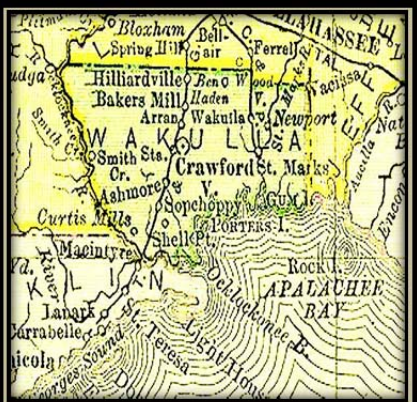
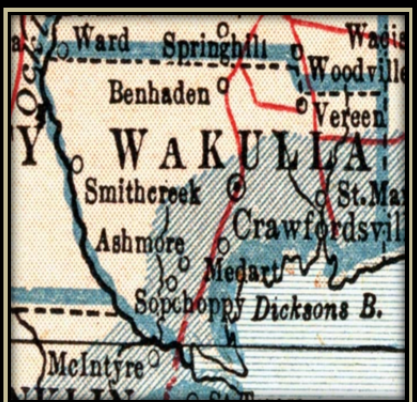




ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDING
SEPTEMBER 30, 2013



WAKULLA COUNTY, FLORIDA

INTRODUCTORY SECTION



Wakulla County Annual Financial Report
For the Fiscal Year Ended September 30, 2013

**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, 2013

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

A. Title Page*ii*
B. Table of Contents*iii*
C. List of Principal Officials*vi*
D. County Organizational Chart*vii*

II. FINANCIAL SECTION

A. Independent Auditor’s Report3
B. Management’s Discussion and Analysis5

C. Basic Financial Statements:

Government-wide Financial Statements:

Statement of Net Position20
Statement of Activities21

Fund Financial Statements:

Governmental Fund Financial Statements:

Balance Sheet – Governmental Funds22
Statement of Revenues, Expenditures and Changes in Fund
Balances – Governmental Funds23
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities24

Proprietary Fund Financial Statements:

Statement of Net Position – Proprietary Funds26
Statement of Revenues, Expenses and Changes in Net Position –
Proprietary Funds27
Statement of Cash Flows – Proprietary Funds28

Fiduciary Fund Financial Statements:

Statement of Fiduciary Net Position - Agency Funds30

Notes to Financial Statements

Note 1 – Summary of Significant Accounting Policies31
Note 2 – Reconciliation of Government-wide and Fund Financial Statements38
Note 3 – Stewardship, Compliance and Accountability42
Note 4 – Cash and Cash Equivalents44
Note 5 – Property Tax Revenues48

WAKULLA COUNTY, FLORIDA

ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2013

TABLE OF CONTENTS

Note 6 – Capital Assets48
Note 7 – Inter-fund Transfers50
Note 8 – Inter-fund Receivables and Payables51
Note 9 – Receivable and Payable Balances52
Note 10 – Long-term Liabilities53
Note 11 – Operating Leases57
Note 12 – Defined Benefit and Defined Contribution Pension Plans57
Note 13 – Other Post-Employment Benefits59
Note 14 – Fund Balances62
Note 15 – Contingent Liabilities64
Note 16 – Risk Management65
Note 17 – Construction Commitments65
Note 18 – Landfill Closure and Post-Closure Costs66
Note 19 – Recapture of State Housing Initiative Program Funds66

Required Supplementary Information:
Governmental Major Funds – Budget and Actual Statements:
 General Fund – Statement of Revenues, Expenditures
 and Changes in Fund Balance – Budget and Actual68
 Fine & Forfeiture Fund – Statement of Revenues, Expenditures
 and Changes in Fund Balance – Budget and Actual69
 Housing Assistance Fund – Statement of Revenues, Expenditures
 and Changes in Fund Balance – Budget and Actual70
 State Housing Initiative Partnership Fund – Statement of Revenues,
 Expenditures and Changes in Fund Balance – Budget and Actual71
 One Cent Sales Tax Fund – Statement of Revenues, Expenditures
 and Changes in Fund Balance – Budget and Actual72
 Road Paving Fund – Statement of Revenues, Expenditures
 and Changes in Fund Balance – Budget and Actual73

Proprietary Major Funds – Budget and Actual Statements:
 Sewer Fund – Statement of Revenues, Expenses and Changes in
 Net Position – Budget and Actual74
 Solid Waste Fund - Statement of Revenues, Expenses and Changes
 in Net Position – Budget and Actual75

Combining Statements:
General Fund:
 Combining Balance Sheet – General Fund78

WAKULLA COUNTY, FLORIDA

ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2013

TABLE OF CONTENTS

Combining Statement of Revenues, Expenditures and Changes in
Fund Balance – General Fund79

Non-major Governmental Funds:
Combining Balance Sheet – Non-major Governmental Funds80
Combining Statement of Revenues, Expenditures and Changes in
Fund Balance – Non-major Governmental Funds86

Fiduciary Funds:
Combining Statement of Fiduciary Net Position – Agency Funds92
Combining Statement of Changes in Fiduciary Assets and
Liabilities – Agency Funds94

D. Single Audit and Compliance:
Independent Auditor’s Reports:
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
Governmental Auditing Standards98
Independent Auditor’s 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.....100
Independent Auditor’s 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 General102

Federal Awards and State Financial Assistance:
Schedule of Expenditures of Federal Awards and State Financial
Assistance106
Notes to Schedule of Expenditures of Federal Awards and State
Financial Assistance110

Schedule of Findings111
Summary Schedule of Prior Audit Findings113
Management Letter114
County Response Letter118

WAKULLA COUNTY, FLORIDA

LIST OF PRINCIPAL OFFICIALS

Board of County Commissioners

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

Constitutional Officers

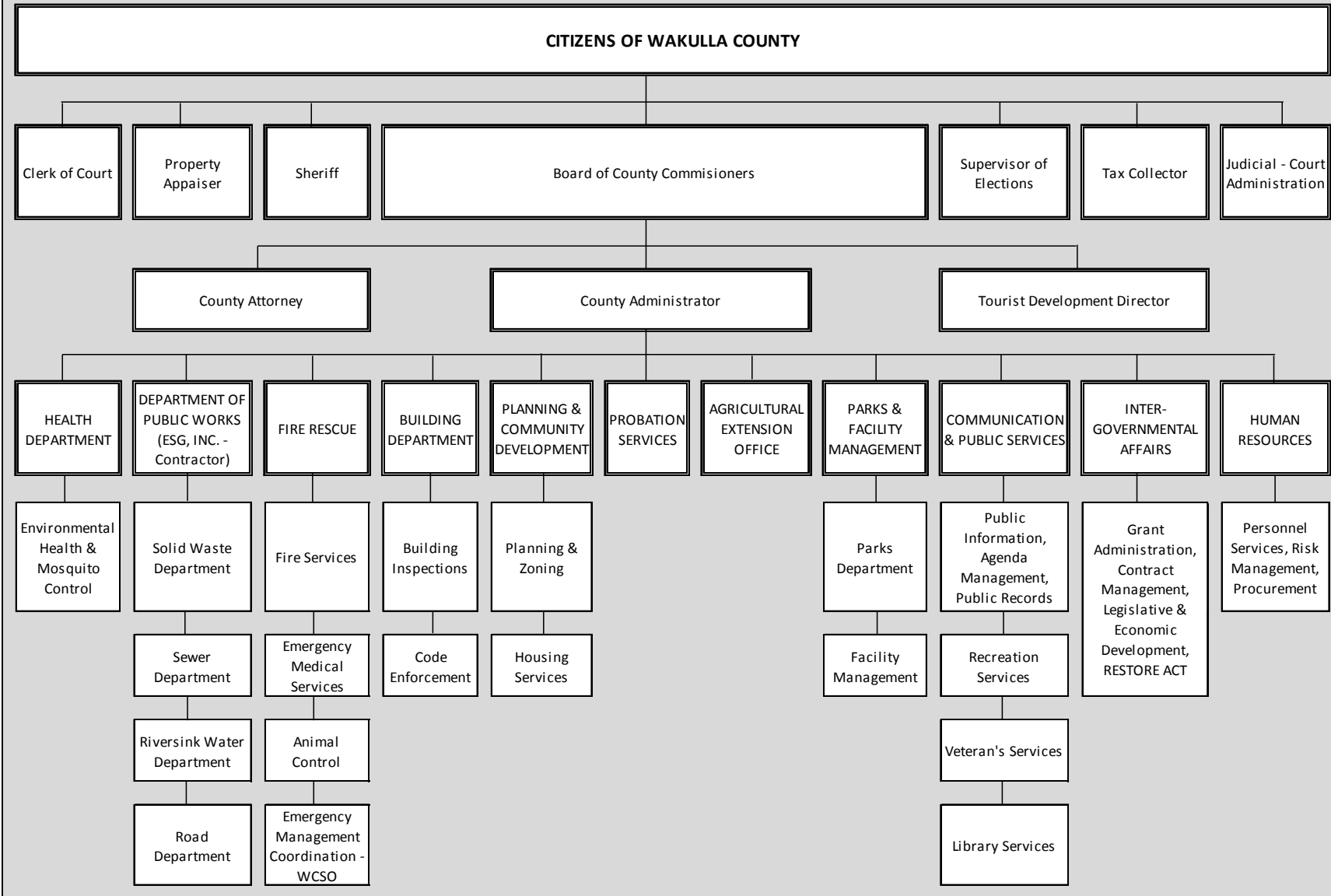
Clerk of Circuit Court	Brent X. Thurmond
Property Appraiser	Donnie Sparkman
Sheriff	Charlie Creel
Supervisor of Elections	Henry Wells
Tax Collector	Cheryll Olah

County Administrator

David Edwards

WAKULLA COUNTY ORGANIZATION CHART

Approved -
8/29/12



WAKULLA COUNTY, FLORIDA

FINANCIAL SECTION

Page Left Blank Intentionally



Powell & Jones
Certified Public Accountants

Richard C. Powell, Jr., CPA
Marian Jones Powell, CPA

1359 S.W. Main Blvd.
Lake City, Florida 32025
386 / 755-4200
Fax: 386 / 719-5504
admin@powellandjonescpa.com

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, 2013, 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 presented component units, each major fund, and the aggregate remaining fund information of Wakulla County, Florida, as of September 30, 2013, 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.

Other Matters

Required Supplementary Information

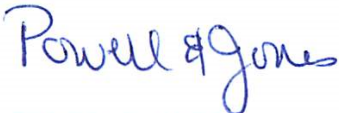
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 17 and budgetary comparison information on pages 61 through 70 be presented to supplement the basic financial statements. Such information, although not a 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 Schedule of Expenditures of Federal Awards and State Financial Assistance is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 April 7, 2014, 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
April 7, 2014

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, 2013 and 2012.

Financial Highlights.

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$75,165,216 (net position, page 20), and there was \$641,149 in unrestricted net position available to meet the County's ongoing obligations to its citizens and creditors. This is a net increase of \$916,651 over the prior year's unrestricted net position of (\$275,502).
- The County's total net position increased by \$1,929,620 (page 21). This increase in net position is a result of governmental activities net position increasing by \$1,520,239 which was essentially due to revenues outpacing expenses. There was also an increase in business type activities net position of \$409,381 which was also primarily a result of higher revenues than expenses (page 27).
- At the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$9,552,034 (page 22, 23). In comparison with the prior year, this is an increase of \$599,319. Approximately thirty-three percent (33%) of the total fund balance, or \$3,094,715 is available for spending at the County's discretion (Assigned and Unassigned Fund Balance). This is an increase of \$97,715 over the prior year.
- At the end of the current fiscal year, the unassigned fund balance for the general fund was \$1,813,537 (page 22) or ten percent (10%) of total general fund expenditures. In the prior fiscal year, the unassigned fund balance for the general fund was \$1,296,543 or seven percent (7%) of total general fund expenditures. An explanation of this increase of \$516,994 is included later in this analysis.
- The County's total outstanding debt is \$9,449,373. Total outstanding debt decreased by \$1,467,286 (page 56) during the current fiscal year. This decrease is the net result of the governmental activities debt balances decreasing by \$1,148,763 and the business-type activities debt balances decreasing by \$318,523. The County's debt will be discussed further on page 14.

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 and liabilities, with the difference between the two reported as net position (formerly net assets). 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).

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 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 20-21 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 (page 24) 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 eight (58) individual governmental funds: one (1) general fund, four (4) capital project funds, and fifty three (53) 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 Fine & Forfeiture fund, the Housing Assistance fund, the State Housing Initiatives Partnership Program (SHIP) fund, the One Cent Sales Tax fund, and the Road Paving fund which are all considered to be major funds. The General Fund's Combining Statements can be found on pages 78-79. Data from the other fifty-one (51) governmental funds are combined into a single, aggregated presentation called "Other Governmental Funds" on pages 22-23 but the details of each fund are shown in the Combining Statements section on pages 80-90.

An important accounting change occurred in Fiscal Year 2012-13. In the previous year, the General Fund included all five constitutional officers. In the current year, the Fine & Forfeiture Fund was reconstituted to account for the operations of the Sheriff's Office and is presented as a major fund. This is an important to note when comparing current and prior fiscal years.

The County adopts an annual appropriated budget for all governmental funds. A budgetary comparison statement has been provided for the County's major funds to demonstrate compliance with their respective budget (pages 68-75). The basic governmental fund financial statements can be found on pages 22-23 of this report.

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 26-28 of this report.

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 thirteen (13) 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 30 of this report and the details of each fiduciary fund can be found on pages 92-96.

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 nineteen (19) notes to the financial statements and they can be found on pages 31-66 of this report.

Other information. 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, 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, and a combining statement of all agency fund net position. Required supplementary information can be found on pages 68-75 of this report and the Combining Statements and Schedules can be found on pages 78-96.

The County's officials, five (5) elected county commissioners, five (5) elected constitutional officers and County Administrator are listed on page *vi* of the Introductory Section. A Schedule of Expenditures of Federal Awards and State Financial Assistance (Grant Schedule) can be found on pages 102-105. 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, 2013.

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 \$75,165,216 and \$73,235,596 at September 30, 2013 and 2012, respectively.

By far the largest portion of the County's net position (formerly net assets), ninety one percent (91%) for 2013 and ninety two percent (92%) for 2012, 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 \$68,082,117 for 2013 and \$67,185,718 for 2012. 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 (8.6% for 2013 and 8.7% for 2012) represents resources that are subject to restrictions (page 62-63) on how they may be used. The restricted net position is \$6,441,950 for 2013 and \$6,325,380 for 2012. 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 \$641,149 or 0.8% for 2013 and \$-275,502 or -0.4% for 2012. Unlike the prior fiscal year, the County was able to report positive balances in all three (3) categories of net position for the government as a whole for the current fiscal year.

In the County's governmental activities, the net position improved over the prior fiscal year by \$1,520,239. This increase is the net result of assets invested in capital assets increasing by \$1,034,638, restricted net position increasing by \$3,034, and unrestricted net position increasing by \$482,567.

Wakulla County's Government-wide Summary Statement of Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
ASSETS						
Current and other assets	\$ 12,594,610	\$ 10,978,468	\$ 1,114,834	\$ 579,837	\$ 13,709,444	\$ 11,558,305
Capital assets	56,514,605	56,742,448	17,528,122	17,984,884	74,042,727	74,727,332
Total Assets	\$ 69,109,215	\$ 67,720,916	\$ 18,642,956	\$ 18,564,721	\$ 87,752,171	\$ 86,285,637
LIABILITIES						
Current and other liabilities	\$ 4,002,081	\$ 3,379,604	\$ 514,864	\$ 511,996	\$ 4,516,945	\$ 3,891,600
Long-term liabilities	5,779,045	6,533,462	2,290,965	2,624,979	8,070,010	9,158,441
Total Liabilities	\$ 9,781,126	\$ 9,913,066	\$ 2,805,829	\$ 3,136,975	\$ 12,586,955	\$ 13,050,041
NET POSITION						
Invested in capital assets	\$ 53,264,818	\$ 52,230,180	\$ 14,817,299	\$ 14,955,538	\$ 68,082,117	\$ 67,185,718
Restricted	5,958,749	5,955,715	483,201	369,665	6,441,950	6,325,380
Unrestricted	104,522	(378,045)	536,627	102,543	641,149	(275,502)
Total net position	\$ 59,328,089	\$ 57,807,850	\$ 15,837,127	\$ 15,427,746	\$ 75,165,216	\$ 73,235,596

In the County's business-type activities, the net position increased over the prior fiscal year by \$409,381. This increase is the net result of assets invested in capital assets decreasing by \$138,239, restricted net position increasing by \$113,536 and unrestricted net position increasing by \$434,084. The Sewer Fund, prior to inter-fund activity, incurred a net profit of \$311,834 for the year and the Solid Waste Fund, prior to inter-fund activity, incurred a net profit of \$9,473 which led to an overall net operating profit of \$321,307 (page 27).

Governmental activities. Governmental activities increased the County's net position by \$1,520,239 in the current year (page 21) due to more revenues being generated than the expenses incurred. Key elements of this increase are as follows:

- Total expenses of \$30,140,936 increased over the prior fiscal year by \$1,241,504 (4.3%). The significant changes in governmental program expenses were as follows:
 - General government expenses increased \$302,672, an increase of 5.4%
 - Public safety expenses increased \$466,581, an increase of 3.1%
 - Physical Environment expenses decreased by \$402,360, a reduction of 70.4%
 - Transportation expenses increased by \$368,073, an increase of 12.2%
 - Economic environment expenses increased by \$303,089, an increase of 26.8%
 - Human services expenses decreased by \$129,181, a reduction of 15.5%
 - Culture and recreation expenses increased \$415,524, an increase of 24.2%
 - Court-related expenses decreased by \$40,588, a reduction of 4.1%
 - Interest on long-term debt decreased by \$42,306, a reduction of 21.2%
- Total revenues decreased slightly over the prior fiscal year by \$95,992 or -0.3%. The significant changes in revenue over the prior year by revenue category are as follows:
 - Charges for services increased by \$322,827, an increase of 4.5%

- Operating grant revenue decreased by \$1,624,597, a reduction of 48.0%
 - Capital grant revenue increased by \$414,404, an increase of 24.8%
 - Property and other taxes increased by \$1,257,785, an increase of 9.2%
 - Intergovernmental revenues decreased by \$763,952, a reduction of 13.1%
 - Miscellaneous and other revenues increased by \$297,541, an increase of 246%
- The net change in ending net position over the prior year was an increase of \$1,520,239 (2.6%).
 - Total assets increased over the prior year by \$1,388,299 (2.1%). This increase in assets is further broken down into current and non-current assets with an increase of \$1,616,142 (14.7%) in current assets and a decrease of \$227,843 (-0.4%) in capital assets.
 - Total liabilities decreased over the prior year by \$131,940 (-1.3%). This decrease is further broken down into current and non-current liabilities with an increase of \$622,477 (18.4%) in current liabilities and a decrease of \$754,417 (-11.5%) in long-term liabilities.

Business-type activities. Business-type activities increased the County's net position by \$409,381 in the current year (page 21, 27) due to more revenues being generated than the expenses incurred. Key elements of this increase are as follows:

- Total expenses increased by \$254,827 (6.7%). This increase is the result of:
 - Operating expenses increasing by \$261,181, an increase of 7.1%
 - Interest on long-term debt decreased by \$6,354, a reduction of 5.4%
- Total revenues increased by \$664,659 (18.0%). This increase is the result of:
 - Charges for services increased by \$587,484, an increase of 16.0%
 - Operating grant revenues increased by \$70,588. There were no operating grants in the previous year.
 - Miscellaneous and other revenues increase by \$6,587, an increase of 24.5%
- The net change in ending net position over the prior year was an increase of \$409,381 (2.7%).
 - Total assets increased over the prior year by \$78,235 (0.4%). This increase in assets is further broken down into current and non-current assets with current assets increasing by \$534,997 or 92.3% and non-current assets decreasing by \$456,762 or -2.5%.
 - Total liabilities decreased over the prior year by \$331,146 (-10.6%). This decrease is further broken down into current and non-current liabilities with current liabilities increasing by \$2,868 or 0.6% and non-current liabilities decreasing by \$334,014 or -12.7%.

Wakulla County's Government-wide Summary Statement of Changes In Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
REVENUES						
Program Revenues:						
Charges for services	\$ 7,456,464	\$ 7,133,637	\$ 4,253,914	\$ 3,666,430	\$ 11,710,378	\$ 10,800,067
Operating grants and contributions	1,760,596	3,385,193	70,588	-	1,831,184	3,385,193
Capital grants and contributions	2,084,829	1,670,425	-	-	2,084,829	1,670,425
General Revenues:						
Property and other taxes	14,982,924	13,725,139	-	-	14,982,924	13,725,139
Intergovernmental	5,045,931	5,809,883	-	-	5,045,931	5,809,883
Miscellaneous and other	418,505	120,964	33,465	26,878	451,970	147,842
Total Revenues	\$ 31,749,249	\$ 31,845,241	\$ 4,357,967	\$ 3,693,308	\$ 36,107,216	\$ 35,538,549
EXPENSES						
General government	\$ 5,901,045	\$ 5,598,373	\$ -	\$ -	\$ 5,901,045	\$ 5,598,373
Public Safety	15,320,152	14,853,571	-	-	15,320,152	14,853,571
Physical environment	169,277	571,637	3,924,890	3,663,709	4,094,167	4,235,346
Transportation	3,379,228	3,011,155	-	-	3,379,228	3,011,155
Economic environment	1,435,965	1,132,876	-	-	1,435,965	1,132,876
Human services	703,830	833,011	-	-	703,830	833,011
Culture and recreation	2,132,310	1,716,786	-	-	2,132,310	1,716,786
Court related	942,136	982,724	-	-	942,136	982,724
Interest on long term debt	156,993	199,299	111,770	118,124	268,763	317,423
Total Expenses	\$ 30,140,936	\$ 28,899,432	\$ 4,036,660	\$ 3,781,833	\$ 34,177,596	\$ 32,681,265
NET POSITION						
Increase in net assets before transfers	\$ 1,608,313	\$ 2,945,809	\$ 321,307	\$ (88,525)	\$ 1,929,620	\$ 2,857,284
Net transfers	(88,074)	(386,828)	88,074	386,828	-	-
Increase in net position	1,520,239	2,558,981	409,381	298,303	1,929,620	2,857,284
Net position, beginning of year	57,807,850	55,146,968	15,427,746	15,129,443	73,235,596	70,276,411
Prior Period Adjustments	-	101,901	-	-	-	101,901
Net position, end of year	\$ 59,328,089	\$ 57,807,850	\$ 15,837,127	\$ 15,427,746	\$ 75,165,216	\$ 73,235,596

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 \$9,552,034 (pages 22-23); an increase of \$599,319 in comparison with

the prior year's combined fund balance of \$8,952,715. Some of this total amount (\$3,094,715 or 32.4%) 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 \$1,813,537 and \$3,556,741 respectively. In the prior year, they were \$1,296,543 and \$2,974,124 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 \$3,556,741, represents 18.4% of total general fund expenditures of \$19,403,105, (page 22-23) while the total fund balance of \$9,552,034, represents 31.1% of all governmental funds expenditures of \$30,797,090.

The fund balance of the County's general fund increased by \$582,617 (page 23) 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 only \$55,520. Please note that the General Fund and Fine & Forfeiture Fund totals have been combined for this comparison. This decrease is a result of taxes increasing by \$286,416, licenses, permits and special assessments decreasing by \$242,578 and the other five (5) categories decreasing by a combined \$99,358.
- The general fund's expenditures increased by \$800,333. This increase in expenditures is the result of a \$333,143 increase in General Government, \$478,378 increase in Public Safety and a decrease of \$11,188 in the remaining seven (7) categories.

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 \$536,627, compared to \$102,543 in the prior year (page 9, 26).

The total change in net position was a net increase in the current year of \$409,381 as compared to \$298,303 in the prior year (page 11, 27). Prior to inter-fund transfers, the sewer fund finished the year with a gain of \$311,834 and the solid waste fund incurred a profit of \$9,473, for a net gain in the proprietary funds of \$321,307. The key factors in this change were as follows:

- The sewer fund revenues increased over the prior year by \$528,867 (36.7%), primarily due to a one time access fee from Talquin Electric for the Oyster Bay transfer line.
- The sewer fund operating expenses increased over the prior year by \$126,272 (8.9%), primarily due to increased maintenance costs of lift stations.
- The landfill fund revenues increased over the prior year by \$124,831 (5.6%) due to a \$70,588 operating grant being accounted for in this fund for the first time and an increase in residential garbage fees due to a larger customer base.
- The landfill fund expenses increased over the prior year by \$134,909 (6.1%) due to a \$70,588 operating grant being accounted for in this fund for the first time and \$55,974 of landfill closure costs incurred.

General fund budgetary highlights. The general fund beginning and ending budgets on page 68 represents the combined general fund budgets of the Board of County Commissioners and the five Constitutional Officers. 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 (page 78). The Board's General Fund beginning and ending budget can be found on page 44.

The key overall difference between the original budget and the final amended budget for the General Fund as shown on page 68 is a budget resolution for a \$2,000 grant. Various budget amendments were made throughout the year: General Government's budget decreased \$37,762; Public Safety's budget decreased by \$30,774; Transportation's budget increased \$585; Human Service's budget increased \$13,500; Culture & Recreation's budget increased \$37,600 and the Capital Outlay budget was increased by \$17,200. Actual revenues were higher than the final budget by \$479,683. Actual expenses were less than the final budget by \$228,047. After inter-fund activity, the net increase in fund balance of the General fund was \$582,617 (Page 23, 68).

Capital assets. The County's capital assets for its governmental and business type activities amounts to \$74,042,727 and \$74,727,331 (net of accumulated depreciation) for 2013 and 2012, respectively (Page 49). This investment in capital assets includes land, buildings, systems and improvements, machinery, furniture and equipment, park facilities, and roads and bridges. The total decrease in the County's investment in capital assets for the current fiscal year was \$684,604, net of accumulated depreciation. Major capital asset events during the current and prior fiscal years included the following:

- 2013 Governmental Activities decreased by \$227,843:
 - The Board of County Commissioners purchased vehicles and equipment totaling \$592,367. The Sheriff's Office purchased vehicles and equipment totaling \$525,732.
 - The County completed the paving of five roads for a cost of \$667,351 and two roads were still under construction at year end in the amount of \$276,551 which is expected to be completed in the following year.
 - The County had six facilities under construction at year end in the amount of \$442,150. The facilities are the Community Center, the Sheriff's Office Annex and work at the Equestrian Center, Hudson, Hickory and Azalea parks. All of the construction is expected to be completed in the following year.
 - Depreciation expense of \$2,745,649 outpaced the total additions by \$241,498.
 - A physical inventory audit by the Clerk's Office resulted in twenty seven (27) previously un-inventoried items being added to the inventory; sixteen (16) items were removed from inventory due to being lost; twenty four (24) items were removed from inventory due to an error previously classifying the items as capital inventory and six (6) items were sold at auction. The net result after depreciation is a \$13,655 increase in inventory.

- 2013 Business Activities decreased by \$456,761:
 - Prior year construction in progress of the Oyster Bay Transfer Line was removed due to its completion in the current year resulting in a net increase of \$180,026.
 - Two (2) vehicles were purchased for \$48,360 and five (5) pieces of equipment were added due to the Clerk's inventory audit resulting in an increase of \$18,521.

- Depreciation expense of \$703,668 outpaced the total additions resulting in the net decrease of \$456,761.
- 2012 – Governmental Activities: The total increase, net of accumulated depreciation, was \$172,257. This increase is the result of the following activity:
 - The Board of County Commissioners purchased vehicles and equipment totaling \$145,037. The Sheriff’s Office purchased vehicles and equipment totaling \$632,296.
 - Building improvements of \$51,311 were completed at year end and construction in progress of \$86,859 on buildings and other infrastructure were in progress at year end.
 - Road improvements totaling \$2,137,621 were completed for Old Shell Point and Rehwinkle roads.
- 2012 – Business Activities: The total decrease, net of accumulated depreciation, was \$23,751. This decrease is the result of the following activity:
 - Sewer – Land valued at \$5,000 was donated for the Oyster Bay Transfer Line and another \$577,774 was spent on the Oyster Bay sewer project bringing the total construction in progress to \$1,008,132. The sewer line is expected to come on line in fiscal year 12-13.
 - Solid Waste – Florida Department of Environmental Protection (FDEP) has required the closure of the Lower Bridge Landfill. The County contracted with Waste Pro to provide road-side garbage collection services. The County sold most of the assets assigned to the landfill resulting in a reduction of \$577,830.

Long-term debt. At the end of the 2013 and 2012 fiscal years, the County had total outstanding debt of \$9,449,373 and \$10,916,659 which is a decrease of \$1,467,286 (page 15, 56).

The County’s total debt of \$9,449,373 is comprised of five categories: capital leases, notes payable, compensated absences, other post-employment benefits (OPEB) and estimated landfill closure and post-closure costs. The notes payable are collateralized by the pledging of future revenue from various sources (page 53-56). The County is required to make annual debt service payments on the notes payable.

Capital leases of \$121,312 were paid off in the current year. The notes payable portion of the County’s debt totals \$5,960,610 and represents sixty three percent (63%) of the total debt. Of the \$5,960,610, \$3,249,787 or fifty four percent (54%) is attributable to governmental activities and the other \$2,710,823 or forty six percent (46%) is attributable to business-type activities. Governmental activity debt decreased over the prior year by \$1,148,763. Business-type activity debt decreased over the prior year by \$318,523.

The final three categories – compensated absences, other post-employment benefits and landfill closure liabilities are paid out as they become due and they are not based on a pre-defined payment schedule. It is estimated that 15% of the compensated absences will be paid to employees in the next fiscal year. Compensated absences increased slightly over the prior year by \$21,447; other post-employment benefits (page 59) increased by \$112,000 and estimated

landfill closure and post-closure costs decreased slightly by \$19,729. The costs are estimated by Florida Department of Environmental Protection (FDEP) as outlined in Note 18 (page 66).

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 percentage of current year total debt service payments (\$1,916,523) to total expenses (\$34,721,980) is 5.6% which is an increase of 0.1% over 2012.

Within the notes payable, \$115,468 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 \$214,856 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 on pages 53-56 of this report.

Wakulla County's Outstanding Debt							
	Governmental Activities		Business-Type Activities		Total		
	2013	2012	2013	2012	2013	2012	
Capital leases	\$ -	\$ 121,312	-	-	\$ -	\$ 121,312	
Note payable	3,249,787	4,390,956	2,710,823	3,029,346	5,960,610	7,420,302	
Compensated Absences	820,987	799,540	-	-	820,987	799,540	
OPEB Liability	732,000	620,000	-	-	732,000	620,000	
Estimated landfill closure	1,935,776	1,955,505	-	-	1,935,776	1,955,505	
Total Liabilities	\$ 6,738,550	\$ 7,887,313	\$ 2,710,823	\$ 3,029,346	\$ 9,449,373	\$ 10,916,659	

Geographic, Economic & Demographic Factors and Rates

Geographic.

Wakulla County 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 2012 was 50.7 while the state average is 355.7.

Demographic.

Population – The County's population according to the 2010 census was 30,776. The estimated 2013 and 2012 population is 31,022 and 30,836 respectively, an estimated increase of 186 (0.6%) and 60 (0.2%) persons respectively. The estimated growth rate for the next 5 years is approximately 5.8% resulting in an estimated population of 32,548. The 10 year projection is 9.4% growth resulting in an estimated population of 35,595. Wakulla County was 42nd on the U.S. Census Bureau's 2010 list of the 100 Fastest Growing Counties in the United States from 2000-2009.

Of the County's 2013 estimated population of 31,022, 20,102 (64.8%) were born in Florida, 9,710 (31.3%) were born in another state, 373 (1.2%) were U.S. citizens born outside of the United States and 837 (2.7%) were foreign born.

Of the County's estimated population of 31,022, 6,132 (21.7%) were under the age of 18, 20,567 (66.3%) were between the ages of 19 and 64 and 4,323 (12%) were over the age of 65. The median age (2008-2012) of a Wakulla resident was 39.5 years old.

Housing – In 2012 and 2010 there were 12,818 and 12,804 housing units respectively, of which 10,582 (82.6%) and 10,490 (81.9%) households were occupied with 8,439 (79.8%) and 8,490 (80.7%) of those houses being owner occupied. In 2012 the homeownership rate in Wakulla County and the State was 79.7% and 68.1% respectively. The number of households in 2012 and 2010 were 10,582 and 10,490 respectively. The average household size was 2.56 and 2.61 persons per household respectively.

The median value of owner-occupied housing was \$145,100 (2008-2012) as compared to \$136,900 (2007-2012). The State average was \$170,800 (2008-2012). Of the 8,439 owner-occupied units, 9.4% were valued at \$49,999 or less; 60.7% were valued between \$50,000 and \$199,999; 28.9% were valued between \$200,000 and \$999,999; and 1.3% were valued at \$1,000,000 or more. Of the 8,439 units, 5,514 (65.4%) had mortgages on them. Of the 2,143 renter-occupied units, 346 (16.2%) pay no rent; 55 (2.5%) pay rent between \$200 and \$499; 1,176 (54.8%) pay rent between \$500 and \$999; and 566 (26.5%) pay \$1,000 or more in rent. The median rent per unit was \$867 (2008-2012).

Property valuations have taken a major decline with the national slow-down in the housing market. Property values have averaged a 10% decline over the last five years and a 20% decline over the last seven years. Property values for 2014 are expected to decline slightly again and move towards leveling off over the next several years.

Housing starts have declined dramatically over the last ten years. In 2000, 394 housing permits were issued; in 2010, 102 permits were issued (a 74.2% reduction); in 2011, 53 permits were issued, a 48% reduction over the prior year and an 87% reduction since 2000. In 2012 the estimated number of construction permits issued was 61 showing a slight growth in housing starts. In 2013 the estimated number of construction permits issued was 73 and this upward trend is expected to continue for the next several years.

Economic.

Employment/Industry – The largest employer by category was Government (State and Local) with 35.8% of the workforce (2008-2012) followed by Retail Trade (11.9%), Professional Services (10.5%) and Construction (9.6%) with the other 9 categories comprising the remaining 32.2%. In 2010, 64.5% of the County's population was in the workforce with 8.3% unemployed. In 2012, 63.5% of the County's population was in the workforce (a 1% reduction) with 7.0% unemployed (a 1.3% reduction). In comparison, the State average for 2012 is 62% of population in the workforce with 8.7% unemployment.

The number of persons age 25 or older with a high school diploma or higher education was 86.5%. The number of persons age 25 or older with a bachelor's degree or higher education was 17.3%. In comparison, the State average is 85.5% and 26.0% respectively.

Income – The per capita personal income for 2012, 2011 and 2010 was \$22,789, \$29,157 and \$28,711 respectively. The State average for 2011 was \$39,636.

The median household income was \$53,385 (2008-2012) and \$54,151 (2007-2011) while the State average was \$47,309 and \$47,827 for the same periods. The number of persons living below the poverty level was 14.1% (2008-2012) and 12.8% (2007-2011) while the State average was 15.6% and 14.7% for the same periods.

Education – Of the 6,898 citizens enrolled in school, 786 (11.4%) are enrolled in a nursery or kindergarten; 2,554 (37.1%) are enrolled in grades 1-6; 770 (7.4%) are enrolled in grades 7-8; 1,709 (15.7%) are enrolled in grades 9-12; and 1,079 (15.7%) are enrolled in some level of higher education. The average annual wage by education level in Florida in 2013 was \$28,315 for a high school diploma, \$69,453 for a Bachelor's degree and \$100,465 for a Master's or higher degree.

Business – Commercial development has seen a significant decrease over the last several years and is not expected to grow substantially in the near future. In 2010 there were 417 private non-farm establishments in Wakulla County employing 3,155 employees with a total annual payroll of \$88,746,000 which averages to \$28,129 per employee. In 2011 there were 402 establishments in Wakulla County employing 3,100 employees (a reduction of 55) with a total annual payroll of \$86,762,000 (a reduction of \$1,984,000) which averages to \$27,988 per employee (a reduction of \$144). Of the 417 establishments in 2010, 264 (63.3%) employed 1-4 employees (63.3%) and only 7 establishments (1.7%) employed more than 50 employees. Of the 402 establishments in 2011, 258 (64.2%) employed 1-4 employees and only 6 establishments (1.5%) employed more than 50 employees.

Retail sales per capita in 2007 were \$5,544 while the State average was \$14,353. At the time of printing the 2012 U.S. Census data had not been published yet.

Sources.

Office of Economic & Demographic Research – www.edr.state.fl.us

U.S. Census Bureau – www.census.gov and www.quickfacts.census.gov

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.

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

BASIC FINANCIAL STATEMENTS

WAKULLA COUNTY, FLORIDA
STATEMENT OF NET POSITION
September 30, 2013

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 8,837,540	\$ 885,016	\$ 9,722,556
Accounts receivable - net	888,279	170,822	1,059,101
Due from fiduciary funds	344,066	-	344,066
Internal balances	(8,685)	8,685	-
Due from other governmental units	2,034,840	49,661	2,084,501
Inventories	53,349	-	53,349
Prepaid expenses	445,221	-	445,221
Other current assets	-	650	650
Total current assets	12,594,610	1,114,834	13,709,444
Noncurrent assets			
Capital assets - net of accumulated depreciation	56,514,605	17,528,122	74,042,727
Total noncurrent assets	56,514,605	17,528,122	74,042,727
Total assets:	\$ 69,109,215	\$ 18,642,956	\$ 87,752,171
LIABILITIES			
Current liabilities			
Accounts payable	\$ 1,406,940	\$ 50,434	\$ 1,457,374
Accrued liabilities	510,030	-	510,030
Due to individuals	650	-	650
Due to other governmental units	147,690	-	147,690
Deferred inflows	973,274	-	973,274
Interest payable	-	7,817	7,817
Deposits	-	36,755	36,755
Accrued compensated absences	97,495	-	97,495
Landfill post-closure liability	92,778	-	92,778
Notes payable	769,232	419,858	1,189,090
Other current liabilities	3,992	-	3,992
Total current liabilities	4,002,081	514,864	4,516,945
Noncurrent liabilities			
Other post-employment benefit liability	732,000	-	732,000
Accrued compensated absences	723,492	-	723,492
Landfill post-closure costs	1,842,998	-	1,842,998
Notes payable	2,480,555	2,290,965	4,771,520
Total noncurrent liabilities	5,779,045	2,290,965	8,070,010
Total liabilities	\$ 9,781,126	\$ 2,805,829	\$ 12,586,955
NET POSITION			
Invested in capital assets, net of related debt	\$ 53,264,818	\$ 14,817,299	\$ 68,082,117
Restricted for:			
Debt Service Sinking Fund	394,474	24,487	418,961
Landfill closure	-	458,714	458,714
Public Safety	2,277,038	-	2,277,038
Capital projects	2,256,983	-	2,256,983
Other purposes	1,030,254	-	1,030,254
Unrestricted	104,522	536,627	641,149
Total net position	\$ 59,328,089	\$ 15,837,127	\$ 75,165,216

See notes to financial statements

WAKULLA COUNTY, FLORIDA

**STATEMENT OF ACTIVITIES
For the Fiscal Year Ended September 30, 2013**

	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
FUNCTIONS / PROGRAMS							
Governmental activities							
General Government	\$ 5,901,045	\$ 565,923	\$ -	\$ -	\$ (5,335,122)	\$ -	\$ (5,335,122)
Public Safety	15,320,152	5,401,054	85,320	-	(9,833,778)	-	(9,833,778)
Physical Environment	169,277	-	-	-	(169,277)	-	(169,277)
Transportation	3,379,228	28,596	-	805,190	(2,545,442)	-	(2,545,442)
Economic Environment	1,435,965	-	1,417,093	-	(18,872)	-	(18,872)
Human Services	703,830	7,861	18,500	-	(677,469)	-	(677,469)
Culture / Recreation	2,132,310	172,276	135,225	1,279,639	(545,170)	-	(545,170)
Court related	942,136	1,280,754	104,458	-	443,076	-	443,076
Interest on long-term debt	156,993	-	-	-	(156,993)	-	(156,993)
Total governmental activities:	30,140,936	7,456,464	1,760,596	2,084,829	(18,839,047)	-	(18,839,047)
Business-type activities							
Physical Environment	3,924,890	4,253,914	70,588	-	-	399,612	399,612
Interest on long-term debt	111,770	-	-	-	-	(111,770)	(111,770)
Total business-type activities:	4,036,660	4,253,914	70,588	-	-	287,842	287,842
Total government	\$ 34,177,596	\$ 11,710,378	\$ 1,831,184	\$ 2,084,829	\$ (18,839,047)	\$ 287,842	\$ (18,551,205)
General revenues							
Ad valorem taxes					8,756,255	-	8,756,255
Sales and use taxes					3,784,181	-	3,784,181
Public utility service tax					1,087,614	-	1,087,614
Communication service tax					870,885	-	870,885
Federal payments in lieu of tax					483,989	-	483,989
Shared intergovernmental revenues					5,045,931	-	5,045,931
Interest earnings					85,717	13,975	99,692
Miscellaneous					283,373	18,635	302,008
Gain (loss) on disposition of fixed assets					49,415	855	50,270
Debt Proceeds					-	-	-
Transfers					(88,074)	88,074	-
Total general revenue					20,359,286	121,539	20,480,825
Change in net position					1,520,239	409,381	1,929,620
Net position - beginning					57,807,850	15,427,746	73,235,596
Net position - ending					\$ 59,328,089	\$ 15,837,127	\$ 75,165,216

See notes to financial statements

WAKULLA COUNTY, FLORIDA

BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2013

	Special Revenue Funds				Capital Project Funds		Other Governmental Funds	Total
	General Fund	Fine & Forfeiture Fund	HUD Fund	SHIP Fund	One Cent Sales Tax Fund	Road Paving Fund		
ASSETS								
Current assets								
Cash and cash equivalents	\$ 1,971,039	\$ -	\$ 1,785	\$ 606,678	\$ 1,892,153	\$ -	\$ 4,365,885	\$ 8,837,540
Accounts receivable, net	678,512	-	968	-	-	-	208,799	888,279
Due from individuals	-	-	-	-	-	-	-	-
Due from agency funds	22,238	-	-	-	-	-	107,408	129,646
Due from other funds	1,402,617	1,198,350	-	-	220,107	-	155,333	2,976,407
Due from other governmental units	296,524	162,826	21,999	35,918	217,726	583,132	716,715	2,034,840
Inventories	-	-	-	-	-	-	53,349	53,349
Prepaid expenses	445,221	-	-	-	-	-	-	445,221
Other current assets	-	-	-	-	-	-	-	-
Total assets	\$ 4,816,151	\$ 1,361,176	\$ 24,752	\$ 642,596	\$ 2,329,986	\$ 583,132	\$ 5,607,489	\$ 15,365,282
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ 364,692	\$ -	\$ 6,838	\$ 11,250	\$ 316,280	\$ 537,746	\$ 170,134	\$ 1,406,940
Accrued liabilities	441,128	-	-	-	-	-	68,902	510,030
Due to individuals	650	-	-	-	-	-	-	650
Due to agency funds	-	-	-	-	-	-	-	-
Due to other funds	309,423	849,479	-	-	7,534	45,386	1,558,850	2,770,672
Due to other governmental units	68,831	-	-	-	-	-	78,859	147,690
Deferred inflows	70,694	-	-	506,346	-	-	396,234	973,274
Interest payable	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-
Other current liabilities	3,992	-	-	-	-	-	-	3,992
Total liabilities	\$ 1,259,410	\$ 849,479	\$ 6,838	\$ 517,596	\$ 323,814	\$ 583,132	\$ 2,272,979	\$ 5,813,248
Fund balances								
Nonspendable								
Inventories	-	-	-	-	-	-	53,349	53,349
Prepaid expenses	445,221	-	-	-	-	-	-	445,221
Restricted								
Restricted	614,963	-	17,914	125,000	2,006,172	-	2,453,368	5,217,417
Committed								
Committed	-	511,697	-	-	-	-	229,635	741,332
Assigned								
Assigned	683,020	-	-	-	-	-	598,158	1,281,178
Unassigned								
Unassigned	1,813,537	-	-	-	-	-	-	1,813,537
Total fund balances	3,556,741	511,697	17,914	125,000	2,006,172	-	3,334,510	9,552,034
Total liabilities and fund balances	\$ 4,816,151	\$ 1,361,176	\$ 24,752	\$ 642,596	\$ 2,329,986	\$ 583,132	\$ 5,607,489	

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: 56,514,605
2. Long-term liabilities are not due and payable and, therefore, are not reported in the funds:
 - a. Notes and capital leases (3,249,787)
 - b. Compensated absences and other post-employment benefits (1,552,987)
 - c. Estimated landfill closure and post-closure care costs (1,935,776)

Net assets of governmental activities: \$ 59,328,089

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, 2013

	Special Revenue Funds				Capital Project Funds		Other Governmental Funds	Total
	General Fund	Fine & Forfeiture Fund	HUD Fund	SHIP Fund	One Cent Sales Tax Fund	Road Paving Fund		
REVENUES								
Taxes	\$ 3,084,687	\$ 7,630,067	\$ -	\$ -	\$ 1,939,816	\$ -	\$ 1,844,365	\$ 14,498,935
Licenses, permits and special assessments	36,663	-	-	-	-	-	1,081,466	1,118,129
Intergovernmental	4,737,640	-	943,369	448,250	-	743,902	3,136,612	10,009,773
Charges for services	2,087,142	1,844,666	-	-	-	-	1,586,653	5,518,461
Fines and forfeitures	31,656	-	-	-	-	-	153,790	185,446
Miscellaneous	28,987	649	-	-	-	-	18,127	47,763
Interest	74,824	-	27	-	38	-	10,828	85,717
Total revenues	\$ 10,081,599	\$ 9,475,382	\$ 943,396	\$ 448,250	\$ 1,939,854	\$ 743,902	\$ 7,831,841	\$ 31,464,224
EXPENDITURES								
Current expenditures								
General government	\$ 5,381,843	\$ -	\$ -	\$ -	-	\$ -	\$ 216,379	5,598,222
Public safety	12,223,331	-	-	-	4,637	-	2,068,133	14,296,101
Physical environment	157,767	-	-	-	-	-	20,000	177,767
Transportation	3,995	-	-	-	376,228	-	1,650,647	2,030,870
Economic environment	35,786	-	1,090,925	323,250	-	-	175	1,450,136
Human services	628,951	-	-	-	-	-	37,428	666,379
Culture & recreation	712,424	-	-	-	925	-	1,246,374	1,959,723
Court related	55,000	-	-	-	-	-	890,378	945,378
Capital outlay expenditures								
General government	51,545	-	-	-	-	-	15,830	67,375
Public safety	152,463	-	-	-	173,225	-	563,830	889,518
Physical environment	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	743,902	145,997	889,899
Economic environment	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-
Culture & recreation	-	-	-	-	52,353	-	353,695	406,048
Court related	-	-	-	-	-	-	-	-
Debt service expenditures								
Principal	-	-	-	-	868,162	-	394,519	1,262,681
Interest	-	-	-	-	104,160	-	52,833	156,993
Total expenditures	\$ 19,403,105	\$ -	\$ 1,090,925	\$ 323,250	\$ 1,579,690	\$ 743,902	\$ 7,656,218	\$ 30,797,090
Excess of revenues over (under) expenditures:	\$ (9,321,506)	\$ 9,475,382	\$ (147,529)	\$ 125,000	\$ 360,164	\$ -	\$ 175,623	\$ 667,134
OTHER FINANCING SOURCES (USES)								
Sale of equipment	1,425	-	-	-	-	-	18,834	20,259
Debt proceeds	-	-	-	-	-	-	-	-
Transfers from the Board of County Commissioners	12,757,239	-	-	-	-	-	-	12,757,239
Interfund transfers in	272,528	1,062,342	-	125,000	-	-	687,107	2,146,977
Interfund transfers out	(3,127,069)	(10,110,056)	-	(125,000)	(214,106)	-	(1,416,059)	(14,992,290)
Total other financing sources (uses)	\$ 9,904,123	(9,047,714)	-	-	(214,106)	-	(710,118)	(67,815)
Net change in fund balances	582,617	427,668	(147,529)	125,000	146,058	-	(534,495)	599,319
Fund balances at beginning of year	2,974,124	84,029	165,443	-	1,860,114	-	3,869,005	8,952,715
Fund balances at end of year	\$ 3,556,741	\$ 511,697	\$ 17,914	\$ 125,000	\$ 2,006,172	\$ -	\$ 3,334,510	\$ 9,552,034

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, 2013**

Net change in fund balances - total governmental funds	\$	599,319
1. Amounts reported for governmental activities in the statement of activities are different because:		
- Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
- Capital outlay expenditures:	2,252,840	
- Plus contributed capital assets not purchased	235,810	
- Less current year depreciation expense:	(2,745,649)	(256,999)
2. The net gain recognized on disposition of fixed assets:		
		29,156
3. Repayment of debt principal are expenditures in the governmental funds but the repayment reduces long-term liabilities in the Statement of Net Assets.		
- Capital lease payments	121,312	
- Note principal payments:	1,141,169	1,262,481
4. 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:	(21,447)	
- Net change in other post-employment benefits payable:	(112,000)	
- Net change in landfill post-closure liability:	19,729	(113,718)
Change in net position of governmental activities:	\$	<u>1,520,239</u>

See notes to financial statements

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2013**

	<u>Sewer Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
ASSETS			
Current assets			
Cash and cash equivalents	\$ 414,376	\$ 470,640	\$ 885,016
Accounts receivable, net	162,168	8,654	170,822
Due from individuals	-	-	-
Due from agency funds	-	-	-
Due from other funds	-	8,685	8,685
Due from other governmental units	48,606	1,055	49,661
Inventories	-	-	-
Prepaid expenses	-	-	-
Other current assets	650	-	650
Total current assets	<u>625,800</u>	<u>489,034</u>	<u>1,114,834</u>
Noncurrent assets			
Capital assets - net	17,459,668	68,454	17,528,122
Total noncurrent assets	<u>17,459,668</u>	<u>68,454</u>	<u>17,528,122</u>
Total assets:	<u>\$ 18,085,468</u>	<u>\$ 557,488</u>	<u>\$ 18,642,956</u>
LIABILITIES			
Current liabilities			
Accounts payable	\$ 30,787	\$ 19,647	\$ 50,434
Accrued liabilities	-	-	-
Due to individuals	-	-	-
Due to agency funds	-	-	-
Due to other funds	-	-	-
Due to other governmental units	-	-	-
Deferred inflows	-	-	-
Interest payable	7,817	-	7,817
Customer deposits	36,755	-	36,755
Accrued compensated absences	-	-	-
Landfill post-closure liability	-	-	-
Capital leases payable	-	-	-
Notes payable	419,858	-	419,858
Other current liabilities	-	-	-
Total current liabilities	<u>495,217</u>	<u>19,647</u>	<u>514,864</u>
Noncurrent liabilities			
Other post-employment benefit liability	-	-	-
Accrued compensated absences	-	-	-
Landfill post-closure liability	-	-	-
Capital leases payable	-	-	-
Notes payable	2,290,965	-	2,290,965
Total noncurrent liabilities	<u>2,290,965</u>	<u>-</u>	<u>2,290,965</u>
Total liabilities	<u>\$ 2,786,182</u>	<u>\$ 19,647</u>	<u>\$ 2,805,829</u>
NET POSITION			
Invested in capital assets - net	14,748,845	68,454	14,817,299
Restricted for:			
Inventories	-	-	-
Prepaid Expenses	-	-	-
Deposits held	-	-	-
Debt Service Sinking Fund	24,487	-	24,487
Landfill closure	-	458,714	458,714
Unrestricted	525,954	10,673	536,627
Total net position	<u>\$ 15,299,286</u>	<u>\$ 537,841</u>	<u>\$ 15,837,127</u>

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, 2013

	<u>Sewer Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
Operating revenues			
Special Assessments	\$ -	\$ 2,281,467	\$ 2,281,467
Charges for services	1,972,447	-	1,972,447
Operating grants	-	70,588	70,588
Miscellaneous	304	18,331	18,635
Total operating revenues	<u>1,972,751</u>	<u>2,370,386</u>	<u>4,343,137</u>
Operating expenses			
Materials, supplies and other	904,429	2,344,327	3,248,756
Depreciation and amortization	647,037	29,097	676,134
Total operating expenses	<u>1,551,466</u>	<u>2,373,424</u>	<u>3,924,890</u>
Operating profit (loss)	<u>\$ 421,285</u>	<u>\$ (3,038)</u>	<u>\$ 418,247</u>
Non-operating revenues (expenses)			
Capital grants and contributions	-	-	-
Interest and other non-operating	1,464	12,511	13,975
Gain (Loss) on disposal of assets	855	-	855
Interest expense	(111,770)	-	(111,770)
Total non-operating revenues (expenses)	<u>(109,451)</u>	<u>12,511</u>	<u>(96,940)</u>
Net income (loss) before transfers	<u>\$ 311,834</u>	<u>\$ 9,473</u>	<u>\$ 321,307</u>
Transfer activity			
Debt proceeds	-	-	-
Operating transfers in	662,844	601,219	1,264,063
Operating transfers out	(662,844)	(513,145)	(1,175,989)
Net transfer activity	<u>-</u>	<u>88,074</u>	<u>88,074</u>
Change in net position	<u>311,834</u>	<u>97,547</u>	<u>409,381</u>
Total net position, beginning of year	<u>14,987,452</u>	<u>440,294</u>	<u>15,427,746</u>
Total net position, end of year	<u>\$ 15,299,286</u>	<u>\$ 537,841</u>	<u>\$ 15,837,127</u>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

For the Fiscal Year Ended September 30, 2013

	<u>Sewer Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
Cash flows from operating activities			
Cash received from customers and others	\$ 1,965,661	\$ 2,364,578	\$ 4,330,239
Cash paid to suppliers	(899,083)	(2,350,200)	(3,249,283)
Net cash provided by (used in) operating activities	1,066,578	14,378	1,080,956
Cash flows from non-capital financing activities			
Cash operating loans from (to) other funds	(28,573)	1,912	(26,661)
Net cash provided by (used in) non-capital financing activities	(28,573)	1,912	(26,661)
Cash flows from capital and related financing activities			
Capital interfund transfers, net	-	88,074	88,074
Proceeds of long-term debt	73,688	-	73,688
Principal payments on long-term debt	(392,211)	-	(392,211)
Removal of capital assets net of depreciation	-	-	-
Acquisition and construction of capital assets, net	(202,617)	(15,900)	(218,517)
Interest paid	(103,953)	-	(103,953)
Net cash provided by (used in) capital and related financing activities	(625,093)	72,174	(552,919)
Cash flows from investing activities			
Interest and other non-operating revenues	1,464	12,511	13,975
Net cash provided by investing activities	1,464	12,511	13,975
Net increase (decrease) in cash and cash equivalents	414,376	100,975	515,351
Cash and cash equivalents, beginning of year	-	369,665	369,665
Cash and cash equivalents, end of year	\$ 414,376	\$ 470,640	\$ 885,016
Reconciliation of operating loss to net cash provided by (used in) operating activities			
Operating profit (loss)	\$ 421,285	\$ (3,038)	\$ 418,247
Adjustments to reconcile operating profit (loss) to net cash provided by (used in) operating activities			
Depreciation	647,037	29,097	676,134
(Increase) / decrease in assets			
Accounts receivable	(15,430)	(4,754)	(20,184)
Inventories	-	-	-
Other current assets	100	-	100
Accounts payable and accrued expenses	5,769	(5,872)	(103)
Due to other governmental units	(843)	(1,055)	(1,898)
Deposits	8,660	-	8,660
Total adjustments	645,293	17,416	662,709
Net cash provided by (used in) operating activities	\$ 1,066,578	\$ 14,378	\$ 1,080,956

See notes to financial statements

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

STATEMENT OF FIDUCIARY NET POSITION -
AGENCY FUNDS
September 30, 2013

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	\$ 1,058,639
Accounts receivable, net	-
Due from individuals	104
Due from agency funds	-
Due from other funds	-
Due from other governmental units	5,336
Inventories	-
Prepaid expenses	-
Other current assets	-
Total assets	<u>\$ 1,064,079</u>
LIABILITIES	
Accounts payable	\$ 2,315
Accrued liabilities	-
Due to individuals	247,920
Due to agency funds	60,259
Due to other funds	283,807
Due to other governmental units	440,815
Deferred revenues	-
Interest payable	-
Other current liabilities	28,963
Total liabilities	<u>\$ 1,064,079</u>

See notes to financial statements

WAKULLA COUNTY, FLORIDA

NOTES TO FINANCIAL STATEMENTS

September 30, 2013

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 *vi* 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 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. 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.
- Fine & Forfeiture Fund – The Fine & Forfeiture Fund accounts for the transactions relating to the Sheriff’s Office primary operations: Courthouse Security, Emergency Management, Law Enforcement and Corrections.
- Housing Assistance Fund – The Housing Assistance Fund accounts for transactions relating to the County’s Department of Housing & Urban Development (HUD), Housing Choice Vouchers rental assistance program.
- 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.
- 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, public facilities, public safety infrastructure and equipment and park and recreational facilities.
- Road Paving Fund – The Road Paving Fund accounts for the transactions related to road paving projects within the County. Funding of these projects is provided from grants and other resources.

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.

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, 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

Deferred inflows reported in government-wide financial statements primarily represent unearned revenues. The deferred revenues will be recognized as revenue in the fiscal year in which they are earned in accordance with the accrual basis of accounting. Deferred inflows 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 deferred inflows.

9. 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.

10. 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, 2013.

11. 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 are recognized in the General Fund of the County (see Note 18, pg. 66-67).

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 (\$9,552,034) differs from “net position” of governmental activities (\$59,328,089) 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, page 48-50):

Cost of capital assets	\$90,404,777
Accumulated depreciation	<u>(33,890,172)</u>
Total	\$56,514,605

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, page 53-56):

Notes payable	\$3,249,787
Estimated landfill closure / long-term care costs	1,935,776
Compensated absences	820,987
Other post-employment benefit (OPEB) liability	<u>732,000</u>
Total	\$6,738,550

3. Inter-fund receivables/payables activity

Activity involving inter-fund receivables and payables in the amount of \$2,770,672 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

	<u>Total Governmental Funds</u>	<u>Capital Related Activity</u>	<u>Long-Term Debt Activity</u>	<u>Interfund Receivables / Payables Activity</u>	<u>Statement of Net Position</u>
ASSETS					
Cash and cash equivalents	\$ 8,837,540	\$ -	\$ -	\$ -	\$ 8,837,540
Accounts receivable, net	888,279	-	-	-	888,279
Due from individuals	-	-	-	-	-
Due from fiduciary funds	129,646	-	-	214,420	344,066
Due from other funds	2,976,407	-	-	(2,976,407)	-
Internal balances	-	-	-	(8,685)	(8,685)
Due from other governmental units	2,034,840	-	-	-	2,034,840
Inventories	53,349	-	-	-	53,349
Prepaid expenses	445,221	-	-	-	445,221
Other current assets	-	-	-	-	-
Capital assets, net	-	56,514,605	-	-	56,514,605
Total assets	<u>\$ 15,365,282</u>	<u>\$ 56,514,605</u>	<u>\$ -</u>	<u>\$ (2,770,672)</u>	<u>\$ 69,109,215</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 1,406,940	\$ -	\$ -	\$ -	\$ 1,406,940
Accrued liabilities	510,030	-	732,000	-	1,242,030
Due to individuals	650	-	-	-	650
Due to agency funds	-	-	-	-	-
Due to other funds	2,770,672	-	-	(2,770,672)	-
Due to other governmental units	147,690	-	-	-	147,690
Deferred revenue	973,274	-	-	-	973,274
Interest payable	-	-	-	-	-
Deposits	-	-	-	-	-
Accrued compensated absences	-	-	820,987	-	820,987
Landfill closure and post-closure care	-	-	1,935,776	-	1,935,776
Capital leases payable	-	-	-	-	-
Notes payable	-	-	3,249,787	-	3,249,787
Other current liabilities	3,992	-	-	-	3,992
Total Liabilities	<u>5,813,248</u>	<u>-</u>	<u>6,738,550</u>	<u>(2,770,672)</u>	<u>9,781,126</u>
Fund balances / net position	<u>\$ 9,552,034</u>	<u>\$ 56,514,605</u>	<u>\$ (6,738,550)</u>	<u>\$ -</u>	<u>\$ 59,328,089</u>
Total liabilities and fund balances / net position	<u>\$ 15,365,282</u>	<u>\$ 56,514,605</u>	<u>\$ -</u>	<u>\$ (2,770,672)</u>	<u>\$ 69,109,215</u>

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

The “net change in fund balances” for governmental funds of \$599,319 differs from the “change in net position” for governmental activities of \$1,520,239 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 (see page 24):

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 State 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, pg. 49-50).

Capital outlay additions	\$2,488,650
Depreciation expense	(2,745,649)
Gain on disposition of fixed assets	<u>29,156</u>
Total	\$(227,843)

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 10c, pg. 57).

Debt principal payments	\$1,262,481
-------------------------	-------------

Some expenses reported in the Statement of Activities do not require the use of current financial resources, therefore, are not reported as expenditures in the governmental funds.

Net change in compensated absences	\$ (21,447)
Net change in other post-employment benefits liability	(112,000)
Net change in estimated landfill post-closure liability	<u>19,729</u>
Total	\$(113,718)

3. Inter-fund receivables/payables activity

Transfers in and transfers out in the amount of \$12,614,560 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	Interfund Receivables / Payables Activity	Statement of Activities
REVENUES						
Taxes	\$ 14,498,935	\$ -	\$ -	\$ -	\$ -	\$ 14,498,935
Licenses, permits and special assessments	1,118,129	-	-	-	-	1,118,129
Intergovernmental	10,009,773	-	-	-	-	10,009,773
Charges for services	5,518,461	-	-	-	-	5,518,461
Fines and forfeitures	185,446	-	-	-	-	185,446
Miscellaneous	47,763	-	(200)	-	-	47,563
Interest	85,717	-	-	-	-	85,717
Total revenues	\$ 31,464,224	\$ -	\$ (200)	\$ -	\$ -	\$ 31,464,024
EXPENDITURES						
Current Expenditures						
General government	\$ 5,598,222	\$ 232,471	\$ -	\$ 70,352	\$ -	\$ 5,901,045
Public Safety	14,296,101	978,096	-	45,955	-	15,320,152
Physical Environment	177,767	11,239	(19,729)	-	-	169,277
Transportation	2,030,870	1,348,358	-	-	-	3,379,228
Economic Environment	1,450,136	9,547	-	(23,718)	-	1,435,965
Human Services	666,379	37,451	-	-	-	703,830
Culture and recreation	1,959,723	128,487	-	44,100	-	2,132,310
Court related	945,378	-	-	(3,242)	-	942,136
Capital Outlay						
General government	67,375	(67,375)	-	-	-	-
Public Safety	889,518	(889,518)	-	-	-	-
Physical Environment	-	-	-	-	-	-
Transportation	889,899	(889,899)	-	-	-	-
Economic Environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture and recreation	406,048	(406,048)	-	-	-	-
Court related	-	-	-	-	-	-
Debt Service						
Principal	1,262,681	-	(1,262,681)	-	-	-
Interest	156,993	-	-	-	-	156,993
Total Expenditures	\$ 30,797,090	\$ 492,809	\$ (1,282,410)	\$ 133,447	\$ -	\$ 30,140,936
Excess of revenue over (under) expenditures	\$ 667,134	\$ (492,809)	\$ 1,282,210	\$ (133,447)	\$ -	\$ 1,323,088
OTHER FINANCING SOURCES (USES)						
Gain (loss) on disposal of fixed assets	20,259	29,156	-	-	-	49,415
Contributed capital assets	-	235,810	-	-	-	235,810
Debt proceeds	-	-	-	-	-	-
Transfers from the Board of County Commissioners	12,757,239	-	-	-	(12,614,560)	142,679
Interfund transfers in	2,146,977	-	-	-	-	2,146,977
Interfund transfers out	(14,992,290)	-	-	-	12,614,560	(2,377,730)
Total other financing sources (uses)	\$ (67,815)	\$ 264,966	\$ -	\$ -	\$ -	\$ 197,151
Net change in fund balance	\$ 599,319	\$ (227,843)	\$ 1,282,210	\$ (133,447)	\$ -	\$ 1,520,239
Fund balances at beginning of year	\$ 8,952,715	\$ 56,742,448	\$ (6,467,773)	\$ (1,419,540)	\$ -	\$ 57,807,850
Fund balances at end of year	\$ 9,552,034	\$ 56,514,605	\$ (5,185,563)	\$ (1,552,987)	\$ -	\$ 59,328,089

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 to submit their proposed budgets to the County by June 1. Budget staff requests their budgets be submitted one month early (May 1) in order 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 12-51 established the originally adopted County-wide budget of \$42,431,535. 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 80 budget amendments and 19 budget resolutions subsequent to the originally adopted budget. The adopted and final budget by fund for the Board of County Commissioners is below:

Fund	Resolution 12-51 2012-2013 Original Budget	2012-2013 Final Budget	Budget Amendment Increase (Decrease)
General Fund	\$ 9,042,020	\$ 9,044,020	\$ 2,000
Building Fund	325,266	325,266	-
Total General Fund	9,367,286	9,369,286	2,000
Major Funds			
Fine & Forfeiture Fund	10,360,056	10,360,056	-
Housing Grant	846,425	1,038,494	192,069
SHIP Grant	538,687	1,366,102	827,415
One Cent Sales Tax	3,195,860	3,195,860	-
Road Paving Grant	2,182,680	2,325,638	142,958
Total Major Funds	17,123,708	18,286,150	1,162,442
Other Governmental Funds			
Airport Improvement	75,000	78,391	3,391
Boating Improvement	60,000	60,000	-
BP Restore Act	100,000	100,000	-
Court Fees	407,267	407,267	-
Crime Prevention	154,138	154,138	-
E911 Surcharge	280,548	280,548	-
EMS Grant	-	9,472	9,472
FEMA	1,000,000	1,000,000	-
Industrial Development Authority	-	-	-
JAG Grant	-	33,892	33,892
MSBU Fire	2,474,042	2,474,042	-
Mosquito Control	66,076	66,076	-
Ochlockonee Bay Bike Trail	1,764,274	1,127,500	(636,774)
Recreation Fee Fund	91,000	91,000	-
Road & Bridge Operating	1,996,374	1,996,374	-
Tourist Development	249,940	699,919	449,979
Capital Projects	510,868	492,169	(18,699)
Impact Fees	717,545	711,553	(5,992)
Total Other Governmental Funds	9,947,072	9,782,341	(164,731)
Enterprise Funds			
Sewer	1,941,851	2,172,559	230,708
Solid Waste	4,051,518	4,560,518	509,000
Total Enterprise Funds	5,993,369	6,733,077	739,708
Total County-wide Budget	\$ 42,431,435	\$ 44,170,854	\$ 1,739,419

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.

1. Deposits

At the fiscal year end, the carrying amount of the County's bank deposits was \$10,781,195. 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, 2013 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*.

2. 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, 2013 consist of amounts placed with the State Board of Administration for participation in the Local Government Surplus Funds Trust Fund and the

Fund B Surplus Funds Trust Fund (Fund B) investment pools and those made locally with various qualified banking institutions. The local investments in qualified banking institutions operate under the guidelines established by Section 218.415, Florida Statutes.

The Local Government Surplus Funds Trust Fund and the Fund B Surplus Funds Trust Fund were created by Section 218.405, Florida Statutes. On December 4, 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’s investments in the Pool, as of September 30, 2013, are similar to money market funds in which shares are reported at fair value, which is amortized cost.

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 pool with a fair value factor of 1.13262284 at September 30, 2013. 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 schedule of investments in the Local Government Surplus Funds Trust Fund and the Fund B Surplus Funds Trust Fund at September 30, 2013 were:

<u>Investment</u>	<u>Maturities</u>	<u>Fair Value</u>
State Board of Administration Local Government Surplus Funds Trust Fund Investment Pool	44 Day Average (WAM)	\$ 32
State Board of Administration Fund B Surplus Funds Trust Fund	4.04 Year Average (WAL)	<u>63,029</u>
	Total Fair Value	<u>\$ 63,061</u>

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.

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 maturity of the State Board of Administration Local Government Investment Pool is based on the weighted average of days to maturity (WAM). A portfolio's WAM reflects the average maturity in days based on final maturity or reset date in the case of floating rate instruments. WAM measures the sensitivity of the portfolio to interest rate changes.

The maturity of the State Board of Administration Fund B Surplus Funds Trust Fund is based on the weighted average life (WAL). A portfolio's WAL is the dollar weighted average length of time until securities held reach maturity. WAL is based on legal final maturity dates as of September 30, 2013. Due to the nature of Fund B consisting of restructured or defaulted securities, there is considerable uncertainty regarding the weighted average life.

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, 2013, the County's investment in the Local Government Surplus Funds Trust Fund Investment Pool is rated AAAM by Standard & Poors. The Fund B Surplus Funds Trust Fund is unrated. The County's investments in Certificates of Deposit and two money market accounts are in qualified public depositories.

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 investment are in held in instruments which provide little to no exposure to concentration risk.

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.

3. Legal and Contractual Obligations

As of September 30, 2013, there were no legal or contractual obligations regarding deposits and investments except as described in Note 17, pg. 66.

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 2012-2013 fiscal year were levied in October 2012 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 12-50 established the 2012-2013 millage rate of 8.5000 mills which was 3.80% less than the roll back rate of 8.8354 mills.

NOTE 6. CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2013 was as follows:

Wakulla County
Capital Asset Activity
For the year ended September 30, 2013

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reclassifications / Deletions</u>	<u>Ending Balance</u>
Governmental Activities:				
Land	\$ 5,569,458	\$ -	\$ -	\$ 5,569,458
Construction in process	95,020	718,701	-	813,721
Buildings and improvements	23,646,972	-	(65,012)	23,581,960
Furniture and equipment - County	7,089,064	592,367	758,987	8,440,418
Furniture and equipment - Sheriff	5,537,469	525,732	(408,538)	5,654,663
Infrastructure	45,677,206	667,351	-	46,344,557
Total capital assets	<u>87,615,189</u>	<u>2,504,151</u>	<u>285,437</u>	<u>90,404,777</u>
Less accumulated depreciation				
Buildings and improvements	(10,565,077)	(537,611)	58,811	(11,043,877)
Furniture and equipment - County	(5,868,692)	(474,175)	(739,131)	(7,081,998)
Furniture and equipment - Sheriff	(4,133,272)	(575,249)	408,538	(4,299,983)
Infrastructure	(10,305,700)	(1,158,614)	-	(11,464,314)
Total accumulated depreciation	<u>(30,872,741)</u>	<u>(2,745,649)</u>	<u>(271,782)</u>	<u>(33,890,172)</u>
Governmental activities capital assets, net of depreciation	<u>\$ 56,742,448</u>	<u>\$ (241,498)</u>	<u>\$ 13,655</u>	<u>\$ 56,514,605</u>
Business-type activities:				
Sewer - Land	\$ 356,780	\$ -	\$ -	\$ 356,780
Landfill - Land	12,715	-	-	12,715
Construction in process	1,008,132	-	(1,008,132)	-
Sewer system and improvements	21,996,506	1,188,158	-	23,184,664
Sewer Equipment	476,765	48,360	14,619	539,744
Water system	1,073,859	-	-	1,073,859
Landfill system and improvements	81,087	-	-	81,087
Landfill Equipment	103,567	-	3,902	107,469
Total capital assets	<u>25,109,411</u>	<u>1,236,518</u>	<u>(989,611)</u>	<u>25,356,318</u>
Less accumulated depreciation				
Sewer system and improvements	(6,276,716)	(592,990)	-	(6,869,706)
Sewer Equipment	(384,224)	(54,047)	(11,998)	(450,269)
Water system	(347,870)	(27,535)	-	(375,405)
Landfill system and improvements	(45,504)	(2,079)	-	(47,583)
Landfill Equipment	(70,214)	(27,017)	11,998	(85,233)
Total accumulated depreciation	<u>(7,124,528)</u>	<u>(703,668)</u>	<u>-</u>	<u>(7,828,196)</u>
Business-type activities capital assets, net of depreciation	<u>\$ 17,984,883</u>	<u>\$ 532,850</u>	<u>\$ (989,611)</u>	<u>\$ 17,528,122</u>
Total Government-wide capital assets, net of depreciation	<u>\$ 74,727,331</u>	<u>\$ 291,352</u>	<u>\$ (975,956)</u>	<u>\$ 74,042,727</u>

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

	FY 2012 - 2013
	<u>Depreciation Expense</u>
Governmental activities:	
General Government	\$ 232,471.00
Public Safety	978,096
Physical Environment	11,239
Transportation	1,348,358
Economic Environment	9,547
Human Services	37,451
Culture & Recreation	128,487
Court-related	-
Total governmental activities depreciation	<u>\$ 2,745,649</u>
Business-type activities	
Physical Environment	\$ 703,668
Total business-type activities depreciation	<u>\$ 703,668</u>
Total government-wide depreciation	<u>\$ 3,449,317</u>

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, 2013 consisted of the following:

	Transfers In							Total
	Governmental Funds				Enterprise Funds			
	General Fund	Fine & Forfeiture	SHIP	One Cent Sales Tax	Nonmajor Governmental Funds	Sewer Fund	Solid Waste Fund	
Transfers Out:	\$ (3,127,069)	\$ (10,110,056)	\$ (125,000)	\$ (214,106)	\$ (1,416,059)	\$ (662,844)	\$ (513,145)	\$ (16,168,279)
General Fund	13,029,767	-	-	-	-	-	-	13,029,767
Fine & Forfeiture Fund	-	1,062,342	-	-	-	-	-	1,062,342
SHIP Fund	-	-	125,000	-	-	-	-	125,000
Non-Major								
Governmental Funds	-	-	-	-	687,107	-	-	687,107
Sewer Fund	-	-	-	-	-	662,844	-	662,844
Solid Waste Fund	-	-	-	-	-	-	601,219	601,219
Net transfers in (out):	<u>\$ 9,902,698</u>	<u>\$ (9,047,714)</u>	<u>\$ -</u>	<u>\$ (214,106)</u>	<u>\$ (728,952)</u>	<u>\$ -</u>	<u>\$ 88,074</u>	<u>\$ -</u>

NOTE 8. INTER-FUND RECEIVABLES AND PAYABLES

The inter-fund balances as of September 30, 2013 were:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Governmental activities:		
General Fund	\$ 1,424,855	\$ 309,423
Fine & Forfeiture	1,198,350	849,479
One Cent Sales Tax	220,107	7,534
Road Paving Grant	-	45,386
Airport Grant	-	55,771
Boating Improvement Fund	1,442	-
BP Restore Act	-	25,474
Court Fees Fund	26,750	20,156
Crime Prevention Fund	4,676	20,872
E911 Fund	36,392	-
O.B.B.T. Grant	704	118,950
Road Department	17,706	-
Clerk Records Modernization Trust Fund	6,414	-
Clerk State Court Fund	50,922	-
Property Appraiser Special Assessment Fund	-	6,536
Sheriff Bulletproof Vests	-	2,614
Sheriff Civil Citation	-	285
Sheriff COPS Hiring	-	27,343
Sheriff Crime Prevention	8,145	8,145
Sheriff DOT Software	-	3,500
Sheriff DOT Speed	-	105,680
Sheriff EMPA	-	72,036
Sheriff EMPG	-	28,900
Sheriff Firing Range	-	402
Sheriff Homeland Security	-	23,000
Sheriff Housing Trust	33,177	944,153
Sheriff Inmate Welfare	34,007	-
Sheriff JAG/ Byrne	-	4,644
Sheriff Litter Control Parks & Recreation	8,042	6,406
Sheriff Litter Control Transfield	-	6,891
Sheriff Moving Violations	11,646	11,646
Sheriff School Resource Officer	-	23,916
Sheriff US Forestry	1,313	1,803
Sheriff US Marshals	4,645	8,407
Sheriff VOCA	-	14,560
Sheriff 1 Cent Sales Tax	7,534	7,534
Sheriff \$2 Training Fund	9,226	9,226
Total governmental activities:	\$ 3,106,053	\$ 2,770,672
Business-type activities:		
Sewer	\$ -	\$ -
Solid Waste	8,685	-
Total business-type activities:	\$ 8,685	\$ -
Agency activities:		
Clerk Agency	\$ -	\$ 88,902
Sheriff Individual Depository	-	186,864
Sheriff Inmate Trust	-	10,937
Sheriff Suspense	-	644
Tax Collector Boating	-	19,954
Tax Collector Delinquent Tax	-	18,009
Tax Collector Tag	-	11,220
Tax Collector Tax	-	7,536
Total agency activities:	\$ -	\$ 344,066
Total government-wide activities:	\$ 3,114,738	\$ 3,114,738

NOTE 9. RECEIVABLE AND PAYABLE BALANCES

A. Receivables

Receivables at September 30, 2013 consisted of:

	<u>Accounts Receivable</u>	<u>Due from Other Governments</u>	<u>Total Receivables</u>
Governmental activities:			
General Fund	\$ 678,512	\$ 296,524	\$ 975,036
Fine & Forfeiture Fund	-	162,826	162,826
HUD Grant	968	21,999	22,967
SHIP Grant	-	35,918	35,918
One Cent Sales Tax Fund	-	217,726	217,726
Road Paving Grant	-	583,132	583,132
Airport Grant	-	61,288	61,288
BP Restore Act	-	25,474	25,474
Court Fees Fund	-	1,420	1,420
JAG Grant	-	6,110	6,110
M.S.B.U. Fire Department Fund	162	-	162
O.B.B.T. Grant	-	118,246	118,246
Road Department	208,631	121,701	330,332
Tourist Development Fund	-	28,368	28,368
Clerk Child Support Grant	-	17,011	17,011
Clerk F.D.L.E. Grant	-	2,900	2,900
Property Appraiser Special Assessment Fund	6	-	6
Sheriff Bulletproof Vests	-	2,614	2,614
Sheriff Civil Citation	-	285	285
Sheriff COPS Hiring	-	27,343	27,343
Sheriff DOT Software	-	3,500	3,500
Sheriff DOT Speed	-	105,680	105,680
Sheriff EMPA	-	72,500	72,500
Sheriff EMPG	-	28,900	28,900
Sheriff Homeland Security	-	23,000	23,000
Sheriff JAG/ Byrne	-	6,110	6,110
Sheriff Litter Control Transfield	-	7,482	7,482
Sheriff School Resource Officer	-	32,721	32,721
Sheriff US Forestry	-	490	490
Sheriff US Marshals	-	4,547	4,547
Sheriff VOCA	-	19,025	19,025
Total governmental activities:	<u>\$ 888,279</u>	<u>\$ 2,034,840</u>	<u>\$2,923,119</u>
Business-type activities:			
Sewer Fund	\$ 162,168	\$ 48,606	\$ 210,774
Solid Waste Fund	8,654	1,055	9,709
Total business-type activities:	<u>\$ 170,822</u>	<u>\$ 49,661</u>	<u>\$ 220,483</u>
Total government-wide activities:	<u>\$1,059,101</u>	<u>\$ 2,084,501</u>	<u>\$3,143,602</u>

B. Payables

Payables at September 30, 2013 consisted of:

	<u>Vendors</u>	<u>Payroll & Other Liabilities</u>	<u>Due to Other Governmental Units</u>	<u>Total Payables</u>
Governmental activities:				
General Fund	\$ 364,692	\$ 441,128	\$ 68,831	\$ 874,651
HUD Grant	6,838	-	-	6,838
SHIP Grant	11,250	-	-	11,250
One Cent Sales Tax Fund	316,280	-	-	316,280
Road Paving Grant	537,746	-	-	537,746
Airport Grant	5,517	-	-	5,517
Boating Improvement Fund	5,288	-	-	5,288
Court Fees Fund	3,282	1,169	28,027	32,478
Crime Prevention Fund	32	-	-	32
EMS Grant	-	-	7	7
FEMA Grant	950	-	-	950
JAG Grant	-	-	6,110	6,110
M.S.B.U. Fire Department Fund	44,923	10,416	-	55,339
Recreation Fee Fund	13,207	-	-	13,207
Road Department	82,498	-	-	82,498
Tourist Development Fund	7,891	-	-	7,891
Impact Fee Fund	2,788	-	-	2,788
Clerk Child Support Grant	680	422	-	1,102
Clerk Records Modernization Trust Fund	419	2,593	-	3,012
Clerk State Court Fund	2,094	36,655	44,715	83,464
Sheriff EMPA	464	-	-	464
Sheriff JAG/ Byrne	-	1,466	-	1,466
Sheriff Litter Control Parks & Recreation	-	1,636	-	1,636
Sheriff Litter Control Transfield	-	591	-	591
Sheriff School Resource Officer	101	8,704	-	8,805
Sheriff US Marshals	-	785	-	785
Sheriff VOCA	-	4,465	-	4,465
Total governmental activities:	<u>\$1,406,940</u>	<u>\$ 510,030</u>	<u>\$ 147,690</u>	<u>\$2,064,660</u>
Business-type activities:				
Sewer Fund	\$ 30,787	\$ -	\$ -	\$ 30,787
Solid Waste Fund	19,647	-	-	19,647
Total business-type activities:	<u>\$ 50,434</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,434</u>
Total government-wide activities:	<u>\$1,457,374</u>	<u>\$ 510,030</u>	<u>\$ 147,690</u>	<u>\$2,115,094</u>

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 proceeds of the constitutional gas tax and all

other general non-ad-valorem revenues of the County. The loan is payable in monthly principal installments of \$27,599 plus interest at 3.61% through 2014. The scheduled payment of principal and interest on this note payable are as follows:

Year Ending September 30,	Principal	Interest	Total
2014	\$ 107,421	\$ 794	\$ 108,215
Total	\$ 107,421	\$ 794	\$ 108,215

- b. The County has another note with Bank of America which was also utilized for road paving improvements. This loan is collateralized by 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
2014	\$ 338,028	\$ 36,048	\$ 374,076
2015	338,028	23,135	361,163
2016	338,028	10,217	348,245
2017	84,510	544	85,054
Total	\$ 1,098,594	\$ 69,944	\$ 1,168,538

- c. The County has a note with Centennial Bank which was utilized for road paving improvements. The loan is collateralized by special assessments charged directly to property owners. 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
2014	\$ 27,202	\$ 7,492	\$ 34,694
2015	28,970	5,724	34,694
2016	30,853	3,841	34,694
2017	28,443	1,836	30,279
Total	\$ 115,468	\$ 18,893	\$ 134,361

- d. The County has another note with Centennial Bank which was utilized to reroof Crawfordville Station 8 fire station. The loan is collateralized by non-ad valorem revenues of the County's Municipal Services Benefit Unit. The loan was payable in annual principal installments of \$40,000 plus interest at 3.965% through 2016 but this loan was fully paid in the current year.
- e. The County has note with Hancock Bank which was utilized to partially fund Courthouse renovations. This loan is collateralized by 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
2014	\$ 205,685	\$ 37,309	\$ 242,994
2015	212,658	30,336	242,994
2016	219,867	23,127	242,994
2017	227,320	15,674	242,994
2018	235,026	7,968	242,994
Total	\$ 1,100,556	\$ 114,414	\$ 1,214,970

- f. The County has another note with Hancock Bank which was utilized to fund the final Courthouse renovations. This loan is collateralized by 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
2014	\$ 90,896	\$ 30,378	\$ 121,274
2015	94,231	27,043	121,274
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	116,979	4,295	121,274
Total	\$ 827,748	\$ 142,444	\$ 970,192

2. Capital Leases

The County has entered into the following lease agreements as lessee for various equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

- a. Purchase of five motor graders costing a total of \$885,510 with \$500,000 paid down. The terms of the agreement call for annual payments of \$101,921 to John Deere Credit including interest at 2.95%. This lease was fully paid in the current year.
- b. Purchase of fire apparatus costing \$181,989 payable in ten annual installments of \$23,443 to Oshkosh Capital including interest of 4.89%. This lease was fully paid in the current year.

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 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
2014	\$ 376,593	\$ 63,094	\$ 439,687
2015	395,295	47,164	442,459
2016	414,822	30,531	445,353
2017	435,526	8,150	443,676
2018	74,659	5,132	79,791
Total	<u>\$ 1,696,895</u>	<u>\$ 154,071</u>	<u>\$ 1,850,966</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 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
2014	\$ 43,266	\$ 26,433	\$ 69,699
2015	44,411	25,288	69,699
2016	45,587	24,112	69,699
2017	46,793	22,906	69,699
2018	48,032	21,667	69,699
2019 - 2023	259,921	88,573	348,494
2024 - 2028	296,195	52,299	348,494
2029 - 2032	229,723	12,340	242,063
Total	<u>\$ 1,013,928</u>	<u>\$ 273,618</u>	<u>\$ 1,287,546</u>

C. Changes in long-term liabilities

Long-term liability activity for the year ended September 30, 2013 was as follows:

	Beginning Balance	Additions	Reductions	Adjustments	Ending Balance	Due Within One Year
Governmental Activities						
Capital leases	\$ 121,312	\$ -	\$ (121,312)	\$ -	\$ -	\$ -
Notes payable	4,390,956	-	(1,141,369)	200	3,249,787	769,232
Compensated absences	799,540	21,447	-	-	820,987	97,495
OPEB payable	620,000	105,000	-	7,000	732,000	-
Estimated liability for Landfill closure and post-closure cost	1,955,505	19,961	(39,690)	-	1,935,776	92,778
Total governmental activities	<u>\$ 7,887,313</u>	<u>\$ 146,408</u>	<u>\$ (1,302,371)</u>	<u>\$ 7,200</u>	<u>\$ 6,738,550</u>	<u>\$ 959,505</u>
Business-type Activities						
Notes payable	\$ 3,029,346	\$ 73,688	\$ (385,079)	\$ (7,132)	\$ 2,710,823	\$ 419,858
Total business-type activities	<u>\$ 3,029,346</u>	<u>\$ 73,688</u>	<u>\$ (385,079)</u>	<u>\$ (7,132)</u>	<u>\$ 2,710,823</u>	<u>\$ 419,858</u>
Total government-wide liabilities	<u>\$ 10,916,659</u>	<u>\$ 220,096</u>	<u>\$ (1,687,450)</u>	<u>\$ 68</u>	<u>\$ 9,449,373</u>	<u>\$ 1,379,363</u>

NOTE 11. OPERATING LEASES

The County leases office space and equipment under various long-term operating lease commitments with non-cancellable terms. A schedule of minimum rental payments for succeeding fiscal years is as follows:

<u>Year Ending September 30,</u>	<u>Annual Obligation</u>
2014	\$ 66,027
2015	60,247
2016	46,564
2017	42,564
2018	43,841
2019	11,289
Total	<u>\$ 270,531</u>

NOTE 12. DEFINED BENEFIT AND DEFINED CONTRIBUTION PENSION PLANS

A. Florida Retirement System

1. Plan Description

The County 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. The FRS offers members both a defined benefit plan and/or a defined contribution pension plan to provide retirement, disability, or death benefits for retirees or their designated beneficiaries.

The FRS is non-contributory for all members through June 30, 2011. Effective July 1, 2011, employees are required to contribute 3% of their wages toward the plan. The FRS provides vesting of benefits after six years of creditable service. Normal retirement benefits are available to employees who retire at or after age 62 with six or more years of service. Early retirement is available after six years of service with a 5% reduction in benefits for each year prior to normal retirement age. Retirement benefits are based on age, average compensation, and years-of-service credit where average compensation is computed as the average of an individual’s five highest years of earnings.

Florida Statutes Chapter 121, as may be amended from time to time by the state legislature, determines contribution rates for the various membership classes of the FRS. The FRS issues a publicly available financial report that includes financial statements, ten-year historical trend information and other required supplementary information. The report may be obtained by writing to the Department of Management Services, Division of Retirement, P.O. Box 9000, Tallahassee, Florida 32315-9000.

2. Funding Policy

Contributions to the FRS for the fiscal year ended September 30, 2013, were equal to 11.5% of the annual covered payroll. Contributions to the FRS for the fiscal years ended September 30, 2011, 2012 and 2013, were \$1,791,299, \$977,348 and \$1,258,566 respectively which are equal to 100% of the required contribution for each year.

The FRS has the following classes of membership applicable to the County with descriptions and contribution rates in effect during the period ended September 30, 2013, as shown below. The contribution rates are in agreement with the actuarially determined rates.

Class Description	July 1, 2012 - June 30, 2013 Employer Contribution	July 1, 2013 - June 30, 2014 Employer Contribution	Increase (decrease) in Contribution Rates over Prior Year
<u>Regular Class</u>			
Members not qualifying for other classes	5.18%	6.95%	1.77%
<u>Senior Management Service Class</u>			
Members of senior management who do not elect the optional annuity management system	6.30%	18.31%	12.01%
<u>Special Risk Class</u>			
Members employed as law enforcement officers, firefighters, correctional officers, or emergency services and meet the criteria set to qualify for this class	14.90%	19.06%	4.16%
<u>Special Risk Administrative Support Class</u>			
Special risk members who are transferred or re-assigned to non-special risk and meet the criteria set to qualify for this class	5.91%	35.96%	30.05%
<u>Elected Officers Class</u>			
Certain elected County officials	11.93%	33.03%	21.10%
<u>Deferred Retirement Option Program</u>			
Members who are eligible for normal retirement that have elected to participate in the deferred retirement option program	5.44%	12.84%	7.40%

Notes: (A) Employer rates at September 30, 2013 include 1.20% for the post-employment health insurance subsidy (HIS). Also, employer rates, other than for DROP participants, include .03 % for administrative costs.

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

3. Funding Status

The FRS Annual Report FOR July 1, 2013, available December 1, 2013 as previously mentioned, stated that the FRS pension plan was 85.9% funded at July 1, 2013 since the actuarial

value of assets was \$131.681 billion compared to the actuarial accrued liability of \$153.303 billion.

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 and a future implementation timetable for reporting and disclosure of Other Post-Employment Benefits (OPEB), the County had an actuary calculate future funding requirements using an appropriate actuarial cost method. The valuation was performed as of April 1, 2012 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 \$141,000 for the year ended September 30, 2013.

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:	April 1, 2012
Actuarial cost method:	Projected Unit Credit Cost Method
Amortization method:	Level Dollar Payment
Amortization period:	15-Year
Assumed rate of return on investment:	4.00% per annum
Assumed healthcare cost trend rates.....	2013-2014 - 8.00% increase graded to 5.50% increase for 2017-2018
Ultimate healthcare rate per annum:	5.00%

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 \$141,000.

The County’s annual OPEB cost and the net OPEB obligation for the fiscal year ended September 30, 2013 as compared to previous years is as follows:

	As of September 30, 2010	As of September 30, 2011	As of September 30, 2012	As of September 30, 2013
Annual required contribution (ARC)	\$ 286,000	\$ 305,000	\$ 162,000	\$ 170,000
Interest on the net OPEB obligation	-	10,000	21,000	25,000
Adjustment to the ARC	-	(22,000)	(45,000)	(54,000)
Total Annual OPEB Cost	286,000	293,000	138,000	141,000
Annual OPEB Cost	286,000	293,000	138,000	141,000
Employee contributions	(27,000)	(27,000)	(33,000)	(35,000)
Interest on employer contributions	(1,000)	(1,000)	(1,000)	(1,000)
Increase in the Net OPEB Obligation	258,000	265,000	104,000	105,000
Net OPEB obligation - beginning of year	-	258,000	523,000	627,000
Net OPEB obligation - end of year	\$ 258,000	\$ 523,000	\$ 627,000	\$ 732,000

The County's percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the fiscal year ended September 30, 2013 as compared to previous years is as follows:

Fiscal Year Ending	Annual OPEB Cost	% of Annual OPEB Cost Contributed	Net OPEB Obligation
9/30/2010	\$ 286,000	10.0%	\$ 257,400
9/30/2011	293,000	10.0%	263,700
9/30/2012	138,000	24.6%	104,000
9/30/2013	\$ 141,000	25.5%	\$ 105,000

The 2013 contribution represented 25.50% of the annual required contribution. The actuarial valuation for the Plan was done as of April 1, 2012. Thereafter, actuarial valuations will be done bi-annually.

5. OPEB Funding Status

As of April 1, 2012, the most recent actuarial valuation date, the Plan was unfunded. The actuarial accrued liability for benefits was \$846,000 and the actuarial value of assets was zero (\$0), resulting in an unfunded actuarial accrued liability (UAAL) of \$846,000.

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.

Actuarial Valuation Date	Actuarial Value of Assets	Accrued Liability (AAL) EAN	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
	(a)	(b)	(b-a)	(a/b)	(c)	((b-1)/c)
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

NOTE 14. FUND BALANCES

A. Fund Balance Classifications

As of September 30, 2013, 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 Fine & Forfeiture 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 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

As of September 30, 2013, total governmental fund balances were as follows:

Fund Name	Nonspendable	Restricted	Committed	Assigned	Unassigned
General Fund	\$ 445,221	\$ 614,963	\$ -	\$ 683,020	\$ 1,813,537
Fine & Forfeiture Fund	-	-	511,697	-	-
HUD Grant	-	17,914	-	-	-
SHIP Grant	-	125,000	-	-	-
One Cent Sales Tax Fund	-	2,006,172	-	-	-
Boating Improvement Fund	-	41,299	-	-	-
Court Fee Fund	-	126,582	-	-	-
Crime Prevention Fund	-	144,405	-	-	-
E-911 Surcharge Fund	-	98,095	-	-	-
Industrial Development Authority (IDA)	-	11,340	-	-	-
M.S.B.U. Fire Department Fund	-	428,568	-	-	-
Mosquito Control Program	-	38,229	-	-	-
Recreation Fee Fund	-	-	43,940	-	-
Road Operating Fund	53,349	519,425	-	-	-
Tourist Development Fund	-	114,042	-	-	-
Capital Projects	-	-	-	105,262	-
Impact Fees	-	433,056	-	-	-
Clerk Child Support Grant	-	-	166,423	-	-
Clerk Employee Benefit Fund	-	-	-	1,073	-
Clerk Records Modernization Trust	-	38,289	-	-	-
Sheriff Federal Forfeiture	-	7,767	-	-	-
Sheriff Firing Range	-	-	19,272	-	-
Sheriff Housing Trust	-	-	-	491,823	-
Sheriff Inmate Welfare	-	386,604	-	-	-
Sheriff Law Enforcement Trust	-	65,667	-	-	-
Total fund balances	\$ 498,570	\$ 5,217,417	\$ 741,332	\$ 1,281,178	\$ 1,813,537

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 amounts, if any, to be immaterial.

C. Guarantee of Debt for Others

The County has 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, 2013 was approximately \$214,856.

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. 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. The total estimated cost is \$703,900. The County has set aside \$600,000 of fund balance in the General Fund for this remediation. The estimated costs per year assuming all three phases are required are:

<u>Fiscal Year</u>	<u>Phase</u>	<u>Estimated Cost</u>
2013/14	1	\$ 191,500
2014/15	1	114,500
2015/16	2	214,300
2016/17	2	55,750
2017/18	3	127,850
Total		<u>\$ 703,900</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 in progress several construction projects including road improvements and facility renovations and existing funds have been earmarked for completion of those projects. The projects in progress, their source of funding and estimated completion costs are:

<u>Project</u>	<u>Funding Source</u>	<u>Costs Incurred</u>	<u>Estimated Future Costs</u>
<u>Public Safety</u>			
Crawfordville Fire Station 8 Repairs	1 Cent Sales Tax / MSBU Assessments	\$ 4,530	\$ 200,000
Sheriff Annex Building	1 Cent Sales Tax / Impact Fees	46,252	461,000
<u>Transportation</u>			
Ochlockonee St / High Drive Resurfacing	Grant	189,126	239,779
Spring Creek Hwy Resurfacing	Grant	87,425	1,071,783
<u>Culture & Recreation</u>			
Community Center	Grant / 1 Cent Sales Tax	435,063	242,000
Equestrian Center	1 Cent Sales Tax	9,355	5,000
Medart, Hudson, Hickory & Azalea Park Improvements	Grant / 1 Cent Sales Tax	41,970	346,772
Total construction commitments		\$ 813,721	\$2,566,334

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. A liability for accrued landfill closure and post-closure costs at September 30, 2013 has been recorded in the Statement of Net Position in the amount of \$1,935,776 representing the County’s estimated liabilities for such costs (in 2013 dollars), of which it is estimated \$92,778 is expected to be spent in the following year and the remaining \$1,842,998 is estimated to be spent over the next 30 years. At September 30, 2013, \$458,714 was held in a separate cash and bank account for the restricted use of funding these future closure and post-closure costs. The estimated costs are:

	<u>Class I</u>	<u>Class III</u>	<u>Total</u>
Estimated closing/closure costs:	\$ -	\$ 1,484,716	\$ 1,484,716
less cash on hand		(458,714)	(458,714)
Future funding needed	<u>\$ -</u>	<u>\$ 1,026,002</u>	<u>\$ 1,026,002</u>
Annual long-term care costs:			
Annually funded through state grant and internal funds	\$ 52,972	\$ 39,805	92,778
# of years annual long term care is required	14	30	
Future long term care costs	<u>\$ 741,615</u>	<u>\$ 1,194,161</u>	<u>\$ 1,935,776</u>
Total closing/closure and long-term care costs:	<u>\$ 741,615</u>	<u>\$ 2,220,164</u>	<u>\$ 2,961,778</u>

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. RECAPTURE OF SHIP PROGRAM FUNDS

The State Housing Initiative Program (SHIP) required the County to “recapture” \$46,111.41 in prior year expenditures that, after a program review, was deemed to be spent on ineligible participants. The funds were transferred back into the SHIP fund to be spent on future program participants that meet the eligibility requirements.

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget -
	Original	Final		Positive (Negative)
Revenue				
Taxes	\$ 2,937,724	\$ 2,897,724	\$ 3,084,687	\$ 186,963
Licenses, permits and special assessments	-	40,000	36,663	(3,336)
Intergovernmental	4,633,705	4,635,705	4,737,640	101,935
Charges for services	1,737,924	1,737,924	2,087,142	349,218
Fines and forfeitures	23,500	23,500	31,656	8,156
Miscellaneous	173,330	173,330	28,987	(144,343)
Interest	93,734	93,734	74,824	(18,910)
Total revenue	\$ 9,599,917	\$ 9,601,917	\$ 10,081,599	\$ 479,683
Expenditures				
Current				
General Government	\$ 5,511,325	\$ 5,473,563	\$ 5,381,843	\$ 91,720
Public Safety	12,509,732	12,478,958	12,223,331	255,627
Physical Environment	162,652	162,652	157,767	4,885
Transportation	3,350	3,935	3,995	(60)
Economic Environment	42,836	42,836	35,786	7,050
Human Services	548,937	562,437	628,951	(66,514)
Culture and recreation	771,970	809,570	712,424	97,146
Court related	55,000	55,000	55,000	-
Capital Outlay				
General Government	-	17,200	51,545	(34,345)
Public Safety	25,000	25,000	152,463	(127,463)
Physical Environment	-	-	-	-
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 19,630,803	\$ 19,631,152	\$ 19,403,105	\$ 228,047
Excess (deficiency) of revenues over (under) expenditures	\$ (10,030,886)	\$ (10,029,235)	\$ (9,321,506)	\$ 707,730
Other financing sources (uses)				
Sale of equipment	-	-	1,425	1,425
Debt proceeds	-	-	-	-
Transfers from Board of County Commissioners	12,757,239	12,757,239	12,757,239	-
Transfer In	126,027	126,027	272,528	146,501
Transfers Out	(2,852,380)	(2,854,031)	(3,127,069)	(273,038)
Total other financing sources (uses)	\$ 10,030,886	\$ 10,029,235	\$ 9,904,123	\$ (125,112)
Net change in fund balance	-	-	582,617	582,617
Fund balances, beginning of year	2,974,124	2,974,124	2,974,124	-
Fund balances, end of year	\$ 2,974,124	\$ 2,974,124	\$ 3,556,741	\$ 582,617

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

FINE & FORFEITURE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ 7,470,856	\$ 7,470,856	\$ 7,630,067	\$ 159,211
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	2,787,200	2,787,200	1,844,666	(942,534)
Fines and forfeitures	-	-	-	-
Miscellaneous	100,000	100,000	649	(99,351)
Interest	-	-	-	-
Total revenue	\$ 10,358,056	\$ 10,358,056	\$ 9,475,382	\$ (882,674)
Expenditures				
Current				
General government	\$ -	\$ -	\$ -	-
Public Safety	250,000	250,000	-	250,000
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	-	-
Public Safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 250,000	\$ 250,000	\$ -	\$ 250,000
Excess (deficiency) of revenues over (under) expenditures	\$ 10,108,056	\$ 10,108,056	\$ 9,475,382	\$ (632,674)
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-
Transfer In	2,000	2,000	1,062,342	1,060,342
Transfers Out	(10,110,056)	(10,110,056)	(10,110,056)	-
Total other financing sources (uses)	\$ (10,108,056)	\$ (10,108,056)	\$ (9,047,714)	\$ 1,060,342
Net change in fund balance	-	-	427,668	427,668
Fund balances, beginning of year	84,029	84,029	84,029	-
Fund balances, end of year	\$ 84,029	\$ 84,029	\$ 511,697	\$ 427,668

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

HUD - HOUSING ASSISTANCE FUND
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL
 For the Fiscal Year Ended September 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	846,425	1,038,494	943,369	(95,125)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	27	27
Total revenue	\$ 846,425	\$ 1,038,494	\$ 943,396	\$ (95,098)
Expenditures				
Current				
General government	\$ -	\$ -	\$ -	-
Public Safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	846,425	1,038,494	1,090,925	(52,431)
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	-	-
Public Safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 846,425	\$ 1,038,494	\$ 1,090,925	\$ (52,431)
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ (147,529)	\$ (147,529)
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-
Transfer In	-	-	-	-
Transfers Out	-	-	-	-
Total other financing sources (uses)	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	-	-	(147,529)	(147,529)
Fund balances, beginning of year	165,443	165,443	165,443	-
Fund balances, end of year	\$ 165,443	\$ 165,443	\$ 17,914	\$ (147,529)

See notes to financial statements.

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	-	750,000	448,250	(301,750)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	538,687	491,102	-	(491,102)
Interest	-	-	-	-
Total revenue	\$ 538,687	\$ 1,241,102	\$ 448,250	\$ (792,852)
Expenditures				
Current				
General government	\$ -	\$ -	\$ -	-
Public Safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	538,687	1,241,102	323,250	917,852
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	-	-
Public Safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 538,687	\$ 1,241,102	\$ 323,250	\$ 917,852
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ 125,000	\$ 125,000
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-
Transfer In	-	125,000	125,000	-
Transfers Out	-	(125,000)	(125,000)	-
Total other financing sources (uses)	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	-	-	125,000	125,000
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ 125,000	\$ 125,000

See notes to financial statements.

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ 1,840,860	\$ 1,840,860	\$ 1,939,816	\$ 98,956
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	1,355,000	1,355,000	-	(1,355,000)
Interest	-	-	38	38
Total revenue	\$ 3,195,860	\$ 3,195,860	\$ 1,939,854	\$ (1,256,006)
Expenditures				
Current				
General government	\$ -	\$ -	\$ -	-
Public Safety	25,000	23,075	4,637	18,438
Physical environment	-	-	-	-
Transportation	-	-	376,228	(376,228)
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	925	(925)
Court related	-	-	-	-
Capital Outlay				
General government	449,144	202,109	-	202,109
Public Safety	531,129	780,089	173,225	606,864
Physical environment	-	-	-	-
Transportation	375,980	375,980	-	375,980
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	640,778	640,778	52,353	588,425
Court related	-	-	-	-
Debt Service				
Principal	868,161	868,161	868,162	(1)
Interest	103,368	103,368	104,160	(792)
Total Expenditures	\$ 2,993,560	\$ 2,993,560	\$ 1,579,690	\$ 1,413,870
Excess (deficiency) of revenues over (under) expenditures	\$ 202,300	\$ 202,300	\$ 360,164	\$ 157,864
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfer in from Board of County Commissioners	-	-	-	-
Transfer In	-	-	-	-
Transfers Out	(202,300)	(202,300)	(214,106)	(11,806)
Total other financing sources (uses)	\$ (202,300)	\$ (202,300)	\$ (214,106)	\$ (11,806)
Net change in fund balance	-	-	146,058	146,058
Fund balances, beginning of year	1,860,114	1,860,114	1,860,114	-
Fund balances, end of year	\$ 1,860,114	\$ 1,860,114	\$ 2,006,172	\$ 146,058

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

ROAD PAVING GRANT FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL

For the Fiscal Year Ended September 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	2,182,680	2,325,638	743,902	(1,581,736)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
Total revenue	\$ 2,182,680	\$ 2,325,638	\$ 743,902	\$ (1,581,736)
Expenditures				
Current				
General government	\$ -	\$ -	\$ -	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	2,182,680	2,325,638	743,902	1,581,736
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 2,182,680	\$ 2,325,638	\$ 743,902	\$ 1,581,736
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-
Transfer In	-	-	-	-
Transfers Out	-	-	-	-
Total other financing sources (uses)	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SEWER FUND
 STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION -
 BUDGET AND ACTUAL
 For the Fiscal Year Ended September 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues				
Special Assessments	\$ -	\$ -	\$ -	\$ -
Charges for services	1,884,399	1,884,399	1,972,447	88,048
Operating grants	-	-	-	-
Miscellaneous	57,552	57,552	304	(57,248)
Total operating revenues	\$ 1,941,951	\$ 1,941,951	\$ 1,972,751	\$ 30,800
Operating expenses				
Materials, supplies and other	1,282,843	1,282,843	904,429	378,414
Depreciation and amortization	-	-	647,037	(647,037)
Total operating expenses	\$ 1,282,843	\$ 1,282,843	\$ 1,551,466	\$ (268,623)
Operating income	\$ 659,108	\$ 659,108	\$ 421,285	\$ (237,823)
Nonoperating revenues (expenses)				
Interest and other non-operating	-	-	1,464	1,464
Loss on disposal of assets	-	-	855	855
Capital outlay	(100,000)	(100,000)	-	100,000
Debt service principal	(430,226)	(430,226)	-	430,226
Interest expense	(128,882)	(128,882)	(111,770)	17,112
Total nonoperating revenues (expenses)	\$ (659,108)	\$ (659,108)	\$ (109,451)	\$ 549,657
Net income (loss) before operating transfers	\$ -	\$ -	\$ 311,834	\$ 311,834
Other financing sources (uses)				
Debt proceeds	-	-	-	-
Operating transfers in	-	230,608	662,844	432,236
Operating transfers out	-	(230,608)	(662,844)	(432,236)
Total other financing sources (uses)	\$ -	\$ -	\$ -	\$ -
Change in net position	-	-	311,834	311,834
Total Net Position, beginning of year	14,987,452	14,987,452	14,987,452	-
Total Net Position, end of year	\$ 14,987,452	\$ 14,987,452	\$ 15,299,286	\$ 311,834

See notes to financial statements.

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, 2013**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues				
Special Assessments	\$ -	\$ -	\$ 2,281,467	\$ 2,281,467
Charges for services	2,287,826	2,287,826	-	(2,287,826)
Operating grants	70,588	70,588	70,588	-
Miscellaneous	509,000	509,000	18,331	(490,669)
Total operating revenues	\$ 2,867,414	\$ 2,867,414	\$ 2,370,386	\$ (497,028)
Operating expenses				
Materials, supplies and other	2,522,518	2,542,518	2,344,327	198,191
Depreciation and amortization	-	-	29,097	(29,097)
Total operating expenses	\$ 2,522,518	\$ 2,542,518	\$ 2,373,424	\$ 169,094
Operating income	\$ 344,896	\$ 324,896	\$ (3,038)	\$ (327,934)
Nonoperating revenues (expenses)				
Interest and other non-operating	-	-	12,511	12,511
Loss on disposal of assets	-	-	-	-
Capital outlay	(1,509,000)	(1,509,000)	-	1,509,000
Debt service principal	-	-	-	-
Interest expense	-	-	-	-
Total nonoperating revenues (expenses)	\$ (1,509,000)	\$ (1,509,000)	\$ 12,511	\$ 1,521,511
Net income (loss) before operating transfers	\$ (1,164,104)	\$ (1,184,104)	\$ 9,473	\$ 1,193,577
Other financing sources (uses)				
Debt proceeds	1,000,000	1,000,000	-	(1,000,000)
Operating transfers in	184,104	693,104	601,219	(91,885)
Operating transfers out	(20,000)	(509,000)	(513,145)	(4,145)
Total other financing sources (uses)	\$ 1,164,104	\$ 1,184,104	\$ 88,074	\$ (1,096,030)
Change in net position	-	-	97,547	97,547
Total Net Position, beginning of year	440,294	440,294	440,294	-
Total Net Position, end of year	\$ 440,294	\$ 440,294	\$ 537,841	\$ 97,547

See notes to financial statements.

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENTS AND SCHEDULES

WAKULLA COUNTY, FLORIDA

**COMBINING BALANCE SHEET
GENERAL FUND
September 30, 2013**

	Board of County Commissioners	Building Dept. Fund	Clerk of Court	Property Appraiser	Sheriff	Supervisor of Elections	Tax Collector	Total General Fund
ASSETS								
Current assets								
Cash and cash equivalents	\$ 844,725	\$ 623,953	\$ 78,552	\$ 37,935	\$ 319,979	\$ 64,861	\$ 1,034	1,971,039
Accounts receivable, net	654,054	6,002	360	7,800	10,296	-	-	678,512
Due from individuals	-	-	-	-	-	-	-	-
Due from agency funds	-	-	12,051	-	10,187	-	-	22,238
Due from other funds	1,041,968	-	1,804	-	358,845	-	-	1,402,617
Due from other governmental units	296,524	-	-	-	-	-	-	296,524
Inventories	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	10,346	-	434,875	-	-	445,221
Other current assets	-	-	-	-	-	-	-	-
Total assets	\$ 2,837,271	\$ 629,955	\$ 103,113	\$ 45,735	\$ 1,134,182	\$ 64,861	\$ 1,034	\$ 4,816,151
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ 131,720	\$ 8,079	\$ 21,557	\$ -	\$ 187,949	\$ 15,387	\$ -	\$ 364,692
Accrued liabilities	83,862	5,066	32,210	-	314,767	5,223	-	441,128
Due to individuals	650	-	-	-	-	-	-	650
Due to agency funds	-	-	-	-	-	-	-	-
Due to other funds	7,090	-	49,081	45,652	196,591	11,009	-	309,423
Due to other governmental units	52,497	1,847	35	83	-	14,369	-	68,831
Deferred inflows	70,694	-	-	-	-	-	-	70,694
Interest payable	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-
Other current liabilities	2,728	-	230	-	-	-	1,034	3,992
Total liabilities	\$ 349,241	\$ 14,992	\$ 103,113	\$ 45,735	\$ 699,307	\$ 45,988	\$ 1,034	\$ 1,259,410
Fund balances								
Nonspendable								
Inventories	-	-	-	-	-	-	-	-
Prepaid Expenses	10,346	-	-	-	434,875	-	-	445,221
Restricted	-	614,963	-	-	-	-	-	614,963
Committed	-	-	-	-	-	-	-	-
Assigned	664,147	-	-	-	-	18,873	-	683,020
Unassigned	1,813,537	-	-	-	-	-	-	1,813,537
Total fund balances	2,488,030	614,963	-	-	434,875	18,873	-	3,556,741
Total liabilities and fund balances	\$ 2,837,271	\$ 629,955	\$ 103,113	\$ 45,735	\$ 1,134,182	\$ 64,861	\$ 1,034	\$ 4,816,151

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, 2013

	Board of County Commissioners	Building Department	Clerk of Courts	Property Appraiser	Sheriff	Supervisor of Elections	Tax Collector	Total General Fund
REVENUE								
Taxes	\$ 3,084,687	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,084,687
Licenses, permits and special assessments	36,663	-	-	-	-	-	-	36,663
Intergovernmental	4,737,640	-	-	-	-	-	-	4,737,640
Charges for services	1,466,971	288,687	150,506	1,629	117,399	36,950	25,000	2,087,142
Fines and forfeitures	28,056	3,600	-	-	-	-	-	31,656
Miscellaneous	8,902	-	9,888	3,329	-	4,868	2,000	28,987
Interest	41,495	-	31,632	144	1,553	-	-	74,824
Total revenue	\$ 9,404,414	\$ 292,287	\$ 192,026	\$ 5,102	\$ 118,952	\$ 41,818	\$ 27,000	\$ 10,081,599
EXPENDITURES								
Current expenditures								
General government	\$ 2,693,319	\$ -	\$ 704,193	\$ 903,996	\$ -	\$ 370,513	\$ 709,822	\$ 5,381,843
Public safety	1,961,711	266,561	-	-	9,995,059	-	-	12,223,331
Physical environment	157,767	-	-	-	-	-	-	157,767
Transportation	3,995	-	-	-	-	-	-	3,995
Economic environment	35,786	-	-	-	-	-	-	35,786
Human services	628,951	-	-	-	-	-	-	628,951
Culture and recreation	712,424	-	-	-	-	-	-	712,424
Court related	55,000	-	-	-	-	-	-	55,000
Capital outlay								
General government	14,050	-	7,995	-	-	-	29,500	51,545
Public safety	-	24,735	-	-	127,728	-	-	152,463
Physical environment	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-
Debt service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total expenditures	\$ 6,263,003	\$ 291,296	\$ 712,188	\$ 903,996	\$ 10,122,787	\$ 370,513	\$ 739,322	\$ 19,403,105
Excess (deficiency) of revenue over (under) expenditures	\$ 3,141,411	\$ 991	\$ (520,162)	\$ (898,894)	\$ (10,003,835)	\$ (328,695)	\$ (712,322)	\$ (9,321,506)
OTHER FINANCING SOURCES (USES)								
Sale of equipment	1,425	-	-	-	-	-	-	1,425
Debt proceeds	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	-	-	545,534	945,644	10,252,735	339,704	673,622	12,757,239
Interfund transfers in	200,883	-	25,081	-	-	7,864	38,700	272,528
Interfund transfers out	(2,766,610)	(15,000)	(49,809)	(46,750)	(248,900)	-	-	(3,127,069)
Total other financing sources (uses)	\$ (2,564,302)	\$ (15,000)	\$ 520,806	\$ 898,894	\$ 10,003,835	\$ 347,568	\$ 712,322	\$ 9,904,123
Net change in fund balance	577,109	(14,009)	644	-	-	18,873	-	582,617
Fund balance, beginning of year	1,910,921	628,972	(644)	-	434,875	-	-	2,974,124
Fund balance, end of year	\$ 2,488,030	\$ 614,963	\$ -	\$ -	\$ 434,875	\$ 18,873	\$ -	\$ 3,556,741

See notes to financial statements

WAKULLA COUNTY, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2013

Board of County Commissioners

Special Revenue Funds

	Airport Improvement Grants	Boating Improvement Fund	BP Restore Act Fund	Court Fees Fund	Crime Prevention Fund	E911 Surcharge	EMS Grants	FEMA Fund	Industrial Development Authority Fund	JAG Grants
ASSETS										
Current assets										
Cash and cash equivalents	\$ -	\$ 45,145	\$ -	\$ 151,046	\$ 160,633	\$ 61,703	\$ 3,901	\$ 950	\$ 11,340	\$ -
Accounts receivable, net	-	-	-	-	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-	-	-	-	-
Due from agency funds	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	1,442	-	26,750	4,676	36,392	-	-	-	-
Due from other governmental units	61,288	-	25,474	1,420	-	-	-	-	-	6,110
Inventories	-	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 61,288	\$ 46,587	\$ 25,474	\$ 179,216	\$ 165,309	\$ 98,095	\$ 3,901	\$ 950	\$ 11,340	\$ 6,110
LIABILITIES AND FUND BALANCES										
Liabilities										
Accounts payable	\$ 5,517	\$ 5,288	\$ -	\$ 3,282	\$ 32	\$ -	\$ -	\$ 950	\$ -	\$ -
Accrued liabilities	-	-	-	1,169	-	-	-	-	-	-
Due to individuals	-	-	-	-	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-	-	-
Due to other funds	55,771	-	25,474	20,156	20,872	-	-	-	-	-
Due to other governmental units	-	-	-	28,027	-	-	7	-	-	6,110
Deferred inflows	-	-	-	-	-	-	3,894	-	-	-
Interest payable	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-	-	-	-
Total liabilities	\$ 61,288	\$ 5,288	\$ 25,474	\$ 52,634	\$ 20,904	\$ -	\$ 3,901	\$ 950	\$ -	\$ 6,110
Fund balances										
Nonspendable										
Inventories	-	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-
Restricted	-	41,299	-	126,582	144,405	98,095	-	-	11,340	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total fund balances	-	41,299	-	126,582	144,405	98,095	-	-	11,340	-
Total liabilities and fund balances	\$ 61,288	\$ 46,587	\$ 25,474	\$ 179,216	\$ 165,309	\$ 98,095	\$ 3,901	\$ 950	\$ 11,340	\$ 6,110

See notes to financial statements

WAKULLA COUNTY, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2013

	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 Trial Grants	Recreation Fee Fund	Road Operating Fund	Tourist Development Fund	Capital Projects Fund	Impact Fee Fund	Child Support Grant	Employee Benefit Fund
ASSETS										
Current assets										
Cash and cash equivalents	\$ 483,745	\$ 38,229	\$ -	\$ 57,147	\$ 253,885	\$ 464,711	\$ 105,262	\$ 435,844	\$ 150,514	\$ 1,073
Accounts receivable, net	162	-	-	-	208,631	-	-	-	-	-
Due from individuals	-	-	-	-	-	-	-	-	-	-
Due from agency funds	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	704	-	17,706	-	-	-	-	-
Due from other governmental units	-	-	118,246	-	121,701	28,368	-	-	17,011	-
Inventories	-	-	-	-	53,349	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 483,907	\$ 38,229	\$ 118,950	\$ 57,147	\$ 655,272	\$ 493,079	\$ 105,262	\$ 435,844	\$ 167,525	\$ 1,073
LIABILITIES AND FUND BALANCES										
Liabilities										
Accounts payable	\$ 44,923	\$ -	\$ -	\$ 13,207	\$ 82,498	\$ 7,891	\$ -	\$ 2,788	\$ 680	\$ -
Accrued liabilities	10,416	-	-	-	-	-	-	-	422	-
Due to individuals	-	-	-	-	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	118,950	-	-	-	-	-	-	-
Due to other governmental units	-	-	-	-	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	371,146	-	-	-	-
Interest payable	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-	-	-	-
Total liabilities	\$ 55,339	\$ -	\$ 118,950	\$ 13,207	\$ 82,498	\$ 379,037	\$ -	\$ 2,788	\$ 1,102	\$ -
Fund balances										
Nonspendable										
Inventories	-	-	-	-	53,349	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-
Restricted	428,568	38,229	-	-	519,425	114,042	-	433,056	-	-
Committed	-	-	-	43,940	-	-	-	-	166,423	-
Assigned	-	-	-	-	-	-	105,262	-	-	1,073
Unassigned	-	-	-	-	-	-	-	-	-	-
Total fund balances	428,568	38,229	-	43,940	572,774	114,042	105,262	433,056	166,423	1,073
Total liabilities and fund balances	\$ 483,907	\$ 38,229	\$ 118,950	\$ 57,147	\$ 655,272	\$ 493,079	\$ 105,262	\$ 435,844	\$ 167,525	\$ 1,073

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2013

	Clerk of Courts		Property Appraiser	Sheriff							
	Special Revenue Funds										
	FDLE Scanning Grant	Records Modernization Trust Fund	State Court Fund	Special Assessment Fund	Bulletproof Vests	Civil Citation	COPS Hiring	Crime Prevention	DOT Bikes	DOT Software	DOT Speed
ASSETS											
Current assets											
Cash and cash equivalents	\$ (2,900)	\$ 34,887	\$ 44,253	\$ 6,530	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable, net	-	-	-	6	-	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-	-	-	-	-	-
Due from agency funds	-	6,414	50,922	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	8,145	-	-	-
Due from other governmental units	2,900	-	-	-	2,614	285	27,343	-	-	3,500	105,680
Inventories	-	-	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-	-	-	-	-
Total assets	\$ -	\$ 41,301	\$ 95,175	\$ 6,536	\$ 2,614	\$ 285	\$ 27,343	\$ 8,145	\$ -	\$ 3,500	\$ 105,680
LIABILITIES AND FUND BALANCES											
Liabilities											
Accounts payable	\$ -	\$ 419	\$ 2,094	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	2,593	36,655	-	-	-	-	-	-	-	-
Due to individuals	-	-	-	-	-	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	6,536	2,614	285	27,343	8,145	-	3,500	105,680
Due to other governmental units	-	-	44,715	-	-	-	-	-	-	-	-
Deferred inflows	-	-	11,711	-	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	\$ -	\$ 3,012	\$ 95,175	\$ 6,536	\$ 2,614	\$ 285	\$ 27,343	\$ 8,145	\$ -	\$ 3,500	\$ 105,680
Fund balances											
Nonspendable											
Inventories	-	-	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-	-
Restricted	-	38,289	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	-	38,289	-	-	-	-	-	-	-	-	-
Total liabilities and fund balances	\$ -	\$ 41,301	\$ 95,175	\$ 6,536	\$ 2,614	\$ 285	\$ 27,343	\$ 8,145	\$ -	\$ 3,500	\$ 105,680

See notes to financial statements

WAKULLA COUNTY, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2013

Sheriff											
Special Revenue Funds											
	EMPA	EMPA Hazardous Analysis	EMPG	E911	Federal Forfeiture	Firing Range	Homeland Security	Housing Trust	Inmate Welfare	JAG / Byrne	Law Enforcement Trust
ASSETS											
Current assets											
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 7,767	\$ 19,674	\$ -	\$ 1,402,799	\$ 352,597	\$ -	\$ 65,667
Accounts receivable, net	-	-	-	-	-	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-	-	-	-	-	-
Due from agency funds	-	-	-	-	-	-	-	33,177	10,937	-	-
Due from other funds	-	-	-	-	-	-	-	-	23,070	-	-
Due from other governmental units	72,500	-	28,900	-	-	-	23,000	-	-	6,110	-
Inventories	-	-	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 72,500	\$ -	\$ 28,900	\$ -	\$ 7,767	\$ 19,674	\$ 23,000	\$ 1,435,976	\$ 386,604	\$ 6,110	\$ 65,667
LIABILITIES AND FUND BALANCES											
Liabilities											
Accounts payable	\$ 464	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-	-	-	-	-	-	1,466	-
Due to individuals	-	-	-	-	-	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	72,036	-	28,900	-	-	402	23,000	944,153	-	4,644	-
Due to other governmental units	-	-	-	-	-	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	\$ 72,500	\$ -	\$ 28,900	\$ -	\$ -	\$ 402	\$ 23,000	\$ 944,153	\$ -	\$ 6,110	\$ -
Fund balances											
Nonspendable	-	-	-	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	7,767	-	-	-	386,604	-	65,667
Committed	-	-	-	-	-	19,272	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	491,823	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	-	-	-	-	7,767	19,272	-	491,823	386,604	-	65,667
Total liabilities and fund balances	\$ 72,500	\$ -	\$ 28,900	\$ -	\$ 7,767	\$ 19,674	\$ 23,000	\$ 1,435,976	\$ 386,604	\$ 6,110	\$ 65,667

See notes to financial statements

WAKULLA COUNTY, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2013

	Sheriff									Supervisor of Elections	
	Special Revenue Funds										
	Litter Control Parks & Recreation	Litter Control Transfield	Moving Violations	School Resource Officer	US Forestry	US Marshalls	VOCA	1 Cent Sales Tax	\$2 Training	Voting Grants	Totals
ASSETS											
Current assets											
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,483	\$ 4,365,885
Accounts receivable, net	-	-	-	-	-	-	-	-	-	-	208,799
Due from individuals	-	-	-	-	-	-	-	-	-	-	-
Due from agency funds	-	-	-	-	1,313	4,645	-	-	-	-	107,408
Due from other funds	8,042	-	11,646	-	-	-	-	7,534	9,226	-	155,333
Due from other governmental units	-	7,482	-	32,721	490	4,547	19,025	-	-	-	716,715
Inventories	-	-	-	-	-	-	-	-	-	-	53,349
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 8,042	\$ 7,482	\$ 11,646	\$ 32,721	\$ 1,803	\$ 9,192	\$ 19,025	\$ 7,534	\$ 9,226	\$ 9,483	\$ 5,607,489
LIABILITIES AND FUND BALANCES											
Liabilities											
Accounts payable	\$ -	\$ -	\$ -	\$ 101	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 170,134
Accrued liabilities	1,636	591	-	8,704	-	785	4,465	-	-	-	68,902
Due to individuals	-	-	-	-	-	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	6,406	6,891	11,646	23,916	1,803	8,407	14,560	7,534	9,226	-	1,558,850
Due to other governmental units	-	-	-	-	-	-	-	-	-	-	78,859
Deferred inflows	-	-	-	-	-	-	-	-	-	9,483	396,234
Interest payable	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	\$ 8,042	\$ 7,482	\$ 11,646	\$ 32,721	\$ 1,803	\$ 9,192	\$ 19,025	\$ 7,534	\$ 9,226	\$ 9,483	\$ 2,272,979
Fund balances											
Nonspendable											
Inventories	-	-	-	-	-	-	-	-	-	-	53,349
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	-	2,453,368
Committed	-	-	-	-	-	-	-	-	-	-	229,635
Assigned	-	-	-	-	-	-	-	-	-	-	598,158
Unassigned	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	-	-	-	-	-	-	-	-	-	-	3,334,510
Total liabilities and fund balances	\$ 8,042	\$ 7,482	\$ 11,646	\$ 32,721	\$ 1,803	\$ 9,192	\$ 19,025	\$ 7,534	\$ 9,226	\$ 9,483	\$ 5,607,489

See notes to financial statements

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2013

Board of County Commissioners										
Special Revenue Funds										
	Airport Improvement Grants	Boating Improvement Fund	BP Restore Act Fund	Court Fees Fund	Crime Prevention Fund	E911 Surcharge	EMS Grants	FEMA Fund	Industrial Development Authority Fund	JAG Grants
REVENUES										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	20,956	-	-	-	-	-	-	-	-
Intergovernmental	61,288	-	25,474	104,458	-	73,194	6,125	(34,238)	-	32,000
Charges for services	-	27,655	-	173,630	-	153,787	-	-	-	-
Fines and forfeitures	-	-	-	-	45,953	-	-	-	-	-
Miscellaneous	-	-	-	16	-	-	-	856	-	-
Interest	-	-	-	-	-	-	3	-	-	-
Total revenues	\$ 61,288	\$ 48,611	\$ 25,474	\$ 278,104	\$ 45,953	\$ 226,981	\$ 6,128	\$ (33,382)	\$ -	\$ 32,000
EXPENDITURES										
Current expenditures										
General government	\$ -	\$ -	\$ -	\$ -	\$ 5,435	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	15,258	-	-	-	8,602	24,734	-	-
Physical Environment	-	-	-	-	-	-	-	-	-	-
Transportation	61,288	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	175	-
Human services	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	41,256	-	-	-	-	-	-	-	-
Court related	-	-	-	185,590	-	-	-	-	-	-
Capital outlay										
General government	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-
Debt service										
Principal	-	-	-	87,677	-	-	-	-	-	-
Interest	-	-	-	33,596	-	-	-	-	-	-
Total expenditures	\$ 61,288	\$ 41,256	\$ 15,258	\$ 306,863	\$ 5,435	\$ -	\$ 8,602	\$ 24,734	\$ 175	\$ -
Excess (deficiency) of revenue over (under) expenditures	\$ -	\$ 7,355	\$ 10,216	\$ (28,759)	\$ 40,518	\$ 226,981	\$ (2,474)	\$ (58,116)	\$ (175)	\$ 32,000
OTHER FINANCING SOURCES (USES)										
Sale of equipment	-	-	-	-	-	-	-	-	-	-
Debt proceeds	-	-	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-	-	-	-	-	-	-
Interfund transfers in	-	-	-	33,111	-	36,392	2,474	58,116	-	-
Interfund transfers out	-	-	-	(20,156)	(20,872)	(252,743)	-	-	-	(32,000)
Total other financing sources (uses)	\$ -	\$ -	\$ -	\$ 12,955	\$ (20,872)	\$ (216,351)	\$ 2,474	\$ 58,116	\$ -	\$ (32,000)
Net change in fund balance	-	7,355	10,216	(15,804)	19,646	10,630	-	-	(175)	-
Fund balance, beginning of year	-	33,944	(10,216)	142,386	124,759	87,465	-	-	11,515	-
Fund balance, end of year	\$ -	\$ 41,299	\$ -	\$ 126,582	\$ 144,405	\$ 98,095	\$ -	\$ -	\$ 11,340	\$ -

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, 2013

	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 Trial Grants	Recreation Fee Fund	Road Operating Fund	Tourist Development Fund	Capital Projects Fund	Impact Fee Fund	Child Support Grant	Employee Benefit Fund
REVENUES										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,739,279	\$ 105,086	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	1,033,234	-	-	-	27,276	-	-	-	-	-
Intergovernmental	-	18,500	923,156	-	226,789	81,035	342,168	-	87,839	-
Charges for services	-	-	-	82,151	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-
Miscellaneous	529	-	-	-	14,408	-	-	-	-	2,226
Interest	4,474	-	-	-	1,507	-	-	-	-	1
Total revenues	\$ 1,038,237	\$ 18,500	\$ 923,156	\$ 82,151	\$ 2,009,259	\$ 186,121	\$ 342,168	\$ -	\$ 87,839	\$ 2,227
EXPENDITURES										
Current expenditures										
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 92,419	\$ 1,154
Public safety	981,415	-	-	-	-	-	-	-	-	-
Physical Environment	-	-	-	-	20,000	-	-	-	-	-
Transportation	-	-	-	-	1,589,359	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-
Human services	-	37,428	-	-	-	-	-	-	-	-
Culture and recreation	-	-	968,654	81,037	-	155,427	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-
Capital outlay										
General government	-	-	-	-	-	-	-	-	-	-
Public safety	186,835	-	-	-	-	-	-	14,801	-	-
Physical Environment	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	145,997	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	353,695	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-
Debt service										
Principal	182,350	-	-	-	124,492	-	-	-	-	-
Interest	7,114	-	-	-	12,123	-	-	-	-	-
Total expenditures	\$ 1,357,714	\$ 37,428	\$ 968,654	\$ 81,037	\$ 1,891,971	\$ 155,427	\$ 353,695	\$ 14,801	\$ 92,419	\$ 1,154
Excess (deficiency) of revenue over (under) expenditures	\$ (319,477)	\$ (18,928)	\$ (45,498)	\$ 1,114	\$ 117,288	\$ 30,694	\$ (11,527)	\$ (14,801)	\$ (4,580)	\$ 1,073
OTHER FINANCING SOURCES (USES)										
Sale of equipment	-	-	-	-	18,834	-	-	-	-	-
Debt proceeds	-	-	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-	-	-	-	-	-	-
Interfund transfers in	-	18,038	45,498	-	-	16,300	11,527	-	28,747	-
Interfund transfers out	(40,000)	-	-	-	-	(684)	-	-	(21,032)	-
Total other financing sources (uses)	\$ (40,000)	\$ 18,038	\$ 45,498	\$ -	\$ 18,834	\$ 15,616	\$ 11,527	\$ -	\$ 7,715	\$ -
Net change in fund balance	(359,477)	(890)	-	1,114	136,122	46,310	-	(14,801)	3,135	1,073
Fund balance, beginning of year	788,045	39,119	-	42,826	436,652	67,732	105,262	447,857	163,288	-
Fund balance, end of year	\$ 428,568	\$ 38,229	\$ -	\$ 43,940	\$ 572,774	\$ 114,042	\$ 105,262	\$ 433,056	\$ 166,423	\$ 1,073

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, 2013

	Clerk of Courts			Property Appraiser	Sheriff						
	Special Revenue Funds										
	FDLE Scanning Grant	Records Modernization Trust Fund	State Court Fund	Special Assessment Fund	Bulletproof Vests	Civil Citation	COPS Hiring	Crime Prevention	DOT Bikes	DOT Software	DOT Speed
REVENUES											
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	5,800	-	540,789	-	3,802	20,445	108,066	-	24,673	3,500	105,680
Charges for services	-	59,583	116,946	42,976	-	-	-	-	-	-	-
Fines and forfeitures	-	27,203	70,606	-	-	-	-	-	-	-	-
Miscellaneous	-	92	-	-	-	-	-	-	-	-	-
Interest	-	-	123	-	-	-	-	-	-	-	-
Total revenues	\$ 5,800	\$ 86,878	\$ 728,464	\$ 42,976	\$ 3,802	\$ 20,445	\$ 108,066	\$ -	\$ 24,673	\$ 3,500	\$ 105,680
EXPENDITURES											
Current expenditures											
General government	\$ -	\$ 94,495	\$ -	\$ 21,707	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	7,604	20,445	120,073	8,145	13,403	3,500	39,077
Physical Environment	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-
Court related	5,800	-	698,988	-	-	-	-	-	-	-	-
Capital outlay											
General government	-	-	-	15,830	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	11,270	-	66,603
Physical Environment	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-	-
Debt service											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	\$ 5,800	\$ 94,495	\$ 698,988	\$ 37,537	\$ 7,604	\$ 20,445	\$ 120,073	\$ 8,145	\$ 24,673	\$ 3,500	\$ 105,680
Excess (deficiency) of revenue over (under) expenditures	\$ -	\$ (7,617)	\$ 29,476	\$ 5,439	\$ (3,802)	\$ -	\$ (12,007)	\$ (8,145)	\$ -	\$ -	\$ -
OTHER FINANCING SOURCES (USES)											
Sale of equipment	-	-	-	-	-	-	-	-	-	-	-
Debt proceeds	-	-	-	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	-	-	-	-	-	-	-	8,145	-	-	-
Interfund transfers in	-	36,032	800	1,097	3,802	-	12,007	-	-	-	-
Interfund transfers out	-	(38,551)	(30,276)	(6,536)	-	-	-	-	-	-	-
Total other financing sources (uses)	\$ -	\$ (2,519)	\$ (29,476)	\$ (5,439)	\$ 3,802	\$ -	\$ 12,007	\$ 8,145	\$ -	\$ -	\$ -
Net change in fund balance	-	(10,136)	-	-	-	-	-	-	-	-	-
Fund balance, beginning of year	-	48,425	-	-	-	-	-	-	-	-	-
Fund balance, end of year	\$ -	\$ 38,289	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2013

Sheriff											
Special Revenue Funds											
	EMPA	EMPA Hazardous Analysis	EMPG	E911	Federal Forfeiture	Firing Range	Homeland Security	Housing Trust	Inmate Welfare	JAG / Byrne	Law Enforcement Trust
REVENUES											
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	103,022	2,651	58,416	73,194	-	-	23,000	-	-	32,000	-
Charges for services	-	-	-	-	-	62,103	-	515,926	159,167	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	10,028
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	9	33	-	3,494	975	-	209
Total revenues	\$ 103,022	\$ 2,651	\$ 58,416	\$ 73,194	\$ 9	\$ 62,136	\$ 23,000	\$ 519,420	\$ 160,142	\$ 32,000	\$ 10,237
EXPENDITURES											
Current expenditures											
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	76,645	-	82,110	73,194	-	45,691	23,000	-	71,698	20,000	7,491
Physical Environment	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-	-
Capital outlay											
General government	-	-	-	-	-	-	-	-	-	-	-
Public safety	26,842	-	-	-	-	19,284	-	-	25,290	12,000	7,150
Physical Environment	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-	-
Debt service											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	\$ 103,487	\$ -	\$ 82,110	\$ 73,194	\$ -	\$ 64,975	\$ 23,000	\$ -	\$ 96,988	\$ 32,000	\$ 14,641
Excess (deficiency) of revenue over (under) expenditures	\$ (465)	\$ 2,651	\$ (23,694)	\$ -	\$ 9	\$ (2,839)	\$ -	\$ 519,420	\$ 63,154	\$ -	\$ (4,404)
OTHER FINANCING SOURCES (USES)											
Sale of equipment	-	-	-	-	-	-	-	-	-	-	-
Debt proceeds	-	-	-	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	-	-	23,478	-	-	-	-	-	-	-	-
Interfund transfers in	465	-	216	-	-	-	-	-	-	-	-
Interfund transfers out	-	(2,651)	-	-	-	-	-	(944,153)	-	-	-
Total other financing sources (uses)	\$ 465	\$ (2,651)	\$ 23,694	\$ -	\$ -	\$ -	\$ -	\$ (944,153)	\$ -	\$ -	\$ -
Net change in fund balance	-	-	-	-	9	(2,839)	-	(424,733)	63,154	-	(4,404)
Fund balance, beginning of year	-	-	-	-	7,758	22,111	-	916,556	323,450	-	70,071
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ 7,767	\$ 19,272	\$ -	\$ 491,823	\$ 386,604	\$ -	\$ 65,667

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, 2013

	Sheriff									Supervisor of Elections	
	Special Revenue Funds										
	Litter Control Parks & Recreation	Litter Control Transfield	Moving Violations	School Resource Officer	US Forestry	US Marshalls	VOCA	1 Cent Sales Tax	\$2 Training	Voting Grants	Totals
REVENUES											
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,844,365
Licenses, permits and special assessments	-	-	-	-	-	-	-	-	-	-	1,081,466
Intergovernmental	-	-	-	-	-	-	83,786	-	-	-	3,136,612
Charges for services	-	19,952	-	155,921	2,993	13,863	-	-	-	-	1,586,653
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	153,790
Miscellaneous	-	-	-	-	-	-	-	-	-	-	18,127
Interest	-	-	-	-	-	-	-	-	-	-	10,828
Total revenues	\$ -	\$ 19,952	\$ -	\$ 155,921	\$ 2,993	\$ 13,863	\$ 83,786	\$ -	\$ -	\$ -	\$ 7,831,841
EXPENDITURES											
Current expenditures											
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,169	\$ 216,379
Public safety	47,033	23,673	404	212,124	2,993	13,863	95,975	20,757	9,226	-	2,068,133
Physical Environment	-	-	-	-	-	-	-	-	-	-	20,000
Transportation	-	-	-	-	-	-	-	-	-	-	1,650,647
Economic environment	-	-	-	-	-	-	-	-	-	-	175
Human services	-	-	-	-	-	-	-	-	-	-	37,428
Culture and recreation	-	-	-	-	-	-	-	-	-	-	1,246,374
Court related	-	-	-	-	-	-	-	-	-	-	890,378
Capital outlay											
General government	-	-	-	-	-	-	-	-	-	-	15,830
Public safety	-	8,992	11,242	-	-	-	-	173,521	-	-	563,830
Physical Environment	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	145,997
Economic environment	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	353,695
Court related	-	-	-	-	-	-	-	-	-	-	-
Debt service											
Principal	-	-	-	-	-	-	-	-	-	-	394,519
Interest	-	-	-	-	-	-	-	-	-	-	52,833
Total expenditures	\$ 47,033	\$ 32,665	\$ 11,646	\$ 212,124	\$ 2,993	\$ 13,863	\$ 95,975	\$ 194,278	\$ 9,226	\$ 1,169	\$ 7,656,218
Excess (deficiency) of revenue over (under) expenditures	\$ (47,033)	\$ (12,713)	\$ (11,646)	\$ (56,203)	\$ -	\$ -	\$ (12,189)	\$ (194,278)	\$ (9,226)	\$ (1,169)	\$ 175,623
OTHER FINANCING SOURCES (USES)											
Sale of equipment	-	-	-	-	-	-	-	-	-	-	18,834
Debt proceeds	-	-	-	-	-	-	-	-	-	-	-
Transfer from Board of County Commissioners	53,438	-	11,646	-	-	-	-	194,278	9,226	-	300,211
Interfund transfers in	-	12,713	-	56,203	-	-	12,189	-	-	1,169	386,896
Interfund transfers out	(6,405)	-	-	-	-	-	-	-	-	-	(1,416,059)
Total other financing sources (uses)	\$ 47,033	\$ 12,713	\$ 11,646	\$ 56,203	\$ -	\$ -	\$ 12,189	\$ 194,278	\$ 9,226	\$ 1,169	\$ (710,118)
Net change in fund balance	-	-	-	-	-	-	-	-	-	-	(534,495)
Fund balance, beginning of year	-	-	-	-	-	-	-	-	-	-	3,869,005
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,334,510

See notes to financial statements

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
September 30, 2013**

	Board of County Commissioners	Clerk of Court	Sheriff				
	Wilderness Coast Library	Agency	Donated Funds	Individual Depository	Inmate Trust	Seized Funds	Suspense
ASSETS							
Cash and cash equivalents	\$ 86,345	\$ 346,786	\$ 27,566	\$ 186,864	\$ 25,483	\$ 1,397	\$ 10,163
Accounts receivable, net	-	-	-	-	-	-	-
Due from individuals	-	104	-	-	-	-	-
Due from agency funds	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Due from other governmental units	-	5,336	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
Other current charges	-	-	-	-	-	-	-
Total assets	\$ 86,345	\$ 352,226	\$ 27,566	\$ 186,864	\$ 25,483	\$ 1,397	\$ 10,163
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-	-	-	-
Due to individuals	-	209,083	-	-	14,546	-	9,519
Due to agency funds	-	-	-	49,322	10,937	-	-
Due to other funds	-	88,902	-	137,542	-	-	644
Due to other governmental units	86,345	54,241	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-
Other current liabilities	-	-	27,566	-	-	1,397	-
Total liabilities	\$ 86,345	\$ 352,226	\$ 27,566	\$ 186,864	\$ 25,483	\$ 1,397	\$ 10,163

See notes to financial statements

WAKULLA COUNTY, FLORIDA

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
September 30, 2013**

	Tax Collector						
	Boating	Delinquent Tax	Hunting & Fishing	Tag	Tax	Tax Escrow	Total
ASSETS							
Cash and cash equivalents	\$ 19,954	\$ 34,954	\$ 1,249	\$ 45,970	\$ 7,536	\$ 264,372	\$ 1,058,639
Accounts receivable, net	-	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-	104
Due from agency funds	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-	5,336
Inventories	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
Other current charges	-	-	-	-	-	-	-
Total assets	\$ 19,954	\$ 34,954	\$ 1,249	\$ 45,970	\$ 7,536	\$ 264,372	\$ 1,064,079
LIABILITIES							
Accounts payable	\$ -	\$ 2,315	\$ -	\$ -	\$ -	\$ -	\$ 2,315
Accrued liabilities	-	-	-	-	-	-	-
Due to individuals	-	14,630	-	-	-	142	247,920
Due to agency funds	-	-	-	-	-	-	60,259
Due to other funds	19,954	18,009	-	11,220	7,536	-	283,807
Due to other governmental units	-	-	1,249	34,750	-	264,230	440,815
Deferred inflows	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	28,963
Total liabilities	\$ 19,954	\$ 34,954	\$ 1,249	\$ 45,970	\$ 7,536	\$ 264,372	\$ 1,064,079

See notes to financial statements

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
 AGENCY FUNDS
 September 30, 2013

	Balance Oct. 1, 2012	Additions	Deductions	Balance Sept. 30, 2013
Board of County Commissioners -				
<u>Wilderness Coast Public Library</u>				
Assets				
Cash and cash equivalents	\$ 111,533	\$ 312,721	\$ 337,909	\$ 86,345
Total Assets	\$ 111,533	\$ 312,721	\$ 337,909	\$ 86,345
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Other current liabilities	111,533	312,721	337,909	86,345
Total Liabilities	\$ 111,533	\$ 312,721	\$ 337,909	\$ 86,345
Clerk of Court -				
<u>Collections Trust Fund</u>				
Assets				
Cash and cash equivalents	\$ 283,071	\$ 3,485,338	\$ 3,421,623	\$ 346,786
Due from individuals	104	-	-	104
Due from other funds	26	-	26	-
Due from other governmental units	70	14,615	9,349	5,336
Total Assets	\$ 283,271	\$ 3,499,953	\$ 3,430,998	\$ 352,226
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to individuals	139,746	469,952	400,615	209,083
Due to other funds	30,157	1,163,549	1,104,804	88,902
Due to other governmental units	113,368	2,296,938	2,356,065	54,241
Total Liabilities	\$ 283,271	\$ 3,930,439	\$ 3,861,484	\$ 352,226
Sheriff -				
<u>DONATED FUNDS</u>				
Assets				
Cash and cash equivalents	\$ 14,805	\$ 32,554	\$ 19,793	\$ 27,566
Total Assets	\$ 14,805	\$ 32,554	\$ 19,793	\$ 27,566
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Other current liabilities	14,805	32,554	19,793	27,566
Total Liabilities	\$ 14,805	\$ 32,554	\$ 19,793	\$ 27,566
<u>INDIVIDUAL DEPOSITORY</u>				
Assets				
Cash and cash equivalents	\$ 20,166	\$ 2,618,451	\$ 2,451,753	\$ 186,864
Total Assets	\$ 20,166	\$ 2,618,451	\$ 2,451,753	\$ 186,864
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	8,004	515,926	474,608	49,322
Due to Board of County Comm	12,162	2,102,525	1,977,145	137,542
Total Liabilities	\$ 20,166	\$ 2,618,451	\$ 2,451,753	\$ 186,864

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
 AGENCY FUNDS
 September 30, 2013

	Balance Oct. 1, 2012	Additions	Deductions	Balance Sept. 30, 2013
Sheriff continued -				
<u>INMATE TRUST</u>				
Assets				
Cash and cash equivalents	\$ 16,342	\$ 238,716	\$ 229,575	\$ 25,483
Total Assets	\$ 16,342	\$ 238,716	\$ 229,575	\$ 25,483
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to individuals	9,836	234,285	229,575	14,546
Due to other funds	6,506	4,431	-	10,937
Total Liabilities	\$ 16,342	\$ 238,716	\$ 229,575	\$ 25,483
<u>SEIZED FUNDS</u>				
Assets				
Cash and cash equivalents	\$ 2,478	\$ 4,819	\$ 5,900	\$ 1,397
Total Assets	\$ 2,478	\$ 4,819	\$ 5,900	\$ 1,397
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Other current liabilities	2,478	4,819	5,900	1,397
Total Liabilities	\$ 2,478	\$ 4,819	\$ 5,900	\$ 1,397
<u>SUSPENSE</u>				
Assets				
Cash and cash equivalents	\$ 10,185	\$ 43,728	\$ 43,750	\$ 10,163
Total Assets	\$ 10,185	\$ 43,728	\$ 43,750	\$ 10,163
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to individuals	10,185	43,084	43,750	9,519
Due to Board of County Comm	-	644	-	644
Total Liabilities	\$ 10,185	\$ 43,728	\$ 43,750	\$ 10,163
Tax Collector -				
<u>Taxes & Licenses</u>				
Assets				
Cash and cash equivalents	\$ 371,332	\$ 28,716,522	\$ 28,713,819	\$ 374,035
Total Assets	\$ 371,332	\$ 28,716,522	\$ 28,713,819	\$ 374,035
Liabilities				
Accounts payable	\$ -	\$ 2,315	\$ -	\$ 2,315
Due to individuals	61,490	2,215,529	2,262,247	14,772
Due to other funds	64,459	561,472	569,212	56,719
Due to other governmental units	245,383	25,937,206	25,882,360	300,229
Total Liabilities	\$ 371,332	\$ 28,716,522	\$ 28,713,819	\$ 374,035

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
September 30, 2013**

	<u>Balance Oct. 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Sept. 30, 2013</u>
TOTAL ALL AGENCY FUNDS				
Assets				
Cash and cash equivalents	\$ 829,912	\$ 35,452,849	\$ 35,224,122	\$ 1,058,639
Due from individuals	104	-	-	104
Due from other funds	26	-	26	-
Due from other governmental units	70	14,615	9,349	5,336
Total Assets	<u>\$ 830,112</u>	<u>\$ 35,467,464</u>	<u>\$ 35,233,497</u>	<u>\$ 1,064,079</u>
Liabilities				
Accounts payable	\$ -	\$ 2,315	\$ -	\$ 2,315
Due to individuals	221,257	2,962,850	2,936,187	247,920
Due to other funds	109,126	2,245,378	2,148,624	205,880
Due to Board of County Comm	12,162	2,103,169	1,977,145	138,186
Due to other governmental units	358,751	28,234,144	28,238,425	354,470
Other current liabilities	128,816	350,094	363,602	115,308
Total Liabilities	<u>\$ 830,112</u>	<u>\$ 35,897,950</u>	<u>\$ 35,663,983</u>	<u>\$ 1,064,079</u>

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, 2013, and the related notes to the financial statements, which collectively comprise Taylor County, Florida's basic financial statements, and have issued our report thereon dated April 7, 2014.

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.

A handwritten signature in blue ink that reads "Powell & Jones". The signature is written in a cursive, flowing style.

POWELL & JONES
Certified Public Accountants
April 7, 2014

**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, 2014. 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, 2014.

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

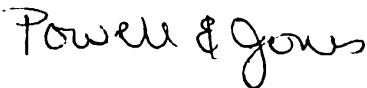
performing our audit of compliance, we considered Wakulla County, Florida's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the 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.

Subsequent to the original issuance of the 2013 report on OMB Circular A-133 Compliance, it was determined that a certain program on the schedule of expenditures of federal awards was not classified and specifically tested as a major federal program. Accordingly, after documenting appropriate additional audit procedures the 2013 report on OMB Circular A-133 Compliance is herewith revised to reflect that program on the schedule of expenditures of federal awards as a major program. The only changes to the report, other than this paragraph and the date of this report, is to list CFDA Number 14.251 on the schedule of expenditures of federal awards as a major federal program on page 106, and schedule of findings on page 111.

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, CPAs
Lake City, Florida
January 31, 2015

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, 2013. 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, 2013.

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.

A handwritten signature in blue ink that reads "Powell & Jones". The signature is written in a cursive, flowing style.

POWELL & JONES, CPAs
April 7, 2014

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
For the Fiscal Year Ended September 30, 2013**

<u>Federal and State Grantor/Pass Through Grantor Program Title</u>	<u>CFDA / CFSA #</u>	<u>GRANT #</u>	<u>PROGRAM OR AWARD AMOUNT</u>	<u>REPORTED IN PRIOR YEARS</u>	<u>REVENUES RECOGNIZED</u>	<u>EXPENDITURES</u>
<i>FEDERAL AWARDS</i>						
<i>MAJOR PROGRAMS</i>						
US Department of Housing and Urban Development Community Center Grant	14.251	B-06-SP-FL-0230	\$ 396,000	\$ 53,832	\$ 342,168	\$ 353,695
Housing Choice Voucher Grant	14.871	FL096	931,673	-	931,673	1,090,925
US Department of Housing and Urban Development subtotal			<u>1,327,673</u>	<u>53,832</u>	<u>1,273,841</u>	<u>1,444,620</u>
US Department of Interior Fish and Wildlife Service Ochlocknee Bay Bike Trail Phase IV	20.205	F12AB00002	1,222,000	48,340	938,430	938,430
<i>Total major federal awards</i>			<u>\$ 2,549,673</u>	<u>\$ 102,172</u>	<u>\$ 2,212,271</u>	<u>\$ 2,383,050</u>
<i>NONMAJOR PROGRAMS</i>						
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	\$ -	\$ -	\$ -
US Department of Commerce National Oceanic and Atmospheric Administration St. Mark's Paddling Trail	11.419	CM310	15,000	-	15,000	15,684
US Department of Housing and Urban Development Community Development Block Grant - Housing Assistance Plan	14.228	13-DB-01-02-75-01-H-05	750,000	-	40,917	40,917
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	V12001	98,312	-	83,783	108,361
Bureau of Justice Assistance/Office of Criminal Justice Grants passed through Florida Department of Law Enforcement Bulletproof Vest Grant	16.607	FY2011	5,937	475	3,802	7,604
E. Byrne Memorial Justice Assistance Grant	16.738	2013-JAGC-WAKU-1-D7-010	33,892	-	32,000	32,000
Bureau of Justice Assistance/Office of Criminal Justice Grants subtotal			<u>39,829</u>	<u>475</u>	<u>35,802</u>	<u>39,604</u>
U.S. Department of Justice COPS Hiring Program	16.810	2012-UM-WX-0056	450,274	-	108,066	125,670

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, 2013**

Federal and State Grantor/Pass Through Grantor Program Title	CFDA / CFSA #	GRANT #	PROGRAM OR AWARD AMOUNT	REPORTED IN PRIOR YEARS	REVENUES RECOGNIZED	EXPENDITURES
continued						
U.S. Department of Transportation passed through Florida Department of Transportation						
Ochlocknee Bay Bike Trail Grant Phase III	20.205	AQ397	731,384	115,290	29,520	29,520
Big Bend Scenic Byway Grant - Phase I	20.205	AQD05	74,315	52,085	22,615	22,615
Safe Route to Schools	20.205	4221419301	25,000	-	24,673	24,673
Traffic Records Information System	20.600	TR-13-09-04	3,500	-	3,500	3,500
Speed Control	20.600	SC-13-13-05	106,850	-	105,680	105,680
U.S. Department of Transportation subtotal			941,049	167,375	185,988	185,988
Federal Environmental Protection Agency passed through Florida Department of Environmental Protection						
Capitalization Grant for Clean Water State Revolving Funds	66.458	WW650300	\$ 1,062,788	\$ 989,100	\$ 73,688	\$ 73,688
U.S. Elections Assistance Commission Help America Vote Act passed through State of Florida Division of Elections						
Election Reform Payments/ HAVA	90.401	FY 11/12	3,160	3,113	-	-
Federal Election Activities Grant	90.401	FY 12/13	4,693	-	-	-
U.S. Elections Assistance Commission subtotal			7,853	3,113	-	-
Federal Emergency Management Agency passed through Florida Department of Emergency Management						
Disaster Assistance - Tropical Storm Debby #4068	97.036	FEMA-4068-DR-FL	565,161	512,609	24,734	24,734
US Department of Homeland Security passed through the Florida Division of Emergency Management						
Emergency Management Performance Grant	97.042	13-FG-86-02-75-01-132	55,701	-	46,271	46,271
Emergency Management Performance Grant	97.042	14-FG-1M-02-75-01-132	55,668	-	12,145	12,145
State Homeland Security Grant	97.067	12-DS-20-02-75-01-348	23,000	-	23,000	23,000
US Department of Homeland Security subtotal			134,369	-	81,416	81,416
U.S. Department of Health and Human Services passed through Florida Department of Revenue						
Service in Process Grant	93.563	CSS65	11,160	-	2,178	2,178
Title IV-D - Child Support Enforcement Grant	93.563	CD365	87,628	-	87,628	87,628
U.S. Department of Health and Human Services subtotal			98,788	-	89,806	89,806
Total nonmajor federal awards			5,353,422	1,672,672	739,201	785,869
Total federal awards			\$ 7,903,095	\$ 1,774,844	\$ 2,951,472	\$ 3,168,919

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, 2013**

Federal and State Grantor/Pass Through Grantor Program Title	CFDA / CFSA #	GRANT #	PROGRAM OR AWARD AMOUNT	REPORTED IN PRIOR YEARS	REVENUES RECOGNIZED	EXPENDITURES
STATE FINANCIAL ASSISTANCE						
MAJOR PROGRAMS						
Florida Department of Transportation Emmett Whaley Road	55.016	429973-1-58-01	\$ 737,525	\$ -	\$ 467,351	\$ 467,351
State Housing Initiatives Program						
SHIP Funds 2009-2010	52.901	2009-2010	350,000	118,834	231,166	231,166
SHIP Funds 2011-2012	52.901	2011-2012	350,000	94,785	136,410	136,410
SHIP Funds 2012-2013	52.901	2012-2013	25,000	-	11,250	11,250
SHIP Funds 2013-2014	52.901	2013-2014	350,000	-	-	-
State Housing Initiatives Program subtotal			<u>1,075,000</u>	<u>213,619</u>	<u>378,826</u>	<u>378,826</u>
Total major programs			<u>\$ 1,812,525</u>	<u>\$ 213,619</u>	<u>\$ 846,177</u>	<u>\$ 846,177</u>
NONMAJOR PROGRAMS:						
Visit Florida - Florida Tourism Industry Marketing Corp.						
Visit Florida - Image Development Grant	31.006	M08469	5,000	-	5,000	5,000
Visit Florida - Tourism Education Grant	31.006	M08395	2,000	-	1,650	1,650
Visit Florida - Florida Tourism Industry Marketing Corp. subtotal			<u>7,000</u>	<u>-</u>	<u>6,650</u>	<u>6,650</u>
Florida Division of Emergency Management						
Emergency Management Program	31.063	13-BG-83-02-75-01-065	105,806	-	82,720	82,720
Emergency Management Program	31.063	14-BG-83-02-75-01-065	105,806	-	20,302	20,302
Hazardous Analysis	31.067	13-CP-11-02-75-23-210	2,651	-	2,651	2,651
Florida Division of Emergency Management subtotal			<u>214,263</u>	<u>-</u>	<u>105,673</u>	<u>105,673</u>
Florida Department of Environmental Protection						
Small County Solid Waste Grant Agreement	37.012	332SC	70,588	-	70,588	70,588
Florida Department of Agriculture and Consumer Services						
Mosquito Control State Aid	42.003	018800	18,500	-	18,500	36,538
Florida Department of State						
Division of Library Information Services						
State Aid to Libraries Operating/Equalization Grant	45.030	12-ST-95	91,657	64,630	27,027	27,027
State Aid to Libraries Operating/Equalization Grant	45.030	13-ST-96	90,754	-	43,926	43,926
Florida Department of State subtotal			<u>182,411</u>	<u>64,630</u>	<u>70,953</u>	<u>70,953</u>
Florida Department of Transportation						
Florida Highway Beautification Council						
Highway 98 Beautification Project	55.003	AR308	99,801	-	-	-

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, 2013**

Federal and State Grantor/Pass Through Grantor Program Title	CFDA / CFSA #	GRANT #	PROGRAM OR AWARD AMOUNT	REPORTED IN PRIOR YEARS	REVENUES RECOGNIZED	EXPENDITURES
Continued						
Florida Department of Transportation Airport Master Plan	55.004	AQJ95	78,391	-	61,288	61,288
Florida Department of Transportation County Road 365 - Spring Creek Highway	55.008	424039-1-58-01	1,159,208	-	87,425	87,425
Florida Department of Transportation High Drive & Ochlockonee Street	55.009	432787-1-58-01	428,905	-	189,126	189,126
Florida Department of Health Emergency Medical Services County Grant Program						
Emergency Medical Services County Grant	64.003	M1037	\$ 4,950	\$ -	\$ 4,921	\$ 6,578
County Awards Grant	64.005	C1065	5,918	-	2,024	2,024
Florida Department of Health subtotal			<u>10,868</u>	-	<u>6,945</u>	<u>8,602</u>
Florida Department of Management Services Wireless 911 Board						
Rural County E911 Grant	72.001	12-10-21	47,443	-	47,443	47,443
Rural County E911 Grant	72.001	13-4-24	25,751	-	25,751	25,751
Florida Department of Management Services subtotal			<u>73,194</u>	-	<u>73,194</u>	<u>73,194</u>
Florida Department of Children & Families passed through DISC Village, Inc. Prevention Partnership Grant Civil Citation Oversight	N/A	7/1/12-6/30/13	20,160	-	20,445	20,445
Florida Department of Law Enforcement Historic Criminal History Disposition Agreement	N/A	2013	5,800	-	5,800	5,800
BP Economic & Promotional Damages Grant Fund Gulf Tourism & Seafood Promotional Campaign	N/A	2013	500,000	-	45,069	45,069
Total nonmajor programs			<u>2,869,089</u>	<u>64,630</u>	<u>761,657</u>	<u>781,352</u>
Total state awards			<u>\$ 4,681,614</u>	<u>\$ 278,249</u>	<u>\$ 1,607,834</u>	<u>\$ 1,627,529</u>

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

WAKULLA COUNTY, FLORIDA

Notes to Schedule of Expenditures of Federal Awards And State Financial Assistance September 30, 2013

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, 2013

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>
	<u>U.S. Department of Housing and Urban Development</u>
14.871	Housing Choice Voucher Act
14.251	Community Center Grant
	<u>U.S. Department of Interior</u>
20.205	Ochlockonee Bay Bike Trail Phase IV

- | | |
|---|-----------|
| 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, 2013

- | | |
|---|---------------|
| 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: | |

<u>CSFA Number</u>	<u>Name of State Projects</u>
55.016	<u>Florida Department of Transportation</u> Emmett Whaley Road
52.901	<u>State Housing Initiatives Program</u> SHIP Funds

- | | |
|---|-----------|
| 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

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Fiscal Year Ended September 30, 2013

A. FINDINGS OF PRIOR AUDITOR

There are no findings of the prior auditor that have not been corrected.

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, 2013, and have issued our report thereon dated April 7, 2014.

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 April 7, 2014, 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

All prior year findings were corrected during the current year.

CURRENT YEAR FINDINGS

2013-1

State Housing Initiatives Partnership (SHIP) – During the year the County made housing rehabilitation and down payment assistance grants to nine eligible participants. State and County Regulations require each participant to enter into a Repayment Agreement with the County whereby grant funds are repayable on a pro rata basis if the property is sold within five years.

From our review of those agreements we found that two agreements were not signed by the participants, and one agreement was not on file in the SHIP records. This program is administered by a third party contractor.

To correct this deficiency we recommend that the County establish a procedure to assure that all required repayment agreements are fully completed and properly executed by the County and participants.

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, 2013.

Investment of Public Funds - The County complied with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the fiscal year.

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.

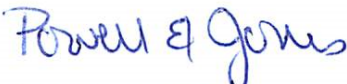
Requirements of Section 28.35, Florida Statutes - For the fiscal year ended September 30, 2013, the Clerk of the Circuit Court complied with the following:

1. The budget certified by the Florida Clerk of Courts Operations Corporation.
2. The performance standards developed and certified to Section 28.35, *Florida Statutes*.

Our audit did not disclose any further items that would be required to be reported under the *Rules of the Auditor General*, Chapter 10.550.

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
April 7, 2014

Page Left Blank Intentionally



April 11, 2014

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

Dear Sirs,

**BOARD OF
COUNTY COMMISSIONERS**

Richard Harden
Chairman, District 5

Ralph Thomas
Vice-Chairman, District 1

Randy Merritt
District 2

Howard Kessler, M.D.
District 3

Jerry Moore
District 4

J. David Edwards
County Administrator

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

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, 2013, 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 U.S. generally accepted accounting principles. 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

2012-1 – Volunteer Firemen Stipend Payments

Finding: "From our audit of documentation relating to stipend payments made to volunteer firemen, we found minor inconsistencies in payments to two individuals at the St. Marks Fire Department."

Recommendation: "We recommend that the fire department verify that all stipend payments are fully documented by attendance records."

Response: "We concur with you finding and will fully review the parameters of this program, the program's procedures and adjust our controls accordingly."

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

CURRENT YEAR FINDINGS

2013-1 – State Housing Initiatives Partnership (SHIP)

Finding: "During the current year the County made housing rehabilitation and down payment assistance grants to nine eligible participants. State and County regulations require each participant to enter into a Repayment Agreement with the County whereby grant funds are repayable on a pro rata basis if the property is sold within five years. From our review of those agreements we found that two agreements were not signed by the participants, and one agreement was not on file in the SHIP records. This program is administered by a third party contractor."

Recommendation: "To correct this deficiency we recommend that the County establish a procedure to assure that all required repayment agreements are fully completed and properly executed by the County and participants."

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

Response: We concur with your finding. We have modified our procedures to require all disbursement packages to include a copy of either the fully executed Rehabilitation contract or Down Payment Assistance Repayment Agreement prior to processing payments to vendors.

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



Greg James, Finance Director
Wakulla County Clerk of Courts

WAKULLA COUNTY, FLORIDA

END OF ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2013

WAKULLA COUNTY, FLORIDA

CLERK OF THE CIRCUIT COURT, COMPTROLLER &
CLERK TO THE BOARD OF COUNTY COMMISSIONERS

ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2013



WAKULLA COUNTY, FLORIDA

**CLERK OF COURT
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2013**

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

A. Table of Contents122

II. FINANCIAL SECTION

A. Independent Auditor’s Report124

B. Basic Financial Statements:

 Combined Balance Sheet – All Fund Types128
 Statement of Revenues, Expenditures and Changes in
 Fund Balances – All Governmental Funds129
 Notes to Financial Statements130

C. Combining and Individual Fund Financial Statements:

Governmental Fund Financial Statements:

 Statement of Revenue, Expenditures and Changes in
 Fund Balance – Budget and Actual – General Fund140
 Statement of Revenue, Expenditures and Changes in
 Fund Balance – Budget and Actual – All Special Revenue Funds141
 Combining Balance Sheet – All Special Revenue Funds142
 Combining Statement of Revenue, Expenditures and Changes in
 Fund Balance – All Special Revenue Funds143

Fiduciary Fund Financial Statements:

 Combining Balance Sheet – All Agency Funds144
 Combining Statement of Changes in Assets and Liabilities –
 All Agency Funds145

D. 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 Governmental
 Auditing Standards147
 Management Letter149
 Clerk of Court Response Letter151

Page Left Blank Intentionally



Powell & Jones
Certified Public Accountants

Richard C. Powell, Jr., CPA
Marian Jones Powell, CPA

1359 S.W. Main Blvd.
Lake City, Florida 32025
386 / 755-4200
Fax: 386 / 719-5504

INDEPENDENT AUDITOR'S REPORT
admin@powellandjonescpa.com

Honorable Clerk of the Circuit Court
Wakulla County, Florida

Report on the Financial Statements

We have audited the accompanying special purpose fund financial statements of the Wakulla County Clerk of the Circuit Court (the Clerk of the Circuit Court), as of and for the year ended September 30, 2013, 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 special purpose financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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 or 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 opinion.

The accompanying special purpose fund financial statements were prepared for the purpose of complying with Section 218.39(8), *Florida Statutes*, and Rule 10.557(5), of Chapter 10.550, *Rules of the Auditor General - Local Governmental Entity Audits*. As described in Note 1 to the financial statements, the Clerk of the Circuit Court is part of the reporting entity, Wakulla County, Florida. Accordingly, these special purpose fund financial statements are not a complete presentation of the reporting entity's basic financial statements.

Opinion

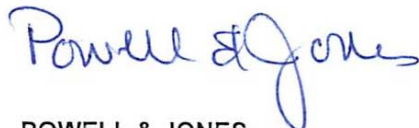
In our opinion, the special purpose fund financial statements referred to above present fairly, in all material respects, the financial position of the Wakulla County Clerk of the Circuit Court, as of September 30, 2013, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated April 7, 2014, on our consideration of the Clerk of the Circuit Court' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Clerk of the Circuit Court' internal control over financial reporting and on compliance.

Other Information

Our audit was made for the purpose of forming an opinion on the special purpose fund financial statements taken as a whole. The combining and individual fund financial statement listed in the table of contents are presented for purposes of additional analysis and are not a required part of the special purpose fund financial statements of the Clerk of the Circuit Court. Such information has been subjected to the auditing procedures applied in the audit of the special purpose fund financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the special purpose fund financial statements taken as a whole.



POWELL & JONES
Certified Public Accountants
April 7, 2014

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**CLERK OF CIRCUIT COURT
BASIC FINANCIAL STATEMENTS**

WAKULLA COUNTY, FLORIDA

CLERK OF CIRCUIT COURT
 COMBINED BALANCE SHEET - ALL FUND TYPES
 September 30, 2013

	Governmental Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	General Fund	Special Revenue Funds	Agency Funds	
ASSETS				
Cash and cash equivalents	\$ 78,552	\$ 227,827	\$ 346,786	\$ 653,165
Accounts receivable, net	360	-	-	360
Due from individuals	-	-	104	104
Due from agency funds	12,051	57,336	-	69,387
Due from other funds	1,804	-	-	1,804
Due from other governmental units	-	19,911	5,336	25,247
Inventories	-	-	-	-
Prepaid expense	10,346	-	-	10,346
Other current assets	-	-	-	-
Total assets	\$ 103,113	\$ 305,074	\$ 352,226	\$ 760,413
LIABILITIES AND FUND BALANCE				
Liabilities				
Accounts payable	\$ 21,557	\$ 3,193	\$ -	\$ 24,750
Accrued liabilities	32,210	39,670	-	71,880
Due to individuals	-	-	209,083	209,083
Due to agency funds	-	-	-	-
Due to other funds	49,081	-	88,902	137,983
Due to other governmental units	35	44,715	54,241	98,991
Deferred inflows	-	11,711	-	11,711
Interest payable	-	-	-	-
Deposits	-	-	-	-
Other current liabilities	230	-	-	230
Total liabilities	\$ 103,113	\$ 99,289	\$ 352,226	554,628
Fund balance				
Nonspendable				
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Restricted	-	38,289	-	38,289
Committed	-	166,423	-	166,423
Assigned	-	1,073	-	1,073
Unassigned	-	-	-	-
Total fund balance	-	205,785	-	205,785
Total liabilities and fund balance	\$ 103,113	\$ 305,074	\$ 352,226	\$ 760,413

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**CLERK OF CIRCUIT COURT
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUNDS**

For the Fiscal Year Ended September 30, 2013

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Totals</u>
Revenue			
Taxes	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-
Intergovernmental	-	634,428	634,428
Charges for services	150,506	176,529	327,035
Fines and forfeitures	-	97,809	97,809
Miscellaneous	9,888	2,318	12,206
Interest	31,632	124	31,756
Total revenue	\$ 192,026	\$ 911,208	\$ 1,103,234
Expenditures			
Current			
General government	\$ 704,193	\$ 188,068	\$ 892,261
Public safety	-	-	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	704,788	704,788
Capital Outlay			
General government	7,995	-	7,995
Public safety	-	-	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	-	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	\$ 712,188	\$ 892,856	\$ 1,605,044
Excess (deficiency) of revenues over (under) expenditures	\$ (520,162)	\$ 18,352	\$ (501,810)
Other financing sources			
Sale of equipment	-	-	-
Debt Proceeds	-	-	-
Transfers from Board of County Commissioners	545,534	-	545,534
Interfund transfer in	25,081	65,579	90,660
Interfund transfers out	(49,809)	(89,859)	(139,668)
Total other financing sources (uses)	\$ 520,806	\$ (24,280)	\$ 496,526
Net change in fund balance	644	(5,928)	(5,284)
Fund balances, beginning of year	(644)	211,713	211,069
Fund balances, end of year	\$ -	\$ 205,785	\$ 205,785

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

CLERK OF CIRCUIT COURT NOTES TO FINANCIAL STATEMENTS September 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies of the Wakulla County Clerk of the Circuit Court (the Clerk).

A. Reporting Entity – The Governmental Accounting Standards Board (GASB) on its Statement No. 14, “The Financial Reporting Entity”, as amended by GASB Statement No. 39 “Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement 14”, establishes standards for defining the financial reporting entity. In developing these standards, the GASB assumed that all governmental organizations are responsible to elected officials at the federal, state or local level. Financial reporting by state or local government should report the elected officials’ accountability for those organizations.

The Clerk, as established by Article VIII of the Constitution of the State of Florida, is an elected official of the County. Although the Clerk’s Office is operationally autonomous from the Board of County Commissioners, it does not hold sufficient corporate powers of its own to be considered a legally separate entity for financial reporting purposes. Therefore, the Clerk is reported as a part of the primary government of Wakulla County, Florida. The Clerk’s special purpose fund financial statements do not purport to reflect the financial position or the results of operations of Wakulla County, Florida, taken as a whole.

These special purpose fund financial statements of the Clerk are issued separately to comply with Section 218.39(2), *Florida Statutes* and Rule 10.557 (5) of Chapter 10.550, *Rules of the Auditor General – Local Government Entity Audits*. This rule requires the Clerk to present only fund financial statements. Accordingly, due to the omission of government-wide financial statements and certain financial statement disclosures including a management’s discussion and analysis, these financial statements do not constitute a complete presentation of the financial position of the Clerk and the changes in its financial position for the year then ended in conformity with GASB Statement No 34 “Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments”, but otherwise constitute financial statements prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America. The financial activities of the Clerk, as a constitutional officer, are included in the basic financial statements of Wakulla County, Florida.

The Clerk of the Circuit Court funds operations as a fee officer and a budget officer pursuant to *Florida Statutes*, Chapters 28, 218 and 129 respectively. As a fee officer, the Clerk collects fees and commissions from certain County activities. As a budget officer, the operations of the Clerk of the Circuit Court relating to the Board of County Commissioners are approved and funded by

the Board of County Commissioners and the operations relating to the Circuit and County court functions are approved and funded by the State of Florida via the Clerk of Court Operation Corporation (CCOC). The budgeted receipts from the Board of County Commissioners are recorded as other financing sources in the Clerk of the Circuit Court's special purpose fund financial statements and as other financing uses in the Board of County Commissioner's financial statements. Any excess of revenues and other financing sources received over expenditures are to be remitted to the Board of County Commissioners and the State of Florida at year end except for unexpended records modernization monies and net child support grant reimbursements.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

Fund Financial Statements

Accounts are organized and presented on the basis of funds, each of which is considered 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. Resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which the activities are controlled. The funds utilized by the Clerk are as follows:

1. Governmental Funds

Governmental funds are accounted for using the flow of current financial resources measurement focus. Only current assets and current liabilities are generally included on the balance sheet. Operating statements for these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current position (formerly net current assets). The Clerk reports the following governmental fund types:

General Fund – The General Fund of the Clerk is used to account for all financial resources (revenues and appropriations) which are generated from the operation of the Clerk's Office relating to the Board of County Commissioners and any other resources not required to be accounted for in a separate fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources which are legally restricted to expenditures for specified purposes. As of September 30, 2013, the Clerk maintained the following special revenue funds:

- Florida Department of Revenue (FDOR) Child Support Enforcement Grant
- Employee Benefit Fund
- Florida Department of Law Enforcement (FDLE) Imaging Grant
- Records Modernization Trust Funds
- State of Florida (SOF) Circuit and County Court Operations

The "basis of accounting" refers to when revenues and expenditures and the related assets and liabilities are recognized in the accounting records and reported in the financial statements. The modified accrual basis of accounting is used by governmental funds. Under this basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become

measurable and available to finance liabilities of the current fiscal year). For this purpose, the Clerk considers revenues available if they are collected within 60 days of the current period. Expenditures are recorded when the related fund liability is incurred, except for certain compensated absences, which are recognized as expenditures to the extent they have matured. Interest income and other revenue are recognized as they are earned and become measurable and available to pay liabilities of the current period.

Approximately 32% of the Clerk's funding is appropriated by the Board of County Commissioners. In applying the susceptible to accrual concept to intergovernmental revenue, there are essentially two types of revenue. In one, moneys must be expended on the specific purpose or project before any amounts will be paid to the Clerk; therefore, revenue is recognized based upon the expenditures incurred. Grant revenue is recorded in this manner. In the other type, moneys are virtually unrestricted and are revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenue at the time of receipt, or earlier, if the "susceptible to accrual" criteria are met.

2. Fiduciary Funds

Agency funds are used to account for assets held by the Clerk as an agent for individuals, other County funds, and other governmental units. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Clerk functions purely as an agent for others in the maintenance of these funds. The Clerk reports the following agency fund:

Collections Trust Fund – The Collections Trust Fund is used to account for the collection of court related fees, fines, service charges and court costs and county recording fees, service charges and other miscellaneous revenues that are collected on behalf of and due to individuals, other County funds, local governmental entities or the State of Florida.

C. Budgetary Accounting – The preparation, adoption and amendment of the budget is governed by Chapter 129, *Florida Statutes* which requires that budgets be adopted for all funds as may be required by law, sound financial practices and GAAP. The fund is the legal level of control for the budget.

The Clerk of Circuit Court's general fund budget for Board of County Commissioner related activity is approved and set by the annually adopted budget of the Board of County Commissioners. The Clerk of Circuit Court's special revenue fund budget for Circuit and County court related activity is approved and set by the annually adopted budget of the State of Florida via the Clerks of Court Operation Corporation (CCOC). All other special revenue fund budgets are adopted by the Clerk consistent with sound financial policies and generally accepted accounting principles.

In the budgetary comparisons included in these special purpose financial statements, both the budgetary amounts and actual amounts are presented in accordance with GAAP. In these statements the "Original" budget represents the legally adopted budget on October 1 and the

“Final” budget represents the budget as amended through September 30. All budget appropriations lapse at year-end.

D. Cash and Cash Equivalents – The Clerk’s cash, cash equivalents and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from acquisition date. Deposits are carried at cost which approximates market value. The carrying amount of deposits is separately displayed as “Cash” on the balance sheet.

E. Inventories – It is the policy of the Clerk of Circuit Court to record the acquisition of supplies as expenditures at the time of purchase. The amount of supplies on hand at any one time is nominal and considered immaterial.

F. Fixed Assets – All fixed assets used in governmental fund type operations and acquired by purchase are recorded at historical cost. Donated assets are recorded at estimated fair market value at the date donated. All assets with an acquisition or donation value of \$1,000 or more and a useful life of at least one year are tracked and inventoried on an annual basis. All assets with an acquisition or donation value of \$5,000 or more and a useful life of at least one year are depreciated over their useful life using the straight line method. All assets purchased by the Clerk of Circuit Court are reported in the Board of County Commissioner’s General Fixed Asset Account Group and the basic financial statements of Wakulla County, Florida.

G. Long-Term Liabilities – Long-term liabilities are comprised of compensated absences and lease commitments.

Compensated Absences – Compensated absences are absences for which employees will be paid such as vacation and sick leave. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the Clerk and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent upon a specific event that is outside the control of the Clerk and its employees are accounted for in the period in which such services are rendered or such events take place. Annual leave is accrued at the following rates:

<u>Years of Creditable Service</u>	<u>Vacation Leave Earned Monthly</u>	<u>Sick Leave Earned Monthly</u>
1-5	9	8
6-10	11	8
11 +	13	8

Employees may not carry more than 240 hours of annual leave from one calendar year to the next. Any amounts exceeding the 240 hour limit are lost at year end. There is no limitation to the number of sick leave hours carried from one year to the next. Employees who leave the Clerk’s Office may be compensated for all unused annual leave up to 240 hours and employees with one or more years of service may be compensated for unused sick leave at the rate of ¼ per hour up to a maximum of 240 hours.

The current or short-term portion of the available compensated absences balance is the amount estimated to be used in the following year (15%). In the governmental funds, this current portion of compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund of the Board of County Commissioners that will pay for them. The non-current or long-term portion is the amount estimated to be used in subsequent years (85%). This long-term portion is reported in the Board of County Commissioner's General Long-Term Debt Account Group of Wakulla County, Florida.

Lease Commitments – Lease commitments are comprised of operating and capital leases. Operating leases are leases of equipment with a value of less than \$5,000 and capital leases are lease of equipment with a value of \$5,000 or more. The short-term portion of leases are those amounts due within one year and the long-term portion of leases are those amounts due beyond 12 months.

H. Deferred Inflows – Deferred inflows are primarily deferred revenues reported in the special purpose fund financial statements and represent unearned grant revenues which are measurable but not available and, in accordance with the modified accrual basis of accounting, are reported as deferred inflows.

I. Total Column on the Combined Statements – The total column on the combined statements is captioned “Memorandum Only” to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations or changes in cash flows in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of this data.

J. Estimates – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. DEPOSITS

At fiscal year end, the book amount of the Clerk's deposits was \$653,165. Of the bank balances, \$250,000 was covered by federal depository insurance. Any balance in excess of \$250,000 is insured by collateral provided by the qualified public depositories to the Chief Financial Officer pursuant to the Florida Security for Public Deposits Act of the State of Florida, Chapter 280, *Florida Statutes*. All Clerk deposits are with qualified public depository institutions.

The Florida Security for Public Deposits Act establishes guidelines for qualification and participation by banks and savings associations, procedures for the administration of the collateral requirements and characteristics of eligible collateral. Under the Act, the qualified public depository must pledge at least 50 percent of the average daily balance for each month that all public deposits are in excess of any applicable deposit insurance. Additional collateral, up to a maximum of 125 percent, may be required, if deemed necessary under the conditions set forth in the Act. Obligations pledged to secure deposits must be delivered to the State Chief

Financial Officer or, with the approval of the State Chief Financial Officer, to a bank, savings association or trust company provided a power of attorney is delivered to the State Chief Financial Officer. Under the Act, the pool may assess participating financial institutions on a pro rata basis to fund any shortfall in the event of the failure of a member institution.

NOTE 3. FIXED ASSETS

The Clerk of Court’s fixed assets are primarily comprised of vehicles, furniture and computer and related equipment. The building(s) and related facilities that house the Clerk of Court are reported as part of the County’s financial statements and are not reported as part of the Clerk’s financial statements. The value of fixed assets for the Clerk of Court at year end is:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reclassifications / Deletions</u>	<u>Ending Balance</u>
Fixed Assets				
Furniture and equipment	\$ 146,576	\$ 7,995	\$ (20,655)	\$ 133,916
less accumulated depreciation	(137,794)	(6,184)	20,655	(123,323)
Fixed Assets, net	<u>\$ 8,782</u>	<u>\$ 1,811</u>	<u>\$ -</u>	<u>\$ 10,593</u>

NOTE 4. LONG-TERM LIABILITIES

The Clerk of Court had no capital leases or notes payable during the current year. The long-term liabilities of the Clerk’s Office are associated with employee compensated absences. The balances due at year end are:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Adjustments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Long-term liabilities						
Compensated absences	\$ 71,274	\$ 7,279	\$ -	\$ -	\$ 78,553	\$ 11,783
Total long-term liabilities	<u>\$ 71,274</u>	<u>\$ 7,279</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 78,553</u>	<u>\$ 11,783</u>

The Clerk of Court had one operating lease during the current year. The lease is for a postage meter and is \$124.39 per month for 60 months. The lease was signed in September 2010 and will end in September 2015. The annual future lease obligations are:

<u>Year Ending September 30,</u>	<u>Annual Obligation</u>
2014	\$ 1,493
2015	1,493
Total	<u>\$ 2,986</u>

NOTE 5. RISK MANAGEMENT

The Clerk of Circuit Court is exposed to various risks of loss related to torts; theft of; damage to and destruction of assets; errors and omissions; injuries to employees and the public; or damage to property of others. The Clerk’s Office directly purchases insurance and participates in the risk management program through Wakulla County Board of County Commissioners which uses commercial insurance and a public entity risk pool to cover certain risks from loss.

The Board of County Commissioners obtained commercial insurance against losses for the following types of risk:

- Real and Personal Property Damage
- Public Employees Bond
- Worker’s Compensation
- Automobile Liability

Worker’s compensation coverage is provided under a retrospectively rated policy. Premiums are accrued based on the ultimate cost-to-date of the Board of County Commissioner’s experience for these type risks.

The Board of County Commissioners participates in the Florida Association of Counties Trust (FACT), a public entity risk pool, for risks related to comprehensive general liability. The agreement provides that the financial liability of each participating county is limited to premiums and surplus contributions paid or obligations made to FACT. Aggregate coverage provided is limited to \$1,000,000 for each claim. There were no pending legal actions against the Clerk’s Office as of the fiscal year end.

NOTE 6. RETIREMENT PROGRAM

1. Florida Retirement System

The Clerk’s Office contributes to the Florida Retirement System (FRS), a cost-sharing multiple-employer plan administered by the State of Florida. The FRS provides either a defined benefit or a defined contribution plan to its participants.

Plan Description – The FRS provides retirement, disability or death benefits to retirees or their designated beneficiaries. FRS rules and provisions related to eligibility, contributions and benefits are established by Chapter 112 Part IV, Chapter 121, Chapter 122 and Chapter 238, *Florida Statutes*, and Chapter 605 Florida Administrative Code. Changes to the law can only occur through an act of the Florida Legislature.

A Deferred Retirement Option Program (DROP) subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with a FRS employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest.

Funding Policy – The Clerk of Circuit Court is required to contribute to the FRS at an actuarially determined rate as set by the State of Florida. The contribution rates, as a percent of gross salary, at September 30, 2013 were as follows:

<u>Class or Plan</u>	<u>Contribution Rate (A)</u>
FRS, Regular	6.95%
FRS, Senior Management Services	18.31%

FRS, Special Risk	19.06%
FRS Special Risk Administrative Support	35.96%
FRS, Elected Officials	33.03%
DROP program, all eligible participants	12.84%
FRS, Reemployed Retiree	(B)

Notes: (A) Employer rates include 1.20% for the post-employment health insurance subsidy. Also, employer rates, other than for DROP participants, include .03 % for administrative costs.

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

Effective July 1, 2011, employees are required to also contribute 3% of gross salary to the FRS. The Clerk of Circuit Court's liability for participation is limited to the payment of the required contribution at the rates and frequencies established by law on future payrolls of the Clerk. The Clerk's contributions to the FRS for the fiscal years ended September 30, 2013, 2012 and 2011 were \$71,925, \$51,036 and \$96,192, respectively, which were equal to the required contributions for each fiscal year.

Financial statements and other supplementary information of the FRS are included in the State of Florida Comprehensive Annual Financial Report which is available from the Florida Department of Financial Services. An annual report on the FRS which includes its financial statements, required supplementary information, actuarial report and other relevant information is available from the Florida Department of Management Services, Division of Retirement. That report may be obtained by writing to the Florida Retirement System, 2639 North Monroe Street, Tallahassee, Florida or by calling (850) 488-5706.

NOTE 7. INTER-FUND RECEIVABLES AND PAYABLES

The Clerk's inter-fund receivables and payables at September 30, 2013 were:

Fund	Interfund Receivable	Interfund Payable
Clerk		
General Fund	\$ 12,051	\$ -
Records Modernization Trust Fund	6,414	-
State Court Fund	50,922	-
Agency Collections Fund	-	69,387
Clerk Total	69,387	69,387
Board of County Commissioners		
General Fund	1,804	49,109
Court Fees Fund		14,739
Crime Prevention Fund		4,676
Road Operating Fund		72
Board of County Commissioners Total	1,804	68,596
Total Interfund Receivable / Payable	\$ 71,191	\$ 137,983

NOTE 8. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the State of Florida and Federal 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 Clerk expects such amounts, if any, to be immaterial.

NOTE 9. FUND BALANCES – GOVERNMENTAL FUNDS

As of September 30, 2013, fund balances of the governmental funds as 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.

The Clerk of Court’s fund balances at September 30, 2013 are as follows:

<u>Fund Name</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>	<u>Unassigned</u>
Child Support Grant Fund	\$ -	\$ -	\$ 166,423	\$ -	\$ -
Employee Benefit Fund	-	-	-	1,073	-
Records Modernization Trust Fund	-	38,289	-	-	-
Total	\$ -	\$ 38,289	\$ 166,423	\$ 1,073	\$ -

WAKULLA COUNTY, FLORIDA

**CLERK OF CIRCUIT COURT
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS**

WAKULLA COUNTY, FLORIDA

CLERK OF CIRCUIT COURT
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - GENERAL FUND
 For the Fiscal Year Ended September 30, 2013

	Budgeted Amount		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	126,450	126,450	150,506	24,056
Fines and forfeitures	-	-	-	-
Miscellaneous	3,750	3,750	9,888	6,138
Interest	55,000	55,000	31,632	(23,368)
Total revenue	\$ 185,200	\$ 185,200	\$ 192,026	\$ 6,826
Expenditures				
Current				
General government	\$ 730,734	\$ 730,734	\$ 704,193	\$ 26,541
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	7,995	(7,995)
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 730,734	\$ 730,734	\$ 712,188	\$ 18,546
Excess (deficiency) of revenues over (under) expenditures	\$ (545,534)	\$ (545,534)	\$ (520,162)	\$ 25,372
Other financing sources				
Sale of equipment	-	-	-	-
Debt Proceeds	-	-	-	-
Transfers from Board of County Commissioners	545,534	545,534	545,534	-
Interfund transfer in	57,635	57,635	25,081	(32,554)
Interfund transfers out	(57,635)	(57,635)	(49,809)	(7,826)
Total other financing sources (uses)	\$ 545,534	\$ 545,534	\$ 520,806	\$ (24,728)
Net change in fund balance	-	-	644	644
Fund balances, beginning of year	(644)	(644)	(644)	-
Fund balances, end of year	\$ (644)	\$ (644)	\$ -	\$ 644

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

CLERK OF CIRCUIT COURT
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - ALL SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended September 30, 2013

	Budgeted Amount		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-
Intergovernmental	720,011	725,811	634,428	(91,383)
Charges for services	50,500	50,500	176,529	126,029
Fines and forfeitures	28,500	28,500	97,809	69,309
Miscellaneous	165,000	165,000	2,318	(162,682)
Interest	-	-	124	124
Total revenue	\$ 964,011	\$ 969,811	\$ 911,208	\$ (58,603)
Expenditures				
Current				
General government	\$ 248,481	\$ 248,481	\$ 188,068	\$ 60,413
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	715,530	721,330	704,788	16,542
Capital Outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 964,011	\$ 969,811	\$ 892,856	\$ 76,955
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ 18,352	\$ 18,352
Other financing sources				
Sale of equipment	-	-	-	-
Debt Proceeds	-	-	-	-
Transfers from Board of County Commissioners	-	-	-	-
Interfund transfer in	63,363	63,363	65,579	2,216
Interfund transfers out	(63,363)	(63,363)	(89,859)	26,496
Total other financing sources (uses)	\$ -	\$ -	\$ (24,280)	\$ (24,280)
Net change in fund balance	-	-	(5,928)	(5,928)
Fund balances, beginning of year	211,713	211,713	211,713	-
Fund balances, end of year	\$ 211,713	\$ 211,713	\$ 205,785	\$ (5,928)

See notes to financial statements.

WAKULLA COUNTY, FLORIDA
CLERK OF CIRCUIT COURT
COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS
September 30, 2013

	Child Support Grant Fund	Employee Benefit Fund	FDLE Grant Fund	Records Moderization Trust Fund	State Court Fund	Totals
ASSETS						
Cash and cash equivalents	\$ 150,514	\$ 1,073	\$ (2,900)	\$ 34,887	\$ 44,253	\$ 227,827
Accounts receivable, net	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-
Due from agency funds	-	-	-	6,414	50,922	57,336
Due from other funds	-	-	-	-	-	-
Due from other governmental units	17,011	-	2,900	-	-	19,911
Inventories	-	-	-	-	-	-
Prepaid expense	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total assets	\$ 167,525	\$ 1,073	\$ -	\$ 41,301	\$ 95,175	\$ 305,074
LIABILITIES AND FUND BALANCE						
Liabilities						
Accounts payable	\$ 680	\$ -	\$ -	\$ 419	\$ 2,094	\$ 3,193
Accrued liabilities	422	-	-	2,593	36,655	39,670
Due to individuals	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Due to other governmental units	-	-	-	-	44,715	44,715
Deferred inflows	-	-	-	-	11,711	11,711
Interest payable	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total liabilities	\$ 1,102	\$ -	\$ -	\$ 3,012	\$ 95,175	\$ 99,289
Fund balance						
Nonspendable						
Inventories	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Restricted	-	-	-	38,289	-	38,289
Committed	166,423	-	-	-	-	166,423
Assigned	-	1,073	-	-	-	1,073
Unassigned	-	-	-	-	-	-
Total fund balance	166,423	1,073	-	38,289	-	205,785
Total liabilities and fund balance	\$ 167,525	\$ 1,073	\$ -	\$ 41,301	\$ 95,175	\$ 305,074

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

CLERK OF CIRCUIT COURT
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 ALL SPECIAL REVENUE FUNDS

For the Fiscal Year Ended September 30, 2013

	Child Support Grant Fund	Employee Benefit Fund	FDLE Grant Fund	Records Moderization Trust Fund	State Court Fund	Totals
Revenue						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-	-	-
Intergovernmental	87,839	-	5,800	-	540,789	634,428
Charges for services	-	-	-	59,583	116,946	176,529
Fines and forfeitures	-	-	-	27,203	70,606	97,809
Miscellaneous	-	2,226	-	92	-	2,318
Interest	-	1	-	-	123	124
Total revenue	\$ 87,839	\$ 2,227	\$ 5,800	\$ 86,878	\$ 728,464	\$ 911,208
Expenditures						
Current						
General government	\$ 92,419	\$ 1,154	\$ -	\$ 94,495	\$ -	\$ 188,068
Public safety	-	-	-	-	-	-
Physical environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Court related	-	-	5,800	-	698,988	704,788
Capital Outlay						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Physical environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Court related	-	-	-	-	-	-
Debt Service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	\$ 92,419	\$ 1,154	\$ 5,800	\$ 94,495	\$ 698,988	\$ 892,856
Excess (deficiency) of revenues over (under) expenditures	\$ (4,580)	\$ 1,073	\$ -	\$ (7,617)	\$ 29,476	\$ 18,352
Other financing sources						
Sale of equipment	-	-	-	-	-	-
Debt Proceeds	-	-	-	-	-	-
Transfers from Board of County Commissioners	-	-	-	-	-	-
Interfund transfer in	28,747	-	-	36,032	800	65,579
Interfund transfers out	(21,032)	-	-	(38,551)	(30,276)	(89,859)
Total other financing sources (uses)	\$ 7,715	\$ -	\$ -	\$ (2,519)	\$ (29,476)	\$ (24,280)
Net change in fund balance	3,135	1,073	-	(10,136)	-	(5,928)
Fund balances, beginning of year	163,288	-	-	48,425	-	211,713
Fund balances, end of year	\$ 166,423	\$ 1,073	\$ -	\$ 38,289	\$ -	\$ 205,785

See notes to financial statements.

WAKULLA COUNTY, FLORIDA
CLERK OF CIRCUIT COURT
COMBINING BALANCE SHEET - ALL AGENCY FUNDS
September 30, 2013

	<u>Collections Trust</u>
ASSETS	
Cash and cash equivalents	\$ 346,786
Accounts receivable, net	-
Due from individuals	104
Due from other funds	-
Due from other governmental units	5,336
Inventories	-
Prepaid expense	-
Other current assets	-
Total assets	\$ 352,226
 LIABILITIES	
Liabilities	
Accounts payable	\$ -
Accrued liabilities	-
Due to individuals	209,083
Due to other funds	88,902
Due to other governmental units	54,241
Deferred inflows	-
Interest payable	-
Other current liabilities	-
Total liabilities	\$ 352,226

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**CLERK OF CIRCUIT COURT
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS
September 30, 2013**

	Balance			Balance
	Oct. 1, 2012	Additions	Deductions	Sept. 30, 2013
ASSETS				
Cash and cash equivalents	\$ 283,071	\$ 3,485,338	\$ 3,421,623	\$ 346,786
Due from individuals	104	-	-	104
Due from other funds	26	-	26	-
Due from other governmental units	70	14,615	9,349	5,336
Total assets	\$ 283,271	\$ 3,499,953	\$ 3,430,998	\$ 352,226
LIABILITIES AND NET ASSETS				
Liabilities				
Due to individuals	\$ 139,746	\$ 469,952	\$ 400,615	\$ 209,083
Due to other funds	30,157	1,163,549	1,104,804	88,902
Due to other governmental units	113,368	2,296,938	2,356,065	54,241
Total liabilities	\$ 283,271	\$ 3,930,439	\$ 3,861,484	\$ 352,226

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

CLERK OF CIRCUIT COURT
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 Clerk of the Circuit Court
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 special purpose financial statements of the Wakulla County Clerk of the Circuit Court as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the Wakulla County Clerk of the Circuit Court' basic financial statements, and have issued our report thereon dated April 7, 2014.

Internal Control Over Financial Reporting

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

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

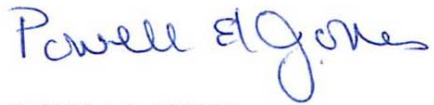
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Wakulla County Clerk of the Circuit Courts' 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.

A handwritten signature in blue ink that reads "Powell & Jones". The signature is written in a cursive, flowing style.

POWELL & JONES
Certified Public Accountants
April 7, 2014

**MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550,
RULES OF THE AUDITOR GENERAL**

Honorable Clerk of the Circuit Court
Wakulla County, Florida

We have audited the financial statements of the Wakulla County Clerk of the Circuit Court (Clerk), as of and for the year ended September 30, 2013, and have issued our report thereon dated April 7, 2014. We have also issued our report on compliance and on internal control over financial reporting. That report should be considered in conjunction with this management letter.

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. Additionally our audit was conducted in accordance with the provisions of 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 certain items be addressed in this letter.

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), *Florida Statutes*, is in agreement with the accompanying financial statements of Wakulla County, Florida, for the year ended September 30, 2013. The financial statements of the Clerk of Circuit Court are combined with other County agencies in that report.

Investment of Public Funds - The Clerk complied with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the fiscal year.

Financial Emergency Status - We have determined that the Clerk did not meet 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(1)7c. 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.

Requirements of Section 28.35, Florida Statutes - For the fiscal year ended September 30, 2013, the Clerk complied with the following:

1. The budget certified by the Florida Clerk of Courts Operations Corporation
2. The performance standards developed and certified to Section 28.35, *Florida Statutes*

Our audit did not disclose any further items that would be required to be reported under *Rules of the Auditor General*, Chapter 10.55491)(f).

CONCLUSION

We have reviewed information regarding our audit with the Clerk and have provided her with appropriate documentation as requested. We very much enjoyed the challenges and experiences associated with this audit of the Office. We appreciate the overall high quality of the financial records and personnel in the Clerk's Office. We also appreciate the helpful assistance and courtesy afforded us by these employees.

A handwritten signature in blue ink that reads "Powell & Jones". The signature is written in a cursive, flowing style.

POWELL & JONES
Certified Public Accountants
April 7, 2014



Brent X. Thurmond, C.P.A.
Wakulla Clerk of Courts
3056 Crawfordville Highway
Crawfordville, FL 32327
Phone (850) 926-0300
Facsimile (850) 926-0938

April 11, 2014

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

Dear Sirs,

I am providing this letter in connection with your audit of the financial statements of the Wakulla County Clerk of Circuit Court as of September 30, 2013, 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 the Clerk's Office. I confirm that we are responsible for the fair presentation of the previously mentioned financial statements in conformity with U.S. generally accepted accounting principles. 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 there were no reportable findings in the prior and current fiscal years for the financial statements of the Clerk of Circuit Court. Additionally, you note the Clerk of Circuit Court complied with Section 218.32(1)(a), Florida Statutes, regarding the Annual Local Government Financial Report, with Section 218.415, Florida Statutes, regarding the investment of public funds and with Section 28.35, Florida Statutes, regarding the Clerk's court-related budget and performance standards.

My office has reviewed the information provided by your office regarding the audit of the Clerk's financial statements. I concur with your report and am pleased there were no findings again this year.

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

Sincerely,

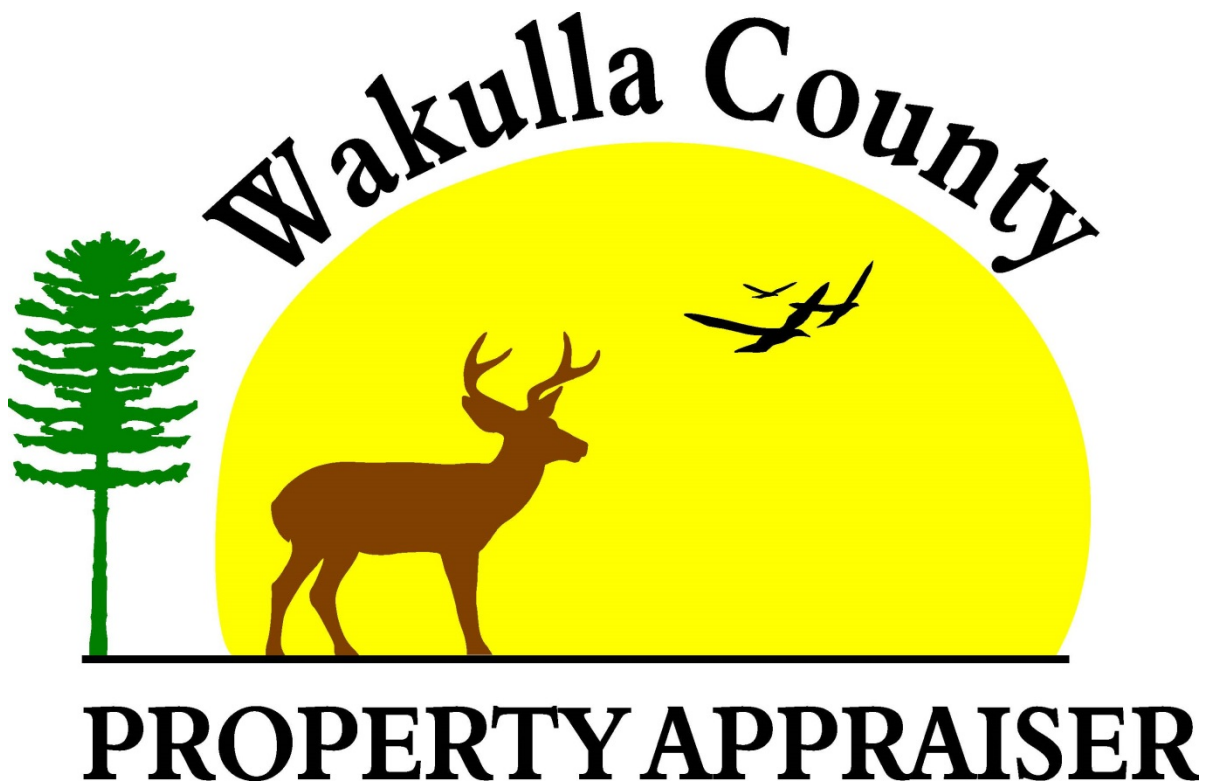
Brent X. Thurmond, C.P.A.
Wakulla County Clerk of Circuit Court

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

PROPERTY APPRAISER ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2013



WAKULLA COUNTY, FLORIDA

**PROPERTY APPRAISER
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2013**

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

A. Table of Contents154

II. FINANCIAL SECTION

A. Independent Auditor’s Report156

B. Basic Financial Statements:

 Combined Balance Sheet – All Fund Types160

 Statement of Revenues, Expenditures and Changes in
 Fund Balances – All Governmental Funds161

 Notes to Financial Statements162

C. Combining and Individual Fund Financial Statements:

Governmental Fund Financial Statements:

 Statement of Revenue, Expenditures and Changes in
 Fund Balance – Budget and Actual – General Fund172

 Statement of Revenue, Expenditures and Changes in
 Fund Balance – Budget and Actual – All Special Revenue Funds173

 Combining Balance Sheet – All Special Revenue Funds174

 Combining Statement of Revenue, Expenditures and Changes in
 Fund Balance – All Special Revenue Funds175

D. 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 Governmental
 Auditing Standards177

 Management Letter179

 Property Appraiser Response Letter181

Page Left Blank Intentionally



Powell & Jones
Certified Public Accountants

Richard C. Powell, Jr., CPA
Marian Jones Powell, CPA

1359 S.W. Main Blvd.
Lake City, Florida 32025
386 / 755-4200
Fax: 386 / 719-5504
admin@powellandjonescpa.com

INDEPENDENT AUDITOR'S REPORT

Honorable Property Appraiser
Wakulla County, Florida

Report on the Financial Statements

We have audited the accompanying special purpose fund financial statements of the Wakulla County Property Appraiser (the Property Appraiser), as of and for the year ended September 30, 2013, 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 special purpose financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. The standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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 or 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 opinion.

The accompanying special purpose fund financial statements were prepared for the purpose of complying with Section 218.39(8), *Florida Statutes*, and Rule 10.557(5), of Chapter 10.550, *Rules of the Auditor General - Local Governmental Entity Audits*. As described in Note 1 to the financial statements, the Property Appraiser is part of the reporting entity, Wakulla County, Florida. Accordingly, these special purpose fund financial statements are not a complete presentation of the reporting entity's basic financial statements.

Opinion

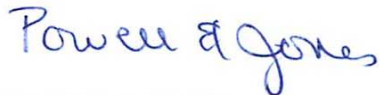
In our opinion, the special purpose fund financial statements referred to above present fairly, in all material respects, the financial position of the Wakulla County Property Appraiser, as of September 30, 2013, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated April 7, 2014, on our consideration of the Property Appraiser' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Property Appraiser' internal control over financial reporting and on compliance.

Other Information

Our audit was made for the purpose of forming an opinion on the special purpose fund financial statements taken as a whole. The individual fund financial statements listed in the table of contents are presented for purposes of additional analysis and are not a required part of the special purpose fund financial statements of the Property Appraiser. Such information has been subjected to the auditing procedures applied in the audit of the special purpose fund financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the special purpose fund financial statements taken as a whole.



POWELL & JONES
Certified Public Accountants
April 7, 2014

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**PROPERTY APPRAISER
BASIC FINANCIAL STATEMENTS**

WAKULLA COUNTY, FLORIDA

PROPERTY APPRAISER
 COMBINED BALANCE SHEET - ALL FUND TYPES
 September 30, 2013

	Governmental Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	General Fund	Special Revenue Funds	Agency Funds	
ASSETS				
Cash and cash equivalents	\$ 37,935	\$ 6,530	\$ -	\$ 44,465
Accounts receivable, net	7,800	6	-	7,806
Due from individuals	-	-	-	-
Due from agency funds	-	-	-	-
Due from other funds	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expense	-	-	-	-
Other current assets	-	-	-	-
Total assets	\$ 45,735	\$ 6,536	\$ -	\$ 52,271
LIABILITIES AND FUND BALANCE				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to individuals	-	-	-	-
Due to agency funds	-	-	-	-
Due to other funds	45,652	6,536	-	52,188
Due to other governmental units	83	-	-	83
Deferred inflows	-	-	-	-
Interest payable	-	-	-	-
Deposits	-	-	-	-
Other current liabilities	-	-	-	-
Total liabilities	\$ 45,735	\$ 6,536	\$ -	\$ 52,271
Fund balance				
Nonspendable				
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total fund balance	-	-	-	-
Total liabilities and fund balance	\$ 45,735	\$ 6,536	\$ -	\$ 52,271

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

PROPERTY APPRAISER
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2013

	General Fund	Special Revenue Funds	Totals
Revenue			
Taxes	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-
Intergovernmental	-	-	-
Charges for services	1,629	42,976	44,605
Fine and forfeitures	-	-	-
Miscellaneous	3,329	-	3,329
Interest	144	-	144
Total revenue	\$ 5,102	\$ 42,976	\$ 48,078
Expenditures			
Current			
General Government	\$ 903,996	\$ 21,707	\$ 925,703
Public safety	-	-	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	-	-
Capital Outlay			
General government	-	15,830	15,830
Public safety	-	-	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	-	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	\$ 903,996	\$ 37,537	\$ 941,533
Excess (deficiency) of revenues over (under) expenditures	\$ (898,894)	\$ 5,439	\$ (893,455)
Other financing sources			
Sale of equipment	-	-	-
Debt Proceeds	-	-	-
Transfers from Board of County Commissioners	945,644	-	945,644
Interfund transfer in	-	1,097	1,097
Interfund transfers out	(46,750)	(6,536)	(53,286)
Total other financing sources (uses)	\$ 898,894	\$ (5,439)	\$ 893,455
Net change in fund balance	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

PROPERTY APPRAISER NOTES TO FINANCIAL STATEMENTS September 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies of the Wakulla County Property Appraiser (the Property Appraiser).

A. Reporting Entity – The Governmental Accounting Standards Board (GASB) on its Statement No. 14, “The Financial Reporting Entity”, as amended by GASB Statement No. 39 “Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement 14”, establishes standards for defining the financial reporting entity. In developing these standards, the GASB assumed that all governmental organizations are responsible to elected officials at the federal, state or local level. Financial reporting by state or local government should report the elected officials’ accountability for those organizations.

The Property Appraiser, as established by Article VIII of the Constitution of the State of Florida, is an elected official of the County. Although the Property Appraiser’s Office is operationally autonomous from the Board of County Commissioners, it does not hold sufficient corporate powers of its own to be considered a legally separate entity for financial reporting purposes. Therefore, the Property Appraiser is reported as a part of the primary government of Wakulla County, Florida. The Property Appraiser’s special purpose fund financial statements do not purport to reflect the financial position or the results of operations of Wakulla County, Florida, taken as a whole.

These special purpose fund financial statements of the Property Appraiser are issued separately to comply with Section 11.45(3), *Florida Statutes* and Rule 10.557 (5) of Chapter 10.550, *Rules of the Auditor General – Local Government Entity Audits*. This rule requires the Property Appraiser to present only fund financial statements. Accordingly, due to the omission of government-wide financial statements and certain financial statement disclosures including a management’s discussion and analysis, these financial statements do not constitute a complete presentation of the financial position of the Property Appraiser and the changes in its financial position for the year then ended in conformity with GASB Statement No 34 “Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments”, but otherwise constitute financial statements prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America.

The financial activities of the Property Appraiser, as a constitutional officer, are included in the basic financial statements of Wakulla County, Florida.

Chapter 129, *Florida Statutes*, requires that budgets be adopted for all funds as may be required by law, sound financial practices, and generally accepted accounting principles (GAAP) and that budgets be adopted on a basis consistent with GAAP. Pursuant to this requirement, the Board of County Commissioners (BOCC) adopts an annual comprehensive appropriated budget, which in accordance with Chapter 192.091, *Florida Statutes*, includes a portion of the operating budget of the Property Appraiser. The operations of the Property Appraiser are approved by the Florida Department of Revenue (FDOR) in accordance with Chapter 192.091, *Florida Statutes*. The budget of the Property Appraiser, as approved by the FDOR, is billed to and funded by the BOCC and the Northwest Florida Water Management District (NFWFMD) in accordance with Chapter 192.091, *Florida Statutes*. The budgeted receipts from the BOCC and NFWFMD are recorded as other financing sources in the Property Appraiser's special purpose fund financial statements and as other financing uses in the Board of County Commissioner's financial statements. Any excess of revenues and other financing sources received over expenditures are to be remitted to the BOCC and the NFWFMD at year end.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

Fund Financial Statements

Accounts are organized and presented on the basis of funds, each of which is considered 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. Resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which the activities are controlled. The funds utilized by the Property Appraiser are as follows:

1. Governmental Funds

Governmental funds are accounted for using the flow of current financial resources measurement focus. Only current assets and current liabilities are generally included on the balance sheet. Operating statements for these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current position (formerly net current assets). The Property Appraiser reports the following governmental fund types:

General Fund – The General Fund of the Property Appraiser is used to account for all financial resources (revenues and appropriations) which are generated from the operation of the Property Appraiser's Office relating to the Board of County Commissioners and any other resources not required to be accounted for in a separate fund.

Special Revenue Fund – Special revenue funds are used to account for the proceeds of specific revenue sources which are legally restricted to expenditures for specified purposes. As of September 30, 2013, the Property Appraiser maintained the following special revenue fund:

- Special Assessment Fund

The "basis of accounting" refers to when revenues and expenditures and the related assets and liabilities are recognized in the accounting records and reported in the financial statements. The modified accrual basis of accounting is used by governmental funds. Under this basis of

accounting, revenues are recognized when susceptible to accrual (i.e. when they become measurable and available to finance liabilities of the current fiscal year). For this purpose, the Property Appraiser considers revenues available if they are collected within 60 days of the current period. Expenditures are recorded when the related fund liability is incurred, except for certain compensated absences, which are recognized as expenditures to the extent they have matured. Interest income and other revenue are recognized as they are earned and become measurable and available to pay liabilities of the current period.

Approximately 96% of the Property Appraiser's funding is appropriated by the Board of County Commissioners. In applying the susceptible to accrual concept to intergovernmental revenue, there are essentially two types of revenue. In one, moneys must be expended on the specific purpose or project before any amounts will be paid to the Property Appraiser; therefore, revenue is recognized based upon the expenditures incurred. In the other type, moneys are virtually unrestricted and are revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenue at the time of receipt, or earlier, if the "susceptible to accrual" criteria are met.

C. Budgetary Accounting – The preparation, adoption and amendment of the budget is governed by Chapter 129, *Florida Statutes* which requires that budgets be adopted for all funds as may be required by law, sound financial practices and GAAP. The fund is the legal level of control for the budget.

The Property Appraiser's general fund and special revenue fund budget is approved and set by the annually adopted budget of the Board of County Commissioners. The Property Appraiser's annual budget must also be approved by the Florida Department of Revenue.

No budget amendments were made to the budget during the fiscal year. In the budgetary comparisons included in these special purpose financial statements, both the budgetary amounts and actual amounts are presented in accordance with GAAP. In these statements the "Original" budget represents the legally adopted budget on October 1 and the "Final" budget represents the budget as amended through September 30. All budget appropriations lapse at year-end.

D. Cash and Cash Equivalents – The Property Appraiser's cash, cash equivalents and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from acquisition date. Deposits are carried at cost which approximates market value. The carrying amount of deposits is separately displayed as "Cash" on the balance sheet.

E. Inventories – It is the policy of the Property Appraiser to record the acquisition of supplies as expenditures at the time of purchase. The amount of supplies on hand at any one time is nominal and considered immaterial.

F. Fixed Assets – All fixed assets used in governmental fund type operations and acquired by purchase are recorded at historical cost. Donated assets are recorded at estimated fair market value at the date donated. All assets with an acquisition or donation value of \$1,000 or more and a useful life of at least one year are tracked and inventoried on an annual basis. All assets with

an acquisition or donation value of \$5,000 or more and a useful life of at least one year are depreciated over their useful life using the straight line method. All assets purchased by the Property Appraiser are reported in the Board of County Commissioner’s General Fixed Asset Account Group and the basic financial statements of Wakulla County, Florida.

G. Long-Term Liabilities – Long-term liabilities are comprised of compensated absences and lease commitments.

Compensated Absences – Compensated absences are absences for which employees will be paid such as vacation and sick leave. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the Property Appraiser and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent upon a specific event that is outside the control of the Property Appraiser and its employees are accounted for in the period in which such services are rendered or such events take place. Annual leave is accrued at the following rates:

- **Senior Management**

<u>Vacation Leave</u> <u>Earned Annually</u>	<u>Sick Leave</u> <u>Earned Annually</u>
240	240

Senior management employees may not carry more than 480 hours of annual leave from one fiscal year to the next. Any amounts exceeding the 480 hour limit shall be converted to sick leave on a hour-per-hour basis at the close of business on September 30th of each fiscal year. There is no limitation to the number of sick leave hours carried from one year to the next. Employees who leave the Property Appraiser’s Office may be compensated for all unused annual leave and employees with 10 or more years of service may be compensated for unused sick leave at the rate of ¼ per hour.

- **Regular Class**

<u>Years of</u> <u>Creditable Service</u>	<u>Vacation Leave</u> <u>Earned Monthly</u>	<u>Sick Leave</u> <u>Earned Monthly</u>
1-5	8	8
6-10	10	8
11-25	14	8
25+	16	8

Regular class employees may not carry more than 240 hours of annual leave from one fiscal year to the next. Any amounts exceeding the 240 hour limit shall be converted to sick leave on a hour-per-hour basis at the close of business on September 30th of each fiscal year. There is no limitation to the number of sick leave hours carried from one year to the next. Employees who leave the Property Appraiser’s Office may be compensated for all unused annual leave and

employees with 10 or more years of service may be compensated for unused sick leave at the rate of ¼ per hour.

The current or short-term portion of the available compensated absences balance is the amount estimated to be used in the following year (15%). In the governmental funds, this current portion of compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund of the Board of County Commissioners that will pay for them. The non-current or long-term portion is the amount estimated to be used in subsequent years (85%). This long-term portion is reported in the Board of County Commissioner's General Long-Term Debt Account Group of Wakulla County, Florida.

Lease Commitments – Lease commitments are comprised of operating and capital leases. Operating leases are leases of equipment with a value of less than \$5,000 and capital leases are lease of equipment with a value of \$5,000 or more. The short-term portion of leases are those amounts due within one year and the long-term portion of leases are those amounts due beyond 12 months.

H. Deferred Inflows – Deferred inflows are primarily deferred revenues reported in the special purpose fund financial statements and represent unearned grant revenues which are measurable but not available and, in accordance with the modified accrual basis of accounting, are reported as deferred inflows.

I. Total Column on the Combined Statements – The total column on the combined statements is captioned “Memorandum Only” to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations or changes in cash flows in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of this data.

J. Estimates – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. DEPOSITS

At fiscal year end, the book amount of the Property Appraiser's deposits was \$44,465. Of the bank balances, all was covered by federal depository insurance. Any balance in excess of \$250,000 is insured by collateral provided by the qualified public depositories to the Chief Financial Officer pursuant to the Florida Security for Public Deposits Act of the State of Florida, Chapter 280, *Florida Statutes*. All Property Appraiser deposits are with qualified public depository institutions.

The Florida Security for Public Deposits Act establishes guidelines for qualification and participation by banks and savings associations, procedures for the administration of the collateral requirements and characteristics of eligible collateral. Under the Act, the qualified

public depository must pledge at least 50 percent of the average daily balance for each month that all public deposits are in excess of any applicable deposit insurance. Additional collateral, up to a maximum of 125 percent, may be required, if deemed necessary under the conditions set forth in the Act. Obligations pledged to secure deposits must be delivered to the State Chief Financial Officer or, with the approval of the State Chief Financial Officer, to a bank, savings association or trust company provided a power of attorney is delivered to the State Chief Financial Officer. Under the Act, the pool may assess participating financial institutions on a pro rata basis to fund any shortfall in the event of the failure of a member institution.

NOTE 3. FIXED ASSETS

The Property Appraiser’s fixed assets are primarily comprised of vehicles, furniture and computer and related equipment. The building(s) and related facilities that house the Property Appraiser are reported as part of the County’s financial statements and are not reported as part of the Property Appraiser’s financial statements. The value of fixed assets for the Property Appraiser at year end is:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reclassifications / Deletions</u>	<u>Ending Balance</u>
Fixed Assets				
Furniture and equipment	\$ 159,431	\$ 15,830	\$ -	\$ 175,261
less accumulated depreciation	(143,379)	(11,508)	-	(154,887)
Fixed Assets, net	<u><u>\$ 16,052</u></u>	<u><u>\$ 4,322</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 20,374</u></u>

NOTE 4. LONG-TERM LIABILITIES

The Property Appraiser had no capital leases or notes payable during the current year. The long-term liabilities of the Property Appraiser’s Office are associated with employee compensated absences. The balances due at year end are:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Adjustments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Long-term liabilities						
Compensated absences	\$ 31,073	\$ (2,332)	\$ -	\$ -	\$ 28,741	\$ 4,311
Total long-term liabilities	<u><u>\$ 31,073</u></u>	<u><u>\$(2,332)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 28,741</u></u>	<u><u>\$ 4,311</u></u>

The Property Appraiser had no operating leases during the current year.

NOTE 5. RISK MANAGEMENT

The Property Appraiser is exposed to various risks of loss related to torts; theft of; damage to and destruction of assets; errors and omissions; injuries to employees and the public; or damage to property of others. The Property Appraiser’s Office directly purchases insurance and participates in the risk management program through Wakulla County Board of County Commissioners which uses commercial insurance and a public entity risk pool to cover certain risks from loss.

The Board of County Commissioners obtained commercial insurance against losses for the following types of risk:

- Real and Personal Property Damage
- Public Employees Bond
- Worker's Compensation
- Automobile Liability

Worker's compensation coverage is provided under a retrospectively rated policy. Premiums are accrued based on the ultimate cost-to-date of the Board of County Commissioner's experience for these type risks.

The Board of County Commissioners participates in the Florida Association of Counties Trust (FACT), a public entity risk pool, for risks related to comprehensive general liability. The agreement provides that the financial liability of each participating county is limited to premiums and surplus contributions paid or obligations made to FACT. Aggregate coverage provided is limited to \$1,000,000 for each claim.

There were no pending legal actions against the Property Appraiser's Office as of the fiscal year end.

NOTE 6. RETIREMENT PROGRAM

1. Florida Retirement System

The Property Appraiser's Office contributes to the Florida Retirement System (FRS), a cost-sharing multiple-employer plan administered by the State of Florida. The FRS provides either a defined benefit or a defined contribution plan to its participants.

Plan Description – The FRS provides retirement, disability or death benefits to retirees or their designated beneficiaries. FRS rules and provisions related to eligibility, contributions and benefits are established by Chapter 112 Part IV, Chapter 121, Chapter 122 and Chapter 238, *Florida Statutes*, and Chapter 605 Florida Administrative Code. Changes to the law can only occur through an act of the Florida Legislature.

A Deferred Retirement Option Program (DROP) subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with a FRS employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest.

Funding Policy – The Property Appraiser is required to contribute to the FRS at an actuarially determined rate as set by the State of Florida. The contribution rates, as a percent of gross salary, at September 30, 2013 were as follows:

<u>Class or Plan</u>	<u>Contribution Rate (A)</u>
FRS, Regular	6.95%
FRS, Senior Management Services	18.31%
FRS, Special Risk	19.06%
FRS Special Risk Administrative Support	35.96%
FRS, Elected Officials	33.03%
DROP program, all eligible participants	12.84%
FRS, Reemployed Retiree	(B)

Notes: (A) Employer rates include 1.20% for the post-employment health insurance subsidy. Also, employer rates, other than for DROP participants, include .03 % for administrative costs.

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

Effective July 1, 2011, employees are required to also contribute 3% of gross salary to the FRS. The Property Appraiser's liability for participation is limited to the payment of the required contribution at the rates and frequencies established by law on future payrolls of the Property Appraiser. The Property Appraiser's contributions to the FRS for the fiscal years ended September 30, 2013, 2012 and 2011 were \$39,187, \$32,529 and \$69,651, respectively, which were equal to the required contributions for each fiscal year.

Financial statements and other supplementary information of the FRS are included in the State of Florida Comprehensive Annual Financial Report which is available from the Florida Department of Financial Services. An annual report on the FRS which includes its financial statements, required supplementary information, actuarial report and other relevant information is available from the Florida Department of Management Services, Division of Retirement. That report may be obtained by writing to the Florida Retirement System, 2639 North Monroe Street, Tallahassee, Florida or by calling (850) 488-5706.

NOTE 7. INTER-FUND RECEIVABLES AND PAYABLES

There were no inter-fund receivables and payables at year end.

NOTE 8. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the State of Florida and Federal 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 Property Appraiser expects such amounts, if any, to be immaterial.

NOTE 9. FUND BALANCES – GOVERNMENTAL FUNDS

As of September 30, 2013, fund balances of the governmental funds as 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.

The Property Appraiser had no fund balances at September 30, 2013.

WAKULLA COUNTY, FLORIDA

**PROPERTY APPRAISER
COMBINING AND INDIVIDUAL FUND STATEMENTS**

WAKULLA COUNTY, FLORIDA

PROPERTY APPRAISER
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - GENERAL FUND
 For the Fiscal Year Ended September 30, 2013

	Budgeted Amount		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	1,712	1,712	1,629	(83)
Fine and forfeitures	-	-	-	-
Miscellaneous	3,976	3,976	3,329	(647)
Interest	134	134	144	10
Total revenue	\$ 5,822	\$ 5,822	\$ 5,102	\$ (720)
Expenditures				
Current				
General Government	\$ 951,466	\$ 951,466	\$ 903,996	\$ 47,470
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 951,466	\$ 951,466	\$ 903,996	\$ 47,470
Excess (deficiency) of revenues over (under) expenditures	\$ (945,644)	\$ (945,644)	\$ (898,894)	\$ 46,750
Other financing sources				
Sale of equipment	-	-	-	-
Debt Proceeds	-	-	-	-
Transfers from Board of County Commissioners	945,644	945,644	945,644	-
Interfund transfer in	-	-	-	-
Interfund transfers out	-	-	(46,750)	(46,750)
Total other financing sources (uses)	945,644	945,644	898,894	(46,750)
Net change in fund balance	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

PROPERTY APPRAISER

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - ALL SPECIAL REVENUE FUNDS
For the Fiscal Year Ended September 30, 2013

	Budgeted Amount		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	43,364	43,364	42,976	(388)
Fine and forfeitures	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
Total revenue	\$ 43,364	\$ 43,364	\$ 42,976	\$ (388)
Expenditures				
Current				
General Government	\$ 43,364	\$ 43,364	\$ 21,707	\$ 21,657
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	15,830	(15,830)
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 43,364	\$ 43,364	\$ 37,537	\$ 5,827
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ 5,439	\$ 5,439
Other financing sources				
Sale of equipment	-	-	-	-
Debt Proceeds	-	-	-	-
Transfers from Board of County Commissioners	-	-	-	-
Interfund transfer in	-	-	1,097	1,097
Interfund transfers out	-	-	(6,536)	(6,536)
Total other financing sources (uses)	\$ -	\$ -	\$ (5,439)	\$ (5,439)
Net change in fund balance	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**PROPERTY APPRAISER
COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS
September 30, 2013**

	<u>Special Assessment Fund</u>
ASSETS	
Cash and cash equivalents	\$ 6,530
Accounts receivable, net	6
Due from individuals	-
Due from agency funds	-
Due from other funds	-
Due from other governmental units	-
Inventories	-
Prepaid expense	-
Other current assets	-
Total assets	<u>\$ 6,536</u>
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts payable	\$ -
Accrued liabilities	-
Due to individuals	-
Due to agency funds	-
Due to other funds	6,536
Due to other governmental units	-
Deferred inflows	-
Interest payable	-
Deposits	-
Other current liabilities	-
Total liabilities	<u>\$ 6,536</u>
Fund balance	
Nonspendable	
Inventories	-
Prepaid expenses	-
Restricted	-
Committed	-
Assigned	-
Unassigned	-
Total fund balance	<u>-</u>
Total liabilities and fund balance	<u><u>\$ 6,536</u></u>

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**PROPERTY APPRAISER
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
ALL SPECIAL REVENUE FUNDS
For the Fiscal Year Ended September 30, 2013**

	Special Assessment Fund
Revenue	
Taxes	\$ -
Licenses, permits, special assessments	-
Intergovernmental	-
Charges for services	42,976
Fines and forfeitures	-
Miscellaneous	-
Interest	-
Total revenue	\$ 42,976
Expenditures	
Current	
General government	\$ 21,707
Public safety	-
Physical environment	-
Transportation	-
Economic environment	-
Human services	-
Culture and recreation	-
Court related	-
Capital Outlay	
General government	15,830
Public safety	-
Physical environment	-
Transportation	-
Economic environment	-
Human services	-
Culture and recreation	-
Court related	-
Debt Service	
Principal	-
Interest	-
Total Expenditures	\$ 37,537
Excess (deficiency) of revenues over (under) expenditures	\$ 5,439
Other financing sources	
Sale of equipment	-
Debt Proceeds	-
Transfers from Board of County Commissioners	-
Interfund transfer in	1,097
Interfund transfers out	(6,536)
Total other financing sources (uses)	\$ (5,439)
Net change in fund balance	-
Fund balances, beginning of year	-
Fund balances, end of year	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

PROPERTY APPRAISER
COMPLIANCE SECTION

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

To the Property Appraiser
Wakulla County, Florida

We have audited the special purpose fund financial statements of the Wakulla County Property Appraiser (Property Appraiser), as of and for the year ended September 30, 2013, and have issued our report thereon dated April 7, 2014. Our report included a paragraph stating that the Property Appraiser is an integral part of Wakulla County, Florida, the primary government for financial reporting purposes. 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 of America.

Internal Control Over Financial Reporting

Management of the Property Appraiser is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Property Appraiser’s internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Property Appraiser’s internal controls over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Property Appraiser’s internal controls over financial reporting.

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

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Property Appraiser's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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*.

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

POWELL & JONES

April 7, 2014

**MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550,
RULES OF THE AUDITOR GENERAL**

Honorable Property Appraiser
Wakulla County, Florida

We have audited the financial statements of the Wakulla County Property Appraiser, as of and for the year ended September 30, 2013, and have issued our report thereon dated April 7, 2014.

We have issued our 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* dated April 7, 2014. Disclosures in that report should be considered in conjunction with this management letter.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Additionally our audit was conducted in accordance with the provisions of 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 be addressed in this letter.

PRIOR YEAR FINDINGS

There were no reportable findings in the prior year.

CURRENT YEAR FINDINGS

There were no reportable findings in the current year.

FINANCIAL 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 statements of Wakulla County, Florida, for the year ended September 30, 2013. The financial statements of the Property Appraiser are combined with other County agencies in that report.

Investment of Public Funds - The Property Appraiser complied with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the fiscal year.

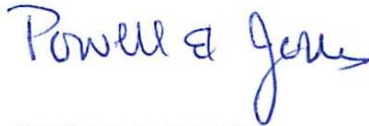
Financial Emergency Status - We have determined that the Property Appraiser did not meet any of the conditions described in Section 218.503(1), *Florida Statutes*, that might result in a financial emergency.

Financial Condition Assessment Procedures - As required by the Rules of the Auditor General (Sections 10.554(1)(i)7.c. and 10.556(7)), 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.

Our audit did not disclose any further items that would be required to be reported under the Rules of the Auditor General, Chapter 10.554(1)(f).

CONCLUSION

We have reviewed information regarding our audit with the Property Appraiser and have provided him with appropriate documentation as requested. We very much enjoyed the challenges and experiences associated with our audit of the Property Appraiser. We appreciate the helpful assistance of Property Appraiser staff in completing our audit and also the generally high quality of the Property Appraiser's financial records and internal control. We also appreciate the helpful assistance and courtesy afforded us by these employees.

A handwritten signature in blue ink that reads "Powell & Jones". The signature is written in a cursive, flowing style.

POWELL & JONES

Certified Public Accountants

April 7, 2014



DONNIE R. SPARKMAN
WAKULLA COUNTY PROPERTY APPRAISER
3115-A CRAWFORDVILLE HWY • P.O. BOX 26
CRAWFORDVILLE, FLORIDA 32326-0026

TELEPHONE (850) 926-0500
FAX (850) 926-6367
WWW.MYWAKULLAPA.COM

Powell & Jones, CPAs
1359 SW Main Blvd.
Lake City, Florida 32025

We are providing this letter in connection with your audit of the financial statements of the Wakulla County Property Appraiser as of September 30, 2013, and for the year then ended for the purpose of expressing an opinion as to whether the financial statements present fairly, in all material respects, and as applicable. We confirm that we are responsible for the fair presentation of the previously mentioned financial statements in conformity with U.S. generally accepted accounting principles. We are also responsible for adopting sound accounting policies, establishing and maintaining effective internal control, and preventing and detecting fraud.

Our response to the current year findings described in the Management letter from Powell & Jones Certified Public Accountant received April 15, 2014 is as follows:

CURRENT YEAR FINDINGS

There were no reportable findings in the current year.

Response

We have reviewed information regarding the audit of the Property Appraiser provided by Powell & Jones, CPAs. We appreciate the high quality of financial knowledge provided by their staff and we look forward to working with them in the future.

Brad Harvey, CFE
Chief Deputy Appraiser
April 16, 2014

Donnie R. Sparkman, CFA
Wakulla County Property Appraiser
April 16, 2014

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

SHERIFF ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2013



WAKULLA COUNTY, FLORIDA

**SHERIFF
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2013**

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

A. Table of Contents184

II. FINANCIAL SECTION

A. Independent Auditor’s Report186

B. Basic Financial Statements:

Combined Balance Sheet – All Fund Types190
Statement of Revenues, Expenditures and Changes in
Fund Balances – All Governmental Funds191
Notes to Financial Statements192

C. Combining and Individual Fund Financial Statements:

Governmental Fund Financial Statements:

Statement of Revenue, Expenditures and Changes in
Fund Balance – Budget and Actual – General Fund204
Statement of Revenue, Expenditures and Changes in
Fund Balance – Budget and Actual – All Special Revenue Funds205
Combining Balance Sheet – All Special Revenue Funds206
Combining Statement of Revenue, Expenditures and Changes in
Fund Balance – All Special Revenue Funds207
Combining Balance Sheet – All Grant and Contract Funds208
Combining Statement of Revenue, Expenditures and Changes in
Fund Balance – All Grant and Contract Funds210

Fiduciary Fund Financial Statements:

Combining Balance Sheet – All Agency Funds212
Statement of Changes in Assets and Liabilities – All Agency Funds213

D. 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 Governmental
Auditing Standards217
Management Letter219
Sheriff Response Letter221

Page Left Blank Intentionally



Powell & Jones
Certified Public Accountants

Richard C. Powell, Jr., CPA
Marian Jones Powell, CPA

1359 S.W. Main Blvd.
Lake City, Florida 32025
386 / 755-4200
Fax: 386 / 719-5504

INDEPENDENT AUDITOR'S REPORT admin@powellandjonescpa.com

Honorable Sheriff
Wakulla County, Florida

Report on the Financial Statements

We have audited the accompanying special purpose fund financial statements of the Wakulla County Sheriff (the Sheriff), as of and for the year ended September 30, 2013, 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 special purpose financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. The standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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 or 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 opinion.

The accompanying special purpose fund financial statements were prepared for the purpose of complying with Section 218.39(8), *Florida Statutes*, and Rule 10.557(5), of Chapter 10.550, *Rules of the Auditor General - Local Governmental Entity Audits*. As described in Note 1 to the financial statements, the Sheriff is part of the reporting entity, Wakulla County, Florida. Accordingly, these special purpose fund financial statements are not a complete presentation of the reporting entity's basic financial statements.

Opinion

In our opinion, the special purpose fund financial statements referred to above present fairly, in all material respects, the financial position of the Wakulla County Sheriff, as of September 30, 2013, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated April 7, 2014, on our consideration of the Sheriff's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Sheriff's internal control over financial reporting and on compliance.

Other Information

Our audit was made for the purpose of forming an opinion on the special purpose fund financial statements taken as a whole. The combining and individual fund financial statements listed in the table of contents are presented for purposes of additional analysis and are not a required part of the special purpose fund financial statements of the Sheriff. Such information has been subjected to the auditing procedures applied in the audit of the special purpose fund financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the special purpose fund financial statements taken as a whole.



POWELL & JONES
Certified Public Accountants
April 7, 2014

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**SHERIFF
BASIC FINANCIAL STATEMENTS**

WAKULLA COUNTY, FLORIDA
SHERIFF
COMBINED BALANCE SHEET - ALL FUND TYPES
September 30, 2013

	Governmental Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	General Fund	Special Revenue Funds	Agency Funds	
ASSETS				
Cash and cash equivalents	\$ 319,979	\$ 1,848,504	\$ 251,473	\$ 2,419,956
Accounts receivable, net	10,296	-	-	10,296
Due from individuals	-	-	-	-
Due from agency funds	10,187	50,072	-	60,259
Due from other funds	358,845	67,663	-	426,508
Due from other governmental units	-	334,197	-	334,197
Inventories	-	-	-	-
Prepaid expense	434,875	-	-	434,875
Other current assets	-	-	-	-
Total assets	\$ 1,134,182	\$ 2,300,436	\$ 251,473	\$ 3,686,091
LIABILITIES AND FUND BALANCE				
Liabilities				
Accounts payable	\$ 187,949	\$ 565	\$ -	\$ 188,514
Accrued liabilities	314,767	17,647	-	332,414
Due to individuals	-	-	24,065	24,065
Due to agency funds	-	-	60,259	60,259
Due to other funds	196,591	1,311,091	138,186	1,645,868
Due to other governmental units	-	-	-	-
Deferred inflows	-	-	-	-
Interest payable	-	-	-	-
Deposits	-	-	-	-
Other current liabilities	-	-	28,963	28,963
Total liabilities	\$ 699,307	\$ 1,329,303	\$ 251,473	\$ 2,280,083
Fund balance				
Nonspendable				
Inventories	-	-	-	-
Prepaid expenses	434,875	-	-	434,875
Restricted	-	460,038	-	460,038
Committed	-	19,272	-	19,272
Assigned	-	491,823	-	491,823
Unassigned	-	-	-	-
Total fund balance	434,875	971,133	-	1,406,008
Total liabilities and fund balance	\$ 1,134,182	\$ 2,300,436	\$ 251,473	\$ 3,686,091

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUNDS**

For the Fiscal Year Ended September 30, 2013

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Totals</u>
Revenue			
Taxes	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-
Intergovernmental	-	642,235	642,235
Charges for services	117,399	929,925	1,047,324
Fines and forfeitures	-	10,028	10,028
Miscellaneous	-	-	-
Interest	1,553	4,720	6,273
Total revenue	\$ 118,952	\$ 1,586,908	\$ 1,705,860
Expenditures			
Current			
General Government	\$ -	\$ -	\$ -
Public Safety	9,995,059	1,038,124	11,033,183
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	-	-
Capital Outlay			
General government	-	-	-
Public Safety	127,728	362,194	489,922
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	-	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	\$ 10,122,787	\$ 1,400,318	\$ 11,523,105
Excess (deficiency) of revenues over (under) expenditures	\$ (10,003,835)	\$ 186,590	\$ (9,817,245)
Other financing sources			
Sale of equipment	-	-	-
Debt Proceeds	-	-	-
Transfers from Board of County Commissioners	10,252,735	300,211	10,552,946
Interfund transfer in	-	97,595	97,595
Interfund transfers out	(248,900)	(953,209)	(1,202,109)
Total other financing sources (uses)	\$ 10,003,835	\$ (555,403)	\$ 9,448,432
Net change in fund balance	-	(368,813)	(368,813)
Fund balances, beginning of year	434,875	1,339,946	1,774,821
Fund balances, end of year	\$ 434,875	\$ 971,133	\$ 1,406,008

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF NOTES TO FINANCIAL STATEMENTS September 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies of the Wakulla County Sheriff (the Sheriff).

A. Reporting Entity – The Governmental Accounting Standards Board (GASB) on its Statement No. 14, “The Financial Reporting Entity”, as amended by GASB Statement No. 39 “Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement 14”, establishes standards for defining the financial reporting entity. In developing these standards, the GASB assumed that all governmental organizations are responsible to elected officials at the federal, state or local level. Financial reporting by state or local government should report the elected officials’ accountability for those organizations.

The Sheriff, as established by Article VIII of the Constitution of the State of Florida, is an elected official of the County. Although the Sheriff’s Office is operationally autonomous from the Board of County Commissioners, it does not hold sufficient corporate powers of its own to be considered a legally separate entity for financial reporting purposes. Therefore, the Sheriff is reported as a part of the primary government of Wakulla County, Florida. The Sheriff’s special purpose fund financial statements do not purport to reflect the financial position or the results of operations of Wakulla County, Florida, taken as a whole.

These special purpose fund financial statements of the Sheriff are issued separately to comply with Section 218.39(2), *Florida Statutes* and Rule 10.557 (4) of Chapter 10.550, *Rules of the Auditor General – Local Government Entity Audits*. This rule requires the Sheriff to present only fund financial statements. Accordingly, due to the omission of government-wide financial statements and certain financial statement disclosures including a management’s discussion and analysis, these financial statements do not constitute a complete presentation of the financial position of the Sheriff and the changes in its financial position for the year then ended in conformity with GASB Statement No 34 “Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments”, but otherwise constitute financial statements prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America.

The financial activities of the Sheriff, as a constitutional officer, are included in the basic financial statements of Wakulla County, Florida.

The Sheriff funds operations as a fee officer and a budget officer pursuant to *Florida Statutes*, Chapters 28, 218 and 129 respectively. As a fee officer, the Sheriff collects fees and

commissions from certain County activities. As a budget officer, the operations of the Sheriff relating to the Board of County Commissioners are approved and funded by the Board of County Commissioners. The budgeted receipts from the Board of County Commissioners are recorded as other financing sources in the Sheriff's special purpose fund financial statements and as other financing uses in the Board of County Commissioner's financial statements. Any excess of revenues and other financing sources received over expenditures are to be remitted to the Board of County Commissioners at year end except for various unexpended grant and contractual monies.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

Fund Financial Statements

Accounts are organized and presented on the basis of funds, each of which is considered 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. Resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which the activities are controlled. The funds utilized by the Sheriff are as follows:

1. Governmental Funds

Governmental funds are accounted for using the flow of current financial resources measurement focus. Only current assets and current liabilities are generally included on the balance sheet. Operating statements for these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current position (formerly net current assets). The Sheriff reports the following governmental fund types:

General Fund – The General Fund of the Sheriff is used to account for all financial resources (revenues and appropriations) which are generated from the operation of the Sheriff's Office relating to the Board of County Commissioners and any other resources not required to be accounted for in a separate fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources which are legally restricted to expenditures for specified purposes. As of September 30, 2013, the Sheriff maintained the following special revenue funds:

Special Revenue:

- Crime Prevention Fund
- Federal Forfeiture Fund
- Firing Range Fund
- Housing Trust Fund
- Inmate Welfare Fund
- Law Enforcement Trust Fund
- Moving Violations Fund
- 1 Cent Sales Tax Fund
- \$2 Training Fund

Grants and Contracts:

- Bulletproof Vests Fund
- Civil Citation Fund
- COPS Hiring Grant Fund
- DOT Bikes Grant Fund
- DOT Software Grant Fund
- DOT Speed Grant Fund
- EMPA Grant Fund
- EMPA Hazardous Analysis Grant Fund
- EMPG Grant Fund
- E911 Grant Fund
- Homeland Security Grant Fund
- JAG / Byrne Grant Fund
- Litter Control – Parks & Recreation Fund
- Litter Control – Transfield Fund
- School Resource Officer Fund
- U.S. Forestry Fund
- U.S. Marshall Fund
- VOCA Grant Fund

The “basis of accounting” refers to when revenues and expenditures and the related assets and liabilities are recognized in the accounting records and reported in the financial statements. The modified accrual basis of accounting is used by governmental funds. Under this basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become measurable and available to finance liabilities of the current fiscal year). For this purpose, the Sheriff considers revenues available if they are collected within 60 days of the current period. Expenditures are recorded when the related fund liability is incurred, except for certain compensated absences, which are recognized as expenditures to the extent they have matured. Interest income and other revenue are recognized as they are earned and become measurable and available to pay liabilities of the current period.

Approximately 86% of the Sheriff’s funding is appropriated by the Board of County Commissioners. In applying the susceptible to accrual concept to intergovernmental revenue, there are essentially two types of revenue. In one, moneys must be expended on the specific purpose or project before any amounts will be paid to the Sheriff; therefore, revenue is recognized based upon the expenditures incurred. Grant revenue is recorded in this manner. In the other type, moneys are virtually unrestricted and are revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenue at the time of receipt, or earlier, if the “susceptible to accrual” criteria are met.

2. Fiduciary Funds

Agency Funds – Agency funds are used to account for assets held by the Sheriff as an agent for individuals, other County funds, and other governmental units. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Sheriff functions purely as an agent for others in the maintenance of these funds. The Sheriff reports the following agency funds:

- Donated Funds
- Individual Depository Fund
- Inmate Trust Fund
- Seized Funds
- Suspense Fund

C. Budgetary Accounting – The preparation, adoption and amendment of the budget is governed by Chapter 129, *Florida Statutes* which requires that budgets be adopted for all funds as may be required by law, sound financial practices and GAAP. The fund is the legal level of control for the budget.

The Sheriff's general fund budget for Board of County Commissioner related activity is approved and set by the annually adopted budget of the Board of County Commissioners. The Sheriff's special revenue fund budgets are adopted by the Sheriff consistent with sound financial policies and generally accepted accounting principles.

No budget amendments were made to the budget during the fiscal year. In the budgetary comparisons included in these special purpose financial statements, both the budgetary amounts and actual amounts are presented in accordance with GAAP. In these statements the "Original" budget represents the legally adopted budget on October 1 and the "Final" budget represents the budget as amended through September 30. All budget appropriations lapse at year-end.

D. Cash and Cash Equivalents – The Sheriff's cash, cash equivalents and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from acquisition date. Deposits are carried at cost which approximates market value. The carrying amount of deposits is separately displayed as "Cash" on the balance sheet.

E. Inventories – It is the policy of the Sheriff to record the acquisition of supplies as expenditures at the time of purchase. The amount of supplies on hand at any one time is nominal and considered immaterial.

F. Fixed Assets – All fixed assets used in governmental fund type operations and acquired by purchase are recorded at historical cost. Donated assets are recorded at estimated fair market value at the date donated. All assets with an acquisition or donation value of \$1,000 or more and a useful life of at least one year are tracked and inventoried on an annual basis. All assets with an acquisition or donation value of \$5,000 or more and a useful life of at least one year are depreciated over their useful life using the straight line method. While all assets purchased by the Sheriff are maintained on a separate inventory schedule from the Board of County Commissioners, they are reported in the Board of County Commissioner's General Fixed Asset Account Group and the basic financial statements of Wakulla County, Florida.

G. Long-Term Liabilities – Long-term liabilities are comprised of compensated absences and lease commitments.

Compensated Absences – Compensated absences are absences for which employees will be paid such as vacation and sick leave. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the Sheriff and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent upon a specific event that is outside the control of the Sheriff and its employees are accounted for in the period in

which such services are rendered or such events take place. Annual leave is accrued at the following rates:

<u>Years of Creditable Service</u>	<u>Vacation Leave Earned Monthly</u>	<u>Sick Leave Earned Monthly</u>
1-5	9	8
6-10	11	8
11 +	13	8

Employees may not carry more than 240 hours of annual leave from one calendar year to the next. Any amounts exceeding the 240 hour limit are lost at year end. There is no limitation to the number of sick leave hours carried from one year to the next. Employees who leave the Sheriff's Office may be compensated for all unused annual leave up to 240 hours and employees with one or more years of service may be compensated for unused sick leave at the rate of ¼ per hour up to a maximum of 240 hours.

The current or short-term portion of the available compensated absences balance is the amount estimated to be used in the following year (10%). In the governmental funds, this current portion of compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund of the Board of County Commissioners that will pay for them. The non-current or long-term portion is the amount estimated to be used in subsequent years (90%). This long-term portion is reported in the Board of County Commissioner's General Long-Term Debt Account Group of Wakulla County, Florida.

Lease Commitments – Lease commitments are comprised of operating and capital leases. Operating leases are leases of equipment with a value of less than \$5,000 and capital leases are lease of equipment with a value of \$5,000 or more. The short-term portions of leases are those amounts due within one year and the long-term portion of leases are those amounts due beyond 12 months.

H. Deferred Inflows – Deferred inflows are primarily deferred revenues reported in the special purpose fund financial statements and represent unearned grant revenues which are measurable but not available and, in accordance with the modified accrual basis of accounting, are reported as deferred inflows.

I. Total Column on the Combined Statements – The total column on the combined statements is captioned "Memorandum Only" to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations or changes in cash flows in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of this data.

J. Estimates – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. DEPOSITS

At fiscal year end, the book amount of the Sheriff's deposits was \$2,419,956. Of the bank balances, \$250,000 was covered by federal depository insurance. Any balance in excess of \$250,000 is insured by collateral provided by the qualified public depositories to the Chief Financial Officer pursuant to the Florida Security for Public Deposits Act of the State of Florida, Chapter 280, *Florida Statutes*. All Sheriff deposits are with qualified public depository institutions.

The Florida Security for Public Deposits Act establishes guidelines for qualification and participation by banks and savings associations, procedures for the administration of the collateral requirements and characteristics of eligible collateral. Under the Act, the qualified public depository must pledge at least 50 percent of the average daily balance for each month that all public deposits are in excess of any applicable deposit insurance. Additional collateral, up to a maximum of 125 percent, may be required, if deemed necessary under the conditions set forth in the Act. Obligations pledged to secure deposits must be delivered to the State Chief Financial Officer or, with the approval of the State Chief Financial Officer, to a bank, savings association or trust company provided a power of attorney is delivered to the State Chief Financial Officer. Under the Act, the pool may assess participating financial institutions on a pro rata basis to fund any shortfall in the event of the failure of a member institution.

The collateral for the Sheriff's deposits is categorized to give an indication of the level of risk assumed by the Sheriff at year end. Category 1 includes deposits that are insured or registered or for which the securities are held by the Sheriff or his agent in the Sheriff's name. Category 2 includes uninsured and unregistered deposits for which the securities are held by the counterparty's trust department or agent in the Sheriff's name. Category 3 includes uninsured or unregistered deposits for which the securities are held by the counterparty's trust department or agent but not in the Sheriff's name. All of the collateral covering the Sheriff's deposits was Category 1.

NOTE 3. FIXED ASSETS

The Sheriff's fixed assets are primarily comprised of vehicles, furniture and computer and related equipment. The building(s) and related facilities that house the Sheriff are reported as part of the County's financial statements and are not reported as part of the Sheriff's financial statements. The value of fixed assets for the Sheriff at year end is:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reclassifications / Deletions</u>	<u>Ending Balance</u>
Fixed Assets				
Furniture and equipment	\$ 5,537,468	\$ 525,732	\$ (408,538)	\$ 5,654,662
less accumulated depreciation	(4,133,272)	(575,249)	408,538	(4,299,983)
Fixed Assets, net	<u><u>\$ 1,404,196</u></u>	<u><u>\$ (49,517)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,354,679</u></u>

NOTE 4. LONG-TERM LIABILITIES

The Sheriff had no capital leases or notes payable during the current year. The long-term liabilities of the Sheriff’s Office are associated with employee compensated absences. The balances due at year end are:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Adjustments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Long-term liabilities						
Compensated absences	\$ 484,896	\$ 376,366	\$ (348,187)	\$ -	\$ 513,075	\$ 51,308
Total long-term liabilities	\$ 484,896	\$ 376,366	\$ (348,187)	\$ -	\$ 513,075	\$ 51,308

The Sheriff’s Office had one operating lease during the current year. The lease is for a postage meter and is \$111.00 per month for 60 months. The lease was signed in September 2011 and will end in September 2016. The annual future lease obligations are:

<u>Year Ending September 30,</u>	<u>Annual Obligation</u>
2014	\$ 1,332
2015	1,332
2016	1,221
Total	\$ 3,885

NOTE 5. RISK MANAGEMENT

The Sheriff is exposed to various risks of loss related to torts; theft of; damage to and destruction of assets; errors and omissions; injuries to employees and the public; or damage to property of others. The Sheriff’s Office participates in an insurance program through the Florida Sheriff’s Association. The Sheriff has no responsibilities to provide monies in excess of premiums paid to fund losses incurred by the insurance program. Aggregate coverage provided is limited to \$1,000,000 for each claim.

The insurance program insures against losses for the following types of risk:

- Real and Personal Property Damage
- Public Employees Bond
- Worker’s Compensation
- Automobile Liability

Worker’s compensation coverage is provided under a retrospectively rated policy. Premiums are accrued based on the ultimate cost-to-date of the Sheriff’s experience for these type risks.

There are some pending legal actions that could eventually result in a liability for the Wakulla County Sheriff. The ultimate liability resulting from these actions cannot be determined at this time; however, in the opinion of the Sheriff’s legal counsel, any claims not covered by insurance resulting from such litigation would not be material in relation to the Sheriff’s financial condition.

NOTE 6. RETIREMENT PROGRAM

1. Florida Retirement System

The Sheriff's Office contributes to the Florida Retirement System (FRS), a cost-sharing multiple-employer plan administered by the State of Florida. The FRS provides either a defined benefit or a defined contribution plan to its participants.

Plan Description – The FRS provides retirement, disability or death benefits to retirees or their designated beneficiaries. FRS rules and provisions related to eligibility, contributions and benefits are established by Chapter 112 Part IV, Chapter 121, Chapter 122 and Chapter 238, *Florida Statutes*, and Chapter 605 Florida Administrative Code. Changes to the law can only occur through an act of the Florida Legislature.

A Deferred Retirement Option Program (DROP) subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with a FRS employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest.

Funding Policy – The Sheriff is required to contribute to the FRS at an actuarially determined rate as set by the State of Florida. The contribution rates, as a percent of gross salary, at September 30, 2013 were as follows:

<u>Class or Plan</u>	<u>Contribution Rate (A)</u>
FRS, Regular	6.95%
FRS, Senior Management Services	18.31%
FRS, Special Risk	19.06%
FRS Special Risk Administrative Support	35.96%
FRS, Elected Officials	33.03%
DROP program, all eligible participants	12.84%
FRS, Reemployed Retiree	(B)

Notes: (A) Employer rates include 1.20% for the post-employment health insurance subsidy. Also, employer rates, other than for DROP participants, include .03 % for administrative costs.

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

Effective July 1, 2011, employees are required to also contribute 3% of gross salary to the FRS. The Sheriff's liability for participation is limited to the payment of the required contribution at the rates and frequencies established by law on future payrolls of the Sheriff. The Sheriff's contributions to the FRS for the fiscal years ended September 30, 2013, 2012 and 2011 were \$674,035, \$605,154 and \$908,904, respectively, which were equal to the required contributions for each fiscal year.

Financial statements and other supplementary information of the FRS are included in the State of Florida Comprehensive Annual Financial Report which is available from the Florida Department of Financial Services. An annual report on the FRS which includes its financial statements, required supplementary information, actuarial report and other relevant information is available from the Florida Department of Management Services, Division of Retirement. That report may be obtained by writing to the Florida Retirement System, 2639 North Monroe Street, Tallahassee, Florida or by calling (850) 488-5706.

NOTE 7. INTER-FUND RECEIVABLES AND PAYABLES

The Sheriff’s inter-fund receivables and payables at September 30, 2013 were:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Sheriff		
General Fund	\$ 369,032	\$ 26,690
Bulletproof Vests	-	2,614
Civil Citation	-	285
COPS Hiring	-	27,343
Crime Prevention	-	8,145
DOT Speed	-	105,680
DOT Software	-	3,500
EMPA	-	71,533
EMPG	-	28,900
Homeland Security	-	23,000
Housing Trust Fund	33,177	-
Inmate Welfare Fund	34,007	-
JAG / Byrne	-	4,644
Litter Control - Parks & Recreation	3,620	-
Litter Control - Transfield	-	6,891
Moving Violations	-	11,646
School Resource Officer	-	23,134
US Forest	1,313	1,803
US Marshall	4,645	8,407
VOCA	-	14,560
1 Cent Sales Tax	-	7,534
\$2 Training	-	9,226
Individual Depository Account	-	49,322
Inmate Canteen	-	10,937
Sheriff Total	<u>445,794</u>	<u>445,794</u>
Board of County Commissioners		
General Fund	4,422	7,958
Fine & Forfeiture Fund	-	1,198,349
Crime Prevention Fund	8,145	-
E911 Fund	-	36,392
Moving Violations	11,646	-
Road Operating Fund	-	17,634
1 Cent Sales Tax	7,534	-
\$2 Training	9,226	-
Board of County Commissioners Total	<u>40,973</u>	<u>1,260,333</u>
Total Interfund Receivable / Payable	<u>\$ 486,767</u>	<u>\$ 1,706,127</u>

NOTE 8. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the State of Florida and Federal 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 Sheriff expects such amounts, if any, to be immaterial.

NOTE 9. FUND BALANCES – GOVERNMENTAL FUNDS

As of September 30, 2013, fund balances of the governmental funds as 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.

The Sheriff’s fund balances at September 30, 2013 are as follows:

<u>Fund Name</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>	<u>Unassigned</u>
General Fund	\$ 434,875	\$ -	\$ -	\$ -	\$ -
Federal Forfeiture Fund	-	7,767	-	-	-
Firing Range Fund	-	-	19,272	-	-
Housing Trust Fund	-	-	-	491,823	-
Inmate Welfare Fund	-	386,604	-	-	-
Law Enforcement Trust Fund	-	65,667	-	-	-
Total	\$ 434,875	\$ 460,038	\$ 19,272	\$ 491,823	\$ -

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**SHERIFF
COMBINING AND INDIVIDUAL FUND STATEMENTS**

WAKULLA COUNTY, FLORIDA

SHERIFF

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
For the Fiscal Year Ended September 30, 2013

	Budgeted Amount		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	110,000	110,000	117,399	7,399
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	1,553	1,553
Total revenue	\$ 110,000	\$ 110,000	\$ 118,952	\$ 8,952
Expenditures				
Current				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	10,312,735	10,312,735	9,995,059	317,676
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	-	-
Public Safety	-	-	127,728	(127,728)
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 10,312,735	\$ 10,312,735	\$ 10,122,787	\$ 189,948
Excess (deficiency) of revenues over (under) expenditures	\$ (10,202,735)	\$ (10,202,735)	\$ (10,003,835)	\$ 198,900
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfers from Board of County Commissioners	10,252,735	10,252,735	10,252,735	-
Interfund transfer in	-	-	-	-
Interfund transfers out	(50,000)	(50,000)	(248,900)	(198,900)
Total other financing sources (uses)	\$ 10,202,735	\$ 10,202,735	\$ 10,003,835	\$ (198,900)
Net change in fund balance	-	-	-	-
Fund balances, beginning of year	434,875	434,875	434,875	-
Fund balances, end of year	\$ 434,875	\$ 434,875	\$ 434,875	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - ALL SPECIAL REVENUE FUNDS
For the Fiscal Year Ended September 30, 2013

	Budgeted Amount		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits and special assessments	-	-	-	-
Intergovernmental	642,235	642,235	642,235	-
Charges for services	929,925	929,925	929,925	-
Fines and forfeitures	10,028	10,028	10,028	-
Miscellaneous	-	-	-	-
Interest	4,720	4,720	4,720	-
Total revenue	\$ 1,586,908	\$ 1,586,908	\$ 1,586,908	\$ -
Expenditures				
Current				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	1,038,124	1,038,124	1,038,124	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	-	-
Public Safety	362,194	362,194	362,194	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 1,400,318	\$ 1,400,318	\$ 1,400,318	\$ -
Excess (deficiency) of revenues over (under) expenditures	\$ 186,590	\$ 186,590	\$ 186,590	\$ -
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfers from Board of County Commissioners	300,211	300,211	300,211	-
Interfund transfer in	97,595	97,595	97,595	-
Interfund transfers out	(953,209)	(953,209)	(953,209)	-
Total other financing sources (uses)	\$ (555,403)	\$ (555,403)	\$ (555,403)	\$ -
Net change in fund balance	(368,813)	(368,813)	(368,813)	-
Fund balances, beginning of year	1,339,946	1,339,946	1,339,946	-
Fund balances, end of year	\$ 971,133	\$ 971,133	\$ 971,133	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF
 COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS
 September 30, 2013

	Grants & Contracts	Crime Prevention	Federal Forfeiture	Firing Range	Housing Trust	Inmate Welfare	Law Enforcement Trust	Moving Violations	1 Cent Sales Tax	\$2 Training Fund	Total
ASSETS											
Cash and cash equivalents	\$ -	\$ -	\$ 7,767	\$ 19,674	\$ 1,402,799	\$ 352,597	\$ 65,667	\$ -	\$ -	\$ -	\$ 1,848,504
Accounts receivable, net	-	-	-	-	-	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-	-	-	-	-	-
Due from agency funds	5,958	-	-	-	33,177	10,937	-	-	-	-	50,072
Due from other funds	8,042	8,145	-	-	-	23,070	-	11,646	7,534	9,226	67,663
Due from other governmental units	334,197	-	-	-	-	-	-	-	-	-	334,197
Inventories	-	-	-	-	-	-	-	-	-	-	-
Prepaid expense	-	-	-	-	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 348,197	\$ 8,145	\$ 7,767	\$ 19,674	\$ 1,435,976	\$ 386,604	\$ 65,667	\$ 11,646	\$ 7,534	\$ 9,226	\$ 2,300,436
LIABILITIES AND FUND BALANCE											
Liabilities											
Accounts payable	\$ 565	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 565
Accrued liabilities	17,647	-	-	-	-	-	-	-	-	-	17,647
Due to individuals	-	-	-	-	-	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	329,985	8,145	-	402	944,153	-	-	11,646	7,534	9,226	1,311,091
Due to other governmental units	-	-	-	-	-	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	\$ 348,197	\$ 8,145	\$ -	\$ 402	\$ 944,153	\$ -	\$ -	\$ 11,646	\$ 7,534	\$ 9,226	\$ 1,329,303
Fund balance											
Nonspendable											
Inventories	-	-	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	7,767	-	-	386,604	65,667	-	-	-	460,038
Committed	-	-	-	19,272	-	-	-	-	-	-	19,272
Assigned	-	-	-	-	491,823	-	-	-	-	-	491,823
Unassigned	-	-	-	-	-	-	-	-	-	-	-
Total fund balance	-	-	7,767	19,272	491,823	386,604	65,667	-	-	-	971,133
Total liabilities and fund balance	\$ 348,197	\$ 8,145	\$ 7,767	\$ 19,674	\$ 1,435,976	\$ 386,604	\$ 65,667	\$ 11,646	\$ 7,534	\$ 9,226	\$ 2,300,436

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 ALL SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended September 30, 2013

	Grants & Contracts	Crime Prevention	Federal Forfeiture	Firing Range	Housing Trust	Inmate Welfare	Law Enforcement Trust	Moving Violations	1 Cent Sales Tax	\$2 Training Fund	Total
Revenue											
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	642,235	-	-	-	-	-	-	-	-	-	642,235
Charges for services	192,729	-	-	62,103	515,926	159,167	-	-	-	-	929,925
Fines and forfeitures	-	-	-	-	-	-	10,028	-	-	-	10,028
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	9	33	3,494	975	209	-	-	-	4,720
Total revenue	\$ 834,964	\$ -	\$ 9	\$ 62,136	\$ 519,420	\$ 160,142	\$ 10,237	\$ -	\$ -	\$ -	\$ 1,586,908
Expenditures											
Current											
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	874,712	8,145	-	45,691	-	71,698	7,491	404	20,757	9,226	1,038,124
Physical environment	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-	-
Capital Outlay											
General government	-	-	-	-	-	-	-	-	-	-	-
Public safety	125,707	-	-	19,284	-	25,290	7,150	11,242	173,521	-	362,194
Physical environment	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-	-
Debt Service											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 1,000,419	\$ 8,145	\$ -	\$ 64,975	\$ -	\$ 96,988	\$ 14,641	\$ 11,646	\$ 194,278	\$ 9,226	\$ 1,400,318
Excess (deficiency) of revenues over (under) expenditures	\$ (165,455)	\$ (8,145)	\$ 9	\$ (2,839)	\$ 519,420	\$ 63,154	\$ (4,404)	\$ (11,646)	\$ (194,278)	\$ (9,226)	\$ 186,590
Other financing sources											
Sale of equipment	-	-	-	-	-	-	-	-	-	-	-
Debt Proceeds	-	-	-	-	-	-	-	-	-	-	-
Transfers from Board of County Commissioners	76,916	8,145	-	-	-	-	-	11,646	194,278	9,226	300,211
Interfund transfer in	97,595	-	-	-	-	-	-	-	-	-	97,595
Interfund transfers out	(9,056)	-	-	-	(944,153)	-	-	-	-	-	(953,209)
Total other financing sources (uses)	\$ 165,455	\$ 8,145	\$ -	\$ -	\$ (944,153)	\$ -	\$ -	\$ 11,646	\$ 194,278	\$ 9,226	\$ (555,403)
Net change in fund balance	-	-	9	(2,839)	(424,733)	63,154	(4,404)	-	-	-	(368,813)
Fund balances, beginning of year	-	-	7,758	22,111	916,556	323,450	70,071	-	-	-	1,339,946
Fund balances, end of year	\$ -	\$ -	\$ 7,767	\$ 19,272	\$ 491,823	\$ 386,604	\$ 65,667	\$ -	\$ -	\$ -	\$ 971,133

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF
 COMBINING BALANCE SHEET - ALL GRANTS AND CONTRACTS
 September 30, 2013

	Bulletproof Vests	Civil Citation	COPS Hiring	DOT Bikes	DOT Software	DOT Speed	EMPA	EMPA - Hazardous Analysis	EMPG	E911	Homeland Security
ASSETS											
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable, net	-	-	-	-	-	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-	-	-	-	-	-
Due from agency funds	-	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-	-
Due from other governmental units	2,614	285	27,343	-	3,500	105,680	72,500	-	28,900	-	23,000
Inventories	-	-	-	-	-	-	-	-	-	-	-
Prepaid expense	-	-	-	-	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 2,614	\$ 285	\$ 27,343	\$ -	\$ 3,500	\$ 105,680	\$ 72,500	\$ -	\$ 28,900	\$ -	\$ 23,000
LIABILITIES AND FUND BALANCE											
Liabilities											
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 464	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-	-	-	-	-	-	-	-
Due to individuals	-	-	-	-	-	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	2,614	285	27,343	-	3,500	105,680	72,036	-	28,900	-	23,000
Due to other governmental units	-	-	-	-	-	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	\$ 2,614	\$ 285	\$ 27,343	\$ -	\$ 3,500	\$ 105,680	\$ 72,500	\$ -	\$ 28,900	\$ -	\$ 23,000
Fund balance											
Nonspendable											
Inventories	-	-	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-	-	-	-	-	-
Total liabilities and fund balance	\$ 2,614	\$ 285	\$ 27,343	\$ -	\$ 3,500	\$ 105,680	\$ 72,500	\$ -	\$ 28,900	\$ -	\$ 23,000

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF
 COMBINING BALANCE SHEET - ALL GRANTS AND CONTRACTS
 September 30, 2013

	JAG/ Byrne	Litter Control Parks & Recreation	Litter Control Transfield	School Resource Officer	US Forestry	US Marshals	VOCA	Totals
ASSETS								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable, net	-	-	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-	-	-
Due from agency funds	-	-	-	-	1,313	4,645	-	5,958
Due from other funds	-	8,042	-	-	-	-	-	8,042
Due from other governmental units	6,110	-	7,482	32,721	490	4,547	19,025	334,197
Inventories	-	-	-	-	-	-	-	-
Prepaid expense	-	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-	-
Total assets	\$ 6,110	\$ 8,042	\$ 7,482	\$ 32,721	\$ 1,803	\$ 9,192	\$ 19,025	\$ 348,197
LIABILITIES AND FUND BALANCE								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ 101	\$ -	\$ -	\$ -	\$ 565
Accrued liabilities	1,466	1,636	591	8,704	-	785	4,465	17,647
Due to individuals	-	-	-	-	-	-	-	-
Due to agency funds	-	-	-	-	-	-	-	-
Due to other funds	4,644	6,406	6,891	23,916	1,803	8,407	14,560	329,985
Due to other governmental units	-	-	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-	-
Total liabilities	\$ 6,110	\$ 8,042	\$ 7,482	\$ 32,721	\$ 1,803	\$ 9,192	\$ 19,025	\$ 348,197
Fund balance								
Nonspendable								
Inventories	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-	-	-
Total liabilities and fund balance	\$ 6,110	\$ 8,042	\$ 7,482	\$ 32,721	\$ 1,803	\$ 9,192	\$ 19,025	\$ 348,197

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 ALL GRANTS AND CONTRACTS
 For the Fiscal Year Ended September 30, 2013

	Bulletproof Vests	Civil Citation	COPS Hiring	DOT Bikes	DOT Software	DOT Speed	EMPA	EMPA - Hazardous Analysis	EMPG	E911
Revenue										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-	-	-	-	-	-	-
Intergovernmental	3,802	20,445	108,066	24,673	3,500	105,680	103,022	2,651	58,416	73,194
Charges for services	-	-	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Total revenue	\$ 3,802	\$ 20,445	\$ 108,066	\$ 24,673	\$ 3,500	\$ 105,680	\$ 103,022	\$ 2,651	\$ 58,416	\$ 73,194
Expenditures										
Current										
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	7,604	20,445	120,073	13,403	3,500	39,077	76,645	-	82,110	73,194
Physical environment	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-
Capital Outlay										
General government	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	11,270	-	66,603	26,842	-	-	-
Physical environment	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-	-
Debt Service										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 7,604	\$ 20,445	\$ 120,073	\$ 24,673	\$ 3,500	\$ 105,680	\$ 103,487	\$ -	\$ 82,110	\$ 73,194
Excess (deficiency) of revenues over (under) expenditures	\$ (3,802)	\$ -	\$ (12,007)	\$ -	\$ -	\$ -	\$ (465)	\$ 2,651	\$ (23,694)	\$ -
Other financing sources										
Sale of equipment	-	-	-	-	-	-	-	-	-	-
Debt Proceeds	-	-	-	-	-	-	-	-	-	-
Transfers from Board of County Commissioners	-	-	-	-	-	-	-	-	23,478	-
Interfund transfer in	3,802	-	12,007	-	-	-	465	-	216	-
Interfund transfers out	-	-	-	-	-	-	-	(2,651)	-	-
Total other financing sources (uses)	\$ 3,802	\$ -	\$ 12,007	\$ -	\$ -	\$ -	\$ 465	\$ (2,651)	\$ 23,694	\$ -
Net change in fund balance	-	-	-	-	-	-	-	-	-	-
Fund balances, beginning of year	-	-	-	-	-	-	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 ALL GRANTS AND CONTRACTS
 For the Fiscal Year Ended September 30, 2013

	Homeland Security	JAG/ Byrne	Litter Control Parks & Recreation	Litter Control Transfield	School Resource Officer	US Forestry	US Marshals	VOCA	Totals
Revenue									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-	-	-	-	-	-
Intergovernmental	23,000	32,000	-	-	-	-	-	83,786	642,235
Charges for services	-	-	-	19,952	155,921	2,993	13,863	-	192,729
Fines and forfeitures	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total revenue	\$ 23,000	\$ 32,000	\$ -	\$ 19,952	\$ 155,921	\$ 2,993	\$ 13,863	\$ 83,786	\$ 834,964
Expenditures									
Current									
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	23,000	20,000	47,033	23,673	212,124	2,993	13,863	95,975	874,712
Physical environment	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-
Capital Outlay									
General government	-	-	-	-	-	-	-	-	-
Public safety	-	12,000	-	8,992	-	-	-	-	125,707
Physical environment	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-
Court related	-	-	-	-	-	-	-	-	-
Debt Service									
Principal	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 23,000	\$ 32,000	\$ 47,033	\$ 32,665	\$ 212,124	\$ 2,993	\$ 13,863	\$ 95,975	\$ 1,000,419
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ (47,033)	\$ (12,713)	\$ (56,203)	\$ -	\$ -	\$ (12,189)	\$ (165,455)
Other financing sources									
Sale of equipment	-	-	-	-	-	-	-	-	-
Debt Proceeds	-	-	-	-	-	-	-	-	-
Transfers from Board of County Commissioners	-	-	53,438	-	-	-	-	-	76,916
Interfund transfer in	-	-	-	12,713	56,203	-	-	12,189	97,595
Interfund transfers out	-	-	(6,405)	-	-	-	-	-	(9,056)
Total other financing sources (uses)	\$ -	\$ -	\$ 47,033	\$ 12,713	\$ 56,203	\$ -	\$ -	\$ 12,189	\$ 165,455
Net change in fund balance	-	-	-	-	-	-	-	-	-
Fund balances, beginning of year	-	-	-	-	-	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA
SHERIFF
COMBINING BALANCE SHEET - ALL AGENCY FUNDS
September 30, 2013

	<u>Donated Funds</u>	<u>Individual Depository</u>	<u>Inmate Trust</u>	<u>Seized Funds</u>	<u>Suspense</u>	<u>Totals (Memorandum Only)</u>
ASSETS						
Cash and cash equivalents	\$ 27,566	\$ 186,864	\$ 25,483	\$ 1,397	\$ 10,163	\$ 251,473
Accounts receivable, net	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Prepaid expense	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total assets	\$ 27,566	\$ 186,864	\$ 25,483	\$ 1,397	\$ 10,163	\$ 251,473
LIABILITIES						
Liabilities						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-	-	-
Due to individuals	-	-	14,546	-	9,519	24,065
Due to agency funds	-	49,322	10,937	-	-	60,259
Due to other funds	-	137,542	-	-	644	138,186
Due to other governmental units	-	-	-	-	-	-
Deferred inflows	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-
Other current liabilities	27,566	-	-	1,397	-	28,963
Total liabilities	\$ 27,566	\$ 186,864	\$ 25,483	\$ 1,397	\$ 10,163	\$ 251,473

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
 ALL AGENCY FUNDS
 September 30, 2013

	Balance Oct. 1, 2012	Additions	Deductions	Balance Sept. 30, 2013
DONATED FUNDS				
Assets				
Cash and cash equivalents	\$ 14,805	\$ 32,554	\$ 19,793	\$ 27,566
Accounts receivable, net	-	-	-	-
Due from individuals	-	-	-	-
Due from other funds	-	-	-	-
Due from Board of County Comm	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Other current assets	-	-	-	-
Total Assets	\$ 14,805	\$ 32,554	\$ 19,793	\$ 27,566
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to individuals	-	-	-	-
Due to other funds	-	-	-	-
Due to Board of County Comm	-	-	-	-
Due to other governmental units	-	-	-	-
Deferred revenue	-	-	-	-
Interest payable	-	-	-	-
Other current liabilities	14,805	32,554	19,793	27,566
Total Liabilities	\$ 14,805	\$ 32,554	\$ 19,793	\$ 27,566
INDIVIDUAL DEPOSITORY				
Assets				
Cash and cash equivalents	\$ 20,166	\$ 2,618,451	\$ 2,451,753	\$ 186,864
Accounts receivable, net	-	-	-	-
Due from individuals	-	-	-	-
Due from other funds	-	-	-	-
Due from Board of County Comm	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Other current assets	-	-	-	-
Total Assets	\$ 20,166	\$ 2,618,451	\$ 2,451,753	\$ 186,864
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to individuals	-	-	-	-
Due to other funds	8,004	515,926	474,608	49,322
Due to Board of County Comm	12,162	2,102,525	1,977,145	137,542
Due to other governmental units	-	-	-	-
Deferred revenue	-	-	-	-
Interest payable	-	-	-	-
Other current liabilities	-	-	-	-
Total Liabilities	\$ 20,166	\$ 2,618,451	\$ 2,451,753	\$ 186,864

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**SHERIFF
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS
September 30, 2013**

	<u>Balance</u> <u>Oct. 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>Sept. 30, 2013</u>
INMATE TRUST				
Assets				
Cash and cash equivalents	\$ 16,342	\$ 238,716	\$ 229,575	\$ 25,483
Accounts receivable, net	-	-	-	-
Due from individuals	-	-	-	-
Due from other funds	-	-	-	-
Due from Board of County Comm	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Other current assets	-	-	-	-
Total Assets	\$ 16,342	\$ 238,716	\$ 229,575	\$ 25,483
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to individuals	9,836	234,285	229,575	14,546
Due to other funds	6,506	4,431	-	10,937
Due to Board of County Comm	-	-	-	-
Due to other governmental units	-	-	-	-
Deferred revenue	-	-	-	-
Interest payable	-	-	-	-
Other current liabilities	-	-	-	-
Total Liabilities	\$ 16,342	\$ 238,716	\$ 229,575	\$ 25,483
SEIZED FUNDS				
Assets				
Cash and cash equivalents	\$ 2,478	\$ 4,819	\$ 5,900	\$ 1,397
Accounts receivable, net	-	-	-	-
Due from individuals	-	-	-	-
Due from other funds	-	-	-	-
Due from Board of County Comm	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Other current assets	-	-	-	-
Total Assets	\$ 2,478	\$ 4,819	\$ 5,900	\$ 1,397
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to individuals	-	-	-	-
Due to other funds	-	-	-	-
Due to Board of County Comm	-	-	-	-
Due to other governmental units	-	-	-	-
Deferred revenue	-	-	-	-
Interest payable	-	-	-	-
Other current liabilities	2,478	4,819	5,900	1,397
Total Liabilities	\$ 2,478	\$ 4,819	\$ 5,900	\$ 1,397

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SHERIFF
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
 ALL AGENCY FUNDS
 September 30, 2013

	Balance Oct. 1, 2012	Additions	Deductions	Balance Sept. 30, 2013
SUSPENSE				
Assets				
Cash and cash equivalents	\$ 10,185	\$ 43,728	\$ 43,750	\$ 10,163
Accounts receivable, net	-	-	-	-
Due from individuals	-	-	-	-
Due from other funds	-	-	-	-
Due from Board of County Comm	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Other current assets	-	-	-	-
Total Assets	\$ 10,185	\$ 43,728	\$ 43,750	\$ 10,163
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to individuals	10,185	43,084	43,750	9,519
Due to other funds	-	-	-	-
Due to Board of County Comm	-	644	-	644
Due to other governmental units	-	-	-	-
Deferred revenue	-	-	-	-
Interest payable	-	-	-	-
Other current liabilities	-	-	-	-
Total Liabilities	\$ 10,185	\$ 43,728	\$ 43,750	\$ 10,163
TOTAL ALL AGENCY FUNDS				
Assets				
Cash and cash equivalents	\$ 63,976	\$ 2,938,268	\$ 2,750,771	\$ 251,473
Accounts receivable, net	-	-	-	-
Due from individuals	-	-	-	-
Due from other funds	-	-	-	-
Due from Board of County Comm	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Other current assets	-	-	-	-
Total Assets	\$ 63,976	\$ 2,938,268	\$ 2,750,771	\$ 251,473
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to individuals	20,021	277,369	273,325	24,065
Due to other funds	14,510	520,357	474,608	60,259
Due to Board of County Comm	12,162	2,103,169	1,977,145	138,186
Due to other governmental units	-	-	-	-
Deferred revenue	-	-	-	-
Interest payable	-	-	-	-
Other current liabilities	17,283	37,373	25,693	28,963
Total Liabilities	\$ 63,976	\$ 2,938,268	\$ 2,750,771	\$ 251,473

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**SHERIFF
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 Sheriff
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 special purpose financial statements of the Wakulla County Sheriff as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the Wakulla County Sheriff special purpose financial statements, and have issued our report thereon dated April 7, 2014.

Internal Control Over Financial Reporting

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

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

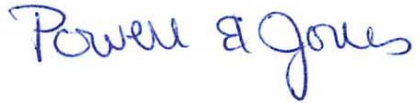
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Wakulla County Sheriff'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
April 7, 2014

**MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550,
RULES OF THE AUDITOR GENERAL**

Honorable Sheriff
Wakulla County, Florida

We have audited the special purpose fund financial statements of the Wakulla County Sheriff, as of and for the year ended September 30, 2013, and have issued our report thereon dated April 7, 2014.

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, and Chapter 10.550, *Rules of the Florida Auditor General*.

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards. Disclosures in this report which is dated April 7, 2014 should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with the Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida. The Letter includes the following information, which is not included in the aforementioned auditor's reports or schedule:

Section 10.554(l)(j)l., Rules of the Auditor General, require that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report.

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 Report of Units of Local Government - The financial report filed with the Department of Financial Services pursuant to Section 218.32(1)(a), *Florida Statutes*, is an agreement with the audited special purpose fund financial statements of Wakulla County, Florida, for the year ended September 30, 2013. The special purpose fund financial statements of the Sheriff are combined with other County agencies in that report.

Investment of Public Funds - The Sheriff complied with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the fiscal year.

Financial Emergency Status - We determined that the Sheriff 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 10.544(7)(c). and 10.556(7)), 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.

Our audit did not disclose any further items that would be required to be reported under the *Rules of the Auditor General*, Chapter 10.550.

CONCLUSION

We have reviewed information regarding our audit with the Sheriff and have provided him with appropriate documentation as requested. We very much enjoyed the challenges and experiences associated with this audit of the Office. We appreciate the overall high quality of the financial records and personnel in the Sheriff's Office. We also appreciate the helpful assistance, professionalism and courtesy afforded us by these employees.



POWELL & JONES
Certified Public Accountants
April 7, 2014

Wakulla County, Florida

OFFICE OF THE SHERIFF



Charlie Creel
SHERIFF

15 Oak Street
Crawfordville, Florida 32327
(850) 745-7100
www.wcso.org

April 7, 2014

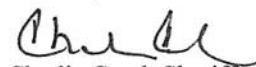
Mr. Richard C. Powell, Jr., CPA
Powell and Jones
1359 SW Main Blvd
Lake City, FL 32025

Dear Mr. Powell:

In response to your management letter pertaining to the financial audit for the year ending September 30, 2013, I concur with your statement of no reportable findings. We will continue to strive to uphold and improve financial management, accounting procedures and internal control.

I also wish to thank you and your staff for the professional manner in which the audit has been conducted.

Sincerely,


Charlie Creel, Sheriff

Cc: Auditor General, Tallahassee, FL
Wakulla County Board of County Commissioners



Wakulla County Sheriff's Office is a Fully Accredited Organization

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

SUPERVISOR OF ELECTIONS ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2013



WAKULLA COUNTY, FLORIDA

**SUPERVISOR OF ELECTIONS
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2013**

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

A. Table of Contents224

II. FINANCIAL SECTION

A. Independent Auditor’s Report226

B. Basic Financial Statements:

 Combined Balance Sheet – All Fund Types230

 Statement of Revenues, Expenditures and Changes in
 Fund Balances – All Governmental Funds231

 Notes to Financial Statements232

C. Combining and Individual Fund Financial Statements:

Governmental Fund Financial Statements:

 Statement of Revenue, Expenditures and Changes in
 Fund Balance – Budget and Actual – General Fund242

 Statement of Revenue, Expenditures and Changes in
 Fund Balance – Budget and Actual – All Special Revenue Funds243

 Combining Balance Sheet – All Special Revenue Funds244

 Combining Statement of Revenue, Expenditures and Changes in
 Fund Balance – All Special Revenue Funds245

D. 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 Governmental
 Auditing Standards247

 Management Letter249

 Supervisor of Elections Response Letter251

Page Left Blank Intentionally



Powell & Jones
Certified Public Accountants

Richard C. Powell, Jr., CPA
Marian Jones Powell, CPA

1359 S.W. Main Blvd.
Lake City, Florida 32025
386 / 755-4200
Fax: 386 / 719-5504
admin@powellandjonescpa.com

INDEPENDENT AUDITOR'S REPORT

Honorable Supervisor of Elections
Wakulla County, Florida

Report on the Financial Statements

We have audited the accompanying special purpose fund financial statements of the Wakulla County Supervisor of Elections (the Supervisor of Elections), as of and for the year ended September 30, 2013, 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 special purpose financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. The standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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 or 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 opinion.

The accompanying special purpose fund financial statements were prepared for the purpose of complying with Section 218.39(8), *Florida Statutes*, and Rule 10.557(5), of Chapter 10.550, *Rules of the Auditor General - Local Governmental Entity Audits*. As described in Note 1 to the financial statements, the Supervisor of Elections is part of the reporting entity, Wakulla County, Florida. Accordingly, these special purpose fund financial statements are not a complete presentation of the reporting entity's basic financial statements.

Opinion

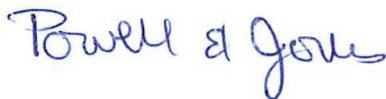
In our opinion, the special purpose fund financial statements referred to above present fairly, in all material respects, the financial position of the Wakulla County Supervisor of Elections, as of September 30, 2013, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated April 7, 2014, on our consideration of the Supervisor of Elections' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Supervisor of Elections' internal control over financial reporting and on compliance.

Other Information

Our audit was made for the purpose of forming an opinion on the special purpose fund financial statements taken as a whole. The individual fund financial statement listed in the table of contents are presented for purposes of additional analysis and are not a required part of the special purpose fund financial statements of the Supervisor of Elections. Such information has been subjected to the auditing procedures applied in the audit of the special purpose fund financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the special purpose fund financial statements taken as a whole.



POWELL & JONES
Certified Public Accountants
April 7, 2014

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**SUPERVISOR OF ELECTIONS
BASIC FINANCIAL STATEMENTS**

WAKULLA COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
COMBINED BALANCE SHEET - ALL FUND TYPES
September 30, 2013

	<u>Governmental Fund Types</u>		<u>Fund Type</u>	<u>Totals (Memorandum Only)</u>
	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Agency Funds</u>	
ASSETS				
Cash and cash equivalents	\$ 64,861	\$ 9,483	\$ -	\$ 74,344
Accounts receivable, net	-	-	-	-
Due from individuals	-	-	-	-
Due from agency funds	-	-	-	-
Due from other funds	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expense	-	-	-	-
Other current assets	-	-	-	-
Total assets	\$ 64,861	\$ 9,483	\$ -	\$ 74,344
LIABILITIES AND FUND BALANCE				
Liabilities				
Accounts payable	\$ 15,387	\$ -	\$ -	\$ 15,387
Accrued liabilities	5,223	-	-	5,223
Due to individuals	-	-	-	-
Due to agency funds	-	-	-	-
Due to other funds	11,009	-	-	11,009
Due to other governmental units	14,369	-	-	14,369
Deferred inflows	-	9,483	-	9,483
Interest payable	-	-	-	-
Deposits	-	-	-	-
Other current liabilities	-	-	-	-
Total liabilities	\$ 45,988	\$ 9,483	\$ -	\$ 55,471
Fund balance				
Nonspendable				
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	18,873	-	-	18,873
Unassigned	-	-	-	-
Total fund balance	18,873	-	-	18,873
Total liabilities and fund balance	\$ 64,861	\$ 9,483	\$ -	\$ 74,344

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SUPERVISOR OF ELECTIONS
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES -
 ALL GOVERNMENTAL FUNDS
 For the Fiscal Year Ended September 30, 2013

	General Fund	Special Revenue Funds	Totals
Revenue			
Taxes	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-
Intergovernmental	-	-	-
Charges for services	36,950	-	36,950
Fines and forfeitures	-	-	-
Miscellaneous	4,868	-	4,868
Interest	-	-	-
Total revenue	\$ 41,818	\$ -	\$ 41,818
Expenditures			
Current			
General government	\$ 370,513	\$ 1,169	\$ 371,682
Public safety	-	-	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	-	-
Capital Outlay			
General government	-	-	-
Public safety	-	-	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	-	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	\$ 370,513	\$ 1,169	\$ 371,682
Excess (deficiency) of revenues over (under) expenditures	\$ (328,695)	(1,169)	\$ (329,864)
Other financing sources			
Sale of equipment	-	-	-
Debt proceeds	-	-	-
Transfers from Board of County Commissioners	339,704	-	339,704
Interfund transfer in	7,864	1,169	9,033
Interfund transfers out	-	-	-
Total other financing sources (uses)	\$ 347,568	1,169	\$ 348,737
Net change in fund balance	18,873	-	18,873
Fund balances, beginning of year	-	-	-
Fund balances, end of year	\$ 18,873	\$ -	\$ 18,873

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SUPERVISOR OF ELECTIONS NOTES TO FINANCIAL STATEMENTS September 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies of the Wakulla County Supervisor of Elections (the Supervisor).

A. Reporting Entity – The Governmental Accounting Standards Board (GASB) on its Statement No. 14, “The Financial Reporting Entity”, as amended by GASB Statement No. 39 “Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement 14”, establishes standards for defining the financial reporting entity. In developing these standards, the GASB assumed that all governmental organizations are responsible to elected officials at the federal, state or local level. Financial reporting by state or local government should report the elected officials’ accountability for those organizations.

The Supervisor, as established by Article VIII of the Constitution of the State of Florida, is an elected official of the County. Although the Supervisor’s Office is operationally autonomous from the Board of County Commissioners, it does not hold sufficient corporate powers of its own to be considered a legally separate entity for financial reporting purposes. Therefore, the Supervisor is reported as a part of the primary government of Wakulla County, Florida. The Supervisor’s special purpose fund financial statements do not purport to reflect the financial position or the results of operations of Wakulla County, Florida, taken as a whole.

These special purpose fund financial statements of the Supervisor are issued separately to comply with Section 218.39(2), *Florida Statutes* and Rule 10.557 (5) of Chapter 10.550, *Rules of the Auditor General – Local Government Entity Audits*. This rule requires the Supervisor to present only fund financial statements. Accordingly, due to the omission of government-wide financial statements and certain financial statement disclosures including a management’s discussion and analysis, these financial statements do not constitute a complete presentation of the financial position of the Supervisor and the changes in its financial position for the year then ended in conformity with GASB Statement No 34 “Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments”, but otherwise constitute financial statements prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America. The financial activities of the Supervisor, as a constitutional officer, are included in the basic financial statements of Wakulla County, Florida.

The Supervisor funds operations as a budget officer pursuant to *Florida Statutes*, Chapter 129. As a budget officer, the operations of the Supervisor relating to the Board of County Commissioners are approved and funded by the Board of County Commissioners. The budgeted receipts from the Board of County Commissioners are recorded as other financing sources in the

Supervisor's special purpose fund financial statements and as other financing uses in the Board of County Commissioner's financial statements. Any excess of revenues and other financing sources received over expenditures are to be remitted to the Board of County Commissioners at year end except for unexpended grant monies.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

Fund Financial Statements

Accounts are organized and presented on the basis of funds, each of which is considered 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. Resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which the activities are controlled. The funds utilized by the Supervisor are as follows:

1. Governmental Funds

Governmental funds are accounted for using the flow of current financial resources measurement focus. Only current assets and current liabilities are generally included on the balance sheet. Operating statements for these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current position (formerly net current assets). The Supervisor reports the following governmental fund types:

General Fund – The General Fund of the Supervisor is used to account for all financial resources (revenues and appropriations) which are generated from the operation of the Supervisor's Office relating to the Board of County Commissioners and any other resources not required to be accounted for in a separate fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources which are legally restricted to expenditures for specified purposes. As of September 30, 2013, the Supervisor maintained the following special revenue fund:

- Florida Department of Elections Voter Education Grant

The "basis of accounting" refers to when revenues and expenditures and the related assets and liabilities are recognized in the accounting records and reported in the financial statements. The modified accrual basis of accounting is used by governmental funds. Under this basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become measurable and available to finance liabilities of the current fiscal year). For this purpose, the Supervisor considers revenues available if they are collected within 60 days of the current period. Expenditures are recorded when the related fund liability is incurred, except for certain compensated absences, which are recognized as expenditures to the extent they have matured. Interest income and other revenue are recognized as they are earned and become measurable and available to pay liabilities of the current period.

Approximately 87% of the Supervisor's funding is appropriated by the Board of County Commissioners. In applying the susceptible to accrual concept to intergovernmental revenue, there are essentially two types of revenue. In one, moneys must be expended on the specific

purpose or project before any amounts will be paid to the Supervisor; therefore, revenue is recognized based upon the expenditures incurred. Grant revenue is recorded in this manner. In the other type, moneys are virtually unrestricted and are revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenue at the time of receipt, or earlier, if the “susceptible to accrual” criteria are met.

C. Budgetary Accounting – The preparation, adoption and amendment of the budget is governed by Chapter 129, *Florida Statutes* which requires that budgets be adopted for all funds as may be required by law, sound financial practices and GAAP. The fund is the legal level of control for the budget.

The Supervisor’s general fund budget and special revenue fund budget for Board of County Commissioner related activity is approved and set by the annually adopted budget of the Board of County Commissioners. All budgets are adopted by the Supervisor consistent with sound financial policies and generally accepted accounting principles.

No budget amendments were made to the budget during the fiscal year. In the budgetary comparisons included in these special purpose financial statements, both the budgetary amounts and actual amounts are presented in accordance with GAAP. In these statements the “Original” budget represents the legally adopted budget on October 1 and the “Final” budget represents the budget as amended through September 30. All budget appropriations lapse at year-end.

D. Cash and Cash Equivalents – The Supervisor’s cash, cash equivalents and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from acquisition date. Deposits are carried at cost which approximates market value. The carrying amount of deposits is separately displayed as “Cash” on the balance sheet.

E. Inventories – It is the policy of the Supervisor to record the acquisition of supplies as expenditures at the time of purchase. The amount of supplies on hand at any one time is nominal and considered immaterial.

F. Fixed Assets – All fixed assets used in governmental fund type operations and acquired by purchase are recorded at historical cost. Donated assets are recorded at estimated fair market value at the date donated. All assets with an acquisition or donation value of \$1,000 or more and a useful life of at least one year are tracked and inventoried on an annual basis. All assets with an acquisition or donation value of \$5,000 or more and a useful life of at least one year are depreciated over their useful life using the straight line method. All assets purchased by the Supervisor are reported in the Board of County Commissioner’s General Fixed Asset Account Group and the basic financial statements of Wakulla County, Florida.

G. Long-Term Liabilities – Long-term liabilities are comprised of compensated absences and lease commitments.

Compensated Absences – Compensated absences are absences for which employees will be paid such as vacation and sick leave. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the

control of the Supervisor and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent upon a specific event that is outside the control of the Supervisor and its employees are accounted for in the period in which such services are rendered or such events take place. Annual leave is accrued at the following rates:

<u>Years of Creditable Service</u>	<u>Vacation Leave Earned Monthly</u>	<u>Sick Leave Earned Monthly</u>
1-5	9	8
6-10	11	8
11 +	13	8

Employees may not carry more than 240 hours of annual leave from one calendar year to the next. Any amounts exceeding the 240 hour limit are lost at year end. There is no limitation to the number of sick leave hours carried from one year to the next. Employees who leave the Supervisor’s Office may be compensated for all unused annual leave up to 240 hours and employees with one or more years of service may be compensated for unused sick leave at the rate of ¼ per hour up to a maximum of 240 hours.

The current or short-term portion of the available compensated absences balance is the amount estimated to be used in the following year (15%). In the governmental funds, this current portion of compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund of the Board of County Commissioners that will pay for them. The non-current or long-term portion is the amount estimated to be used in subsequent years (85%). This long-term portion is reported in the Board of County Commissioner’s General Long-Term Debt Account Group of Wakulla County, Florida.

Lease Commitments – Lease commitments are comprised of operating and capital leases. Operating leases are leases of equipment with a value of less than \$5,000 and capital leases are lease of equipment with a value of \$5,000 or more. The short-term portion of leases are those amounts due within one year and the long-term portion of leases are those amounts due beyond 12 months.

H. Deferred Inflows – Deferred inflows are primarily deferred revenues reported in the special purpose fund financial statements and represent unearned grant revenues which are measurable but not available and, in accordance with the modified accrual basis of accounting, are reported as deferred inflows.

I. Total Column on the Combined Statements – The total column on the combined statements is captioned “Memorandum Only” to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations or changes in cash flows in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of this data.

J. Estimates – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. DEPOSITS

At fiscal year end, the book amount of the Supervisor’s deposits was \$74,344. All balances were covered by federal depository insurance. Any balance in excess of \$250,000 is insured by collateral provided by the qualified public depositories to the Chief Financial Officer pursuant to the Florida Security for Public Deposits Act of the State of Florida, Chapter 280, *Florida Statutes*. All Supervisor deposits are with qualified public depository institutions.

The Florida Security for Public Deposits Act establishes guidelines for qualification and participation by banks and savings associations, procedures for the administration of the collateral requirements and characteristics of eligible collateral. Under the Act, the qualified public depository must pledge at least 50 percent of the average daily balance for each month that all public deposits are in excess of any applicable deposit insurance. Additional collateral, up to a maximum of 125 percent, may be required, if deemed necessary under the conditions set forth in the Act. Obligations pledged to secure deposits must be delivered to the State Chief Financial Officer or, with the approval of the State Chief Financial Officer, to a bank, savings association or trust company provided a power of attorney is delivered to the State Chief Financial Officer. Under the Act, the pool may assess participating financial institutions on a pro rata basis to fund any shortfall in the event of the failure of a member institution.

NOTE 3. FIXED ASSETS

The Supervisor of Election’s fixed assets are primarily comprised of vehicles, furniture and computer and related equipment. The building(s) and related facilities that house the Supervisor of Elections are reported as part of the County’s financial statements and are not reported as part of the Supervisor of Election’s financial statements. The value of fixed assets for the Supervisor of Elections at year end is:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reclassifications / Deletions</u>	<u>Ending Balance</u>
Fixed Assets				
Furniture and equipment	\$ 201,641	\$ -	\$ (84,482)	\$ 117,159
less accumulated depreciation	(198,308)	(1,465)	83,957	(115,816)
Fixed Assets, net	<u>\$ 3,333</u>	<u>\$ (1,465)</u>	<u>\$ (525)</u>	<u>\$ 1,343</u>

NOTE 4. LONG-TERM LIABILITIES

The Supervisor of Election’s had no capital leases or notes payable during the current year. The long-term liabilities of the Supervisor’s Office are associated with employee compensated absences. The balances due at year end are:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Adjustments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Long-term liabilities						
Compensated absences	\$ 4,370	\$ (934)	\$ -	\$ -	\$ 3,436	\$ 515
Total long-term liabilities	\$ 4,370	\$ (934)	\$ -	\$ -	\$ 3,436	\$ 515

The Supervisor's Office had two operating leases during the current year:

- A 60 month postage meter lease was signed in October 2008 and will end next year in October 2013. The month lease amount is \$81.56.
- A 60 month copier lease was signed in October 2009 and will end in September 2014. The monthly lease amount is \$179.00.

The annual future lease obligations are:

<u>Year Ending September 30,</u>	<u>Annual Obligation</u>
2014	\$ 2,230
Total	\$ 2,230

NOTE 5. RISK MANAGEMENT

The Supervisor of Elections is exposed to various risks of loss related to torts; theft of; damage to and destruction of assets; errors and omissions; injuries to employees and the public; or damage to property of others. The Supervisor's Office directly purchases insurance and participates in the risk management program through Wakulla County Board of County Commissioners which uses commercial insurance and a public entity risk pool to cover certain risks from loss.

The Board of County Commissioners obtained commercial insurance against losses for the following types of risk:

- Real and Personal Property Damage
- Public Employees Bond
- Worker's Compensation
- Automobile Liability

Worker's compensation coverage is provided under a retrospectively rated policy. Premiums are accrued based on the ultimate cost-to-date of the Board of County Commissioner's experience for these type risks.

The Board of County Commissioners participates in the Florida Association of Counties Trust (FACT), a public entity risk pool, for risks related to comprehensive general liability. The agreement provides that the financial liability of each participating county is limited to premiums and surplus contributions paid or obligations made to FACT. Aggregate coverage provided is limited to \$1,000,000 for each claim. There were no pending legal actions against the Supervisor's Office as of the fiscal year end.

NOTE 6. RETIREMENT PROGRAM

1. Florida Retirement System

The Supervisor’s Office contributes to the Florida Retirement System (FRS), a cost-sharing multiple-employer plan administered by the State of Florida. The FRS provides either a defined benefit or a defined contribution plan to its participants.

Plan Description – The FRS provides retirement, disability or death benefits to retirees or their designated beneficiaries. FRS rules and provisions related to eligibility, contributions and benefits are established by Chapter 112 Part IV, Chapter 121, Chapter 122 and Chapter 238, *Florida Statutes*, and Chapter 605 Florida Administrative Code. Changes to the law can only occur through an act of the Florida Legislature.

A Deferred Retirement Option Program (DROP) subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with a FRS employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest.

Funding Policy – The Supervisor is required to contribute to the FRS at an actuarially determined rate as set by the State of Florida. The contribution rates, as a percent of gross salary, at September 30, 2013 were as follows:

<u>Class or Plan</u>	<u>Contribution Rate (A)</u>
FRS, Regular	6.95%
FRS, Senior Management Services	18.31%
FRS, Special Risk	19.06%
FRS Special Risk Administrative Support	35.96%
FRS, Elected Officials	33.03%
DROP program, all eligible participants	12.84%
FRS, Reemployed Retiree	(B)

- Notes: (A) Employer rates include 1.20% for the post-employment health insurance subsidy. Also, employer rates, other than for DROP participants, include .03 % for administrative costs.
 (B) Contribution rates are dependent upon the retirement class or plan in which reemployed.

Effective July 1, 2011, employees are required to also contribute 3% of gross salary to the FRS. The Supervisor’s liability for participation is limited to the payment of the required contribution at the rates and frequencies established by law on future payrolls of the Supervisor. The Supervisor’s contributions to the FRS for the fiscal years ended September 30, 2013, 2012 and 2011 were \$22,381, \$12,890 and \$18,720, respectively, which were equal to the required contributions for each fiscal year.

Financial statements and other supplementary information of the FRS are included in the State of Florida Comprehensive Annual Financial Report which is available from the Florida Department of Financial Services. An annual report on the FRS which includes its financial statements, required supplementary information, actuarial report and other relevant information is available from the Florida Department of Management Services, Division of Retirement. That report may be obtained by writing to the Florida Retirement System, 2639 North Monroe Street, Tallahassee, Florida or by calling (850) 488-5706.

NOTE 7. INTER-FUND RECEIVABLES AND PAYABLES

There were no inter-fund receivables and payables at year end.

NOTE 8. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the State of Florida and Federal 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 Supervisor expects such amounts, if any, to be immaterial.

NOTE 9. FUND BALANCES – GOVERNMENTAL FUNDS

As of September 30, 2013, fund balances of the governmental funds as 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.

The Supervisor’s fund balances at September 30, 2013 are as follows:

<u>Fund Name</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>	<u>Unassigned</u>
General Fund	\$ -	\$ -	\$ -	\$ 18,873	\$ -
Total	\$ -	\$ -	\$ -	\$ 18,873	\$ -

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**SUPERVISOR OF ELECTIONS
COMBINING AND INDIVIDUAL FUND STATEMENTS**

WAKULLA COUNTY, FLORIDA

SUPERVISOR OF ELECTIONS

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - GENERAL FUND
 For the Fiscal Year Ended September 30, 2013

	Budgeted Amount		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	36,950	36,950
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	4,868	4,868
Interest	-	-	-	-
Total revenue	\$ -	\$ -	\$ 41,818	\$ 41,818
Expenditures				
Current				
General government	\$ 339,704	\$ 339,704	\$ 370,513	\$ (30,809)
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 339,704	\$ 339,704	\$ 370,513	\$ (30,809)
Excess (deficiency) of revenues over (under) expenditures	\$ (339,704)	\$ (339,704)	\$ (328,695)	\$ 11,009
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfers from Board of County Commissioners	339,704	339,704	339,704	-
Interfund transfer in	-	-	7,864	7,864
Interfund transfers out	-	-	-	-
Total other financing sources (uses)	\$ 339,704	\$ 339,704	\$ 347,568	\$ 7,864
Net change in fund balance	-	-	18,873	18,873
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ 18,873	\$ 18,873

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SUPERVISOR OF ELECTIONS
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - ALL SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended September 30, 2013

	Budgeted Amount		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-
Intergovernmental	4,693	4,693	-	(4,693)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	520	520	-	(520)
Interest	-	-	-	-
Total revenue	\$ 5,213	\$ 5,213	\$ -	\$ (5,213)
Expenditures				
Current				
General government	\$ 5,917	\$ 5,917	\$ 1,169	\$ 4,748
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	-	-
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 5,917	\$ 5,917	\$ 1,169	\$ 4,748
Excess (deficiency) of revenues over (under) expenditures	\$ (704)	\$ (704)	\$ (1,169)	\$ (465)
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfers from Board of County Commissioners	-	-	-	-
Interfund transfer in	704	704	1,169	465
Interfund transfers out	-	-	-	-
Total other financing sources (uses)	\$ 704	\$ 704	\$ 1,169	\$ 465
Net change in fund balance	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA
SUPERVISOR OF ELECTIONS
COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS
September 30, 2013

	<u>Voting Grant</u>
ASSETS	
Cash and cash equivalents	\$ 9,483
Accounts receivable, net	-
Due from individuals	-
Due from agency funds	-
Due from other funds	-
Due from other governmental units	-
Inventories	-
Prepaid expense	-
Other current assets	-
Total assets	\$ 9,483
 LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts payable	\$ -
Accrued liabilities	-
Due to individuals	-
Due to agency funds	-
Due to other funds	-
Due to other governmental units	-
Deferred inflows	9,483
Interest payable	-
Deposits	-
Other current liabilities	-
Total liabilities	\$ 9,483
 Fund balance	
Nonspendable	
Inventories	-
Prepaid expenses	-
Restricted	-
Committed	-
Assigned	-
Unassigned	-
Total fund balance	-
Total liabilities and fund balance	\$ 9,483

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

SUPERVISOR OF ELECTIONS
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 ALL SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended September 30, 2013

	<u>Voting Grant</u>
Revenue	
Taxes	\$ -
Licenses, permits, special assessments	-
Intergovernmental	-
Charges for services	-
Fines and forfeitures	-
Miscellaneous	-
Interest	-
Total revenue	<u>\$ -</u>
Expenditures	
Current	
General government	\$ 1,169
Public safety	-
Physical environment	-
Transportation	-
Economic environment	-
Human services	-
Culture and recreation	-
Court related	-
Capital Outlay	
General government	-
Public safety	-
Physical environment	-
Transportation	-
Economic environment	-
Human services	-
Culture and recreation	-
Court related	-
Debt Service	
Principal	-
Interest	-
Total Expenditures	<u>\$ 1,169</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (1,169)</u>
Other financing sources	
Sale of equipment	-
Debt Proceeds	-
Transfers from Board of County Commissioners	-
Interfund transfer in	1,169
Interfund transfers out	-
Total other financing sources (uses)	<u>\$ 1,169</u>
Net change in fund balance	-
Fund balances, beginning of year	-
Fund balances, end of year	<u>\$ -</u>

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**SUPERVISOR OF ELECTIONS
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 Supervisor of Elections
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 special purpose financial statements of the Wakulla County Supervisor of Elections as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the Wakulla County Supervisor of Elections' special purpose fund financial statements, and have issued our report thereon dated February 26, 2014.

Internal Control Over Financial Reporting

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

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

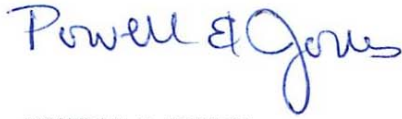
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Wakulla County Supervisor of Elections' 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.

A handwritten signature in blue ink that reads "Powell & Jones". The signature is written in a cursive, flowing style.

POWELL & JONES
Certified Public Accountants
April 7, 2014

**MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550,
RULES OF THE AUDITOR GENERAL**

Honorable Supervisor of Elections
Wakulla County, Florida

We have audited the financial statements of the Wakulla County Supervisor of Elections, as of and for the year ended September 30, 2013, and have issued our report thereon dated February 26, 2014.

We have issued our 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* dated April 7, 2014. Disclosures in that report should be considered in conjunction with this management letter.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Additionally our audit was conducted in accordance with the provisions of 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 be addressed in this letter.

PRIOR YEAR FINDINGS

There were no reportable findings in the prior year.

CURRENT YEAR FINDINGS

There were no reportable findings in the current year.

FINANCIAL 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 statements of Wakulla County, Florida, for the year ended September 30, 2013. The financial statements of the Supervisor of Elections are combined with other County agencies in that report.

Investment of Public Funds - The Supervisor of Elections complied with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the fiscal year.

Financial Emergency Status – We have determined that the Supervisor of Elections did not meet any of the conditions described in Section 218.503(1), *Florida Statutes*, that might result in a financial emergency.

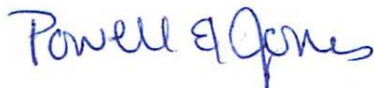
Financial Condition Assessment Procedures - As required by the Rules of the Auditor General (Sections 10.554(1)(i)7.c. and 10.556(7)), we applied financial condition assessment procedures. It is management's responsibility to monitor the entity's financial condition, and our financial condition

assessment was based in part on representations made by management and the review of financial information they provided.

Our audit did not disclose any further items that would be required to be reported under the Rules of the Auditor General, Chapter 10.554(1)(f).

CONCLUSION

We have reviewed information regarding our audit with the Supervisor of Elections and have provided him with appropriate documentation as requested. We very much enjoyed the challenges and experiences associated with our audit of the Supervisor of Elections. We appreciate the helpful assistance of Supervisor of Elections staff in completing our audit and also the generally high quality of the Supervisor of Elections' financial records and internal control. We also appreciate the helpful assistance and courtesy afforded us by these employees.

A handwritten signature in blue ink that reads "Powell & Jones". The signature is written in a cursive, flowing style.

POWELL & JONES
Certified Public Accountants
April 7, 2014



Supervisor of Elections

HENRY F. WELLS "Buddy"
Supervisor of Elections

P.O. Box 305
Crawfordville, FL 32326
Ph. 850/926-7575

April 4, 2014

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

FILED
AT TIME & DATE NOTED
14 APR - 7 AM 11:43
CLERK OF SUPERIOR COURT
WAKULLA COUNTY FLORIDA

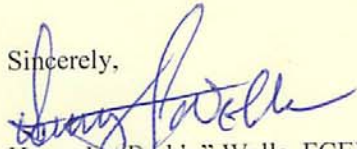
Dear Sirs,

I am providing this letter in connection with your audit of the financial statements of the Wakulla County Supervisor of Elections as of September 30, 2013, 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 the Supervisor's Office. I confirm that we are responsible for the fair presentation of the previously mentioned financial statements in conformity with U.S. generally accepted accounting principles. 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 there were no reportable findings in the prior and current fiscal years for the financial statements of the Supervisor of Elections.

My office has reviewed the information provided by your office regarding the audit of the Supervisor's financial statements. I concur with your report and am pleased there were no findings again this year.

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

Sincerely,

Henry F. "Buddy" Wells, FCEP II
Wakulla County Supervisor of Elections

☆ REGISTER - VOTE - KEEP AMERICA FREE ☆

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

TAX COLLECTOR ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2013



WAKULLA COUNTY, FLORIDA

**TAX COLLECTOR
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2013**

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

A. Table of Contents254

II. FINANCIAL SECTION

A. Independent Auditor’s Report256

B. Basic Financial Statements:

 Combined Balance Sheet – All Fund Types260

 Statement of Revenues, Expenditures and Changes in
 Fund Balances – All Governmental Funds261

 Notes to Financial Statements262

C. Combining and Individual Fund Financial Statements:

Governmental Fund Financial Statements:

 Statement of Revenue, Expenditures and Changes in
 Fund Balance – Budget and Actual – General Fund271

Fiduciary Fund Financial Statements:

 Combining Balance Sheet – All Agency Funds272

 Combining Statement of Changes in Assets and Liabilities –
 All Agency Funds273

D. 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 Governmental
 Auditing Standards275

 Management Letter277

 Tax Collector Response Letter279

Page Left Blank Intentionally



Powell & Jones
Certified Public Accountants

Richard C. Powell, Jr., CPA
Marian Jones Powell, CPA

1359 S.W. Main Blvd.
Lake City, Florida 32025
386 / 755-4200
Fax: 386 / 719-5504

admin@powellandjonescpa.com

INDEPENDENT AUDITOR'S REPORT

Honorable Tax Collector
Wakulla County, Florida

Report on the Financial Statements

We have audited the accompanying special purpose fund financial statements of the Wakulla County Tax Collector (the Tax Collector), as of and for the year ended September 30, 2013, 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 special purpose financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. The standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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 or 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 opinion.

The accompanying special purpose fund financial statements were prepared for the purpose of complying with Section 218.39(8), *Florida Statutes*, and Rule 10.557(5), of Chapter 10.550, *Rules of the Auditor General - Local Governmental Entity Audits*. As described in Note 1 to the financial statements, the Tax

Collector is part of the reporting entity, Wakulla County, Florida. Accordingly, these special purpose fund financial statements are not a complete presentation of the reporting entity's basic financial statements.

Opinion

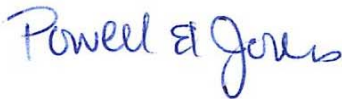
In our opinion, the special purpose fund financial statements referred to above present fairly, in all material respects, the financial position of the Wakulla County Tax Collector, as of September 30, 2013, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated February 26, 2014, on our consideration of the Tax Collector' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Tax Collector' internal control over financial reporting and on compliance.

Other Information

Our audit was made for the purpose of forming an opinion on the special purpose fund financial statements taken as a whole. The individual and combining fund financial statements listed in the table of contents are presented for purposes of additional analysis and are not a required part of the special purpose fund financial statements of the Tax Collector. Such information has been subjected to the auditing procedures applied in the audit of the special purpose fund financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the special purpose fund financial statements taken as a whole.



POWELL & JONES
Certified Public Accountants
February 26, 2014

Page Left Blank Intentionally

WAKULLA COUNTY, FLORIDA

**TAX COLLECTOR
BASIC FINANCIAL STATEMENTS**

WAKULLA COUNTY, FLORIDA

TAX COLLECTOR
 COMBINED BALANCE SHEET - ALL FUND TYPES
 September 30, 2013

	Governmental Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	General Fund	Special Revenue Funds	Agency Funds	
ASSETS				
Cash and cash equivalents	\$ 1,034	\$ -	\$ 374,035	\$ 375,069
Accounts receivable, net	-	-	-	-
Due from individuals	-	-	-	-
Due from agency funds	-	-	-	-
Due from other funds	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expense	-	-	-	-
Other current assets	-	-	-	-
Total assets	\$ 1,034	\$ -	\$ 374,035	\$ 375,069
LIABILITIES AND FUND BALANCE				
Liabilities				
Accounts payable	\$ -	\$ -	\$ 2,315	\$ 2,315
Accrued liabilities	-	-	-	-
Due to individuals	-	-	14,772	14,772
Due to agency funds	-	-	-	-
Due to other funds	-	-	56,719	56,719
Due to other governmental units	-	-	300,229	300,229
Deferred inflows	-	-	-	-
Interest payable	-	-	-	-
Deposits	-	-	-	-
Other current liabilities	1,034	-	-	1,034
Total liabilities	\$ 1,034	\$ -	\$ 374,035	\$ 375,069
Fund balance				
Nonspendable				
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total fund balance	-	-	-	-
Total liabilities and fund balance	\$ 1,034	\$ -	\$ 374,035	\$ 375,069

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

TAX COLLECTOR

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUNDS**

For the Fiscal Year Ended September 30, 2013

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Totals</u>
Revenue			
Taxes	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-
Intergovernmental	-	-	-
Charges for services	25,000	-	25,000
Fines and forfeitures	-	-	-
Miscellaneous	2,000	-	2,000
Interest	-	-	-
Total revenue	\$ 27,000	\$ -	\$ 27,000
Expenditures			
Current			
General Government	\$ 709,822	\$ -	\$ 709,822
Public safety	-	-	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	-	-
Capital Outlay			
General government	29,500	-	29,500
Public safety	-	-	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Court related	-	-	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	\$ 739,322	\$ -	\$ 739,322
Excess (deficiency) of revenues over (under) expenditures	\$ (712,322)	\$ -	\$ (712,322)
Other financing sources			
Sale of equipment	-	-	-
Debt Proceeds	-	-	-
Transfers from Board of County Commissioners	673,622	-	673,622
Interfund transfer in	38,700	-	38,700
Interfund transfers out	-	-	-
Total other financing sources (uses)	\$ 712,322	\$ -	\$ 712,322
Net change in fund balance	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

TAX COLLECTOR NOTES TO FINANCIAL STATEMENTS September 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies of the Wakulla County Tax Collector (the Tax Collector).

A. Reporting Entity – The Governmental Accounting Standards Board (GASB) on its Statement No. 14, “The Financial Reporting Entity”, as amended by GASB Statement No. 39 “Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement 14”, establishes standards for defining the financial reporting entity. In developing these standards, the GASB assumed that all governmental organizations are responsible to elected officials at the federal, state or local level. Financial reporting by state or local government should report the elected officials’ accountability for those organizations.

The Tax Collector, as established by Article VIII of the Constitution of the State of Florida, is an elected official of the County. Although the Tax Collector’s Office is operationally autonomous from the Board of County Commissioners, it does not hold sufficient corporate powers of its own to be considered a legally separate entity for financial reporting purposes. Therefore, the Tax Collector is reported as a part of the primary government of Wakulla County, Florida. The Tax Collector’s special purpose fund financial statements do not purport to reflect the financial position or the results of operations of Wakulla County, Florida, taken as a whole.

These special purpose fund financial statements of the Tax Collector are issued separately to comply with Section 218.39(2), *Florida Statutes* and Rule 10.557 (5) of Chapter 10.550, *Rules of the Auditor General – Local Government Entity Audits*. This rule requires the Tax Collector to present only fund financial statements. Accordingly, due to the omission of government-wide financial statements and certain financial statement disclosures including a management’s discussion and analysis, these financial statements do not constitute a complete presentation of the financial position of the Tax Collector and the changes in its financial position for the year then ended in conformity with GASB Statement No 34 “Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments”, but otherwise constitute financial statements prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America. The financial activities of the Tax Collector, as a constitutional officer, are included in the basic financial statements of Wakulla County, Florida.

The Tax Collector funds operations as a budget officer pursuant to *Florida Statutes*, Chapter 129. As a budget officer, the operations of the Tax Collector relating to the Board of County Commissioners are approved and funded by the Board of County Commissioners. The budgeted receipts from the Board of County Commissioners are recorded as other financing sources in the

Tax Collector's special purpose fund financial statements and as other financing uses in the Board of County Commissioner's financial statements. Any excess of revenues and other financing sources received over expenditures are to be remitted to the Board of County Commissioners at year end.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

Fund Financial Statements

Accounts are organized and presented on the basis of funds, each of which is considered 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. Resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which the activities are controlled. The funds utilized by the Tax Collector are as follows:

1. Governmental Funds

Governmental funds are accounted for using the flow of current financial resources measurement focus. Only current assets and current liabilities are generally included on the balance sheet. Operating statements for these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current position (formerly net current assets). The Tax Collector reports the following governmental fund types:

General Fund – The General Fund of the Tax Collector is used to account for all financial resources (revenues and appropriations) which are generated from the operation of the Tax Collector's Office relating to the Board of County Commissioners and any other resources not required to be accounted for in a separate fund.

The "basis of accounting" refers to when revenues and expenditures and the related assets and liabilities are recognized in the accounting records and reported in the financial statements. The modified accrual basis of accounting is used by governmental funds. Under this basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become measurable and available to finance liabilities of the current fiscal year). For this purpose, the Tax Collector considers revenues available if they are collected within 60 days of the current period. Expenditures are recorded when the related fund liability is incurred, except for certain compensated absences, which are recognized as expenditures to the extent they have matured. Interest income and other revenue are recognized as they are earned and become measurable and available to pay liabilities of the current period.

Approximately 92% of the Tax Collector's funding is appropriated by the Board of County Commissioners. In applying the susceptible to accrual concept to intergovernmental revenue, there are essentially two types of revenue. In one, moneys must be expended on the specific purpose or project before any amounts will be paid to the Tax Collector; therefore, revenue is recognized based upon the expenditures incurred. Grant revenue is recorded in this manner. In the other type, moneys are virtually unrestricted and are revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenue at the time of receipt, or earlier, if the "susceptible to accrual" criteria are met.

2. Fiduciary Funds

Agency Funds – Agency funds are used to account for assets held by the Tax Collector as an agent for individuals, other County funds, and other governmental units. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Tax Collector functions purely as an agent for others in the maintenance of these funds. The Tax Collector reports the following agency funds:

- Boating Fund
- Delinquent Tax Fund
- Hunting and Fishing Fund
- Tag Fund
- Tax Fund
- Tax Escrow Fund

C. Budgetary Accounting – The preparation, adoption and amendment of the budget is governed by Chapter 129, *Florida Statutes* which requires that budgets be adopted for all funds as may be required by law, sound financial practices and GAAP. The fund is the legal level of control for the budget.

The Tax Collector’s general fund budget for Board of County Commissioner related activity is approved and set by the annually adopted budget of the Board of County Commissioners and is consistent with sound financial policies and generally accepted accounting principles.

No budget amendments were made to the budget during the fiscal year. In the budgetary comparisons included in these special purpose financial statements, both the budgetary amounts and actual amounts are presented in accordance with GAAP. In these statements the “Original” budget represents the legally adopted budget on October 1 and the “Final” budget represents the budget as amended through September 30. All budget appropriations lapse at year-end.

D. Cash and Cash Equivalents – The Tax Collector’s cash, cash equivalents and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from acquisition date. Deposits are carried at cost which approximates market value. The carrying amount of deposits is separately displayed as “Cash” on the balance sheet.

E. Inventories – It is the policy of the Tax Collector to record the acquisition of supplies as expenditures at the time of purchase. The amount of supplies on hand at any one time is nominal and considered immaterial.

F. Fixed Assets – All fixed assets used in governmental fund type operations and acquired by purchase are recorded at historical cost. Donated assets are recorded at estimated fair market value at the date donated. All assets with an acquisition or donation value of \$1,000 or more and a useful life of at least one year are tracked and inventoried on an annual basis. All assets with an acquisition or donation value of \$5,000 or more and a useful life of at least one year are depreciated over their useful life using the straight line method. All assets purchased by the Tax

Collector are reported in the Board of County Commissioner’s General Fixed Asset Account Group and the basic financial statements of Wakulla County, Florida.

G. Long-Term Liabilities – Long-term liabilities are comprised of compensated absences and lease commitments.

Compensated Absences – Compensated absences are absences for which employees will be paid such as vacation and sick leave. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the Tax Collector and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent upon a specific event that is outside the control of the Tax Collector and its employees are accounted for in the period in which such services are rendered or such events take place. Annual leave is accrued at the following rates:

<u>Years of Creditable Service</u>	<u>Vacation Leave Earned Monthly</u>	<u>Sick Leave Earned Monthly</u>
1-5	9	8
6-10	11	8
11 +	13	8

Employees may not carry more than 240 hours of annual leave from one calendar year to the next. Any amounts exceeding the 240 hour limit are lost at year end. There is no limitation to the number of sick leave hours carried from one year to the next. Employees who leave the Tax Collector’s Office may be compensated for all unused annual leave up to 240 hours and employees with one or more years of service may be compensated for unused sick leave at the rate of ¼ per hour up to a maximum of 240 hours.

The current or short-term portion of the available compensated absences balance is the amount estimated to be used in the following year (15%). In the governmental funds, this current portion of compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund of the Board of County Commissioners that will pay for them. The non-current or long-term portion is the amount estimated to be used in subsequent years (85%). This long-term portion is reported in the Board of County Commissioner’s General Long-Term Debt Account Group of Wakulla County, Florida.

Lease Commitments – Lease commitments are comprised of operating and capital leases. Operating leases are leases of equipment with a value of less than \$5,000 and capital leases are lease of equipment with a value of \$5,000 or more. The short-term portion of leases are those amounts due within one year and the long-term portion of leases are those amounts due beyond 12 months.

H. Deferred Inflows – Deferred inflows are primarily deferred revenues reported in the special purpose fund financial statements and represent unearned grant revenues which are measurable but not available and, in accordance with the modified accrual basis of accounting, are reported as deferred inflows.

I. Total Column on the Combined Statements – The total column on the combined statements is captioned “Memorandum Only” to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations or changes in cash flows in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of this data.

J. Estimates – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. DEPOSITS

At fiscal year end, the book amount of the Tax Collector’s deposits was \$375,069. Of the bank balances, \$250,000 was covered by federal depository insurance. Any balance in excess of \$250,000 is insured by collateral provided by the qualified public depositories to the Chief Financial Officer pursuant to the Florida Security for Public Deposits Act of the State of Florida, Chapter 280, *Florida Statutes*. All Tax Collector deposits are with qualified public depository institutions.

The Florida Security for Public Deposits Act establishes guidelines for qualification and participation by banks and savings associations, procedures for the administration of the collateral requirements and characteristics of eligible collateral. Under the Act, the qualified public depository must pledge at least 50 percent of the average daily balance for each month that all public deposits are in excess of any applicable deposit insurance. Additional collateral, up to a maximum of 125 percent, may be required, if deemed necessary under the conditions set forth in the Act. Obligations pledged to secure deposits must be delivered to the State Chief Financial Officer or, with the approval of the State Chief Financial Officer, to a bank, savings association or trust company provided a power of attorney is delivered to the State Chief Financial Officer. Under the Act, the pool may assess participating financial institutions on a pro rata basis to fund any shortfall in the event of the failure of a member institution.

NOTE 3. FIXED ASSETS

The Tax Collector’s fixed assets are primarily comprised of vehicles, furniture and computer and related equipment. The building(s) and related facilities that house the Tax Collector are reported as part of the County’s financial statements and are not reported as part of the Tax Collector’s financial statements. The value of fixed assets for the Tax Collector at year end is:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reclassifications / Deletions</u>	<u>Ending Balance</u>
Fixed Assets				
Furniture and equipment	\$ 48,008	\$ 29,500	\$ (24,572)	\$ 52,936
less accumulated depreciation	(41,214)	(7,779)	19,657	(29,336)
Fixed Assets, net	<u><u>\$ 6,794</u></u>	<u><u>\$ 21,721</u></u>	<u><u>\$ (4,915)</u></u>	<u><u>\$ 23,600</u></u>

NOTE 4. LONG-TERM LIABILITIES

The Tax Collector had no capital leases or notes payable at year end. The long-term liabilities of the Tax Collector’s Office are associated with employee compensated absences. The balances due at year end are:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Adjustments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Long-term liabilities						
Compensated absences	\$ 19,868	\$ (371)	\$ -	\$ -	\$ 19,497	\$ 2,925
Total long-term liabilities	\$ 19,868	\$ (371)	\$ -	\$ -	\$ 19,497	\$ 2,925

The Tax Collector had one operating lease during the year. The lease is for a postage meter and is \$197.29 per month for 60 months. The lease was signed in July 2010 and will end in June 2014. The annual future lease obligations are:

<u>Year Ending September 30,</u>	<u>Annual Obligation</u>
2014	\$ 1,776
Total	\$ 1,776

NOTE 5. RISK MANAGEMENT

The Tax Collector is exposed to various risks of loss related to torts; theft of; damage to and destruction of assets; errors and omissions; injuries to employees and the public; or damage to property of others. The Tax Collector’s Office directly purchases insurance and participates in the risk management program through Wakulla County Board of County Commissioners which uses commercial insurance and a public entity risk pool to cover certain risks from loss.

The Board of County Commissioners obtained commercial insurance against losses for the following types of risk:

- Real and Personal Property Damage
- Public Employees Bond
- Worker’s Compensation
- Automobile Liability

Worker’s compensation coverage is provided under a retrospectively rated policy. Premiums are accrued based on the ultimate cost-to-date of the Board of County Commissioner’s experience for these type risks.

The Board of County Commissioners participates in the Florida Association of Counties Trust (FACT), a public entity risk pool, for risks related to comprehensive general liability. The agreement provides that the financial liability of each participating county is limited to premiums and surplus contributions paid or obligations made to FACT. Aggregate coverage provided is limited to \$1,000,000 for each claim. There were no pending legal actions against the Tax Collector’s Office as of the fiscal year end.

NOTE 6. RETIREMENT PROGRAM

1. Florida Retirement System

The Tax Collector's Office contributes to the Florida Retirement System (FRS), a cost-sharing multiple-employer plan administered by the State of Florida. The FRS provides either a defined benefit or a defined contribution plan to its participants.

Plan Description – The FRS provides retirement, disability or death benefits to retirees or their designated beneficiaries. FRS rules and provisions related to eligibility, contributions and benefits are established by Chapter 112 Part IV, Chapter 121, Chapter 122 and Chapter 238, *Florida Statutes*, and Chapter 605 Florida Administrative Code. Changes to the law can only occur through an act of the Florida Legislature.

A Deferred Retirement Option Program (DROP) subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with a FRS employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest.

Funding Policy – The Tax Collector is required to contribute to the FRS at an actuarially determined rate as set by the State of Florida. The contribution rates, as a percent of gross salary, at September 30, 2013 were as follows:

<u>Class or Plan</u>	<u>Contribution Rate (A)</u>
FRS, Regular	6.95%
FRS, Senior Management Services	18.31%
FRS, Special Risk	19.06%
FRS Special Risk Administrative Support	35.96%
FRS, Elected Officials	33.03%
DROP program, all eligible participants	12.84%
FRS, Reemployed Retiree	(B)

Notes: (A) Employer rates include 1.20% for the post-employment health insurance subsidy. Also, employer rates, other than for DROP participants, include .03 % for administrative costs.

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

Effective July 1, 2011, employees are required to also contribute 3% of gross salary to the FRS. The Tax Collector's liability for participation is limited to the payment of the required contribution at the rates and frequencies established by law on future payrolls of the Tax Collector. The Tax Collector's contributions to the FRS for the fiscal years ended September 30, 2013, 2012 and 2011 were \$36,843, \$27,549 and \$48,080, respectively, which were equal to the required contributions for each fiscal year.

Financial statements and other supplementary information of the FRS are included in the State of Florida Comprehensive Annual Financial Report which is available from the Florida Department of Financial Services. An annual report on the FRS which includes its financial statements, required supplementary information, actuarial report and other relevant information is available from the Florida Department of Management Services, Division of Retirement. That report may be obtained by writing to the Florida Retirement System, 2639 North Monroe Street, Tallahassee, Florida or by calling (850) 488-5706.

NOTE 7. INTER-FUND RECEIVABLES AND PAYABLES

There were no inter-fund receivables and payables at year end.

NOTE 8. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the State of Florida and Federal 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 Tax Collector expects such amounts, if any, to be immaterial.

NOTE 9. FUND BALANCES – GOVERNMENTAL FUNDS

As of September 30, 2013, fund balances of the governmental funds as 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.

There were no fund balances held by the Tax Collector at year end.

WAKULLA COUNTY, FLORIDA

**TAX COLLECTOR
COMBINING AND INDIVIDUAL FUND STATEMENTS**

WAKULLA COUNTY, FLORIDA

TAX COLLECTOR
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - GENERAL FUND
 For the Fiscal Year Ended September 30, 2013

	Budgeted Amount		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits, special assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	25,000	25,000
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	2,000	2,000
Interest	-	-	-	-
Total revenue	\$ -	\$ -	\$ 27,000	\$ 27,000
Expenditures				
Current				
General Government	\$ 673,622	\$ 673,622	\$ 709,822	\$ (36,200)
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Capital Outlay				
General government	-	-	29,500	(29,500)
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	\$ 673,622	\$ 673,622	\$ 739,322	\$ (65,700)
Excess (deficiency) of revenues over (under) expenditures	\$ (673,622)	\$ (673,622)	\$ (712,322)	\$ (38,700)
Other financing sources				
Sale of equipment	-	-	-	-
Debt proceeds	-	-	-	-
Transfers from Board of County Commissioners	673,622	673,622	673,622	-
Interfund transfer in	-	-	38,700	38,700
Interfund transfers out	-	-	-	-
Total other financing sources (uses)	\$ 673,622	\$ 673,622	\$ 712,322	\$ 38,700
Net change in fund balance	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**TAX COLLECTOR
COMBINING BALANCE SHEET - ALL AGENCY FUNDS
September 30, 2013**

	<u>Boating</u>	<u>Delinquent Tax</u>	<u>Hunting & Fishing</u>	<u>Tag</u>	<u>Tax</u>	<u>Tax Escrow</u>	<u>Totals</u>
ASSETS							
Cash and cash equivalents	\$ 19,954	\$ 34,954	\$ 1,249	\$ 45,970	\$ 7,536	\$ 264,372	\$ 374,035
Accounts receivable, net	-	-	-	-	-	-	-
Due from individuals	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
Prepaid expense	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-
Total assets	\$ 19,954	\$ 34,954	\$ 1,249	\$ 45,970	\$ 7,536	\$ 264,372	\$ 374,035
LIABILITIES AND FUND BALANCE							
Liabilities							
Accounts payable	\$ -	\$ 2,315	\$ -	\$ -	\$ -	\$ -	\$ 2,315
Accrued liabilities	-	-	-	-	-	-	-
Due to individuals	-	14,630	-	-	-	142	14,772
Due to other funds	19,954	18,009	-	11,220	7,536	-	56,719
Due to other governmental units	-	-	1,249	34,750	-	264,230	300,229
Deferred inflows	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-
Total liabilities	\$ 19,954	\$ 34,954	\$ 1,249	\$ 45,970	\$ 7,536	\$ 264,372	\$ 374,035

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**TAX COLLECTOR
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS
September 30, 2013**

	<u>Balance Oct. 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Sept. 30, 2013</u>
ASSETS				
Cash and cash equivalents	\$ 371,332	\$ 28,716,522	\$ 28,713,819	\$ 374,035
Accounts receivable, net	-	-	-	-
Due from individuals	-	-	-	-
Due from other funds	-	-	-	-
Due from other governmental units	-	-	-	-
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
Other current assets	-	-	-	-
Total assets	<u>\$ 371,332</u>	<u>\$ 28,716,522</u>	<u>\$ 28,713,819</u>	<u>\$ 374,035</u>
LIABILITIES AND NET ASSETS				
Liabilities				
Accounts payable	\$ -	\$ 2,315	\$ -	\$ 2,315
Accrued liabilities	-	-	-	-
Due to individuals	61,490	2,215,529	2,262,247	14,772
Due to other funds	64,459	561,472	569,212	56,719
Due to other governmental units	245,383	25,937,206	25,882,360	300,229
Deferred inflows	-	-	-	-
Interest payable	-	-	-	-
Other current liabilities	-	-	-	-
Total liabilities	<u>\$ 371,332</u>	<u>\$ 28,716,522</u>	<u>\$ 28,713,819</u>	<u>\$ 374,035</u>

See notes to financial statements.

WAKULLA COUNTY, FLORIDA

**TAX COLLECTOR
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 Tax Collector
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 special purpose financial statements of the Wakulla County Tax Collector as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the Wakulla County Tax Collector's special purpose financial statements, and have issued our report thereon dated February 26, 2014.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Wakulla County Tax Collector'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.

A handwritten signature in blue ink that reads "Powell & Jones". The signature is written in a cursive, flowing style.

POWELL & JONES
Certified Public Accountants
February 26, 2014

**MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550,
RULES OF THE AUDITOR GENERAL**

Honorable Tax Collector
Wakulla County, Florida

We have audited the financial statements of the Wakulla County Tax Collector, as of and for the year ended September 30, 2013, and have issued our report thereon dated February 20, 2014.

We have issued our 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* dated February 26, 2014. Disclosures in that report should be considered in conjunction with this management letter.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Additionally our audit was conducted in accordance with the provisions of 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 be addressed in this letter.

PRIOR YEAR FINDINGS

There were no reportable findings in the prior year.

CURRENT YEAR FINDINGS

There were no reportable findings in the current year.

FINANCIAL 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 statements of Wakulla County, Florida, for the year ended September 30, 2013. The financial statements of the Tax Collector are combined with other County agencies in that report.

Investment of Public Funds - The Tax Collector complied with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the fiscal year.

Financial Emergency Status - We have determined that the Tax Collector did not meet any of the conditions described in Section 218.503(1), *Florida Statutes*, that might result in a financial emergency.

Financial Condition Assessment Procedures - As required by the Rules of the Auditor General (Sections 10.554(1)(i)7.c. and 10.556(7)), 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.

Our audit did not disclose any further items that would be required to be reported under the Rules of the Auditor General, Chapter 10.554(1)(f).

CONCLUSION

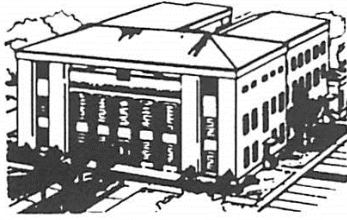
We have reviewed information regarding our audit with the Tax Collector and have provided him with appropriate documentation as requested. We very much enjoyed the challenges and experiences associated with our audit of the Tax Collector. We appreciate the helpful assistance of Tax Collector staff in completing our audit and also the generally high quality of the Tax Collector's financial records and internal control. We also appreciate the helpful assistance and courtesy afforded us by these employees.



POWELL & JONES

Certified Public Accountants

February 26, 2014



Cheryll Olah

Tax Collector
Wakulla County

**P.O. BOX 280
CRAWFORDVILLE, FLORIDA 32326-0280**

**(850) 926-3371
(850) 926-5201
FAX (850) 926-2035**

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

April 10, 2014

Dear Sirs,

I am pleased with the management letter and feel that we continue to learn from each audit you perform. The Wakulla County Tax Collector's Office continues to present fairly, in all material respects, the financial position of the Tax Collector's Office and the results of its operations in conformity with generally accepted accounting principles. We confirm that we are responsible for the fair presentation in the financial statements of financial position, results of operations, and similar trust fund types in conformity with U.S. generally accepted accounting principles. We are also responsible for adopting sound accounting policies, establishing and maintaining internal control, and preventing and detecting fraud in a timely manner.

I confirm to the best of my knowledge and belief that as of this date, that all representations were produced to you during your audit and that we have complied with all issues, as follows:

1. The financial statements were presented in conformity with U.S. generally accepted accounting principles and include all properly classified funds and account groups of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.
2. We have made available to you all financial records and related data.
3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
4. There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.
5. There is no fraud involving management or employees who have significant roles in internal control, nor fraud involving others that could have a material effect on the financial statements.

Thank you for your professional help and assistance during the audit, and should you need further information or statement regarding the audit, please let me know.

Cheryll Olah
Wakulla County Tax Collector

WAKULLA COUNTY, FLORIDA

END OF CONSTITUTIONAL ANNUAL FINANCIAL REPORTS

For the Fiscal Year Ended September 30, 2013