-</b>	<b>(93,730)</b>	<b>-</b>	<b>-</b>
<b>Fund balance, beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,675</b>	<b>22,187</b>	<b>-</b>	<b>491,052</b>	<b>-</b>	<b>-</b>
<b>Fund balance, end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 9,682</b>	<b>\$ 19,952</b>	<b>\$ -</b>	<b>\$ 397,322</b>	<b>\$ -</b>	<b>\$ -</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
For the Fiscal Year Ended September 30, 2015

Sheriff								
Special Revenue Funds								
	Law Enforcement Trust	Litter Control Parks & Recreation	Litter Control Transfield	Moving Violations	School Resource Officer	Teen Driving Challenge	US Forestry	US Marshalls
<b>REVENUES</b>								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-	-	-	-	-
Intergovernmental	-	-	27,434	-	196,045	4,495	1,800	1,500
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeitures	2,750	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Interest	442	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>\$ 3,192</b>	<b>\$ -</b>	<b>\$ 27,434</b>	<b>\$ -</b>	<b>\$ 196,045</b>	<b>\$ 4,495</b>	<b>\$ 1,800</b>	<b>\$ 1,500</b>
<b>EXPENDITURES</b>								
<b>Current expenditures</b>								
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	5,588	55,257	31,920	-	243,943	4,495	1,800	1,500
Physical Environment	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-
<b>Capital outlay</b>								
Public safety	1,525	-	-	37,184	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
<b>Debt service</b>								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>\$ 7,113</b>	<b>\$ 55,257</b>	<b>\$ 31,920</b>	<b>\$ 37,184</b>	<b>\$ 243,943</b>	<b>\$ 4,495</b>	<b>\$ 1,800</b>	<b>\$ 1,500</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>\$ (3,921)</b>	<b>\$ (55,257)</b>	<b>\$ (4,486)</b>	<b>\$ (37,184)</b>	<b>\$ (47,898)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>OTHER FINANCING SOURCES (USES)</b>								
Sale of equipment	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	-	55,257	-	37,184	-	-	-	-
Transfers to other governments	-	-	-	-	-	-	-	-
Interfund transfers in	-	-	4,486	-	47,898	-	-	-
Interfund transfers out	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>\$ -</b>	<b>\$ 55,257</b>	<b>\$ 4,486</b>	<b>\$ 37,184</b>	<b>\$ 47,898</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net change in fund balance</b>	<b>(3,921)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance, beginning of year</b>	<b>146,305</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance, end of year</b>	<b>\$ 142,384</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

See notes to financial statements

**WAKULLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended September 30, 2015**

	Sheriff				Supervisor of Elections	Totals
	Special Revenue Funds					
	VOCA	Wakulla County Coalition for Youth	1 Cent Sales Tax	\$2 Training	Voting Grants	
<b>REVENUES</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	1,992,716
Licenses, permits and special assessments	-	-	-	-	-	1,111,970
Intergovernmental	94,903	8,068	-	-	7,316	4,368,686
Charges for services	-	-	-	-	-	996,492
Fines and forfeitures	-	-	-	-	-	265,043
Miscellaneous	-	-	-	-	-	31,707
Interest	-	-	-	-	5	6,421
<b>Total revenues</b>	<b>\$ 94,903</b>	<b>\$ 8,068</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,321</b>	<b>\$ 8,773,035</b>
<b>EXPENDITURES</b>						
<b>Current expenditures</b>						
General government	\$ -	\$ -	\$ -	\$ -	\$ 7,321	\$ 122,740
Public safety	100,438	8,068	58,820	16,389	-	2,160,429
Physical Environment	-	-	-	-	-	20,000
Transportation	-	-	-	-	-	1,651,956
Economic environment	-	-	-	-	-	862,529
Human services	-	-	-	-	-	33,111
Culture and recreation	-	-	-	-	-	707,588
Court related	-	-	-	-	-	902,947
<b>Capital outlay</b>						
Public safety	-	-	171,864	-	-	531,373
Transportation	-	-	-	-	-	2,033,039
<b>Debt service</b>						
Principal	-	-	-	-	-	153,667
Interest	-	-	-	-	-	32,781
<b>Total expenditures</b>	<b>\$ 100,438</b>	<b>\$ 8,068</b>	<b>\$ 230,684</b>	<b>\$ 16,389</b>	<b>\$ 7,321</b>	<b>\$ 9,212,160</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>\$ (5,535)</b>	<b>\$ -</b>	<b>\$ (230,684)</b>	<b>\$ (16,389)</b>	<b>\$ -</b>	<b>\$ (439,125)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Sale of equipment	-	-	-	-	-	261,173
Transfer from Board of County Commissioners	-	-	230,684	16,389	-	476,702
Transfers to other governments	-	-	-	-	-	(2,421)
Interfund transfers in	5,535	-	-	-	-	349,919
Interfund transfers out	-	-	-	-	-	(469,468)
<b>Total other financing sources (uses)</b>	<b>\$ 5,535</b>	<b>\$ -</b>	<b>\$ 230,684</b>	<b>\$ 16,389</b>	<b>\$ -</b>	<b>\$ 615,905</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>176,780</b>
<b>Fund balance, beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,924,724</b>
<b>Fund balance, end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,101,504</b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 AGENCY FUNDS  
 September 30, 2015

	Board of County Commissioners	Clerk of Court	Sheriff					
	Wilderness Coast Library	Collections Trust	Donated Funds	Individual Depository	Inmate Trust	Seized Funds	Suspense	Ounce Of Prevention
<b>ASSETS</b>								
Cash and cash equivalents	\$ 84,261	\$ 290,343	\$ 32,246	\$ 144,405	\$ 27,112	\$ 8,664	\$ 9,122	\$ -
Accounts receivable, net	-	-	-	-	-	-	-	26,219
Due from individuals	-	104	-	-	-	-	-	-
Due from other funds	-	-	648	-	-	-	-	-
<b>Total assets</b>	<b>\$ 84,261</b>	<b>\$ 290,447</b>	<b>\$ 32,894</b>	<b>\$ 144,405</b>	<b>\$ 27,112</b>	<b>\$ 8,664</b>	<b>\$ 9,122</b>	<b>\$ 26,219</b>
<b>LIABILITIES</b>								
<b>Liabilities</b>								
Accounts payable	\$ -	\$ 547	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 910
Due to individuals	-	182,095	-	-	18,364	-	9,122	-
Due to other funds	-	65,647	-	144,405	8,748	-	-	25,309
Due to other governmental units	-	42,158	-	-	-	-	-	-
Other current liabilities	84,261	-	32,894	-	-	8,664	-	-
<b>Total liabilities</b>	<b>\$ 84,261</b>	<b>\$ 290,447</b>	<b>\$ 32,894</b>	<b>\$ 144,405</b>	<b>\$ 27,112</b>	<b>\$ 8,664</b>	<b>\$ 9,122</b>	<b>\$ 26,219</b>
<b>Total net assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and net assets</b>	<b>\$ 84,261</b>	<b>\$ 290,447</b>	<b>\$ 32,894</b>	<b>\$ 144,405</b>	<b>\$ 27,112</b>	<b>\$ 8,664</b>	<b>\$ 9,122</b>	<b>\$ 26,219</b>

See notes to financial statements



**WAKULLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS**  
**September 30, 2015**

Tax Collector

	<u>Bankruptcy</u>	<u>Boating &amp; Occupational License</u>	<u>Delinquent Tax</u>	<u>Hunting &amp; Fishing</u>	<u>Tag</u>	<u>Tax</u>	<u>Tax Escrow</u>	<u>Total</u>
<b>ASSETS</b>								
Cash and cash equivalents	\$ 22,989	\$ 20,318	\$ 657	\$ 252	\$ 53,205	\$ 513	\$ 283,928	\$ 978,015
Accounts receivable, net	-	-	-	-	-	-	-	26,219
Due from individuals	-	-	-	-	-	-	-	104
Due from other funds	-	-	-	-	-	-	-	648
<b>Total assets</b>	<b><u>\$ 22,989</u></b>	<b><u>\$ 20,318</u></b>	<b><u>\$ 657</u></b>	<b><u>\$ 252</u></b>	<b><u>\$ 53,205</u></b>	<b><u>\$ 513</u></b>	<b><u>\$ 283,928</u></b>	<b><u>\$ 1,004,986</u></b>
<b>LIABILITIES</b>								
<b>Liabilities</b>								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,457
Due to individuals	-	-	592	-	288	-	93	210,554
Due to other funds	-	20,318	65	252	15,082	513	63	280,402
Due to other governmental units	-	-	-	-	37,835	-	283,772	363,765
Other current liabilities	22,989	-	-	-	-	-	-	148,808
<b>Total liabilities</b>	<b><u>\$ 22,989</u></b>	<b><u>\$ 20,318</u></b>	<b><u>\$ 657</u></b>	<b><u>\$ 252</u></b>	<b><u>\$ 53,205</u></b>	<b><u>\$ 513</u></b>	<b><u>\$ 283,928</u></b>	<b><u>\$ 1,004,986</u></b>
<b>Total net assets</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Total liabilities and net assets</b>	<b><u>\$ 22,989</u></b>	<b><u>\$ 20,318</u></b>	<b><u>\$ 657</u></b>	<b><u>\$ 252</u></b>	<b><u>\$ 53,205</u></b>	<b><u>\$ 513</u></b>	<b><u>\$ 283,928</u></b>	<b><u>\$ 1,004,986</u></b>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 September 30, 2015

	Balance Oct. 1, 2014	Additions	Deductions	Balance Sept. 30, 2015
<b>Board of County Commissioners -</b>				
<u>Wilderness Coast Public Library</u>				
Assets				
Cash and cash equivalents	\$ 77,354	\$ 319,261	\$ 312,354	\$ 84,261
<b>Total Assets</b>	<b>\$ 77,354</b>	<b>\$ 319,261</b>	<b>\$ 312,354</b>	<b>\$ 84,261</b>
Liabilities				
Other current liabilities	\$ 77,354	\$ 319,261	\$ 312,354	\$ 84,261
<b>Total Liabilities</b>	<b>\$ 77,354</b>	<b>\$ 319,261</b>	<b>\$ 312,354</b>	<b>\$ 84,261</b>
<b>Clerk of Court -</b>				
<u>Collections Trust Fund</u>				
Assets				
Cash and cash equivalents	\$ 365,662	\$ 6,052,992	\$ 6,128,311	\$ 290,343
Due from individuals	104	-	-	104
Due from other governmental units	270	970	1,240	-
<b>Total Assets</b>	<b>\$ 366,036</b>	<b>\$ 6,053,962</b>	<b>\$ 6,129,551</b>	<b>\$ 290,447</b>
Liabilities				
Accounts payable	\$ -	\$ 2,031,348	\$ 2,030,801	\$ 547
Due to individuals	189,488	1,097,419	1,104,812	182,095
Due to other funds	97,153	1,134,415	1,165,921	65,647
Due to other governmental units	79,395	1,790,780	1,828,017	42,158
<b>Total Liabilities</b>	<b>\$ 366,036</b>	<b>\$ 6,053,962</b>	<b>\$ 6,129,551</b>	<b>\$ 290,447</b>
<b>Sheriff -</b>				
<u>DONATED FUNDS</u>				
Assets				
Cash and cash equivalents	\$ 21,695	\$ 59,735	\$ 49,184	\$ 32,246
Due from other funds	4,127	8,456	11,935	648
<b>Total Assets</b>	<b>\$ 25,822</b>	<b>\$ 68,191</b>	<b>\$ 61,119</b>	<b>\$ 32,894</b>
Liabilities				
Other current liabilities	\$ 25,822	68,191	61,119	\$ 32,894
<b>Total Liabilities</b>	<b>\$ 25,822</b>	<b>\$ 68,191</b>	<b>\$ 61,119</b>	<b>\$ 32,894</b>
<u>INDIVIDUAL DEPOSITORY</u>				
Assets				
Cash and cash equivalents	\$ 854,126	\$ 1,971,973	\$ 2,681,694	\$ 144,405
<b>Total Assets</b>	<b>\$ 854,126</b>	<b>\$ 1,971,973</b>	<b>\$ 2,681,694</b>	<b>\$ 144,405</b>
Liabilities				
Due to other funds	\$ 38,000	95,204	127,095	\$ 6,109
Due to Board of County Comm	816,126	1,876,769	2,554,599	138,296
<b>Total Liabilities</b>	<b>\$ 854,126</b>	<b>\$ 1,971,973</b>	<b>\$ 2,681,694</b>	<b>\$ 144,405</b>

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 September 30, 2015

	Balance Oct. 1, 2014	Additions	Deductions	Balance Sept. 30, 2015
<b>Sheriff continued -</b>				
<u>INMATE TRUST</u>				
Assets				
Cash and cash equivalents	\$ 30,343	\$ 289,236	\$ 292,467	\$ 27,112
<b>Total Assets</b>	<b>\$ 30,343</b>	<b>\$ 289,236</b>	<b>\$ 292,467</b>	<b>\$ 27,112</b>
Liabilities				
Due to individuals	\$ 22,590	239,450	243,676	\$ 18,364
Due to other funds	7,753	49,786	48,791	8,748
<b>Total Liabilities</b>	<b>\$ 30,343</b>	<b>\$ 289,236</b>	<b>\$ 292,467</b>	<b>\$ 27,112</b>
<u>SEIZED FUNDS</u>				
Assets				
Cash and cash equivalents	\$ 7,207	\$ 3,457	\$ 2,000	\$ 8,664
<b>Total Assets</b>	<b>\$ 7,207</b>	<b>\$ 3,457</b>	<b>\$ 2,000</b>	<b>\$ 8,664</b>
Liabilities				
Other current liabilities	\$ 7,207	3,457	2,000	\$ 8,664
<b>Total Liabilities</b>	<b>\$ 7,207</b>	<b>\$ 3,457</b>	<b>\$ 2,000</b>	<b>\$ 8,664</b>
<u>SUSPENSE</u>				
Assets				
Cash and cash equivalents	\$ 8,236	\$ 46,879	\$ 45,993	\$ 9,122
<b>Total Assets</b>	<b>\$ 8,236</b>	<b>\$ 46,879</b>	<b>\$ 45,993</b>	<b>\$ 9,122</b>
Liabilities				
Due to individuals	\$ 8,236	46,879	45,993	\$ 9,122
<b>Total Liabilities</b>	<b>\$ 8,236</b>	<b>\$ 46,879</b>	<b>\$ 45,993</b>	<b>\$ 9,122</b>
<u>OUNCE OF PREVENTION</u>				
Assets				
Accounts receivable, net	\$ 26,858	\$ 210,988	\$ 211,627	\$ 26,219
<b>Total Assets</b>	<b>\$ 26,858</b>	<b>\$ 210,988</b>	<b>\$ 211,627</b>	<b>\$ 26,219</b>
Liabilities				
Accounts payable	\$ 134	\$ 210,988	\$ 210,212	\$ 910
Due to other funds	26,724	-	1,415	25,309
<b>Total Liabilities</b>	<b>\$ 26,858</b>	<b>\$ 210,988</b>	<b>\$ 211,627</b>	<b>\$ 26,219</b>

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 September 30, 2015

	Balance Oct. 1, 2014	Additions	Deductions	Balance Sept. 30, 2015
<b>Tax Collector -</b>				
<u>Taxes &amp; Licenses</u>				
Assets				
Cash and cash equivalents	\$ 388,647	\$ 61,544,247	\$ 61,551,032	\$ 381,862
<b>Total Assets</b>	<b>\$ 388,647</b>	<b>\$ 61,544,247</b>	<b>\$ 61,551,032</b>	<b>\$ 381,862</b>
Liabilities				
Accounts payable	\$ -	\$ 23,264,338	\$ 23,264,338	\$ -
Due to individuals	6,928	6,143,802	6,149,757	973
Due to other funds	72,407	26,639,279	26,675,393	36,293
Due to other governmental units	288,191	4,516,031	4,482,615	321,607
Other current liabilities	21,121	980,797	978,929	22,989
<b>Total Liabilities</b>	<b>\$ 388,647</b>	<b>\$ 61,544,247</b>	<b>\$ 61,551,032</b>	<b>\$ 381,862</b>
 <b>TOTAL ALL AGENCY FUNDS</b>				
Assets				
Cash and cash equivalents	\$ 1,753,269	\$ 70,287,780	\$ 71,063,034	\$ 978,015
Accounts receivable, net	26,858	210,988	211,627	26,219
Due from individuals	104	-	-	104
Due from other funds	4,127	8,456	11,935	648
Due from other governmental units	270	970	1,240	-
<b>Total Assets</b>	<b>\$ 1,784,628</b>	<b>\$ 70,508,194</b>	<b>\$ 71,287,836</b>	<b>\$ 1,004,986</b>
Liabilities				
Accounts payable	\$ 134	\$ 25,506,674	\$ 25,505,351	1,457
Due to individuals	227,242	7,527,550	7,544,238	210,554
Due to other funds	242,036	27,918,684	28,018,614	142,106
Due to Board of County Comm	816,126	1,876,769	2,554,599	138,296
Due to other governmental units	367,587	6,306,811	6,310,633	363,765
Other current liabilities	131,503	1,371,706	1,354,401	148,808
<b>Total Liabilities</b>	<b>\$ 1,784,628</b>	<b>\$ 70,508,194</b>	<b>\$ 71,287,836</b>	<b>\$ 1,004,986</b>

See notes to financial statements.

# **WAKULLA COUNTY, FLORIDA**

## **SINGLE AUDIT AND COMPLIANCE SECTION**

**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***

To the Board of County Commissioners  
and Constitutional Officers  
Wakulla County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Wakulla County, Florida, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise Wakulla County, Florida's basic financial statements, and have issued our report thereon dated May 2, 2016.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Wakulla County, Florida'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 Wakulla County, Florida's internal control. Accordingly, we do not express an opinion on the effectiveness of Wakulla County, Florida's internal control.

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

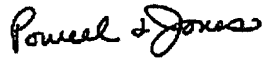
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

**Compliance and Other Matters**

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

**Purpose of this Report**

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



**POWELL & JONES**  
Certified Public Accountants  
May 2, 2016

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

To the Board of County Commissioners  
and Constitutional Officers  
Wakulla County, Florida

**Report on Compliance for Each Major Federal Program**

We have audited Wakulla County, Florida's compliance with the types of compliance requirements described in *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Wakulla County, Florida's major federal programs for the fiscal year ended September 30, 2015. Wakulla County, Florida's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Wakulla County, Florida's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 occurred. An audit includes examining, on a test basis, evidence about Wakulla County, Florida'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. However, our audit does not provide a legal determination of Wakulla County, Florida's compliance.

**Opinion on Each Major Federal Program**

In our opinion, Wakulla County, Florida 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 for the year ended September 30, 2015.

**Other Matters**

The results of our auditing procedures disclosed no instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133.

**Report on Internal Control Over Compliance**

Management of Wakulla County, Florida is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Wakulla County, Florida's internal control over

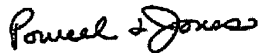


compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 Wakulla County, Florida'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 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 will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



**POWELL & JONES**  
Certified Public Accountants  
May 2, 2016

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

**To the Board of County Commissioners  
and Constitutional Officers  
Wakulla County, Florida**

**Report on Compliance for Each Major State Project**

We have audited the compliance of Wakulla County, Florida with the types of compliance requirements described in the State of Florida, Department of Financial Services State Projects Compliance and Supplement, that could have a direct and material effect on its major State project for the year ended September 30, 2015. Wakulla County, Florida's major State project is identified in the summary of auditors' results section of the accompanying Schedule of Findings.

**Management's Responsibility**

Wakulla County, Florida's management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its major State project.

**Auditor's Responsibility**

Our responsibility is to express an opinion on Wakulla County, Florida's compliance for each major State Project based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and Chapter 10.550, Rules of the State of Florida, Office of the Auditor General. Those standards and Chapter 10.550, Rules of the State of Florida, Office of the Auditor General, require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major State project occurred. An audit includes examining, on a test basis, evidence about Wakulla County, Florida'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 State Project. However, our audit does not provide a legal determination of Wakulla County, Florida's compliance.

**Opinion on Each Major State Project**

In our opinion, Wakulla County, Florida complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major State project for the fiscal year ended September 30, 2015.

## Other Matters

The results of our auditing procedures disclosed no instances of noncompliance, which are required to be reported in accordance with Chapter 10.550, Rules of the State of Florida, Office of the Auditor General.

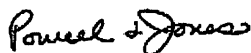
## Internal Control Over Compliance

Management of Wakulla County, Florida is responsible for establishing and maintaining effective internal control over the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Wakulla County, Florida's internal control over compliance with the types of requirements that could have a direct and material effect on a major State project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major State Project and to test and report on internal control over compliance in accordance with Chapter 10.550, Rules of the State of Florida, Office 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 Wakulla County, Florida'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 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 State project will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a 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 preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. 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.

Pursuant to Chapter 119, *Florida Statutes*, this report is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this report is intended solely for the information and use of Wakulla County, Florida's management, State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



**POWELL & JONES**  
Certified Public Accountants  
May 2, 2016

WAKULLA COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
For the Fiscal Year Ended September 30, 2015

Federal and State Grantor/Pass Through Grantor Program Title	CFDA #	GRANT #	PROGRAM OR AWARD AMOUNT	REPORTED IN PRIOR YEARS	REVENUES RECOGNIZED	EXPENDITURES
<b><u>FEDERAL AWARDS</u></b>						
U.S. Department of Agriculture Rural Development Water & Waste Disposal Loan & Grant Program	10.770	00-07	\$ 3,066,900	\$ -	\$ -	\$ 358,132
U.S. Department of Agriculture Natural Resources Conservation Service Emergency Watershed Protection Program Bostic Pelt Road, Walker Creek Road, Surf Road	10.923	69-4209-13-1784	\$ 1,190,000	\$ 744,933	\$ 1,254	\$ 130,720
U.S. Department of Housing and Urban Development Housing Choice Voucher Grant	14.871	FL096	\$ 802,380	\$ -	\$ 707,673	\$ 726,263
Bureau of Justice Assistance/Office of Criminal Justice Grants passed through Florida Office of the Attorney General Victims of Crime Act (VOCA) Grant	16.575	V14001	\$ 97,698	\$ -	\$ 94,903	\$ 94,903
Bureau of Justice Assistance/Office of Criminal Justice Grants passed through Florida Department of Law Enforcement Bulletproof Vest Grant	16.607	FY2014	\$ 6,596	\$ 1,343	\$ 5,254	\$ 10,508
Bulletproof Vest Grant	16.607	FY2015	\$ 6,496	\$ -	\$ 2,112	\$ 4,223
E. Byrne Memorial Justice Assistance Grant	16.738	2015-JAGC-WAKU-1-R3-136	29,467	-	29,467	29,467
E. Byrne Memorial Justice Assistance Grant	16.738	2015-JAGD-WAKU-1-R1-058	4,252	-	4,252	4,252
		Pass through FDLE sub-total	\$ 46,811	\$ 1,343	\$ 41,085	\$ 48,450
U.S. Department of Justice COPS Hiring Program	16.810	2012-UM-WX-0056	\$ 450,274	\$ 229,367	\$ 139,033	\$ 139,033
U.S. Department of Transportation passed through Florida Department of Transportation Ochlocknee Bay Bike Trail Grant Phase III	20.205	AQ397	\$ 1,194,999	\$ 642,693	\$ 552,306	\$ 555,586
Impaired Driving Enforcement Information System	20.600	M5HVE-15-06-02	36,448	-	34,152	34,152
		Pass through FDOT sub-total	\$ 1,231,447	\$ 642,693	\$ 586,458	\$ 589,738
U.S. Department of Transportation passed through Florida Department of Environmental Protection Azalea Park Trail Renovation	20.219	T13013	\$ 199,766	\$ -	\$ 168,232	\$ 299,554

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

WAKULLA COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
For the Fiscal Year Ended September 30, 2015

<u>Federal and State Grantor/Pass Through Grantor Program Title</u>	<u>CFDA #</u>	<u>GRANT #</u>	<u>PROGRAM OR AWARD AMOUNT</u>	<u>REPORTED IN PRIOR YEARS</u>	<u>REVENUES RECOGNIZED</u>	<u>EXPENDITURES</u>
<b>continued</b>						
U.S. Department of Energy passed through Florida Department of Agriculture and Consumer Services, Office of Energy Library Energy Efficient Retrofit Grant	81.041	G0443	\$ 58,400	\$ -	\$ 47,667	\$ 59,227
U.S. Elections Assistance Commission Help America Vote Act passed through State of Florida Division of Elections Federal Election Activities Grant	90.401	FY 12/13	\$ 4,693	\$ 3,139	\$ 1,554	\$ 2,258
Federal Election Activities Grant	90.401	FY 13/14	3,100	-	3,100	3,566
Federal Election Activities Grant	90.401	FY 14/15	4,651	-	1,497	1,497
		Pass through FDOE sub-total	\$ 12,444	\$ 3,139	\$ 6,151	\$ 7,321
US Department of Homeland Security passed through the Florida Division of Emergency Management Hazard Mitigation Grant - Panacea Sewer Drainage	97.039	15-HM-6B-02-75-01-143	\$ 403,125	\$ -	\$ 50,000	\$ 50,000
Emergency Management Performance Grant	97.042	15-FG-4D-02-75-01-132	56,170	15,793	40,377	40,377
Emergency Management Performance Grant	97.042	16-FG-5A-02-75-01-132	56,246	-	18,007	18,007
State Homeland Security Grant	97.067	14-DS-L5-02-75-01-335	10,900	-	9,800	9,800
State Homeland Security Grant	97.067	15-DS-P4-02-75-01-225	12,308	-	12,200	12,200
		Pass through FDEM sub-total	\$ 538,749	\$ 15,793	\$ 130,384	\$ 130,384
U.S. Department of Health and Human Services passed through Florida Department of Revenue Service in Process Grant	93.563	CST65	N/A	\$ -	\$ 1,294	\$ 1,294
Title IV-D - Child Support Enforcement Grant	93.563	COC65	N/A	-	41,745	52,082
		Pass through FDOR sub-total	\$ -	\$ -	\$ 43,039	\$ 53,376
<b>Total federal awards</b>			<b>\$ 7,694,869</b>	<b>\$ 1,637,268</b>	<b>\$ 1,965,880</b>	<b>\$ 2,637,100</b>

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

WAKULLA COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
For the Fiscal Year Ended September 30, 2015

Federal and State Grantor/Pass Through Grantor Program Title	CSFA #	GRANT #	PROGRAM OR AWARD AMOUNT	REPORTED IN PRIOR YEARS	REVENUES RECOGNIZED	EXPENDITURES
<b><i>STATE FINANCIAL ASSISTANCE</i></b>						
Visit Florida - Florida Tourism Industry Marketing Corp. Visit Florida - Wakulla Media Plan	31.006	Summer 2015	\$ 5,000	\$ -	\$ -	\$ -
Florida Division of Emergency Management						
Emergency Management Program	31.063	15-BG-83-02-75-01-065	105,806	22,657	83,149	83,149
Emergency Management Program	31.063	16-BG-83-02-75-01-065	105,806	-	19,022	19,022
Hazardous Analysis	31.067	15-CP-11-02-75-23-198	2,801	-	2,801	2,801
Hazardous Analysis	31.067	15-CP-11-02-75-23-198	2,666	-	-	-
		FDEM sub-total	\$ 217,079	\$ 22,657	\$ 104,972	\$ 104,972
Florida Department of Environmental Protection Small County Solid Waste Grant Agreement	37.012	531SC	\$ 90,909	\$ -	\$ 59,990	\$ 59,990
Florida Department of Environmental Protection passed through Northwest Florida Water Management District Magnolia Gardens & Wakulla Gardens Wastewater Retrofit	37.052	15-020	\$ 4,600,000	\$ -	\$ 22,245	\$ 22,245
Florida Department of Agriculture and Consumer Services Mosquito Control State Aid	42.003	021309	\$ 31,540	\$ -	\$ 31,540	\$ 33,111
Florida Department of State Division of Library Information Services						
State Aid to Libraries Operating/Equalization Grant	45.030	14-ST-98	\$ 81,668	\$ 28,936	\$ 52,732	\$ 52,732
State Aid to Libraries Operating/Equalization Grant	45.030	15-ST-98	94,463	-	79,201	79,201
		FDOS sub-total	\$ 176,131	\$ 28,936	\$ 131,933	\$ 131,933
State Housing Initiatives Program						
SHIP Funds 2013-2014	52.901	2013-2014	\$ 350,000	\$ 42,464	\$ 307,536	\$ 307,536
SHIP Funds 2014-2015	52.901	2014-2015	350,000	-	175,492	175,492
		SHIP sub-total	700,000	42,464	483,028	483,028
Florida Department of Transportation Airport Environmental Assessment	55.004	ARQ97	\$ 181,818	\$ -	\$ -	\$ -
Florida Department of Transportation						
Bostic Pelt Road Resurfacing	55.009	431395-1-58-01	461,441	52,162	402,514	402,976
Wakulla Arran Road Resurfacing	55.009	431076-1-58-01	550,993	59,502	475,463	475,705
Springhill Road Resurfacing	55.009	433351-1-58-01	723,347	69,188	633,859	634,247
		FDOT sub-total	\$ 1,735,781	\$ 180,852	\$ 1,511,836	\$ 1,512,928

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

WAKULLA COUNTY, FLORIDA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
For the Fiscal Year Ended September 30, 2015

<u>Federal and State Grantor/Pass Through Grantor Program Title</u>	<u>CSFA #</u>	<u>GRANT #</u>	<u>PROGRAM OR AWARD AMOUNT</u>	<u>REPORTED IN PRIOR YEARS</u>	<u>REVENUES RECOGNIZED</u>	<u>EXPENDITURES</u>
<b>continued</b>						
Florida Department of Transportation Trice Lane Resurfacing	55.016	431226-1-58-01	\$ 396,791	\$ 41,542	\$ 257,453	\$ 257,695
Florida Department of Health Emergency Medical Services County Grant Program County Awards Grant	64.005	C2065	\$ 3,105	\$ 852	\$ 2,253	\$ 2,253
County Awards Grant	64.005	C3065	4,174	-	4,173	4,173
		FDOH sub-total	\$ 7,279	\$ 852	\$ 6,426	\$ 6,426
Florida Department of Management Services Wireless 911 Board Rural County E911 Grant	72.001	S6-13-12-6	\$ 55,506	\$ -	\$ -	\$ -
Rural County E911 Grant	72.001	14-10-20	18,145	-	18,145	18,145
Rural County E911 Grant	72.001	14-4-25	25,569	-	25,569	25,569
Rural County E911 Grant	72.001	15-4-24	25,569	-	25,569	25,569
		FDMS sub-total	\$ 124,789	\$ -	\$ 69,283	\$ 69,283
Florida Fish & Wildlife Conservation Commission Florida Boating Improvement Program Shell Point Public Access Boat Launch Facility	77.006	14073	\$ 735,000	\$ 160,300	\$ 76,358	\$ 76,358
Florida Department of Children & Families passed through DISC Village, Inc. Prevention Partnership Grant Civil Citation Oversight	N/A	7/1/13-6/30/15	\$ 38,720	\$ 26,232	\$ 11,809	\$ 11,809
BP Economic & Promotional Damages Grant Fund Gulf Tourism & Seafood Promotional Campaign	N/A	2013	\$ 500,000	\$ 498,083	\$ 1,917	\$ 1,917
BP Oil Spill Wakulla County Economic Damages	N/A	2014-15	339,088	27,885	2,000	2,000
		BP Oil Spill sub-total	\$ 839,088	\$ 525,968	\$ 3,917	\$ 3,917
<b>Total state awards</b>			<b>\$ 9,879,925</b>	<b>\$ 1,029,803</b>	<b>\$ 2,770,789</b>	<b>\$ 2,773,694</b>

## **WAKULLA COUNTY, FLORIDA**

### **Notes to Schedule of Expenditures of Federal Awards And State Financial Assistance September 30, 2015**

#### **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and presentation of the Single Audit Report of Wakulla County, Florida, (the County) have been designed to conform to generally accepted accounting principles as applicable to governmental units, including the reporting and compliance requirements of the Audits of States, Local Governments, and Non-Profit Organizations and Office of Management and Budget Circular A-133.

#### **A. Reporting Entity**

The reporting entity consists of Wakulla County, the primary government, and each of its component units. The County includes a Schedule of Expenditures of Federal Awards and State Financial Assistance in the Compliance Section.

#### **B. Basis of Accounting**

Basis of accounting refers to the timing of when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made regardless of the measurement focus.

The County uses the modified accrual basis of accounting to report its grant revenues and related expenditures in the Schedule of Expenditures of Federal Awards and State Financial Assistance. Under the modified accrual basis, revenues are recognized when they become 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 considers revenues to be available if they are collected within 60 days after the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.



**WAKULLA COUNTY, FLORIDA**

**SCHEDULE OF FINDINGS**

For the Fiscal Year Ended September 30, 2015

**Summary of Auditor’s Results**

**A. Financial Statements**

- |   |               |
|---|---------------|
| 1. Type of auditor’s report issued:                                       | Unqualified   |
| 2. Internal control over financial reporting:                             |               |
| • Material weakness identified?   | No            |
| • Reportable condition identified not considered to be material weakness? | None reported |
| 3. Noncompliance material to financial statements:                        | No            |

**B. Federal Awards**

- |   |               |
|---|---------------|
| 1. Internal control over major programs:  |               |
| • Material weakness identified?   | No            |
| • Reportable condition identified not considered to be material weakness?   | None reported |
| 2. Type of auditor’s report issued on compliance for major programs:  | Unqualified   |
| 3. Any audit findings disclosed that are required to be reported in accordance with <i>OMB Circular A-133</i> , Section 510(a)? | No            |
| 4. Identification of major programs:  |               |

<u>CFDA Number</u>	<u>Name of Federal Program</u>
10.770	<u>U.S. Department of Agriculture</u> Rural Development Water & Waste Disposal Loan Program – Otter Creek Wastewater Treatment Plant
16.810	<u>U.S. Department of Justice</u> Recovery Act- Assistance to Rural Law Enforcement to Combat Crime and Drugs Competitive Grant Program – COPS Grant
20.219	<u>U.S. Department of Transportation</u> Recreations Trails Program – Azalea Park Trail Renovation

- |   |           |
|---|-----------|
| 5. Dollar threshold used to distinguish between Type A and Type B programs: | \$300,000 |
| 6. Auditee qualified as low-risk auditee?                                   | Yes       |

**WAKULLA COUNTY, FLORIDA**

**SCHEDULE OF FINDINGS**

For the Fiscal Year Ended September 30, 2015

- |   |               |
|---|---------------|
| 7. Financial Statement Findings:  | None          |
| 8. Federal Award Findings and Questioned Costs:                             | None          |
| 9. Material weakness identified?  | No            |
| 10. Reportable condition identified not considered to be material weakness? | None reported |

C. State Financial Assistance

- |  |             |
|--|-------------|
| 1. Type of auditor's report issued on compliance for major projects:   | Unqualified |
| 2. Any audit findings disclosed that are required to be reported in accordance with Rule 10.656, <i>Rules of the Auditor General</i> ? | No          |
| 3. Identification of major projects:   |             |

CSFA Number

Name of State Projects

55.009

Florida Department of Transportation

Small County Outreach Program - Bostic Pelt Road, Wakulla Arran Road, and Springhill Road Resurfacing

- |   |           |
|---|-----------|
| 4. Dollar threshold used to distinguish between Type A and Type B projects: | \$300,000 |
| 5. Financial Statement Findings:  | None      |
| 6. State Financial Assistance Findings and Questioned Costs:                | None      |

**WAKULLA COUNTY , FLORIDA**

**HOUSING & URBAN DEVELOPMENT (HUD) FUND  
BALANCE SHEET SCHEDULE  
September 30, 2015**

**ASSETS**

**Current assets**

111 Cash in bank \$ 11,122

**Total assets** \$ 11,122

**LIABILITIES**

**Current liabilities**

312 Accounts payable \$ 11,122

**Total liabilities** \$ 11,122

**NET POSITION**

513 Net position -

**Total liabilities and net position** \$ 11,122

**See notes to other information**

**WAKULLA COUNTY, FLORIDA**

**HOUSING & URBAN DEVELOPMENT (HUD) FUND  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
For the Fiscal Year Ended September 30, 2015**

<b>Revenue</b>	
70600 HUD PHA operating grants	\$ 820,970
<b>Total revenue</b>	<u>\$ 820,970</u>
<b>Expenses</b>	
Administrative	
91300 Management fee	58,766
91900 Other	2,102
Total administrative	<u>60,868</u>
Utilities	
93200 Electricity	23,575
General expenses	
96200 Other general expenses - grants and aids	136,157
Housing assistance	
97300 Housing assistance payments	623,230
97350 HAP portability-in	18,590
<b>Total expenses</b>	<u>\$ 862,420</u>
<b>Deficiency of revenue over expenses</b>	<b>(41,450)</b>
<b>Beginning net position</b>	<u>41,450</u>
<b>Ending net position</b>	<u>\$ -</u>

**See notes to other information**

## **WAKULLA COUNTY, FLORIDA**

### **Notes to Other Information Provided For United States Department of Housing and Urban Development (HUD) Fund September 30, 2015**

#### **NOTE 1. HOUSING & URBAN DEVELOPMENT (HUD) FUND**

##### **A. General Information**

Historically, Wakulla County operated “Wakulla County Housing Authority” (WCHA) under the United States Department of Housing and Urban Development (HUD) program called “Section 8 Housing Choice Voucher Program”. Wakulla County operated this small 250 voucher program by contracting with vendors who specialized in this industry. This program provides benefits to qualified low-income individuals for housing assistance and utility assistance payments.

From October 1, 2014 to June 30, 2015, WCHA contracted with Government Services Group (GSG) to operate this program on behalf of the County. HUD had designated WCHA as a “troubled agency” due to its small size and the inability to cost-effectively run the program with the small administrative fees provided. In 2014-15, the County decided to transition the WCHA program to North Central Florida Regional Housing Authority (NCFRHA). HUD approved the transition and County Resolution 2015-30 transferred the 250 vouchers from WCHA to NCFRHA effective July 1, 2015. The County transferred the cash balance of \$145,245 to NCFRHA in July 2015.

While the County’s fiscal year is October 1 to September 30, the balance sheet, statement of revenues, expenditures and changes in fund balances and the statement of cash flows reported on the previous pages for the WCHA HUD Fund is for the period October 1, 2014 – June 30, 2015 since the County divested itself of all HUD funds and transferred the remaining balances to the NCFRHA as of June 30, 2015.

#### **NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **A. Reporting Entity**

The reporting entity, as described above, consists of the “Wakulla County Housing Authority” or WCHA as funded by the United States Department of Housing and Urban Development (HUD) program called “Section 8 Housing Choice Voucher Program”. The financial statements of the County’s HUD Fund have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The WCHA HUD Fund is a governmental fund.

##### **B. Measurement Focus and Basis of Accounting**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when

they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues 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.

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

Any non-current portions of long-term receivables due to governmental funds are reported on their balance sheets in spite of their spending measurement focus. Non-current portions of long-term receivables are offset by fund balance reserve accounts. Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by non-current liabilities. Since they do not affect net current position, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

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

Basis of accounting refers to the timing of when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made regardless of the measurement focus.

The County uses the modified accrual basis of accounting to report its grant revenues and related expenditures related to the WCHA HUD Fund. Under the modified accrual basis, revenues are recognized when they become 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 considers revenues to be available if they are collected within 60 days after the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

### **C. Fund Financial Statements**

The underlying accounting system of the County is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The revenues and related expenditures associated with the WCHA HUD Fund are accounted for in its own self-balancing fund.

## MANAGEMENT LETTER

Honorable Board of County Commissioners  
and Constitutional Officers  
Wakulla County, Florida

We have audited the financial statements of Wakulla County, Florida (the County), as of and for the year ended September 30, 2015, and have issued our report thereon dated May 2, 2016.

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. 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 and Internal Control over Compliance Applicable to each Major Federal Awards Program and State Financial Assistance Project, and Schedule of Findings. Disclosures in those reports and schedule, which are dated May 2, 2016, should be considered in conjunction with this management letter. Additionally, our audit was conducted in accordance with Chapter 10.550, *Rules of the Auditor General*, which govern the conduct of local governmental entity audits performed in the State of Florida and require that the following items be addressed in this letter.

### BOARD OF COUNTY COMMISSIONERS

#### PRIOR YEAR FINDINGS

There were no reportable findings in the prior year.

#### CURRENT YEAR FINDINGS

**Finding 2015-1 -- Cash Receipts** – From our audit of selected cash receipts we found instances in several Board Departments where receipts were deposited seven to twenty-nine days after being received. To increase security and accountability over cash receipts we recommend that all receipts be deposited daily, if possible, and always by the end of the week received.

### CLERK OF THE CIRCUIT COURT

#### PRIOR YEAR FINDINGS

There were no reportable findings in the prior year.

#### CURRENT YEAR FINDINGS

There were no reportable findings in the current year.

**PROPERTY APPRAISER**

**PRIOR YEAR FINDINGS**

There were no reportable findings in the prior year.

**CURRENT YEAR FINDINGS**

There were no reportable findings in the current year.

**SHERIFF**

**PRIOR YEAR FINDINGS**

There were no reportable findings in the prior year.

**CURRENT YEAR FINDINGS**

There were no reportable findings in the current year.

**SUPERVISOR OF ELECTIONS**

**PRIOR YEAR FINDINGS**

There were no reportable findings in the prior year.

**CURRENT YEAR FINDINGS**

There were no reportable findings in the current year.

**TAX COLLECTOR**

**PRIOR YEAR FINDINGS**

There were no reportable findings in the prior year.

**CURRENT YEAR FINDINGS**

There were no reportable findings in the current year.

**AUDITOR GENERAL COMPLIANCE MATTERS**

Annual Local Government Financial Report - The Financial Report filed with the Department of Financial Services pursuant to Section 218.32(1)(a), *Florida Statutes*, is in agreement with the accompanying financial report of Wakulla County, Florida, for the year ended September 30, 2015.



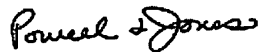
Financial Emergency Status—We determined that the County had not met any of the conditions described in Section 218.503(1), *Florida Statutes*, that might result in a financial emergency.

Financial Condition Assessment - As required by the *Rules of the Auditor General* (Sections 10.554(g)(6)c. and 10.556), we applied financial condition assessment procedures. It is management's responsibility to monitor the entity's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information they provided.

Deteriorating Financial Conditions – We noted no deteriorating financial conditions within the County during the year.

## **CONCLUSION**

We have reviewed information regarding our audit with appropriate County officials and management and have provided them with appropriate documentation as requested. We very much enjoyed the challenges and experiences associated with this audit of the County. We look forward to a long and mutually beneficial relationship with the Board of County Commissioners and other County Officials and employees. We also appreciate the helpful assistance and courtesy afforded us by all County employees.



**POWELL & JONES**  
Certified Public Accountants  
May 2, 2016

## INDEPENDENT ACCOUNTANT'S REPORT

To The Board of County Commissioners  
and Constitutional Officers  
Wakulla County, Florida

We have examined the Wakulla County, Florida's (the County) compliance with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the year ended September 30, 2015. We have also examined the Clerk of the Circuit Court's (Clerk's) compliance with Section 28.35, *Florida Statutes* as to the following during the fiscal year ended September 30, 2015:

- a. The budget certified by the Florida Clerk of Courts Operations Corporation.
- b. The performance standards developed and certified to Section 28.35 *Florida Statutes*.

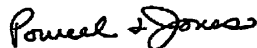
We also examined the County's compliance with Section 365.172(10) *Florida Statutes* and requirements specified by the E911 Board grant and special disbursement programs. These laws require that E911 fee revenues, interest, and E911 grant funding be used to pay for authorized expenditures as specified in the *Statutes*.

Management is responsible for the County's and Clerk's respective compliance with those requirements. Our responsibility is to express an opinion on the County's and the Clerk's compliance based on our examinations.

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

In our opinion, Wakulla County, Florida and the Wakulla County Clerk of the Circuit Court complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2015.

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



**POWELL & JONES**  
Certified Public Accountants  
May 2, 2016



May 2, 2016

Powell & Jones,  
Certified Public Accountants  
1359 SE Main Blvd.  
Lake City, Florida. 32025

**BOARD OF  
COUNTY COMMISSIONERS**

*Ralph Thomas*  
Chairman, District 1

*Randy Merritt*  
Vice-Chairman, District 2

*Howard Kessler, M.D.*  
District 3

*Jerry Moore*  
District 4

*Richard Harden*  
District 5

*J. David Edwards*  
County Administrator

*Heather J. Encinosa*  
County Attorney  
(850) 224-4070

Dear Sirs,

I am providing this letter in connection with your audit of the financial statements of the Wakulla County Board of County Commissioners and the duly appointed Constitutional Officers as of September 30, 2015, and for the year then ended for the purpose of expressing an opinion as to whether the financial statements present accurately and fairly, in all material respects, the financial position of Wakulla County. I confirm that we are responsible for the fair presentation of the previously mentioned financial statements in conformity with generally accepted accounting principles in the United States of America. My office is also responsible for adopting sound accounting policies, establishing and maintaining effective internal controls, and preventing and detecting fraud in a timely manner.

In your letter you note the following regarding prior and current fiscal year findings for the financial statements of Wakulla County:

**PRIOR YEAR FINDINGS**

No findings for prior Fiscal Year Ended September 30, 2014

**CURRENT YEAR FINDINGS**

2015-1 – Cash Receipts

Finding: "From our audit of selected cash receipts we found instances in several Board Departments where receipts were deposited seven to twenty-nine days after being received."

Recommendation: "To increase security and accountability over cash receipts we recommend that all receipts be deposited daily, if possible, and always by the end of the week received."

Response: We concur with your finding. We have taken the following steps to resolve this finding in the current year:

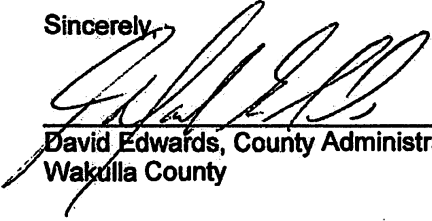
- reminded all department heads of our current cash receipts policy that requires deposits to be made on a daily basis but no later than the end of the week
- reviewed and updated our cash receipts policy where needed to conform with current banking practices and trends
- implemented a cash receipts monitoring tool whereby the Clerk's Office sends a weekly report to County Administration on the timeliness of cash receipts.

Administration Office  
Post Office Box 1263  
Crawfordville, FL 32326  
(850) 926-0919  
(850) 926-0940 FAX

Status: This prior year finding was corrected during the current year.

I am pleased with the professional relationship we have established with your team of auditors and we look forward to working with you in the future.

Sincerely,



David Edwards, County Administrator  
Wakulla County

# **WAKULLA COUNTY, FLORIDA**

## **END OF ANNUAL FINANCIAL REPORT**

For the Fiscal Year Ended September 30, 2015