

Sumter County, Florida

Audit Report

September 30, 2019



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Sumter County, Florida
Audit Report

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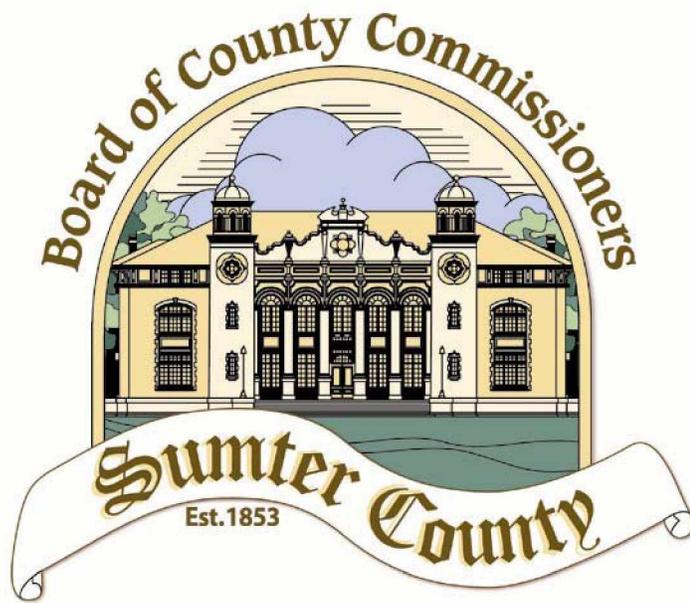


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FINANCIAL SECTION



REPORT OF THE INDEPENDENT AUDITORS



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INDEPENDENT AUDITORS' REPORT

The Honorable County Commissioners
Sumter County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Sumter County, Florida (the "County") as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County, as of September 30, 2019, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter – Restatements

As described in Note 15 to the financial statements, the County changed its year of measurement for reporting its total OPEB liability, which resulted in a restatement to the September 30, 2018 net position of governmental activities. The County also made a prior period adjustment to the September 30, 2018 net position of governmental activities to correct capital assets, net of depreciation. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by Title 2 U.S Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, Rules of the Auditor General, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic 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 6, 2020, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Carri Riggs & Ingram, L.L.C.

Gainesville, Florida
April 6, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

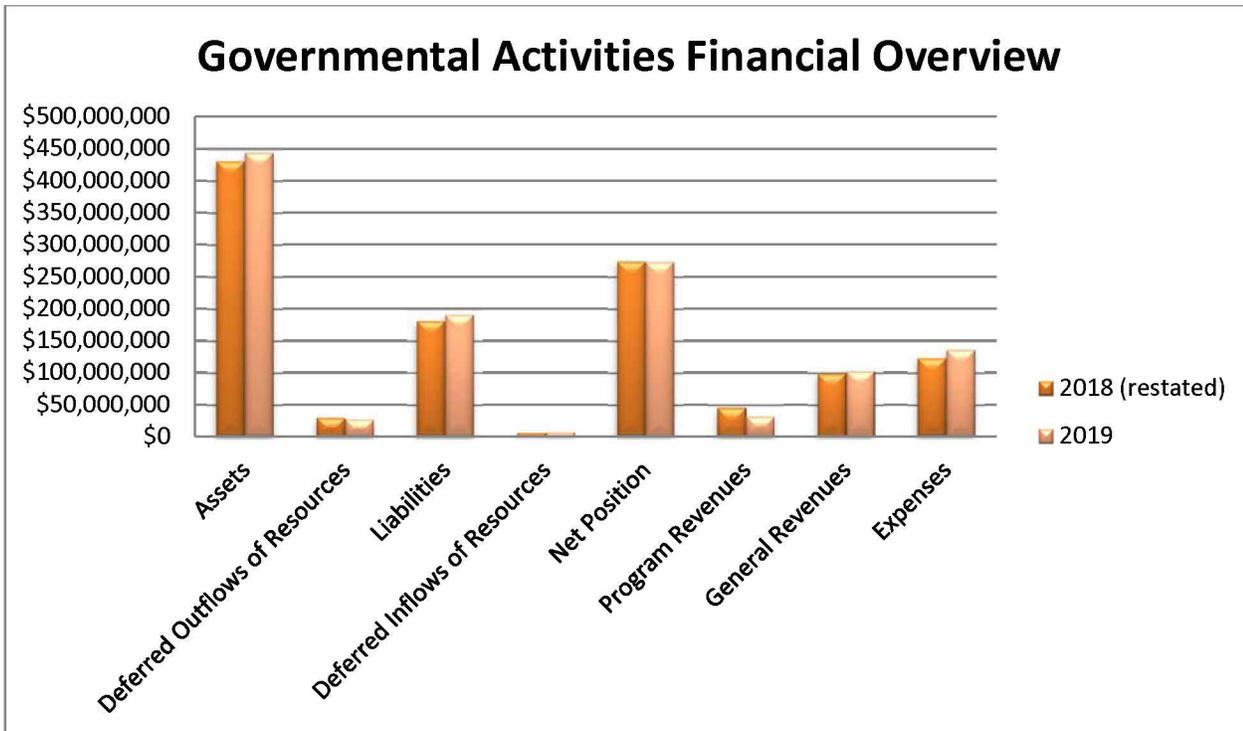
Sumter County, Florida
Management's Discussion and Analysis
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This Management's Discussion and Analysis report provides the reader with a narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2019. The analysis provides summary financial information for the County and should be read in conjunction with the County's financial statements. The financial reporting model and the financial statements associated with it are described in the following narrative as well as the Notes to Financial Statements.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2018 – 2019 fiscal year is as follows:

- Sumter County's assets and deferred outflows exceeded its liabilities and deferred inflows at September 30, 2019, by \$273,148,967 (*net position*). Of this amount, \$287,166,084 is invested in capital assets and \$20,439,772 is restricted by law, grant agreements, debt covenants, contributors, or enabling legislation. The County's unrestricted net position is negative \$34,456,892.
- The County's total net position was relatively flat with a decrease of \$774,535 from 2018.
- The County's long-term liabilities increased from \$169,262,750 to \$180,922,141. This increase is primarily due to the County incurring \$6.4 million in The Villages® road construction agreement, the Florida Retirement System liability increase of \$9.1 million and the County's total Other Post Employee Benefits (OPEB) liability increase of \$1.6 million. The offsets to the increase were the County's normal debt service payments.
- The General Fund reported a fund balance at September 30, 2019 of \$30,531,517 or 31% of expenditures and transfers out.



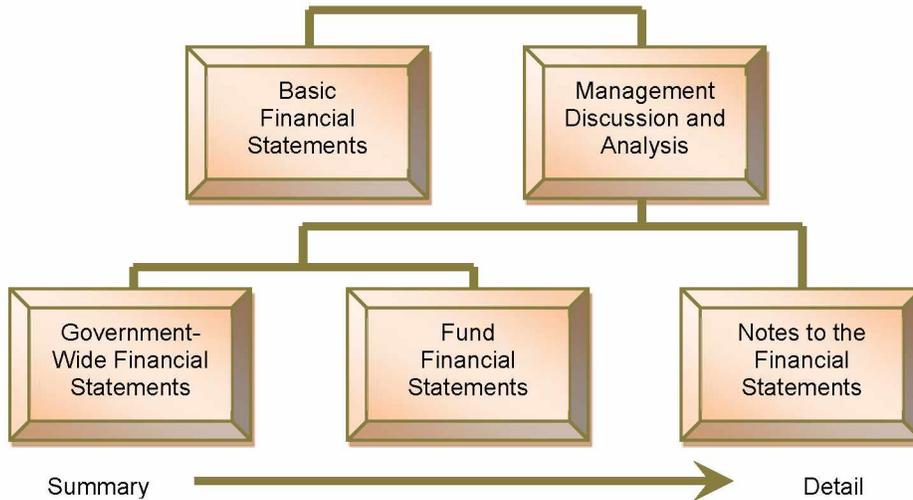
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OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis are intended to serve as introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components:

- 1) Government-wide financial statements
- 2) Fund financial statements
- 3) Notes to the financial statements

The illustration below shows how the various parts of the financial section are arranged and relate to one another.



Government-wide Financial Statements

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

The *statement of net position* presents information on all of Sumter County's assets, deferred outflows liabilities and deferred inflows with assets plus deferred outflows minus liabilities and deferred inflows reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Sumter 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 occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes, accounts payable and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the County include general government, public safety, transportation, human services, culture and recreation, physical environment, economic environment and court related.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that are segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to

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Management's Discussion and Analysis
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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 used 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 governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate comparison between governmental funds and governmental activities.

Sumter County maintains 27 governmental funds for reporting purposes. 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 SHIP Fund, the Building Services Fund, and the 2018 Bond Construction (capital projects) Fund, which are considered to be major funds. Data from the other 23 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements starting on page 63. The County adopts an annual appropriated budget for its general fund and all but two (the Sheriff's Victim's Advocacy Grant Fund and the Sheriff's Federal Forfeiture Fund) of its governmental funds.

Proprietary funds (Internal Service Funds and Enterprise Funds) - *Internal service funds* are an accounting device used to accumulate and allocate costs internally for a government's various functions. The County uses an internal service fund to account for its self-insured health insurance activities and it is included within governmental activities in the government-wide financial statements because it benefits governmental functions. *Enterprise funds* are used to report business-type activities. The County has no enterprise funds.

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

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided on the government-wide and fund financial statements. Notes are presented on pages 23 to 46 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information consisting of budget to actual comparisons for the general fund and major special revenue funds and information pertaining to the other postemployment benefit plan and the Florida Retirement System (FRS) (pages 47 to 52). Following the required supplementary information are combining balance sheet and combining schedule of revenues, expenditures and changes in fund balances of the Board and Constitutional Officers general funds (pages 54 to 60), the combining balance sheets, and combining statement of revenues, expenditures, and changes in fund balances for the non-major governmental funds (pages 63 to 74). The individual schedules of revenue, expenditures and changes in fund balances budget to actual for the non-major governmental funds and major capital projects fund can be found on pages 75 to 96, the combining statement and statement of changes for agency funds are on pages 97 to 98, and the statistical section is on pages 99 to 122.

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GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

Net position may serve over time as a useful indicator of a government's financial position. In the case of Sumter County, assets and deferred outflows exceeded liabilities and deferred inflows by \$273,148,967 at the close of the fiscal year ended September 30, 2019.

Sumter County's Net Position		
	Governmental Activities	
	2018 (restated)	2019
Current and other assets	\$ 100,898,575	\$ 103,340,894
Capital assets	329,054,777	340,547,771
Total assets	<u>429,953,352</u>	<u>443,888,665</u>
Deferred outflows	<u>30,197,181</u>	<u>27,355,930</u>
Current liabilities	11,032,076	9,999,220
Long-term liabilities	169,262,750	180,922,141
Total liabilities	<u>180,294,826</u>	<u>190,921,361</u>
Deferred inflows	<u>5,932,205</u>	<u>7,174,267</u>
Net position		
Net investment in capital assets	274,973,707	287,166,084
Restricted	17,056,004	20,439,775
Unrestricted	(18,106,209)	(34,456,892)
	<u>\$ 273,923,502</u>	<u>\$ 273,148,967</u>

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

An additional portion of the County's net position represents resources that are subject to restrictions imposed externally or enabling legislation.

The remaining balance of unrestricted net position is a deficit of \$34,456,892.

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Changes in Net Position

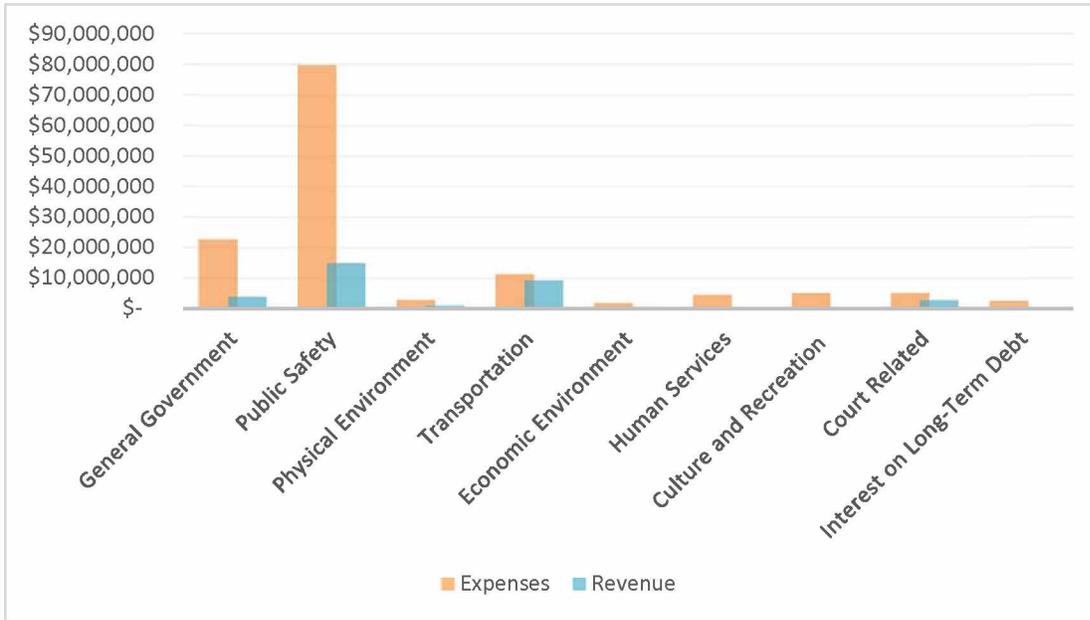
The change in net position over time may serve as a useful indicator of a government's financial position. The County's net position decreased by approximately \$775,000 during fiscal year 2019. The following schedule provides a summary of the changes in net position.

Sumter County's Changes in Net Position		
	Governmental Activities	
	2018 (restated)	2019
Revenues		
Program revenues:		
Charges for service	\$ 18,849,867	\$ 21,173,796
Operating grants and contributions	4,714,104	5,248,798
Capital grants and contributions	22,103,991	5,831,498
General revenues:		
Property taxes	57,737,736	59,834,628
Other taxes	21,720,849	22,693,939
State shared revenues	10,842,233	11,324,658
Impact fees	5,613,780	5,117,376
Other	2,995,912	3,780,493
Total revenue	<u>\$ 144,578,472</u>	<u>\$ 135,005,186</u>
Expenses		
General government	21,093,733	22,721,374
Public safety	66,779,321	79,884,885
Physical environment	1,585,756	2,825,239
Transportation	14,967,178	11,277,247
Economic environment	2,102,215	1,780,408
Human services	4,119,384	4,529,112
Culture-recreation	4,305,828	5,077,112
Court related	4,994,845	5,160,524
Interest on long-term debt	2,039,604	2,523,820
Total expenses	<u>121,987,864</u>	<u>135,779,721</u>
Increase in Net Position	22,590,608	(774,535)
Net Position - beginning, as restated	251,332,894	273,923,502
Net Position - ending	<u>\$ 273,923,502</u>	<u>\$ 273,148,967</u>

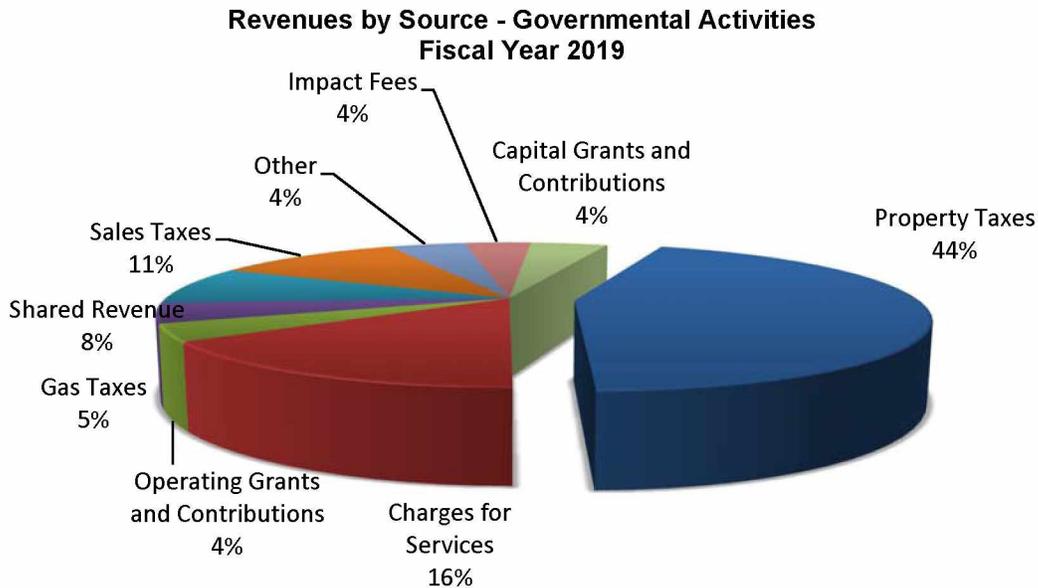
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Expenses and Program Revenues – Governmental Activities

Fiscal Year 2019



Expenses and revenues for governmental activities are shown graphically by function. The largest expenses relate to public safety followed by general government and then transportation.



Revenues for governmental activities are shown graphically by source. The largest source of revenues for governmental activities was property taxes followed by capital grants and contributions. Total revenues, excluding capital contributions, decreased by 6.6% from fiscal year 2018, due to the reduction in capital grants, while expenses increased 11.3%. The millage rate decreased by 3.3%, from 5.52 in Fiscal Year 2018 to 5.3365 in Fiscal Year 2019. The County has maintained a millage rate at or below the rolled back millage rate since

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2006. Property tax revenues received increased by 3.6%. This increase was due predominantly to the continuing development of the County.

Transportation expenses decreased approximately 24.7% from \$15 million to \$11.2 million. This was primarily because of an decrease in non-capitalized road maintenance projects this fiscal year.

Public Safety expenses increased 19.6% from \$67.6 million to \$79.9 million. This change was primarily due to various increased expenses for the Sheriff and the Fire Department.

General Government expenses increased 7.7% from \$21.1 million to \$22.7 million. This change was negligible and not tied to any one event.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

At the end of fiscal year 2019, the County's governmental funds reported combined ending fund balances of \$77.2 million, a decrease of \$1.4 million. The unassigned fund balance of \$5.8 million in the General Fund is available for spending at the County's discretion. Assigned fund balances include \$24.5 million in the General Fund as a resource in the subsequent year's budget. The remainder is earmarked for specific purposes such as capital projects, and grants.

At the current time the County has four major governmental funds:

General Fund

The general fund is a major fund and the chief operating fund of the County. At the end of fiscal year 2019, the unassigned fund balance of the general fund was \$5.8 million, while the total fund balance was \$30.5 million. As a measure of the general fund's liquidity, it may be useful to compare the unassigned fund balance to total fund expenditures and transfers out. The unassigned fund balance represents 5.8% of total general fund expenditures and transfers out.

The general fund is made up of the Board of County Commissioner's general fund and all of the Constitutional Officers' general funds.

SHIP Fund – To account for revenues and expenditures associated with the State Housing Initiatives Partnership program providing housing assistance

Building Services Fund – To account for revenues and expenditures associated with Building Services.

2018 Bond Construction Fund – This is a major fund and is used for the jail expansion and renovation project, the courthouse improvements project, and SR 44 fire station and industrial park entrance project. This fund's revenues came strictly from the 2018 Capital Improvement Revenue Bond and investment earnings from those bond funds.

Proprietary Funds (Internal Service Funds and Enterprise Funds)

The County maintains an internal service fund to account for its self-funded health insurance program. Statements for the fund can be found on pages 19-21. The County does not have any enterprise funds.

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GENERAL FUND BUDGETARY HIGHLIGHTS

The general fund budget was amended during the year for changing estimates of both revenues and expenditures. The general fund budget was also amended to include \$5 million for the amount carried forward from FY 2018. Actual expenditures were \$19.5 million less than the final budget. The major reason is the budget includes a reserve for contingencies of \$18.4 million that was not needed in FY 2019.

The general fund's actual revenue exceeded the final budget revenue by \$8.6 million. Tax revenues received were \$4 million more than the final budget. Miscellaneous revenues were higher than the amount of the final budget by \$2.6 million, mainly because the investment returns were higher than expected.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

Sumter County's Capital Assets Net of Depreciation		
	Governmental Activities	
	2019	2018 (restated)
Land	\$ 37,592,155	\$ 37,566,057
Buildings	106,785,493	110,869,389
Improvements	1,259,239	1,480,085
Equipment	9,434,759	9,804,432
Infrastructure	157,268,857	146,629,943
Construction in progress	28,207,268	22,704,871
	<u>\$ 340,547,771</u>	<u>\$ 329,054,777</u>

The County's investment in capital assets, for its governmental activities as of September 30, 2019, amounts to \$340,547,771 (net of accumulated depreciation). The investment in capital assets includes land, buildings, improvements other than buildings, equipment, construction in progress and infrastructure.

Major construction projects underway at the end of the fiscal year included the following:

- C468 from CR 505 to US 301 at a total estimated cost of \$12.6 million
- CR 501 four lane road with intersection at C468 at a total estimated cost of \$10.2 million
- Courthouse parking garage structure at a total estimated cost of \$6.65 million

Major capital asset projects completed during the current fiscal year include the following:

- C-48 safety improvements from CR616 to Citrus County line at a cost of \$3.6 million
- C-475 from C-470 to CR 542 at a cost of \$4.2 million
- CR 673 from US301 to I-75 at a cost of \$2.6 million.

Additional information on the County's capital assets can be found in Note 8 on page 32.

Long-term Debt

On September 30, 2019, the County had total bonded debt of \$75.4 million. The County has pledged specific revenue sources as a method of repayment. The County has insured ratings on its bonds of "AA" (stable outlook) and "A2" (stable outlook) from Standard and Poor's and Moody's respectively. Fitch Ratings have assigned ratings of "AA+" (stable outlook) to the 2015B Bonds without regard to the insurance policy.

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In April 2013, the County entered into an agreement with Hancock Bank to refund the 2003 Capital Improvement Revenue Refunding Bonds for a \$7.3 million refunding revenue note to reduce future cash flows. As of September 30, 2019, \$3.3 million is outstanding.

In April 2015, the County entered into an agreement with TD Bank to refund the 2006 Capital Improvement Revenue Refunding Bonds for a \$28.6 million refunding revenue bond to reduce future cash flows. As of September 30, 2019, \$25.7 million is outstanding.

In June 2015, the County issued \$24.3 million in Capital Improvement Revenue Bonds to finance the planning, engineering, constructing, reconstructing and equipping of The Villages® Sumter County Public Safety Center and the Bushnell Sumter County Public Safety Center. As of September 30, 2019, \$20.9 million is outstanding.

In July 2018, the County entered into an agreement with The Villages® Companies whereby The Villages® Companies will construct regionally significant roads in Sumter County that are the County's responsibility to build. The County will reimburse The Villages® Companies within five years of being invoiced. As of September 2019 \$8.4 million is outstanding.

In August 2018, the County entered into an agreement with Citizens First Bank to issue a Capital Improvement Revenue Bond for \$30 million to finance the Jail Expansion & Renovation Project, the Courthouse Improvement Project and SR 44 Fire Station and Industrial Park Entrance Project. As of September 30, 2019, \$28.8 million is outstanding.

Additional information on the County's long-term debt can be found in Notes 9 and 10 on pages 33-35.

FISCAL YEAR 2020 BUDGET AND SIGNIFICANT FINANCIAL CONDITIONS

Taxable property values used in preparing the 2020 budget have risen in 2019 and new taxable properties were added that allow for the continued level of service.

The millage for fiscal year 2020 increased from 5.3365 to 6.7000 mills.

REQUESTS FOR INFORMATION

This financial report was designed to provide a general overview of Sumter 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 the Finance Director, Clerk of Circuit Court, P.O. Box 247, Bushnell, Florida 33513-0247.

BASIC FINANCIAL STATEMENTS

**Sumter County, Florida
Statement of Net Position
September 30, 2019**

	<u>Primary Government Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 23,365,013
Investments	61,926,221
Due from other governments	5,441,824
Receivables	8,621,754
Mortgages receivable	3,855,663
Prepays	130,419
Capital assets:	
Non-depreciable	65,799,423
Depreciable, net	<u>274,748,348</u>
TOTAL ASSETS	<u>443,888,665</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows - loss on refunding	915,923
Deferred outflows - Pension FRS/HIS	<u>26,440,007</u>
TOTAL DEFERRED OUTFLOWS	<u>27,355,930</u>
LIABILITIES	
Accounts payable and accrued liabilities	9,162,758
Accrued interest payable	799,869
Unearned revenue	36,593
Noncurrent liabilities:	
Due within one year	5,727,718
Due in more than one year	<u>175,194,423</u>
TOTAL LIABILITES	<u>190,921,361</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows - Pension FRS/HIS	4,917,760
Deferred inflows - OPEB	<u>2,256,507</u>
TOTAL DEFERRED INFLOWS	<u>7,174,267</u>
NET POSITION	
Net investment in capital assets	287,166,084
Restricted for:	
Debt service	1,761,802
Tourist development	1,979,612
Building services	1,322,585
Court related	2,118,536
Public safety	851,146
General government	671,911
Transportation	10,964,929
Economic environment	93,542
Physical environment	28,892
Boating improvements	113,992
Records modernization	532,828
Unrestricted	<u>(34,456,892)</u>
TOTAL NET POSITION	<u>\$ 273,148,967</u>

See accompanying notes

Sumter County, Florida
Statement of Activities
For the Year Ended September 30, 2019

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government
					Governmental Activities
PRIMARY GOVERNMENT:					
GOVERNMENTAL ACTIVITIES:					
General government	\$ 22,721,374	\$ 3,850,862	\$ 34,413	\$ -	\$ (18,836,099)
Public safety	79,884,885	14,098,810	777,362	-	(65,008,713)
Physical environment	2,825,239	295,937	668,400	-	(1,860,902)
Transportation	11,277,247	101,199	3,305,957	5,831,498	(2,038,593)
Economic environment	1,780,408	-	350,000	-	(1,430,408)
Human services	4,529,112	19,293	54,461	-	(4,455,358)
Culture and recreation	5,077,112	80,752	58,205	-	(4,938,155)
Court related	5,160,524	2,726,943	-	-	(2,433,581)
Interest on long-term debt	2,523,820	-	-	-	(2,523,820)
TOTAL PRIMARY GOVERNMENT	\$ 135,779,721	\$ 21,173,796	\$ 5,248,798	\$ 5,831,498	\$ (103,525,629)

GENERAL REVENUES:

Property taxes	59,834,628
Discretionary sales taxes	14,422,006
Gas taxes	6,181,120
Communications service taxes	1,275,327
Tourist development taxes	815,486
Impact fees	5,117,376
Unrestricted shared revenues	11,324,658
Investment earnings	2,810,963
Miscellaneous	969,530
TOTAL GENERAL REVENUES	102,751,094
CHANGE IN NET POSITION	(774,535)
NET POSITION - BEGINNING, as previously reported	770,875,075
Restatements	(496,951,573)
NET POSITION - BEGINNING, as restated	273,923,502
NET POSITION - END OF YEAR	\$ 273,148,967

See accompanying notes

Sumter County, Florida
Balance Sheet - Governmental Funds
September 30, 2019

	General Fund	SHIP Fund	2018 Bond Construction Fund	Building Services Fund	Other Governmental Funds	Total
ASSETS						
Cash and equivalents	\$ 17,003,588	\$ 75,936	\$ 2,167,494	\$ 373,805	\$ 3,631,698	\$ 23,252,521
Investments	14,386,209	295,470	25,385,382	2,366,755	14,830,334	57,264,150
Due from other funds	301,288	-	-	-	21,436	322,724
Due from other governments	1,899,298	-	-	-	3,542,526	5,441,824
Receivables	72,948	-	-	3,299	138,848	215,095
Prepaid expenses	127,717	-	-	-	-	127,717
Mortgage receivables	-	3,855,663	-	-	-	3,855,663
	-	-	-	-	-	-
TOTAL ASSETS	\$ 33,791,048	\$ 4,227,069	\$ 27,552,876	\$ 2,743,859	\$ 22,164,842	\$ 90,479,694
LIABILITIES						
Accounts payable and accrued liabilities	\$ 3,047,960	\$ 54,727	\$ 1,555,126	\$ 1,293,175	\$ 1,899,009	\$ 7,849,997
Due to other funds	162,287	-	-	-	301,288	463,575
Due to other governments	-	-	-	15,817	-	15,817
TOTAL LIABILITIES	3,210,247	54,727	1,555,126	1,308,992	2,200,297	8,329,389
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	49,284	3,855,663	-	-	1,045,705	4,950,652
FUND BALANCES						
Nonspendable:						
Prepaid expenses	127,717	-	-	-	-	127,717
Restricted for:						
Teen court	5,591	-	-	-	-	5,591
Records modernization	-	-	-	-	532,828	532,828
Building Services	-	-	-	1,322,585	-	1,322,585
Public safety	-	-	-	-	843,466	843,466
Transportation	-	-	-	-	10,113,490	10,113,490
Supervisor of Elections - Grant	14,561	-	-	-	-	14,561
Economic environment	-	93,542	-	-	-	93,542
Anti-drug abuse	-	-	-	-	2,089	2,089
Library	124,522	-	-	-	-	124,522
Boating improvements	-	-	-	-	113,992	113,992
Physical environment	-	-	-	-	28,892	28,892
Tourist development	-	-	-	-	1,979,612	1,979,612
Court related	-	-	-	-	2,118,536	2,118,536
Debt service	-	-	-	-	1,761,802	1,761,802
Capital Projects	-	-	25,151,802	-	-	25,151,802
Assigned for:						
Subsequent year's budget	24,500,000	-	-	-	-	24,500,000
Public safety	-	-	-	112,282	678,922	791,204
Transportation	-	-	-	-	565,623	565,623
Physical environment	-	223,137	-	-	52,927	276,064
Court related	-	-	-	-	126,661	126,661
Capital projects	-	-	845,948	-	-	845,948
Unassigned:						
General fund	5,759,126	-	-	-	-	5,759,126
TOTAL FUND BALANCES	30,531,517	316,679	25,997,750	\$ 1,434,867.00	18,918,840	77,199,653
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 33,791,048	\$ 4,227,069	\$ 27,552,876	\$ 2,743,859	\$ 22,164,842	\$ 90,479,694

See accompanying notes

Sumter County, Florida
Reconciliation of the Balance Sheet to the Statement of Net Position
Governmental Funds
September 30, 2019

FUND BALANCES – TOTAL GOVERNMENTAL FUNDS	\$ 77,199,653
Capital assets used in governmental activities are not reported in the governmental funds.	
Capital Assets – Net	340,547,771
Long-term liabilities are not reported in the governmental funds.	
Bonds Payable	(75,364,353)
Issuance Premium	(769,748)
Regionally Significant Road Payable	(8,406,499)
Refunding Revenue Note	(3,315,311)
Compensated Absences	(4,057,900)
Net OPEB Obligation	(18,485,750)
Net Pension Liability FRS / HIS	(70,522,580)
Deferred Loss on Refunding	915,923
Deferred Outflow Amount for Pension - FRS and HIS	26,440,007
Interest payable on long-term debt is not accrued in the governmental funds	(799,869)
Receivables for regionally significant roads not yet transferred	8,406,499
Deferred inflows for earned but unavailable revenue are reported in the governmental funds but not in the statement of net position	4,950,652
Deferred Inflow Amount for Pension - FRS/HIS	(4,917,760)
Deferred Inflow Amount for OPEB	(2,256,507)
The assets and liabilities of Internal service funds are reported with governmental activities	3,584,739
NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 273,148,967

See accompanying notes

Sumter County, Florida
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2019

	General Fund	SHIP Fund	Building Services Fund	2018 Bond Construction Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 75,531,961	\$ -	\$ -	\$ -	\$ 6,996,606	\$ 82,528,567
Permits, fees and special assessments	8,249,021	-	2,119,781	-	5,141,274	15,510,076
Intergovernmental	1,456,472	350,000	-	-	22,064,610	23,871,082
Charges for services	5,365,505	-	7,112	-	2,039,117	7,411,734
Fines and forfeitures	17,225	-	-	-	843,940	861,165
Miscellaneous	2,893,121	223,137	90,047	845,948	1,035,829	5,088,082
TOTAL REVENUES	93,513,305	573,137	2,216,940	845,948	38,121,376	135,270,706
EXPENDITURES						
Current:						
General government	14,401,083	-	-	-	15,424	14,416,507
Public safety	62,135,014	-	2,667,680	-	859,877	65,662,571
Physical environment	2,452,336	-	-	-	-	2,452,336
Transportation	1,943,775	-	-	-	20,227,525	22,171,300
Economic environment	1,202,013	687,737	-	-	-	1,889,750
Human services	4,244,733	-	-	-	13,835	4,258,568
Culture and recreation	4,234,915	-	-	-	366,483	4,601,398
Court related	1,694,729	-	-	-	3,234,901	4,929,630
Capital outlay	-	-	-	4,691,787	-	4,691,787
Debt service:						
Principal retirement	1,802,638	-	-	-	3,563,590	5,366,228
Interest and fiscal charges	33,962	-	-	-	2,365,331	2,399,293
TOTAL EXPENDITURES	94,145,198	687,737	2,667,680	4,691,787	30,646,966	132,839,368
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(631,893)	(114,600)	(450,740)	(3,845,839)	7,474,410	2,431,338
OTHER FINANCING SOURCES (USES)						
Transfers in	5,199,983	-	22,235	-	1,119,971	6,342,189
Transfers out	(5,006,826)	-	-	-	(5,199,983)	(10,206,809)
TOTAL OTHER FINANCING SOURCES (USES)	193,157	-	22,235	-	(4,080,012)	(3,864,620)
NET CHANGE IN FUND BALANCES	(438,736)	(114,600)	(428,505)	(3,845,839)	3,394,398	(1,433,282)
FUND BALANCES – BEGINNING OF YEAR	30,970,253	431,279	1,863,372	29,843,589	15,524,442	78,632,935
FUND BALANCES – END OF YEAR	\$ 30,531,517	\$ 316,679	\$ 1,434,867	\$ 25,997,750	\$ 18,918,840	\$ 77,199,653

See accompanying notes

Sumter County, Florida
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances to the Statement of Activities - Governmental Funds
For the Year Ended September 30, 2019

NET CHANGE IN FUND BALANCES – TOTAL GOVERNMENTAL FUNDS		\$ (1,433,282)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets are depreciated over their estimated useful lives.</p>		
Acquisitions of Capital Assets		23,458,627
Current Year Depreciation Expense		(11,625,488)
Loss on Capital Asset Disposals and Abandonment		(340,145)
<p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of long-term debt consumes current financial resources, but neither transaction has any effect on net position.</p>		
Principal payments		5,366,228
<p>The net change in the Net Pension Liability (FRS / HIS) is reported in the government-wide statements, but not in the governmental fund statements.</p>		
		(9,107,505)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Compensated Absences		47,000
Interest on Long-Term Debt		(92,224)
Amortization of Bond Premium		48,873
Amortization of Deferred Charge on Refunding		(81,176)
Net OPEB Obligation		(1,583,135)
Change in deferred outflows related to pensions		(2,422,928)
Change in deferred inflows related to pensions		1,010,074
Change in deferred outflows related to OPEB		(337,148)
Change in deferred inflows related to OPEB		(2,252,137)
<p>The timing of revenue recognition sometimes differs between the governmental funds and governmental activities</p>		
		(60,821)
Change in Net Position of the Internal Service Fund		<u>(1,369,348)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES		<u>\$ (774,535)</u>

See accompanying notes

Sumter County, Florida
Statement of Net Position - Proprietary Funds
September 30, 2019

	Governmental Activities
	<u>Internal Service Fund</u>
<u>CURRENT ASSETS</u>	
Cash and equivalents	\$ 112,492
Investments	4,662,071
Due from other funds	140,851
Receivables	160
Prepaid insurance	2,702
	4,918,276
TOTAL ASSETS	4,918,276
<u>CURRENT LIABILITIES</u>	
Accounts payable and accrued liabilities	812,944
Liability for self-insured losses	484,000
Unearned Revenue	36,593
	1,333,537
TOTAL LIABILITIES	1,333,537
<u>NET POSITION</u>	
Unrestricted	\$ 3,584,739

See accompanying notes

Sumter County, Florida
Statement of Revenues, Expenses and Changes in Fund Net Position -
Proprietary Funds
For the Year Ended September 30, 2019

	Governmental Activities
	Internal Service Fund
<u>OPERATING REVENUES</u>	
Charges for insurance	\$ 4,047,116
Miscellaneous revenue	310,130
	4,357,246
 <u>OPERATING EXPENSES</u>	
Claims expense	7,946,008
Premiums for insurance/reinsurance	1,169,088
General and administrative	637,825
	9,752,921
 TOTAL OPERATING EXPENSES	 9,752,921
 OPERATING LOSS	 (5,395,675)
 <u>NONOPERATING REVENUES</u>	
Interest revenue	161,707
	161,707
 LOSS BEFORE TRANSFERS	 (5,233,968)
 <u>TRANSFERS</u>	
Transfers in	3,864,620
	3,864,620
 CHANGE IN NET POSITION	 (1,369,348)
 NET POSITION - BEGINNING OF YEAR	 4,954,087
 NET POSITION - END OF YEAR	 \$ 3,584,739

See accompanying notes

Sumter County, Florida
Statement of Cash Flows - Proprietary Funds
For the Year Ended September 30, 2019

	Governmental Activities
	Internal Service Fund
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Cash received for premiums	\$ 4,053,825
Cash received for miscellaneous revenue	310,130
Cash paid on insurance claims	(7,793,376)
Cash paid for insurance and reinsurance	(1,171,790)
Cash paid to other vendors	(695,339)
	(5,296,550)
 <u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>	
Transfers in	3,864,620
NET CASH PROVIDED FROM NONCAPITAL FINANCING ACTIVITIES	3,864,620
 <u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Interest received	161,707
	(1,270,223)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(1,270,223)
CASH AND EQUIVALENTS -- BEGINNING OF YEAR	6,044,786
CASH AND EQUIVALENTS -- END OF YEAR	\$ 4,774,563
 RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:	
OPERATING LOSS	\$ (5,388,675)
Change in assets and liabilities	
Due from other funds	138,556
Receivables	(129,780)
Accounts payable and accrued liabilities	88,118
Liability for self-insured losses	120,000
Advance collections	5,942
	(5,165,839)
NET CASH USED BY OPERATING ACTIVITIES	\$ (5,165,839)

See accompanying notes

Sumter County, Florida
Statement of Fiduciary Net Position
September 30, 2019

	Agency Funds
<u>ASSETS</u>	
Cash and equivalents	\$ 6,247,696
Receivables	<u>1,739</u>
 TOTAL ASSETS	 <u>\$ 6,249,435</u>
 <u>LIABILITIES</u>	
Assets held for others	<u>\$ 6,249,435</u>
 NET POSITION	 <u>\$ -</u>

See accompanying notes

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Sumter County, Florida (the "County") conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

➤ **Reporting Entity**

The County is a non-charter, general purpose local government established under the legal authority of the Constitution of the State of Florida. It is composed of an elected Board of County Commissioners and elected constitutional officers – Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector – that operate as separate county agencies.

The County uses the criteria established in GASB Statement No.14, as amended, to define the reporting entity and identify component units. Component units are legally separate entities for which the County is considered to be financially accountable. In addition, component units can be other organizations which their relationship with the County would cause the County's financial statements to be misleading.

- Blended Component Units - Although legally separate entities, blended component units are in substance part of the primary government's operations and, accordingly, data from these units, if any, would be combined with the data of the primary government. The County does not report any blended component units.
- Discretely Presented Component Units - Discretely presented component units, on the other hand, are reported in a separate column in the financial statements to emphasize that they are legally separate from the primary government. The County does not report any discretely presented component units.

The County did not participate in any joint ventures during the 2019 fiscal year.

➤ **Basis of Presentation**

Government-Wide Financial Statements – The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties. The County has no business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: charges for services that are directly related to a given function and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not properly included among program revenues are reported instead as general revenues.

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

Fund Financial Statements - Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements, but all non-major funds are aggregated and displayed in a single column. The governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements of the governmental funds.

The County reports the following major governmental funds:

- General Fund – The General Fund is the primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.
- SHIP Fund - This special revenue fund is used to account for revenues and expenditures associated with the State Housing Initiatives Partnership program providing housing assistance.
- Building Services Fund - This special revenue fund is used to account for revenues and expenditures associated with Building Services including building inspections and permitting.
- 2018 Bond Construction Fund – This capital projects fund is used to account for the 2018 Bond proceeds which will be used to finance the planning, engineering, constructing, reconstructing and equipping of Jail Expansion and Renovation Project, the Courthouse Improvements Project, and SR 44 Fire Station and Industrial Park Entrance Project.

Additionally, the County reports the following funds:

- Internal Service Fund – Accounts for the risk financing activities of the Board and the other County agencies on a cost reimbursement basis.
- Agency Funds – Accounts in the custody of the Clerk of the Circuit Court, Tax Collector and Sheriff for resources held in a purely custodial capacity.

➤ **Measurement Focus and Basis of Accounting**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Agency funds have no measurement focus; however, they use the accrual basis of accounting.

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets. For this purpose, the County considers revenues to be available if they are collected within sixty days of the end of the current fiscal year. Taxes and certain intergovernmental revenues constitute the most significant sources of revenue considered susceptible to accrual. In governmental funds, expenditures are generally recognized when the related liability is incurred. However, debt service expenditures, and expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

➤ **Proprietary Funds**

Proprietary funds record both operating and non-operating revenues and expenses. The principal operating revenues are those that are obtained from the operations of the proprietary fund and include charges to other funds on a cost reimbursement basis. Non-operating revenues are not related to the operations of the proprietary fund and include interest earnings. Operating expenses represent the cost of operations. Non-operating expenses are not related to operations.

➤ **Cash Equivalents**

For purposes of the Statement of Cash Flows, only highly liquid investments with original maturities of three months or less are considered to be cash equivalents.

➤ **Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System Pension Plan and Health Insurance Subsidy Program and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

➤ **Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and governmental fund financial statements. Prepaid items are accounted for under the consumption method. An offsetting non-spendable fund balance is reported in the governmental fund financial statements to indicate that inventories and prepaid items do not represent spendable resources.

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

➤ **Mortgages Receivable**

Mortgages receivable are reported net of an allowance for uncollectible accounts of approximately \$540,000. Most of the balance is not expected to be repaid within the next fiscal year.

➤ **Capital Assets**

Capital assets are valued at historical cost or estimated historical cost. Donated capital assets are recorded at acquisition value. The threshold for capitalizing property and equipment is generally \$5,000. The threshold for capitalizing infrastructure is \$50,000.

Depreciation is calculated using the straight-line method over the following estimated useful lives:

Buildings	30 – 50 years
Improvements	10 – 50 years
Equipment	5 – 15 years
Infrastructure	25 – 85 years

➤ **Amortization**

Bond premiums and deferred amounts on refunding are amortized over the life of the bonds using the straight-line method.

➤ **Unearned Revenue**

If assets have been received by the County for services to be rendered in future periods, asset balances have been offset by an unearned revenue liability account.

➤ **Compensated Absences**

Personnel policies of the various county agencies allow a limited accumulation and vesting of unused employee paid time off. Some county agencies use paid time off while others use vacation and sick leave. A liability is accrued when incurred in the government-wide financial statements. However, a liability is reported in governmental funds only when payment is due. The General Fund has typically been used to liquidate the liability for compensated absences.

➤ **Nature and Purpose of Fund Balance Classifications**

The County follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the County's highest level of decision-making authority, which is an ordinance of the County. Committed amounts cannot be used for any other purpose unless the County removes those constraints by taking the same type action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. The County does not have a formal policy that addresses assigned fund balances; however, the intent is expressed by the Board of County Commissioners via the budget process or by the County Administrator.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund which is the only fund that reports a positive unassigned fund balance amount.

The County's practice is to expend resources in the following order: restricted, committed, assigned, and unassigned.

➤ **Deferred Outflows of Resources and Deferred Inflows of Resources**

Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense or expenditure) until that time.

Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

➤ **Restricted Net Position**

In the accompanying Statement of Net Position, restricted net position is subject to restrictions beyond the County's control. The restriction is either externally imposed (for instance, by creditors, grantors, contributors, or laws/regulations of other governments) or is imposed by law through constitutional provisions or enabling legislation. Approximately \$2.2 million of restricted net position is restricted by enabling legislation. It is the practice of the County to utilize restricted assets before unrestricted assets.

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

➤ **Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

2. CASH AND EQUIVALENTS

The financial institutions in which the various county agencies place their deposits are certified as “qualified public depositories”, as required under the Florida Security for Public Deposits Act. Therefore, the deposits are entirely insured by Federal depository insurance and/or entirely collateralized pursuant to Chapter 280, Florida Statutes.

3. INVESTMENTS

The County invests excess public funds pursuant to the guidelines established in Section 218.415, Florida Statutes, which authorizes investments in the following instruments: The Local Government Surplus Funds Trust Fund; Securities and Exchange Commission registered money market funds with the highest credit quality rating; savings accounts and certificates of deposit in qualified public depositories; and direct obligations of the U.S. Treasury. The County also has an investment policy that allows investments in repurchase agreements and obligations of United States government agencies and instrumentalities.

At year end, the County’s Investments consisted of:

	Fair Value	Less Than 1	Maturities (in years)		Rating
			1-2	Greater Than 2	
State Investment Pool - Florida PRIME	\$ 3,031,087	\$ 3,031,087	\$ -	\$ -	AAAm
Florida SAFE - Stable NAV	7,311,394	7,311,394	-	-	AAAf
Florida SAFE - Variable NAV	15,654,000	14,210,730	344,998	1,008,272	AAAf
Regions Bank Wealth Platform	5,098,530	5,098,530	-	-	NA
Florida Local Government Investment Trust	24,909,118	3,703,986	11,772,049	9,433,083	AAAf
Florida Fixed Income Trust - PDP	5,922,092	5,922,092	-	-	NA
TOTAL INVESTMENTS	\$ 61,926,221	\$ 39,277,819	\$ 12,117,047	\$ 10,441,355	

The State Pool (Florida PRIME) is an external investment pool that meets all of the necessary criteria to elect to measure all of the investments in Florida PRIME at amortized cost. Therefore, the County’s investment in Florida PRIME is reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares. As of September 30, 2019, there were no redemption fees or maximum transactions amounts, or any other requirements that serve to limit a participant’s daily access to 100 percent of their account value.

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The Florida Local Government Investment Trust (FLGIT) is an external investment pool that does not meet all of the necessary criteria to elect to measure all of the investments in FLGIT at amortized cost. Therefore, the County's investment in FLGIT is reported at the fair value of the County's share in the investments.

The Florida Surplus Asset Fund Trust (Florida SAFE) and the Florida Fixed Income Trust are both investment pools organized pursuant to Florida Statutes 163.01 and are reported at fair value.

These are considered external investment pools for reporting purposes. The County owns shares in one or more of the Pool's portfolios. The County's investments are the Pools' portfolios, not the individual securities held within each Pool's portfolio. The County owns a share of the portfolio and not the underlying securities.

The County's investments expose it to credit risk and interest rate risk.

Credit Risk – The risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County's investment policy limits credit risk by restricting authorized investments to the following:

- The State Board of Administration's Local Government Surplus Funds Trust Fund (Florida PRIME), Florida Local Government Investment Trust (FLGIT) or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act as provided in Florida Statute 163.01.
- Securities and Exchange Commission registered fixed income funds with a credit quality rating equal to or greater than the credit rating of the United States Treasury Bill from a nationally recognized rating agency.
- Interest-bearing time deposits or savings accounts in Qualified Public Depositories as defined in Florida Statute 280.02(26) or interest-bearing time deposits or savings accounts insured by the Federal Deposit Insurance Corporation or through a custodian agreement of FDIC Insured Institutions.
- Direct obligations of the United States Treasury.
- Obligations of federal agencies, government sponsored enterprises, and instrumentalities.
- Securities of, or other interest in, any open-end or closed-end management type investment company or investment trust registered under the Investment Company Act of 1940, 15 United States Code ss. 80a-1 et seq., as amended from time to time, provided the investment objectives of said investment company or investment trust are similar to the investment objectives of this Policy.

Interest Rate Risk – The risk that changes in interest rates will adversely affect the fair value of an investment. The County's investment policy limits interest rate risk by attempting to match investment maturities with known cash needs and anticipated cash flow requirements. In addition, the maximum stated investment maturity is ten (10) years.

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A portfolio's WAL is the dollar weighted average length of time until securities held reach maturity. A portfolio's WAM is the dollar weighted average maturity

The weighted average maturity (WAM) of Florida PRIME at September 30, 2019 was 36.5 days.

The weighted average maturity (WAM) of Florida SAFE at September 30, 2019 was 37 days.

The weighted average maturity (WAM) of the Florida Fixed Income Trust PDP at September 30, 2019 was 1 day.

The effective duration for Florida Local Government Investment Trust at September 30, 2019 was 1.94 years.

4. FAIR VALUE MEASUREMENTS

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The County has the following recurring fair value measurements as of September 30, 2019:

- Investment pools organized pursuant to Florida Statutes 163.01 – Valued at the daily closing price as reported by the fund.

Investments in external pools, though measured at fair value, are not categorized within the fair value hierarchy.

5. PROPERTY TAXES

In governmental funds, property tax revenues are recognized when levied, to the extent that they result in current receivables. Details of the property tax calendar are presented below:

Lien Date	January 1
Levy Date	October 1
Discount Periods	November – February
No Discount Period	March
Delinquent Date	April 1

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6. INTERFUND BALANCES AND TRANSFERS

At September 30, 2019, interfund balances consisted of:

	Due To			Total
	General	Non-major Governmental	Internal Service Fund	
<u>Due From</u>				
General Fund	\$ -	\$ 21,436	\$ 140,851	\$ 162,287
Non-major Governmental	301,288	-	-	301,288
Totals	\$ 301,288	\$ 21,436	\$ 140,851	\$ 463,575

The outstanding balance between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided before reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers are summarized below:

	General	Non-major Governmental	Total
	<u>Transfers In</u>		
General Fund	\$ -	\$ 5,199,983	\$ 5,199,983
Building Services	22,235	-	22,235
Non-major Governmental	1,119,971	-	1,119,971
Internal Service	3,864,620	-	3,864,620
Totals	\$ 5,006,826	\$ 5,199,983	\$ 10,206,809

Transfers are used to (1) move revenues from the fund that Statutes or budget requires to collect them to the fund that Statutes or budget requires to expend them, (2) move excess amounts to be distributed to the General Fund after all debt service reserve amounts have been satisfied for the period and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

7. DISAGGREGATED PAYABLES

➤ **Governmental Funds**

At September 30, 2019, General Fund payables consisted of 13% wages and benefits payable and 87% payable to vendors in the normal course of business. The payables of the non-major governmental funds consist primarily of amounts due for goods and services received in the normal course of business.

➤ **Proprietary Funds**

Internal Service Fund payables are composed of normal trade payables, primarily for health insurance claims.

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8. CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance September 30 2018, as restated	Increases	Decreases	Balance September 30 2019
Capital assets not being depreciated:				
Land	\$ 37,566,057	\$ 26,098	\$ -	\$ 37,592,155
Construction in progress	22,704,871	20,458,948	14,956,551	28,207,268
Total capital assets not being depreciated	<u>60,270,928</u>	<u>20,485,046</u>	<u>14,956,551</u>	<u>65,799,423</u>
Capital assets being depreciated:				
Buildings	137,605,936	323,735	508,162	137,421,509
Improvements	5,922,290	-	-	5,922,290
Equipment	34,757,948	2,999,677	1,360,035	36,397,590
Infrastructure	187,195,209	14,606,720	-	201,801,929
Total capital assets being depreciated	<u>365,481,383</u>	<u>17,930,132</u>	<u>1,868,197</u>	<u>381,543,318</u>
Less accumulated depreciation for:				
Buildings	26,736,547	4,196,893	297,424	30,636,016
Improvements	4,442,205	220,846	-	4,663,051
Equipment	24,953,516	3,239,943	1,230,628	26,962,831
Infrastructure	40,565,266	3,967,806	-	44,533,072
Total accumulated depreciation	<u>96,697,534</u>	<u>11,625,488</u>	<u>1,528,052</u>	<u>106,794,970</u>
Total capital assets being depreciated, Net	<u>268,783,849</u>	<u>6,304,644</u>	<u>340,145</u>	<u>274,748,348</u>
Capital assets, Net	<u>\$ 329,054,777</u>	<u>\$ 26,789,690</u>	<u>\$ 15,296,696</u>	<u>\$ 340,547,771</u>

Depreciation expense was charged to the functions of the primary government as follows:

General government	\$ 984,788
Public safety	5,555,686
Physical environment	85,601
Transportation	3,835,098
Economic environment	1,503
Human services	145,127
Culture and recreation	330,917
Court related	686,768
Total depreciation expense	<u>\$ 11,625,488</u>

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9. LONG-TERM LIABILITIES

At September 30, 2019, long-term liabilities consisted of:

Capital Improvement Revenue Bond, Series 2018	\$ 28,846,512
Capital Improvement Refunding Revenue Bonds, Series 2015A	25,667,841
Capital Improvement Revenue Bonds, Series 2015B	20,850,000
Bond Premium	769,748
Capital Improvement Refunding Revenue Note, 2013	3,315,311
Agreement with The Villages® Companies	8,406,499
Other Post-employment Benefits	18,485,750
Compensated Absences	4,057,900
Net Pension Liability - FRS & HIS	70,522,580
Total Long-Term Liabilities	\$ 180,922,141

Aggregate maturities of the bonds are as follows:

Year ending September 30,	Principal	Interest	Total
2020	\$ 2,899,697	\$ 2,385,713	\$ 5,285,410
2021	2,988,266	2,290,967	5,279,233
2022	3,092,910	2,193,099	5,286,009
2023	3,188,225	2,091,834	5,280,059
2024	3,287,269	1,987,340	5,274,609
2025-2029	23,382,426	7,942,492	31,324,918
2030-2034	27,328,495	4,004,247	31,332,742
2035-2038	9,197,065	575,306	9,772,371
Total	\$ 75,364,353	\$ 23,470,998	\$ 98,835,351

Aggregate maturities of the revenue refunding note is as follows:

Year ending September 30,	Principal	Interest	Total
2020	\$ 672,821	\$ 58,355	\$ 731,176
2021	685,990	45,186	731,176
2022	699,417	31,759	731,176
2023	713,107	22,476	735,583
2024	543,976	-	543,976
Total	\$ 3,315,311	\$ 157,777	\$ 3,473,088

➤ **Capital Improvement Refunding Revenue Note, 2013**

In 2013 the County issued a promissory note for \$7,340,000 to current refund \$7,297,000 of the 2003 Series Capital Improvement Revenue Refunding Bonds, which were called on June 1, 2013.

Debt service is payable solely from proceeds of race track revenue distributed by the State from the Pari-mutual Tax Wagering Trust Fund, proceeds of the local government half-cent sales tax distributed by the State from the Local Government Half-Cent Sales Tax Clearing Trust Fund, and the "Guaranteed Entitlement" and "Second Guaranteed Entitlement for Counties" distributed by the State from the Revenue Sharing Trust Fund and interest earned in the debt service fund. Interest

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and principal is payable monthly at 1.94% per annum and matures on June 1, 2024. The total principal and interest remaining to be paid is \$4.2 million. This note is on parity with the 2015A Capital Improvement Refunding Revenue Bond; the 2015B Capital Improvement Revenue Bonds and the 2018 Capital Improvement Revenue Bond.

➤ **Capital Improvement Refunding Revenue Bond. Series 2015A**

In 2015 the County issued a bond for \$28,602,982 to advance refund \$27,475,000 of the 2006 Series Capital Improvement Revenue Refunding Bonds, which were called on June 1, 2016.

Debt service is payable solely from proceeds of race track revenue distributed by the State from the Pari-mutual Tax Wagering Trust Fund, proceeds of the local government half-cent sales tax distributed by the State from the Local Government Half-Cent Sales Tax Clearing Trust Fund, and the “Guaranteed Entitlement” and “Second Guaranteed Entitlement for Counties” distributed by the State from the Revenue Sharing Trust Fund and interest earned in the debt service fund. Interest and Principal is payable semiannually on June 1 and December 1 at 2.78% per annum and matures on June 1, 2034. This bond is on parity with the 2013 Capital Improvement Refunding Revenue Note; the 2015B Capital Improvement Revenue Bonds and the 2018 Capital Improvement Revenue Bond.

➤ **Capital Improvement Revenue Bonds. Series 2015B**

In 2015 the County issued \$24,330,000 Sumter County Capital Improvement Revenue Bonds, Series 2015B to finance The Villages® Sumter County Public Safety Center, the Bushnell Sumter County Public Safety Center and paying the costs of issuance. The Bonds were issued with a \$977,458 net premium so total funds received was \$25,307,458.

Debt service is payable solely from proceeds of race track revenue distributed by the State from the Pari-mutual Tax Wagering Trust Fund, proceeds of the local government half-cent sales tax distributed by the State from the Local Government Half-Cent Sales Tax Clearing Trust Fund, and the “Guaranteed Entitlement” and “Second Guaranteed Entitlement for Counties” distributed by the State from the Revenue Sharing Trust Fund and interest earned in the debt service fund. Interest is payable semiannually on June 1 and December 1 at rates ranging from 3% to 5%. Principal is payable on June 1. Principal and interest are due through June 1, 2035. These bonds are on parity with the 2013 Capital Improvement Refunding Revenue Note; the 2015A Capital Improvement Refunding Revenue Bond and the 2018 Capital Improvement Revenue Bond.

➤ **Capital Improvement Revenue Bond. Series 2018**

In 2018 the County issued \$30,066,000 Sumter County Capital Improvement Revenue Bond, Series 2018 to finance the Jail Expansion & Renovation Project, the Courthouse Improvements Project, the SR 44 Fire Station & Industrial Park Entrance Project and paying the costs of issuance.

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Debt service is payable solely from proceeds of race track revenue distributed by the State from the Pari-mutual Tax Wagering Trust Fund, proceeds of the local government half-cent sales tax distributed by the State from the Local Government Half-Cent Sales Tax Clearing Trust Fund, and the “Guaranteed Entitlement” and “Second Guaranteed Entitlement for Counties” distributed by the State from the Revenue Sharing Trust Fund and interest earned in the debt service fund. Interest is payable semiannually on June 1 and December 1 at 2.96% per annum and matures on June 1, 2038. This bond is on parity with the 2013 Capital Improvement Refunding Revenue Note; the 2015A Capital Improvement Revenue Bonds and the 2015B Capital Improvement Revenue Bonds.

➤ **Agreement with The Villages® Companies**

In 2018 the County entered into an agreement with The Villages® Companies whereby The Villages® Companies will construct regionally significant roads in Sumter County that are the County’s responsibility to build. The County will reimburse The Villages® Companies within five years of being invoiced.

At September 30, 2019, the total amount due to The Villages® Companies was \$8,406,499. The first payment is due in September 2023. The County will fund the payments from available Non-Ad Valorem Revenues generated from Transportation Impact Fees and its apportioned Gas/Fuel Taxes. There are no interest charges associated with this agreement.

➤ **Bond Arbitrage**

The Federal Tax Reform Act of 1986 requires issuers of tax-exempt debt to make payments to the U.S. Treasury of investment income received at yields that exceed the issuer’s tax-exempt borrowing rates or pay a calculated penalty. Rebates are paid to the Internal Revenue Service every fifth year after the year of issuance. Within the five-year period, any positive arbitrage (liability) can be offset by any negative arbitrage (non-liability). At September 30, 2019, the County has no arbitrage liability.

10. CHANGES IN LONG-TERM LIABILITIES

A summary of changes in long-term liabilities follows:

	Balance September 30 2018	Additions	Deductions	Balance September 30 2019	Due Within One Year
Bonds payable	\$ 78,268,039	\$ -	\$ 2,903,686	\$ 75,364,353	\$ 2,899,697
Bond premium	818,621	-	48,873	769,748	-
Refunding revenue note	3,975,215	-	659,904	3,315,311	672,821
Total bonds payable	83,061,875	-	3,612,463	79,449,412	3,572,518
Lease purchase financing	1,802,638	-	1,802,638	-	-
Agreement with The Villages® Companies	1,975,646	6,430,853	-	8,406,499	-
Total OPEB liability	16,902,615	1,583,135	-	18,485,750	-
Compensated absences	4,104,900	2,742,000	2,789,000	4,057,900	1,962,000
Net pension liability - FRS & HIS	61,415,075	9,107,505	-	70,522,580	193,200
Totals	<u>\$ 169,262,750</u>	<u>\$ 19,863,493</u>	<u>\$ 8,204,101</u>	<u>\$ 180,922,141</u>	<u>\$ 5,727,718</u>

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11. STATE OF FLORIDA PENSION PLANS

Defined Benefit Plans

The County participates in two defined benefit pension plans that are administered by the State of Florida, Department of Management Services, Division of Retirement. The plans provide retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The State of Florida issues a publicly available financial report that includes financial statements and required supplementary information for the plans. That report is available from the Florida Department of Management Services' website (www.dms.myflorida.com).

The Florida Retirement System (FRS) Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan with a Deferred Retirement Option Program (DROP) available for eligible employees. The FRS was established and is administered in accordance with Chapter 121, Florida Statutes. Retirees receive a lifetime pension benefit with joint and survivor payment options. FRS membership is compulsory for employees filling regularly established positions in a state agency, county agency, state university, state college, or district school board, unless restricted from FRS membership under Sections 121.053 or 121.122, Florida Statutes, or allowed to participate in a defined contribution plan in lieu of FRS membership. Participation by cities, municipalities, special districts, charter schools and metropolitan planning organizations is optional.

The Retiree Health Insurance Subsidy (HIS) Program is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with Section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees and surviving beneficiaries of the state-administered retirement systems in paying their health insurance costs. To be eligible to receive a HIS benefit, a retiree under a state administered retirement system must provide proof of eligible health insurance coverage, which can include Medicare.

Benefits Provided

Benefits under the FRS Pension Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement plan and/or class to which the member belonged when the service credit was earned.

Eligible retirees and beneficiaries receive a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$5. The minimum payment is \$30 and the maximum payment is \$150 per month, pursuant to Section 112.363, Florida Statutes.

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Contributions

The contribution requirements of plan members and the employer are established and may be amended by the Florida Legislature. Employees are required to contribute 3.00% of their salary to the FRS Pension Plan. The employer's contribution rates as of September 30, 2019, were as follows:

	FRS	HIS
Regular Class	6.81%	1.66%
Special Risk Class	23.82%	1.66%
Senior Management Service Class	23.75%	1.66%
Elected Officials	47.16%	1.66%
DROP from FRS	12.94%	1.66%

The employer's contributions for the year ended September 30, 2019, were \$4,472,551 to the FRS Pension Plan and \$574,724 to the HIS Program.

Pension Liabilities and Pension Expense

In its financial statements for the year ended September 30, 2019, the County reported a liability for its proportionate share of the net pension liability of the FRS Pension Plan and its proportionate share of the net pension liability of the HIS Program. The net pension liabilities were measured as of June 30, 2019. The County's proportions of the net pension liabilities were based on its share of contributions to the pension plans relative to the contributions of all participating entities, actuarially determined.

	FRS	HIS
Net pension liability	\$ 59,134,466	\$ 11,388,114
Proportion at:		
Current Measurement Date	0.1717%	0.1018%
Prior Measurement Date	0.1684%	0.1011%
Pension expense (benefit)	\$ 15,498,804	\$ 1,040,990

The General Fund typically has been used in prior years to liquidate net pension liabilities.

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Deferred Outflows/Inflows of Resources Related to Pensions

At September 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	FRS		HIS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,507,434	\$ (36,698)	\$ 138,321	\$ (13,944)
Changes of assumptions	15,188,275	-	1,318,636	(930,772)
Net difference between projected and actual earnings on pension plan investments	-	(3,271,627)	7,349	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	3,628,415	(418,683)	992,096	(246,036)
Employer contributions subsequent to the measurement date	1,504,650	-	154,831	-
Total	\$ 23,828,774	\$ (3,727,008)	\$ 2,611,233	\$ (1,190,752)

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer's fiscal year end will be recognized as a reduction of the net pension liability in the reporting period ending September 30, 2020. Other pension-related amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending September 30,	FRS	HIS
2020	\$ 6,572,092	\$ 390,983
2021	2,607,108	348,072
2022	4,631,410	255,309
2023	3,469,545	53,020
2024	966,988	107,626
Thereafter	349,973	110,640
Total	\$ 18,597,116	\$ 1,265,650

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Actuarial Assumptions

	FRS	HIS
Inflation	2.60%	2.60%
Salary increases	3.25%	3.25%
Investment rate of return	6.90%	N/A
Discount rate	6.90%	3.50%

Mortality assumptions for the FRS Pension Plan were based on PUB2010 base tables projected generationally with Scale MP-2018. Mortality assumptions for the HIS Program were based on the Generational RP-2000 with Projection Scale BB.

For both plans, the actuarial assumptions were based on the results of an actuarial experience study for the period July 1, 2013, through June 30, 2018.

The following changes in key actuarial assumptions occurred in 2019:

FRS: The long-term expected rate of return and the discount rate used to determine the total pension liability decreased from 7.00% to 6.90%.

HIS: The municipal bond index rate and the discount rate used to determine the total pension liability decreased from 3.87% to 3.50%.

The long-term expected investment rate of return was not based on historical returns, but instead was based on a forward-looking capital market economic model. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. For the FRS Pension Plan, the table below summarizes the consulting actuary's assumptions based on the long-term target asset allocation.

Asset Class	Target Allocation	Arithmetic Return	Compound Annual (Geometric) Return
Cash	1%	3.3%	3.3%
Fixed income	18%	4.1%	4.1%
Global equity	54%	8.0%	6.8%
Real estate	10%	6.7%	6.1%
Private equity	11%	11.2%	8.4%
Strategic investments	6%	5.9%	5.7%
	100%		

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Discount Rate

The discount rate used to measure the total pension liability for the FRS Pension Plan was 6.90%. FRS' fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Because the HIS Program is essentially funded on a pay-as-you-go basis, a municipal bond rate of 3.50% was used to determine the total pension liability for the program. The Bond Buyer General Obligation Bond 20-Bond Municipal Bond Index was used as the applicable municipal bond index.

Sensitivity Analysis

The following tables demonstrate the sensitivity of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the employer's proportionate share of the net pension liability if the discount rate was 1.00% higher or 1.00% lower than the current discount rate.

	FRS			HIS		
	Current Discount			Current Discount		
	1% Decrease (5.90%)	Rate (6.90%)	1% increase (7.90%)	1% Decrease (2.50%)	Rate (3.50%)	1% increase (4.50%)
Employer's proportionate share of the net pension liability	\$ 102,223,800	\$ 59,134,466	\$ 23,147,584	\$ 13,000,116	\$ 11,388,114	\$ 10,045,499

Pension Plans' Fiduciary Net Position

Detailed information about the pension plans' fiduciary net position is available in the State's separately issued financial reports.

Defined Contribution Plan

Pursuant to Chapter 121, Florida Statutes, the Florida Legislature created the Florida Retirement Investment Plan ("FRS Investment Plan"), a defined contribution pension plan qualified under Section 401(a) of the Internal Revenue Code. The FRS Investment Plan is an alternative available to members of the Florida Retirement System in lieu of the defined benefit plan. There is a uniform contribution rate covering both the defined benefit and defined contribution plans, depending on membership class. Required employer contributions made to the plan during the year ended September 30, 2019, totaled \$2,374,359.

12. OTHER POSTEMPLOYMENT BENEFIT PLAN (OPEB)

The County provides certain health care benefits for retired employees and their dependents. Substantially all of the County's employees may become eligible for those benefits if they reach normal retirement age while working for the County.

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Plan Description

Any employee of Sumter County who participates in and satisfies the vesting, disability, early or normal retirement provisions of the Florida Retirement System (FRS) may be eligible for certain Other Postemployment Benefits. The postemployment benefits include access to purchase coverage for retirees and dependents in the medical/prescription, dental and life insurance plans sponsored by the County. Retirees with less than six years of service contribute the entire premium rate. Otherwise, retirees contribute 75% of the premium rate, except for non-Medicare eligible with more than 10 years of service who contribute 50% of the premium rate. Dependents and survivors contribute the entire premium rate.

Eligible retirees may choose among the same medical plan options available for active employees of the County. Dependents of retirees may be covered at the retirees' option in the same way as dependents of active employees. Prescription drug coverage is automatically extended to retirees and their dependents who continue coverage under any one of the medical plan options. Covered retirees and their dependents are subject to all the same medical and prescription benefits and rules for coverage as active employees. Retirees and their dependents who are Medicare eligible are required to enroll for Parts A and B under Medicare.

Retiring employees who have enrolled in the retiree health insurance plan will also participate in the County sponsored group life policy. The cost of insurance to the retiree is \$3.50 per month for a \$25,000 policy. The amount of benefit is reduced to \$12,500 when the retiree reaches age 70 and the premium is reduced to \$1.75 per month.

As of October 1, 2018, the latest actuarial valuation date, plan participation consisted of 628 active participants and 84 retired participants receiving benefits. There are no inactive participants that are entitled to, but not yet receiving benefits.

A separate stand-alone financial statement is not prepared for the OPEB plan.

Funding Policy

The contribution requirements of the plan members and the County are established and may be amended by the Sumter County Board of County Commissioners. A trust has not been established. Contributions are being made based on pay-as-you-go financing requirements. The General Fund has typically been used in prior years to liquidate the OPEB liability.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The County implemented GASB 75 in fiscal year 2018. The County's reported its fiscal year 2018 OPEB liability based on the measurement date of September 30, 2017. Starting in fiscal year 2019, the County is reporting its OPEB liability based on a measurement date of September 30, 2019. This required a restatement of the OPEB liability and related deferred inflows and outflows as of September 30, 2018.

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

At September 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Year ending September 30, 2019	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 806,937
Changes of assumptions or other inputs	\$ -	\$ 1,449,570
Total	\$ -	\$ 2,256,507

OPEB-related amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending September 30,	
2020	\$ 210,531
2021	210,531
2022	210,531
2023	210,531
2024	210,531
Thereafter	1,203,852
Total	\$ 2,256,507

Actuarial Assumptions and Other Inputs

Calculations of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit cost between the employer and plan members to that point.

Actuarial valuations involve estimates of the values of reported amounts and assumptions about the probability of events far into the future, and actuarial determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The total OPEB liability in the October 1, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation rate	2.25%	
Salary increases	3% annually	
Discount rate	3.25%	
Mortality	RP-2014	Mortality

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

	Fully projected using Scale MP-2018	Generational Projection
Healthcare cost trend rate	6% initial trend rate dropping to 5% ultimate trend rate in year 2021	

An actuarial experience study has not yet been performed for the plan.

Changes in the Total OPEB Liability

Total OPEB Liability:	
Service cost	\$ 1,343,663
Interest	587,351
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions or other inputs	-
Benefit payments	(347,879)
Net change in total OPEB liability	1,583,135
Total OPEB liability, beginning	16,902,615
Total OPEB liability, ending	\$ 18,485,750

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the County's total OPEB liability, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percent lower or 1 percent higher than the current discount rate:

	Current Discount		
	1% Decrease (2.25%)	Rate (3.25%)	1% increase (4.25%)
Total OPEB Liability	\$ 22,237,588	\$ 18,485,750	\$ 15,570,010

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the County's total OPEB liability, as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percent lower (6% decreasing to 4%) or 1 percent higher (8% decreasing to 6%) than the current healthcare cost trend rate:

	Current Healthcare Cost Trend Rate		
	1% Decrease (6% decreasing to 4%)	(7% decreasing to 5%)	1% Increase (8% decreasing to 6%)
Total OPEB Liability	\$ 15,513,275	\$ 18,485,750	\$ 22,759,005

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

13. RISK MANAGEMENT

Public Entity Risk Pool

The County is exposed to various risks of loss related to general liability, auto liability, collision and worker’s compensation. To manage these risks, the County joined the Florida Association of Counties Trust and Preferred Governmental Insurance Trust (the “Trusts”), public entity risk pools currently operating as common risk management and insurance programs for several members. Premiums paid to the Trusts are designed to fund the risks assumed by the Trusts and are based on certain actual exposures of each member.

The Sheriff participates in the Florida Sheriffs’ self-insurance fund for risk related to professional police and automobile liability. The Sheriff had no settlements that exceeded coverage in the 2019 fiscal year.

Commercial Insurance

The County carries commercial insurance for certain risks associated with property, inland marine and crime. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Self-Insurance

The County is exposed to various risks of loss related to employee health, dental and short-term disability claims for which it is self-insured. An excess coverage insurance policy covers individual claims in excess of \$150,000 with a self funded liability of \$136,000 with an unlimited lifetime maximum. There is an aggregate maximum reimbursement per policy period of \$1,000,000. Settled claims have not exceeded this commercial coverage maximum in any of the past three fiscal years.

Liabilities are reported if information prior to the issuance of the financial statements indicated that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated, including an estimate for those incurred but not reported (IBNRs). This estimate is based on historical experience and current trends, and is reported at current dollar value.

An Internal Service Fund (Group Insurance Fund) is used to account for the County’s retained risk management activities. Changes in the Fund’s claims liability were as follows:

	Beginning of year Liability	Claims Incurred	Claims Paid	End of Year Liability
2018	\$ 798,364	\$ 6,821,450	\$ 6,417,988	\$ 1,201,826
2019	\$ 1,201,826	\$ 7,881,494	\$ 7,793,376	\$ 1,289,944

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

14. CONDUIT DEBT OBLIGATIONS

The Industrial Development Authority has issued bonds to provide financial assistance to private-sector entities for the acquisition and construction of facilities deemed to be in the public interest.

The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. The County is not obligated in any manner for repayments of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of September 30, 2019, the aggregate principal amount payable is not reasonably determinable.

15. RESTATEMENTS

➤ **– CHANGE IN ACCOUNTING PRINCIPLE**

The County restated beginning net position for governmental activities as follows to change the year of measurement for reporting the total OPEB liability:

Net OPEB liability	\$820,004
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➤ **– PRIOR PERIOD ADJUSTMENT**

The County restated beginning net position for governmental activities as follows to correct the prior year misstatement related to legal ownership of roads constructed by The Villages® Companies:

Capital assets – non-depreciable	\$(353,526,584)
Capital assets – depreciable, net	(144,244,993)
Total	<u><u>\$(497,771,577)</u></u>

➤ **– NET POSITION**

Net position – beginning of year, as previously reported	\$770,875,075
Restatement for change in accounting principle	820,004
Prior period adjustment for capital assets	(497,771,577)
Net position – beginning of year, as restated	<u><u>\$273,923,502</u></u>

16. COMMITMENTS AND CONTINGENCIES

The County is involved in lawsuits in the normal course of operations. It is the opinion of management and the County’s attorneys that any unrecorded, uninsured claims resulting from such litigation would not be material in relation to the County’s financial condition.

The County is actively securing rights-of-way for major road construction and expansions.

Sumter County, Florida
Notes to Financial Statements
September 30, 2019

17. SUBSEQUENT EVENTS

In December 2019, the County issued the Series 2019 Bond, a 15-year tax-exempt bank loan in the amount of \$22,580,000 for road and transportation related projects within the County.

In March 2020, the World Health Organization made the assessment that the outbreak of a novel coronavirus (COVID-19) can be characterized as a pandemic. As a result, uncertainties have arisen that may have a significant negative impact on the operating activities and results of the County. The occurrence and extent of such an impact will depend on future developments, including (i) the duration and spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions on travel or meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain.

18. FUTURE ACCOUNTING PRONOUNCEMENTS

The Governmental Accounting Standards Board has issued statements that will become effective in fiscal years 2020 and 2021. The statements address:

- Fiduciary Activities;
- Leases;
- Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61.

Sumter County is currently evaluating the effects that these statements will have on its future financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Sumter County, Florida
Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Taxes	\$ 71,510,512	\$ 71,510,512	\$ 75,531,961	\$ 4,021,449
Permits, Fees and Special Assessments	7,685,050	7,830,165	8,249,021	418,856
Intergovernmental	826,446	845,067	1,456,472	611,405
Charges for Services	4,461,463	4,465,063	5,365,505	900,442
Fines and Forfeitures	22,450	22,450	17,225	(5,225)
Miscellaneous	191,652	243,325	2,893,121	2,649,796
TOTAL REVENUES	84,697,573	84,916,582	93,513,305	8,596,723
<u>EXPENDITURES</u>				
Current:				
General Government	16,663,437	17,054,956	14,401,083	2,653,873
Public Safety	58,172,211	60,374,351	62,135,014	(1,760,663)
Physical Environment	2,438,642	2,809,314	2,452,336	356,978
Transportation	873,425	1,012,433	1,943,775	(931,342)
Economic Environment	1,145,877	1,312,533	1,202,013	110,520
Human Services	4,587,149	4,874,447	4,244,733	629,714
Culture and Recreation	3,895,882	3,966,814	4,234,915	(268,101)
Court Related	1,919,239	1,917,526	1,694,729	222,797
Reserve for contingencies	19,324,096	18,437,493	-	18,437,493
Debt service:				
Principal retirement	1,769,305	1,769,305	1,802,638	(33,333)
Interest and fiscal charges	67,296	67,296	33,962	33,334
TOTAL EXPENDITURES	110,856,559	113,596,468	94,145,198	19,451,270
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(26,158,986)	(28,679,886)	(631,893)	28,047,993
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers In	5,114,522	6,362,863	5,199,983	(1,162,880)
Transfers Out	(2,557,278)	(6,377,048)	(5,006,826)	1,370,222
TOTAL OTHER FINANCING SOURCES (USES)	2,557,244	(14,185)	193,157	207,342
NET CHANGE IN FUND BALANCES	(23,601,742)	(28,694,071)	(438,736)	28,255,335
FUND BALANCES – BEGINNING OF YEAR	23,601,742	28,694,071	30,970,253	2,276,182
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 30,531,517	\$ 30,531,517

Notes to Budgetary Comparison Schedule

The preparation, adoption, and amendment of the budgets are governed by Florida Statutes. The fund is the legal level of control. Budgets are prepared and adopted on a basis that does not differ materially from generally accepted accounting principles (GAAP).

Sumter County, Florida
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
SHIP Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ -	\$ 350,000	\$ 350,000
Miscellaneous	72,200	72,200	223,137	150,937
TOTAL REVENUES	72,200	72,200	573,137	500,937
<u>EXPENDITURES</u>				
Current:				
Economic environment	216,200	483,826	687,737	(203,911)
NET CHANGE IN FUND BALANCES	(144,000)	(411,626)	(114,600)	297,026
FUND BALANCES – BEGINNING OF YEAR	144,000	411,626	431,279	19,653
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 316,679	\$ 316,679

Notes to Budgetary Comparison Schedule

The preparation, adoption, and amendment of the budgets are governed by Florida Statutes. The fund is the legal level of control. Budgets are prepared and adopted on a basis that does not differ materially from generally accepted accounting principles (GAAP).

Sumter County, Florida
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Building Services Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Permits, fees and special assessments	\$ 1,949,911	\$ 1,949,911	\$ 2,119,781	\$ 169,870
Charges for services	7,000	7,000	7,112	112
Miscellaneous	11,000	11,000	90,047	79,047
TOTAL REVENUES	1,967,911	1,967,911	2,216,940	249,029
<u>EXPENDITURES</u>				
Current:				
Transportation:				
Road construction	2,841,330	2,841,330	2,667,680	173,650
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(873,419)	(873,419)	(450,740)	422,679
<u>OTHER FINANCING SOURCES</u>				
Transfer in	20,000	20,000	22,235	2,235
NET CHANGE IN FUND BALANCES	(853,419)	(853,419)	(428,505)	424,914
FUND BALANCES – BEGINNING OF YEAR	1,469,134	1,508,658	1,863,372	354,714
FUND BALANCES – END OF YEAR	\$ 615,715	\$ 655,239	\$ 1,434,867	\$ 779,628

Notes to Budgetary Comparison Schedule

The preparation, adoption, and amendment of the budgets are governed by Florida Statutes. The fund is the legal level of control. Budgets are prepared and adopted on a basis that does not differ materially from generally accepted accounting principles (GAAP).

Sumter County, Florida
Schedule of Changes in the County's
Total OPEB Liability and Related Ratios

Last Ten Fiscal Years

	<u>2019</u>	<u>2018</u>
Total OPEB liability		
Service cost	\$ 1,343,663	\$ 1,448,124
Interest	587,350	532,061
Changes of benefit terms	-	-
Differences between expected and actual experience	-	(878,251)
Changes of assumptions or other inputs	-	(1,584,791)
Benefit payments	<u>(347,879)</u>	<u>(337,148)</u>
Net change in total OPEB liability	1,583,134	(820,005)
Total OPEB liability - beginning	<u>16,902,616</u>	<u>17,722,621</u>
Total OPEB liability - ending	<u>\$ 18,485,750</u>	<u>\$ 16,902,616</u>
Covered-employee payroll	\$ 34,621,940	\$ 32,858,562
Total OPEB liability as a percentage of covered-employee payroll	53.39%	51.44%

Notes to Schedule:

The County implemented GASB 75 in fiscal year 2018. Until a full 10-year trend is compiled, information is presented for those years for which information is available

Sumter County, Florida
Florida Retirement System (FRS) Defined Benefit Pension Plan

Last Ten Fiscal Years

Schedule of County's Proportionate Share of the Net Pension Liability

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
County's proportion of the net pension liability	0.1717%	0.1684%	0.1601%	0.1543%	0.1368%
County's proportionate share of the net pension liability	\$ 59,134,466	\$ 50,709,815	\$ 47,355,349	\$ 38,955,000	\$ 17,666,438
County's covered payroll	34,058,660	33,035,088	30,323,520	27,322,825	28,234,687
County's proportionate share of the net pension liability as a percentage of its covered payroll	173.63%	153.50%	156.17%	142.57%	62.57%
Plan fiduciary net position as a percentage of the total pension liability	82.61%	84.26%	83.89%	84.88%	92.00%
Plan sponsor measurement date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015

Notes:

The County implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015. Information for prior years is not available

Schedule of County's Contributions

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 4,742,551	\$ 4,132,593	\$ 4,167,695	\$ 4,079,811	\$ 3,440,834
Contribution in relation to the contractually required contribution	<u>4,742,551</u>	<u>4,132,593</u>	<u>4,167,695</u>	<u>4,079,811</u>	<u>3,440,834</u>
Contribution deficiency (excess)	<u>\$ -</u>				
County's covered payroll	34,621,940	32,858,562	31,267,720	27,072,582	28,691,349
Contributions as a percentage of covered payroll	13.70%	12.58%	13.33%	15.07%	11.99%

Notes:

The County implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015. Information for prior years is not available

Sumter County, Florida
Florida Retirement System (FRS) Health Insurance Subsidy (HIS) Defined Benefit Pension Plan

Last Ten Fiscal Years

Schedule of County's Proportionate Share of the Net Pension Liability (HIS)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
County's proportion of the net pension liability	0.1011%	0.1011%	0.0953%	0.0933%	0.0907%
County's proportionate share of the net pension liability	\$ 11,388,114	\$ 10,705,260	\$ 10,186,887	\$10,871,191	\$ 9,250,206
County's covered payroll	34,058,660	33,035,088	30,323,520	27,322,825	28,234,687
County's proportionate share of the net pension liability as a percentage of its covered payroll	33.44%	32.41%	33.59%	39.79%	32.76%
Plan fiduciary net position as a percentage of the total pension liability	2.63%	2.15%	1.64%	0.97%	0.50%
Plan sponsor measurement date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015

Notes:

The County implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015. Information for prior years is not available

Schedule of County's Contributions (HIS)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 574,724	\$ 542,994	\$ 504,205	\$ 498,531	\$ 377,398
Contribution in relation to the contractually required contribution	<u>574,724</u>	<u>542,994</u>	<u>504,205</u>	<u>498,531</u>	<u>377,398</u>
Contribution deficiency (excess)	<u>\$ -</u>				
County's covered payroll	34,621,940	32,858,562	31,267,720	27,072,582	28,691,349
Contributions as a percentage of covered payroll	1.66%	1.65%	1.61%	1.84%	1.32%

Notes:

The County implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015. Information for prior years is not available

Supplementary Information

Description of General Fund By Category

The six categories shown below together represent the General Fund, the primary operating fund of the County.

General Fund – Board of County Commissioners – To account for revenues and expenditures of the Board of County Commissioners portion of the General Fund – which are activities that benefit all County residents. Countywide activities include Administration, Public Works, Planning, Fire Services, Community Services, and certain payments to Constitutional Officers.

General Fund - Sheriff – To account for revenues and expenditures necessary to carry out the duties and obligations of the Sheriff as specified in Section 30.15, Florida Statutes. The funds for the Sheriff's operation are received from the BOCC pursuant to Section 30.49, Florida Statutes.

General Fund – Clerk of Circuit Court – To account for revenues and expenditures of the Clerk of Circuit Court whose responsibilities include: County recorder for official records of Sumter County; accountant for the BOCC, custodian of all County funds, County auditor, and keeping BOCC records and meeting minutes as ex-officio Clerk to the Board of County Commissioners; as well as court-related activities that are not accounted for in the “Clerk of Circuit Court – Court Fund and Public Records Modernization Funds.”

General Fund – Tax Collector – To account for revenues and expenditures of the Tax Collector pursuant to Section 197, Florida Statutes.

General Fund – Property Appraiser – To account for revenues and expenditures of the Property Appraiser in the performance of Constitutional responsibilities. The duties of the Property Appraiser are governed by the Florida Constitution s. 4, Art. VII, Florida Statutes, and the Rules and Regulations of the Florida Department of Revenue. These responsibilities include determining the taxable value of all real and tangible property within the County, maintaining associated financial and property records, and providing the Tax Collector with the certified value of real and tangible property and tax millage levied by the respective taxing authorities.

General Fund – Supervisor of Elections – To account for revenues and expenditures of the Supervisor of Elections in the performance of Constitutional responsibilities pursuant to Chapters 97 and 102, Florida Statutes. The funds for the Supervisor of Elections' operation are received from the BOCC pursuant to Section 129.202, Florida Statutes.

**Sumter County, Florida
Combining Balance Sheet
Board and Officers General Funds
September 30, 2019**

(Continued)

	BOCC General Sub-fund	Sheriff Sub-fund	Clerk of Circuit Court Sub-fund	Tax Collector Sub-fund
<u>ASSETS</u>				
Cash and equivalents	\$ 14,183,130	\$ 1,875,546	\$ 430,147	\$ 226,582
Investments	14,386,209	-	-	-
Due from other funds	2,396,458	165,554	-	-
Due from other governments	1,737,412	156,783	5,060	-
Receivables	46,247	26,701	-	-
Prepaid expenses	127,717	-	-	-
TOTAL ASSETS	<u>\$ 32,877,173</u>	<u>\$ 2,224,584</u>	<u>\$ 435,207</u>	<u>\$ 226,582</u>
<u>LIABILITIES</u>				
Accounts payable and accrued liabilities	\$ 1,928,405	\$ 918,199	\$ 54,736	\$ 53,359
Due to other funds	388,119	1,306,385	374,880	173,223
TOTAL LIABILITIES	<u>2,316,524</u>	<u>2,224,584</u>	<u>429,616</u>	<u>226,582</u>
<u>DEFERRED INFLOWS</u>				
Unavailable revenue	49,284	-	-	-
<u>FUND BALANCES</u>				
Nonspendable:				
Prepaid expenses	127,717	-	-	-
Restricted for:				
Teen Court	-	-	5,591	-
Library Material	124,522	-	-	-
Supervisor of Elections - Grant	-	-	-	-
Public Safety	-	-	-	-
Assigned for:				
Subsequent year's budget	24,500,000	-	-	-
Unassigned:				
General fund	5,759,126	-	-	-
TOTAL FUND BALANCES	<u>30,511,365</u>	<u>-</u>	<u>5,591</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 32,877,173</u>	<u>\$ 2,224,584</u>	<u>\$ 435,207</u>	<u>\$ 226,582</u>

**Sumter County, Florida
Combining Balance Sheet
Board and Officers General Funds
September 30, 2019**

(Concluded)

	Property Appraiser General Sub-fund	Supervisor of Elections General Sub-fund	Interfund Eliminations & Consolidations	Total General Fund
<u>ASSETS</u>				
Cash and equivalents	\$ 152,478	\$ 135,705	\$ -	\$ 17,003,588
Investments	-	-	-	14,386,209
Due from other funds	-	-	(2,260,724)	301,288
Due from other governments	43	-	-	1,899,298
Receivables	-	-	-	72,948
Prepaid expenses	-	-	-	127,717
TOTAL ASSETS	\$ 152,521	\$ 135,705	\$ (2,260,724)	\$ 33,791,048
<u>LIABILITIES</u>				
Accounts payable and accrued liabilities	\$ 68,979	\$ 24,282	\$ -	\$ 3,047,960
Due to other funds	83,542	96,862	(2,260,724)	162,287
TOTAL LIABILITIES	152,521	121,144	(2,260,724)	3,210,247
<u>DEFERRED INFLOWS</u>				
Unavailable revenue	-	-	-	49,284
<u>FUND BALANCES</u>				
Nonspendable:				
Prepaid expenses	-	-	-	127,717
Restricted for:				
Teen court	-	-	-	5,591
Library material	-	-	-	124,522
Supervisor of Elections - Grant	-	14,561	-	14,561
Public Safety	-	-	-	-
Assigned for:				
Subsequent year's budget	-	-	-	24,500,000
Unassigned:				
General fund	-	-	-	5,759,126
TOTAL FUND BALANCES	-	14,561	-	30,531,517
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 152,521	\$ 135,705	\$ (2,260,724)	\$ 33,791,048

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2019

(Continued)

	BOCC General Sub-fund			Sheriff General Sub-fund		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Final		Original	Final	
REVENUES						
Taxes	\$ 71,510,512	\$ 71,510,512	\$ 75,531,962	\$ -	\$ -	\$ -
Permits, Fees & Special Assessments	7,685,050	7,830,165	8,249,021	-	-	-
Intergovernmental	826,446	845,067	1,345,994	-	-	76,065
Charges for Services	4,423,031	4,426,631	5,326,329	-	-	-
Fines and Forfeitures	22,450	22,450	17,225	-	-	-
Miscellaneous	191,652	243,325	2,437,240	-	-	455,880
TOTAL REVENUES	84,659,141	84,878,150	92,907,771	-	-	531,945
EXPENDITURES						
Current:						
General Government	9,080,457	9,471,976	7,281,162	-	-	-
Public Safety	26,721,793	28,923,933	30,815,066	31,450,418	31,450,418	31,319,948
Physical Environment	2,438,642	2,809,314	2,452,336	-	-	-
Transportation	873,425	1,012,433	1,943,775	-	-	-
Economic Environment	1,145,877	1,312,533	1,202,013	-	-	-
Human Services	4,587,149	4,874,447	4,244,733	-	-	-
Culture and Recreation	3,895,882	3,966,814	4,234,915	-	-	-
Court Related	584,632	582,919	368,639	1,300,416	1,300,416	1,292,302
Reserve for contingencies	19,324,096	18,437,493	-	-	-	-
Debt service:						
Principal retirement	1,769,305	1,769,305	1,802,638	-	-	-
Interest and fiscal charges	67,296	67,296	33,962	-	-	-
TOTAL EXPENDITURES	70,488,554	73,228,463	54,379,239	32,750,834	32,750,834	32,612,250
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	14,170,587	11,649,687	38,528,532	(32,750,834)	(32,750,834)	(32,080,305)
OTHER FINANCING SOURCES (USES)						
Transfers In	5,114,522	6,362,863	6,263,514	32,750,834	32,750,834	32,725,099
Transfers Out	(42,787,241)	(46,607,011)	(45,129,846)	-	-	(656,232)
TOTAL OTHER FINANCING SOURCES (USES)	(37,672,719)	(40,244,148)	(38,866,332)	32,750,834	32,750,834	32,068,867
NET CHANGE IN FUND BALANCES	(23,502,132)	(28,594,461)	(337,800)	-	-	(11,438)
FUND BALANCES – BEGINNING OF YEAR	23,502,132	28,594,461	30,849,165	-	-	11,438
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 30,511,365	\$ -	\$ -	\$ -

Sumter County, Florida
Combining Schedule of Revenues, Expenses
and Changes in Fund Balances - Budget and
Board and Officers General Funds
For the Year Ended September 30, 20

(Continued)

	Clerk of the Circuit Court Sub-fund			Tax Collector Sub-fund		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Final		Original	Final	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
TOTAL REVENUES	-	-	-	-	-	-
EXPENDITURES						
Current:						
General Government	1,808,874	1,808,874	1,678,846	2,337,921	2,337,921	2,164,698
Public Safety	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic Environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Court Related	34,191	34,191	33,788	-	-	-
Reserve for contingencies	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
TOTAL EXPENDITURES	1,843,065	1,843,065	1,712,634	2,337,921	2,337,921	2,164,698
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,843,065)	(1,843,065)	(1,712,634)	(2,337,921)	(2,337,921)	(2,164,698)
OTHER FINANCING SOURCES (USES)						
Transfers In	1,843,065	1,843,065	1,838,213	2,337,921	2,337,921	2,337,921
Transfers Out	-	-	(130,028)	-	-	(173,223)
TOTAL OTHER FINANCING SOURCES (USES)	1,843,065	1,843,065	1,708,185	2,337,921	2,337,921	2,164,698
NET CHANGE IN FUND BALANCES	-	-	(4,449)	-	-	-
FUND BALANCES – BEGINNING OF YEAR	-	-	10,040	-	-	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 5,591	\$ -	\$ -	\$ -

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2019

(Continued)

	Property Appraiser Sub-fund			Supervisor of Elections Sub-fund		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Final		Original	Final	
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	34,413
Charges for Services	38,432	38,432	39,176	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
TOTAL REVENUES	38,432	38,432	39,176	-	-	34,413
EXPENDITURES						
Current:						
General Government	1,591,072	1,591,072	1,508,274	1,845,113	1,845,113	1,768,103
Public Safety	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Economic Environment	-	-	-	-	-	-
Human Services	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Court Related	-	-	-	-	-	-
Reserve for contingencies	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
TOTAL EXPENDITURES	1,591,072	1,591,072	1,508,274	1,845,113	1,845,113	1,768,103
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,552,640)	(1,552,640)	(1,469,098)	(1,845,113)	(1,845,113)	(1,733,690)
OTHER FINANCING SOURCES (USES)						
Transfers In	1,552,640	1,552,640	1,552,640	1,745,503	1,745,503	1,745,503
Transfers Out	-	-	(83,542)	-	-	(96,862)
TOTAL OTHER FINANCING SOURCES (USES)	1,552,640	1,552,640	1,469,098	1,745,503	1,745,503	1,648,641
NET CHANGE IN FUND BALANCES	-	-	-	(99,610)	(99,610)	(85,049)
FUND BALANCES – BEGINNING OF YEAR	-	-	-	99,610	99,610	99,610
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,561

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2019

(Continued)

	<u>Subtotals</u>			<u>Interfund Eliminations and Consolidations</u>		
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>		<u>Original</u>	<u>Final</u>	
REVENUES						
Taxes	\$ 71,510,512	\$ 71,510,512	\$ 75,531,962	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	7,685,050	7,830,165	8,249,021	-	-	-
Intergovernmental	826,446	845,067	1,456,472	-	-	-
Charges for Services	4,461,463	4,465,063	5,365,505	-	-	-
Fines and Forfeitures	22,450	22,450	17,225	-	-	-
Miscellaneous	191,652	243,325	2,893,120	-	-	-
TOTAL REVENUES	84,697,573	84,916,582	93,513,305	-	-	-
EXPENDITURES						
Current:						
General Government	16,663,437	17,054,956	14,401,083	-	-	-
Public Safety	58,172,211	60,374,351	62,135,014	-	-	-
Physical Environment	2,438,642	2,809,314	2,452,336	-	-	-
Transportation	873,425	1,012,433	1,943,775	-	-	-
Economic Environment	1,145,877	1,312,533	1,202,013	-	-	-
Human Services	4,587,149	4,874,447	4,244,733	-	-	-
Culture and Recreation	3,895,882	3,966,814	4,234,915	-	-	-
Court Related	1,919,239	1,917,526	1,694,729	-	-	-
Reserve for contingencies	19,324,096	18,437,493	-	-	-	-
Debt service:						
Principal retirement	1,769,305	1,769,305	1,802,638	-	-	-
Interest and fiscal charges	67,296	67,296	33,962	-	-	-
TOTAL EXPENDITURES	110,856,559	113,596,468	94,145,198	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(26,158,986)	(28,679,886)	(631,893)	-	-	-
OTHER FINANCING SOURCES (USES)						
Transfers In	45,344,485	46,592,826	46,462,890	(40,229,963)	(40,229,963)	(41,262,907)
Transfers Out	(42,787,241)	(46,607,011)	(46,269,733)	40,229,963	40,229,963	41,262,907
TOTAL OTHER FINANCING SOURCES (USES)	2,557,244	(14,185)	193,157	-	-	-
NET CHANGE IN FUND BALANCES	(23,601,742)	(28,694,071)	(438,736)	-	-	-
FUND BALANCES – BEGINNING OF YEAR	23,601,742	28,694,071	30,970,253	-	-	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 30,531,517	\$ -	\$ -	\$ -

Sumter County, Florida
Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances - Budget and Actual
Board and Officers General Funds
For the Year Ended September 30, 2019

(Concluded)

	<u>Totals</u>			Variance with Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 71,510,512	\$ 71,510,512	\$ 75,531,962	\$ 4,021,450
Permits, Fees and Special Assessments	7,685,050	7,830,165	8,249,021	418,856
Intergovernmental	826,446	845,067	1,456,472	611,405
Charges for Services	4,461,463	4,465,063	5,365,505	900,442
Fines and Forfeitures	22,450	22,450	17,225	(5,225)
Miscellaneous	191,652	243,325	2,893,120	2,649,795
TOTAL REVENUES	84,697,573	84,916,582	93,513,305	8,596,723
EXPENDITURES				
Current:				
General Government	16,663,437	17,054,956	14,401,083	2,653,873
Public Safety	58,172,211	60,374,351	62,135,014	(1,760,663)
Physical Environment	2,438,642	2,809,314	2,452,336	356,978
Transportation	873,425	1,012,433	1,943,775	(931,342)
Economic Environment	1,145,877	1,312,533	1,202,013	110,520
Human Services	4,587,149	4,874,447	4,244,733	629,714
Culture and Recreation	3,895,882	3,966,814	4,234,915	(268,101)
Court Related	1,919,239	1,917,526	1,694,729	222,797
Reserve for contingencies	19,324,096	18,437,493	-	18,437,493
Debt service:				
Principal retirement	1,769,305	1,769,305	1,802,638	(33,333)
Interest and fiscal charges	67,296	67,296	33,962	33,334
TOTAL EXPENDITURES	110,856,559	113,596,468	94,145,198	19,451,270
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(26,158,986)	(28,679,886)	(631,893)	28,047,993
OTHER FINANCING SOURCES (USES)				
Transfers In	5,114,522	6,362,863	5,199,983	(1,162,880)
Transfers Out	(2,557,278)	(6,377,048)	(5,006,826)	1,370,222
TOTAL OTHER FINANCING SOURCES (USES)	2,557,244	(14,185)	193,157	207,342
NET CHANGE IN FUND BALANCES	(23,601,742)	(28,694,071)	(438,736)	28,255,335
FUND BALANCES – BEGINNING OF YEAR	23,601,742	28,694,071	30,970,253	2,276,182
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 30,531,517	\$ 30,531,517

Description of Non-major Governmental Funds

Special Revenue Funds

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

Small Grants Fund – To account for revenues and expenditures associated with various small grants

Law Enforcement Trust Fund – To account for the proceeds from the sale of forfeited property to be expended for law enforcement purposes

Road Impact Fee Fund – To accumulate resources from developers and citizens to fund the construction of roads and the acquisition of rights-of-way as designated in the County's Impact Fee Ordinance. Financing is provided by the levy and collection of impact fees.

911 Emergency Telephone System Fund – To account for revenues and expenditures associated with the 911 emergency telephone system

Anti-Drug Abuse Fund – To account for programs to curb drug trafficking

County Transit Fund – To account for providing transportation services for County residents

Boating Improvement Fund – To account for boating registration fees that are used to enhance local recreational boating needs

Police Education Fund – To account for revenues and expenditures associated with providing criminal justice education and training

Sheriff's Victim's Advocacy Grant Fund – To account for revenues and expenditures associated with the victim's advocacy grant (Does not have a budget)

Alcohol and Drug Abuse Fund – To account for revenues and expenditures associated with funding local drug and alcohol abuse treatment programs and education

Court Improvement Fund – To account for revenues and expenditures associated with funding improvements to the County's court facilities

Secondary Trust Fund – To account for the 80% portion constructional gas tax revenue and expenditures related to the maintenance of county roads.

Crime Prevention Fund – To account for revenues and expenditures associated with crime prevention programs

County Transportation Trust Fund – To account for revenues and expenditures associated with the maintenance of County roads and traffic signs and signals

Court Local Requirements Fund – To account for revenues and expenditures associated with court innovations, legal aid, law library and juvenile alternative programs

Court Technology Fund – To account for revenues and expenditures associated with court related communications and facilities

Tourist Development Fund- To account for funds received from the tourist development tax and expended for promoting direct and indirect tourism projects

Sheriff Inmate Welfare Fund – To account for the Sheriff's canteen fund.

Sheriff Federal Shared Fund – To account for federal shared funds. (Does not have a budget)

Clerk Records Modernization Fund – To account for funds used to modernize records

Clerk Fine and Forfeiture Fund – To account for Clerk's court operating budget

Clerk Court Technology Fund – To account for Clerk's court related technology improvements

Debt Service Fund

Debt Service Fund is used to account for resources accumulated for the payment of principal and interest of long-term liabilities.

Sinking Fund – To account for the principal and interest payments of the 2013 Capital Improvement Refunding Revenue note, the 2015A Capital Improvement Refunding Revenue bond and the 2015B Capital Improvement Revenue bonds primarily from half-cent sales tax proceeds and earnings on temporary investments

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2019
(Continued)

	<u>Special Revenue Funds</u>			
	Small Grants Fund	Law Enforcement Trust Fund	Road Impact Fee Fund	911 Emergency Telephone System Fund
<u>ASSETS</u>				
Cash and equivalents	\$ 29,040	\$ -	\$ 231,888	\$ 102,613
Investments	699	-	3,252,434	321,422
Due from other funds	-	-	-	-
Due from other governments	20	-	-	93,644
Receivables	-	-	46,500	-
TOTAL ASSETS	\$ 29,759	\$ -	\$ 3,530,822	\$ 517,679
<u>LIABILITIES</u>				
Accounts payable and accrued liabilities	\$ 450	\$ -	\$ 890,487	\$ 29,319
Due to other funds	-	-	-	2,249
TOTAL LIABILITIES	450	-	890,487	31,568
<u>DEFERRED INFLOWS</u>				
Unavailable revenue	-	-	-	46,045
<u>FUND BALANCES</u>				
Restricted for:				
Records modernization	-	-	-	-
Public safety	-	-	-	435,057
Transportation	-	-	2,243,742	-
Anti-drug abuse	-	-	-	-
Boating Improvements	-	-	-	-
Physical environment	28,892	-	-	-
Tourist development	-	-	-	-
Court related	-	-	-	-
Debt service	-	-	-	-
Assigned for:				
Public safety	-	-	-	5,009
Transportation	-	-	396,593	-
Physical environment	417	-	-	-
Court related	-	-	-	-
TOTAL FUND BALANCES	29,309	-	2,640,335	440,066
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 29,759	\$ -	\$ 3,530,822	\$ 471,634

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2019

(Continued)

	<u>Special Revenue Funds</u>			
	Anti- Drug Abuse Fund	County Transit Fund	Boating Improvement Fund	Police Education Fund
ASSETS				
Cash and equivalents	\$ 1,897	\$ 83,985	\$ 21,207	\$ 22,277
Investments	252	3,006	102,050	117,802
Due from other funds	-	-	1,348	58
Due from other governments	-	259,081	-	-
Receivables	-	6,667	-	-
TOTAL ASSETS	\$ 2,149	\$ 352,739	\$ 124,605	\$ 140,137
LIABILITIES				
Accounts payable and accrued liabilities	\$ -	\$ 117,353	\$ 6,753	\$ -
Due to other funds	-	-	-	-
TOTAL LIABILITIES	-	117,353	6,753	-
DEFERRED INFLOWS				
Unavailable revenue	-	197,508	-	-
FUND BALANCES				
Restricted for:				
Records modernization	-	-	-	-
Public safety	-	-	-	135,470
Transportation	-	-	-	-
Anti-drug abuse	2,089	-	-	-
Boating improvements	-	-	113,992	-
Physical environment	-	-	-	-
Tourist development	-	-	-	-
Court related	-	-	-	-
Debt service	-	-	-	-
Assigned for:				
Public safety	60	-	-	4,667
Transportation	-	37,878	-	-
Physical environment	-	-	3,860	-
Court related	-	-	-	-
TOTAL FUND BALANCES	2,149	37,878	117,852	140,137
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 2,149	\$ 352,739	\$ 124,605	\$ 140,137

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2019

(Continued)

	<u>Special Revenue Funds</u>			
	<u>Sheriff's Victim's Advocacy Grant Fund</u>	<u>Alcohol and Drug Abuse Fund</u>	<u>Court Improvement Fund</u>	<u>Secondary Trust Fund</u>
<u>ASSETS</u>				
Cash and equivalents	\$ -	\$ 67,704	\$ 44,542	\$ 51,510
Investments	-	34,852	668,833	1,658,390
Due from other funds	-	28	990	-
Due from other governments	15,504	-	-	892,777
Receivables	-	-	-	-
TOTAL ASSETS	\$ 15,504	\$ 102,584	\$ 714,365	\$ 2,602,677
<u>LIABILITIES</u>				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 21,012	\$ 567,746
Due to other funds	15,504	-	-	-
TOTAL LIABILITIES	15,504	-	21,012	567,746
<u>DEFERRED INFLOWS</u>				
Unavailable revenue	-	-	-	133,752
<u>FUND BALANCES</u>				
Restricted for:				
Records modernization	-	-	-	-
Public safety	-	-	-	-
Transportation	-	-	-	1,770,027
Anti-drug abuse	-	-	-	-
Boating improvements	-	-	-	-
Physical environment	-	-	-	-
Tourist development	-	-	-	-
Court related	-	99,788	670,921	-
Debt service	-	-	-	-
Assigned for:				
Public safety	-	-	-	-
Transportation	-	-	-	131,152
Physical environment	-	-	-	-
Court related	-	2,796	22,432	-
TOTAL FUND BALANCES	-	102,584	693,353	1,901,179
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 15,504	\$ 102,584	\$ 714,365	\$ 2,602,677

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2019

(Continued)

	<u>Special Revenue Funds</u>			
	<u>Crime Prevention Fund</u>	<u>County Transportation Trust Fund</u>	<u>Court Local Requirements Fund</u>	<u>Court Technology Fund</u>
ASSETS				
Cash and equivalents	\$ 40,481	\$ 180,109	\$ 27,255	\$ 110,111
Investments	248,134	5,304,452	104,288	1,237
Due from other funds	40	-	130	18,842
Due from other governments	-	1,570,121	-	-
Receivables	-	15,794	-	-
TOTAL ASSETS	<u>\$ 288,655</u>	<u>\$ 7,070,476</u>	<u>\$ 131,673</u>	<u>\$ 130,190</u>
LIABILITIES				
Accounts payable and accrued liabilities	\$ -	\$ 160,978	\$ 8,711	\$ 32,128
Due to other funds	36,265	-	-	-
Due to other governments	-	-	-	-
TOTAL LIABILITIES	<u>36,265</u>	<u>160,978</u>	<u>8,711</u>	<u>32,128</u>
DEFERRED INFLOWS				
Unavailable revenue	-	668,400	-	-
FUND BALANCES				
Restricted for:				
Records modernization	-	-	-	-
Public safety	244,779	-	-	-
Transportation	-	6,099,721	-	-
Anti-drug abuse	-	-	-	-
Boating improvements	-	-	-	-
Physical environment	-	-	-	-
Tourist development	-	-	-	-
Court related	-	-	119,591	-
Debt service	-	-	-	-
Assigned for:				
Public safety	7,611	141,377	-	-
Transportation	-	-	-	-
Physical environment	-	-	-	-
Court related	-	-	3,371	98,062
TOTAL FUND BALANCES	<u>252,390</u>	<u>6,241,098</u>	<u>122,962</u>	<u>98,062</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 288,655</u>	<u>\$ 7,070,476</u>	<u>\$ 131,673</u>	<u>\$ 130,190</u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2019

(Continued)

	<u>Special Revenue Funds</u>				
	<u>Tourist Development Fund</u>	<u>Sheriff Inmate Welfare Fund</u>	<u>Sheriff Federal Shared Fund</u>	<u>Clerk Records Modernization Fund</u>	<u>Clerk Fine and Forfeiture Fund</u>
<u>ASSETS</u>					
Cash and equivalents	\$ 90,949	\$ 488,121	\$ 28,160	\$ 526,516	\$ 356,251
Investments	1,902,216	-	-	-	-
Due from other funds	-	-	-	-	-
Due from other governments	35,097	-	-	6,312	84,730
Receivables	-	69,887	-	-	-
TOTAL ASSETS	<u>\$ 2,028,262</u>	<u>\$ 558,008</u>	<u>\$ 28,160</u>	<u>\$ 532,828</u>	<u>\$ 440,981</u>
<u>LIABILITIES</u>					
Accounts payable and accrued liabilities	\$ -	\$ 835	\$ -	\$ -	\$ 38,446
Due to other funds	-	36,975	-	-	210,295
TOTAL LIABILITIES	<u>-</u>	<u>37,810</u>	<u>-</u>	<u>-</u>	<u>248,741</u>
<u>DEFERRED INFLOWS</u>					
Unavailable revenue	-	-	-	-	-
<u>FUND BALANCES</u>					
Restricted for:					
Records modernization	-	-	-	532,828	-
Public safety	-	-	28,160	-	-
Transportation	-	-	-	-	-
Anti-drug abuse	-	-	-	-	-
Boating improvements	-	-	-	-	-
Physical environment	-	-	-	-	-
Tourist development	1,979,612	-	-	-	-
Court related	-	-	-	-	192,240
Debt service	-	-	-	-	-
Assigned for:					
Public safety	-	520,198	-	-	-
Transportation	-	-	-	-	-
Physical environment	48,650	-	-	-	-
Court related	-	-	-	-	-
TOTAL FUND BALANCES	<u>2,028,262</u>	<u>520,198</u>	<u>28,160</u>	<u>532,828</u>	<u>192,240</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 2,028,262</u>	<u>\$ 558,008</u>	<u>\$ 28,160</u>	<u>\$ 532,828</u>	<u>\$ 440,981</u>

Sumter County, Florida
Combining Balance Sheet – Non-major Governmental Funds
September 30, 2019

(Concluded)

	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	
	<u>Clerk Court Technology Fund</u>	<u>Sinking Fund</u>	<u>Totals</u>
<u>ASSETS</u>			
Cash and equivalents	\$ 1,042,887	\$ 84,195	\$ 3,631,698
Investments	-	1,110,267	14,830,334
Due from other funds	-	-	21,436
Due from other governments	17,900	567,340	3,542,526
Receivables	-	-	138,848
TOTAL ASSETS	<u>\$ 1,060,787</u>	<u>\$ 1,761,802</u>	<u>\$ 22,164,842</u>
<u>LIABILITIES</u>			
Accounts payable and accrued liabilities	\$ 24,791	-	\$ 1,899,009
Due to other funds	-	-	301,288
TOTAL LIABILITIES	<u>24,791</u>	<u>-</u>	<u>2,200,297</u>
<u>DEFERRED INFLOWS</u>			
Unavailable revenue	-	-	1,045,705
<u>FUND BALANCES</u>			
Restricted for:			
Records modernization	-	-	532,828
Public safety	-	-	843,466
Transportation	-	-	10,113,490
Anti-drug abuse	-	-	2,089
Boating improvements	-	-	113,992
Physical environment	-	-	28,892
Tourist development	-	-	1,979,612
Court related	1,035,996	-	2,118,536
Debt service	-	1,761,802	1,761,802
Assigned for:			
Public safety	-	-	678,922
Transportation	-	-	565,623
Physical environment	-	-	52,927
Court related	-	-	126,661
TOTAL FUND BALANCES	<u>1,035,996</u>	<u>1,761,802</u>	<u>18,918,840</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 1,060,787</u>	<u>\$ 1,761,802</u>	<u>\$ 22,118,797</u>

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2019
(Continued)

	<u>Special Revenue Funds</u>			
	<u>Small Grants Fund</u>	<u>Law Enforcement Trust Fund</u>	<u>Road Impact Fee Fund</u>	<u>911 Emergency Telephone System Fund</u>
<u>REVENUES</u>				
Taxes	\$ -	\$ -	\$ -	\$ -
Permits, fees and special assessments	-	-	5,117,376	-
Intergovernmental	37,497	-	-	882,450
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	417	133	266,385	5,009
TOTAL REVENUES	37,914	133	5,383,761	887,459
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	492,100
Transportation	-	-	4,057,847	-
Human services	13,835	-	-	-
Culture and recreation	2,117	-	-	-
Court related	-	-	-	-
Debt Service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
TOTAL EXPENDITURES	15,952	-	4,057,847	492,100
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	21,962	133	1,325,914	395,359
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	-	-	130,208	-
Transfers out	-	(291)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	(291)	130,208	-
NET CHANGE IN FUND BALANCES	21,962	(158)	1,456,122	395,359
FUND BALANCES – BEGINNING OF YEAR	7,347	158	1,184,213	44,707
FUND BALANCES – END OF YEAR	\$ 29,309	\$ -	\$ 2,640,335	\$ 440,066

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2019

(Continued)

	<u>Special Revenue Funds</u>			
	<u>Anti-Drug Abuse Fund</u>	<u>County Transit Fund</u>	<u>Boating Improvement Fund</u>	<u>Police Education Fund</u>
<u>REVENUES</u>				
Taxes	\$ -	\$ -	\$ -	\$ -
Permits, fees and special assessments	-	-	23,898	-
Intergovernmental	-	492,636	-	-
Charges for services	-	98,913	-	18,160
Fines and forfeitures	-	-	-	-
Miscellaneous	60	3,106	3,860	4,667
TOTAL REVENUES	60	594,655	27,758	22,827
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Transportation	-	1,146,779	-	-
Human services	-	-	-	-
Culture and recreation	-	-	60,687	-
Court related	-	-	-	-
Debt Service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
TOTAL EXPENDITURES	-	1,146,779	60,687	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	60	(552,124)	(32,929)	22,827
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	-	418,019	-	-
Transfers out	-	-	-	(39,800)
TOTAL OTHER FINANCING SOURCES (USES)	-	418,019	-	(39,800)
NET CHANGE IN FUND BALANCES	60	(134,105)	(32,929)	(16,973)
FUND BALANCES – BEGINNING OF YEAR	2,089	171,983	150,781	157,110
FUND BALANCES – END OF YEAR	<u>\$ 2,149</u>	<u>\$ 37,878</u>	<u>\$ 117,852</u>	<u>\$ 140,137</u>

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2019

(Continued)

	Special Revenue Funds			
	Sheriff's Victim's Advocacy Grant Fund	Alcohol and Drug Abuse Fund	Court Improvement Fund	Secondary Trust Fund
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Permits, fees and special assessments	-	-	-	-
Intergovernmental	71,550	-	-	7,749,091
Charges for services	-	5,689	312,517	-
Fines and forfeitures	-	-	-	-
Miscellaneous	-	2,796	22,432	131,152
TOTAL REVENUES	71,550	8,485	334,949	7,880,243
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	71,550	-	-	-
Transportation	-	-	-	10,869,440
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	425,179	-
Debt Service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
TOTAL EXPENDITURES	71,550	-	425,179	10,869,440
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	8,485	(90,230)	(2,989,197)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
NET CHANGE IN FUND BALANCES	-	8,485	(90,230)	(2,989,197)
FUND BALANCES – BEGINNING OF YEAR	-	94,099	783,583	4,890,376
FUND BALANCES – END OF YEAR	\$ -	\$ 102,584	\$ 693,353	\$ 1,901,179

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2019

(Continued)

	Special Revenue Funds			
	Crime Prevention Fund	County Transportation Trust Fund	Court Local Requirements Fund	Court Technoiogy Fund
REVENUES				
Taxes	\$ -	\$ 6,181,120	\$ -	\$ -
Permits, fees and special assessments	-	-	-	-
Intergovernmental	-	1,417,491	-	-
Charges for services	-	90,923	88,019	221,614
Fines and forfeitures	31,725	-	-	-
Miscellaneous	7,611	141,377	3,371	444
TOTAL REVENUES	39,336	7,830,911	91,390	222,058
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Transportation	-	4,153,459	-	-
Human services	-	-	-	-
Culture and recreation	-	-	-	-
Court related	-	-	75,044	688,334
Debt Service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
TOTAL EXPENDITURES	-	4,153,459	75,044	688,334
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	39,336	3,677,452	16,346	(466,276)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	535,000
Transfers out	(36,265)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(36,265)	-	-	535,000
NET CHANGE IN FUND BALANCES	3,071	3,677,452	16,346	68,724
FUND BALANCES – BEGINNING OF YEAR	249,319	2,563,646	106,616	29,338
FUND BALANCES – END OF YEAR	\$ 252,390	\$ 6,241,098	\$ 122,962	\$ 98,062

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2019

(Continued)

	<u>Special Revenue Funds</u>				
	<u>Tourist Development Fund</u>	<u>Sheriff Inmate Welfare Fund</u>	<u>Sheriff Federal Shared Fund</u>	<u>Clerk Records Modernization Fund</u>	<u>Clerk Fine and Forfeiture Fund</u>
<u>REVENUES</u>					
Taxes	\$ 815,486	\$ -	\$ -	\$ -	\$ -
Permits, fees and special assessments	-	-	-	-	-
Intergovernmental	-	-	-	-	191,939
Charges for services	-	155,928	-	75,622	761,199
Fines and forfeitures	-	-	-	-	812,215
Miscellaneous	48,650	319,492	82	45	34,844
TOTAL REVENUES	864,136	475,420	82	75,667	1,800,197
<u>EXPENDITURES</u>					
Current:					
General government	-	-	-	15,424	-
Public safety	-	296,227	-	-	-
Transportation	-	-	-	-	-
Human services	-	-	-	-	-
Culture and recreation	303,679	-	-	-	-
Court related	-	-	-	-	1,908,561
Debt Service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
TOTAL EXPENDITURES	303,679	296,227	-	15,424	1,908,561
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	560,457	179,193	82	60,243	(108,364)
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	-	-	-	-	36,744
Transfers out	-	-	-	-	(166)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	36,578
NET CHANGE IN FUND BALANCES	560,457	179,193	82	60,243	(71,786)
FUND BALANCES – BEGINNING OF YEAR	1,467,805	341,005	28,078	472,585	264,026
FUND BALANCES – END OF YEAR	\$ 2,028,262	\$ 520,198	\$ 28,160	\$ 532,828	\$ 192,240

Sumter County, Florida
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2019

	Special Revenue Fund	Debt Service Fund	(Concluded)
	Clerk Court Technology Fund	Sinking Fund	Totals
<u>REVENUES</u>			
Taxes	\$ -	\$ -	\$ 6,996,606
Permits, fees and special assessments	-	-	5,141,274
Intergovernmental	-	11,221,956	22,064,610
Charges for services	210,533	-	2,039,117
Fines and forfeitures	-	-	843,940
Miscellaneous	92	39,804	1,035,829
TOTAL REVENUES	210,625	11,261,760	38,121,376
<u>EXPENDITURES</u>			
Current:			
General government	-	-	15,424
Public safety	-	-	859,877
Transportation	-	-	20,227,525
Human services	-	-	13,835
Culture and recreation	-	-	366,483
Court related	137,783	-	3,234,901
Debt Service:			
Principal retirement	-	3,563,590	3,563,590
Interest and fiscal charges	-	2,365,331	2,365,331
TOTAL EXPENDITURES	137,783	5,928,921	30,646,966
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	72,842	5,332,839	7,474,410
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	-	-	1,119,971
Transfers out	-	(5,123,461)	(5,199,983)
TOTAL OTHER FINANCING SOURCES (USES)	-	(5,123,461)	(4,080,012)
NET CHANGE IN FUND BALANCES	72,842	209,378	3,394,398
FUND BALANCES – BEGINNING OF YEAR	963,154	1,552,424	15,524,442
FUND BALANCES – END OF YEAR	\$ 1,035,996	\$ 1,761,802	\$ 18,918,840

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Small Grants Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 35,303	\$ 37,480	\$ 37,497	\$ 17
Miscellaneous	-	-	417	417
TOTAL REVENUES	35,303	37,480	37,914	434
<u>EXPENDITURES</u>				
Current:				
Human services:				
State mosquito control	33,404	41,640	13,835	27,805
Culture and recreation:				
Florida arts license plate	1,899	3,187	2,117	1,070
TOTAL EXPENDITURES	35,303	44,827	15,952	28,875
EXCESS OF REVENUES OVER EXPENDITURES	-	(7,347)	21,962	29,309
FUND BALANCES – BEGINNING OF YEAR	-	7,347	7,347	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 29,309	\$ 29,309

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Law Enforcement Trust Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Fines & forfeitures	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	136	133	(3)
TOTAL REVENUES	-	136	133	(3)
<u>EXPENDITURES</u>	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	-	136	133	(3)
<u>OTHER FINANCING USES</u>				
Transfer out	(130,000)	(294)	(291)	3
NET CHANGE IN FUND BALANCES	(130,000)	(158)	(158)	-
FUND BALANCES – BEGINNING OF YEAR	130,000	158	158	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ -	\$ -

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Road Impact Fee Fund
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Permits, fees & special assessments	\$ 3,400,000	\$ 3,269,792	\$ 5,117,376	\$ 1,847,584
Miscellaneous	202,588	344,350	266,385	(77,965)
TOTAL REVENUES	<u>3,602,588</u>	<u>3,614,142</u>	<u>5,383,761</u>	<u>1,769,619</u>
<u>EXPENDITURES</u>				
Current:				
Transportation	5,845,854	4,703,015	4,057,847	645,168
EXCESS OF REVENUES OVER EXPENDITURES	<u>(2,243,266)</u>	<u>(1,088,873)</u>	<u>1,325,914</u>	<u>2,414,787</u>
<u>OTHER FINANCING SOURCES</u>				
Transfer in	15,410	145,618	130,208	(15,410)
NET CHANGE IN FUND BALANCES	(2,227,856)	(943,255)	1,456,122	2,399,377
FUND BALANCES – BEGINNING OF YEAR	<u>2,227,856</u>	<u>1,184,213</u>	<u>1,184,213</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ 240,958</u>	<u>\$ 2,640,335</u>	<u>\$ 2,399,377</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
911 Emergency Telephone System Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 592,743	\$ 592,743	\$ 882,450	\$ 289,707
Miscellaneous	1,100	1,100	5,009	3,909
TOTAL REVENUES	593,843	593,843	887,459	293,616
<u>EXPENDITURES</u>				
Current:				
Public safety:				
E-911 system	505,161	549,867	492,100	57,767
EXCESS OF REVENUES OVER EXPENDITURES	88,682	43,976	395,359	351,383
FUND BALANCES – BEGINNING OF YEAR	-	44,706	44,707	1
FUND BALANCES – END OF YEAR	\$ 88,682	\$ 88,682	\$ 440,066	\$ 351,384

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Anti-Drug Abuse Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Miscellaneous	\$ -	\$ -	\$ 60	\$ 60
<u>EXPENDITURES</u>	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	-	-	60	60
<u>OTHER FINANCING USES</u>				
Transfer out	-	(2,089)	-	2,089
NET CHANGE IN FUND BALANCES	-	(2,089)	60	2,149
FUND BALANCES – BEGINNING OF YEAR	2,079	2,089	2,089	-
FUND BALANCES – END OF YEAR	<u>\$ 2,079</u>	<u>\$ -</u>	<u>\$ 2,149</u>	<u>\$ 2,149</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
County Transit Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 680,569	\$ 702,432	\$ 492,636	\$ (209,796)
Charges for services	52,466	52,466	98,913	46,447
Miscellaneous	23	23	3,106	3,083
TOTAL REVENUES	733,058	754,921	594,655	(160,266)
<u>EXPENDITURES</u>				
Current:				
Transportation:				
Transit	1,120,061	1,344,922	1,146,779	198,143
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(387,003)	(590,001)	(552,124)	37,877
<u>OTHER FINANCING SOURCES</u>				
Transfer in	387,003	418,019	418,019	-
NET CHANGE IN FUND BALANCES	-	(171,982)	(134,105)	37,877
FUND BALANCES – BEGINNING OF YEAR	-	171,982	171,983	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 37,878	\$ 37,878

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Boating Improvement Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Permits, fees & special assessments	\$ 19,390	\$ 19,390	\$ 23,898	4,508
Miscellaneous	-	-	3,860	3,860
TOTAL REVENUES	19,390	19,390	27,758	8,368
<u>EXPENDITURES</u>				
Capital Outlay:				
Boating Improvement	-	119,486	60,687	
DEFICIENCY OF REVENUES UNDER EXPENDITURES	19,390	(100,096)	(32,929)	8,368
FUND BALANCES – BEGINNING OF YEAR	114,668	150,781	150,781	-
FUND BALANCES – END OF YEAR	<u>\$ 134,058</u>	<u>\$ 50,685</u>	<u>\$ 117,852</u>	<u>\$ 8,368</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Police Education Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 17,194	\$ 17,194	\$ 18,160	\$ 966
Miscellaneous	-	-	4,667	4,667
TOTAL REVENUES	17,194	17,194	22,827	5,633
<u>EXPENDITURES</u>	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	17,194	17,194	22,827	5,633
<u>OTHER FINANCING SOURCES</u>				
Transfer out	(79,022)	(174,303)	-	174,303
FUND BALANCES – BEGINNING OF YEAR	61,828	157,109	157,110	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 179,937	\$ 179,937

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Alcohol and Drug Abuse Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 3,347	\$ 3,347	\$ 5,689	\$ 2,342
Miscellaneous	-	-	2,796	2,796
TOTAL REVENUES	3,347	3,347	8,485	5,138
<u>EXPENDITURES</u>	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	3,347	3,347	8,485	5,138
FUND BALANCES – BEGINNING OF YEAR	92,617	94,098	94,099	1
FUND BALANCES – END OF YEAR	<u>\$ 95,964</u>	<u>\$ 97,445</u>	<u>\$ 102,584</u>	<u>\$ 5,139</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Court Improvement Fund
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 288,686	\$ 288,686	\$ 312,517	\$ 23,831
Miscellaneous	-	-	22,432	22,432
TOTAL REVENUES	288,686	288,686	334,949	46,263
<u>EXPENDITURES</u>				
Current:				
Court related:				
Judicial	857,881	1,072,267	425,179	647,088
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(569,195)	(783,581)	(90,230)	693,351
FUND BALANCES – BEGINNING OF YEAR	569,195	783,581	783,583	2
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 693,353	\$ 693,353

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Secondary Trust Fund
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 8,381,773	\$ 8,401,471	\$ 7,749,091	\$ (652,380)
Miscellaneous	65,903	65,903	131,152	65,249
TOTAL REVENUES	8,447,676	8,467,374	7,880,243	(587,131)
<u>EXPENDITURES</u>				
Current:				
Transportation	14,858,877	20,672,757	10,869,440	(9,803,317)
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(6,411,201)	(12,205,383)	(2,989,197)	(10,390,448)
<u>OTHER FINANCING SOURCES</u>				
Transfers in	3,416,169	12,233,683	-	(12,233,683)
NET CHANGE IN FUND BALANCES	(17,853,909)	(20,644,457)	(13,858,637)	6,785,820
FUND BALANCES – BEGINNING OF YEAR	2,995,032	4,890,375	4,890,376	1
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ 4,918,675</u>	<u>\$ 1,901,179</u>	<u>\$ (10,390,447)</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Crime Prevention Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Fines and forfeitures	\$ 23,658	\$ 23,658	\$ 31,725	\$ 8,067
Miscellaneous	-	-	7,611	7,611
TOTAL REVENUES	23,658	23,658	39,336	15,678
<u>EXPENDITURES</u>	-	-	-	-
EXCESS OF REVENUES OVER EXPEDITURES	23,658	23,658	39,336	15,678
<u>OTHER FINANCING USES</u>				
Transfer out	(186,853)	(272,976)	(36,265)	236,711
NET CHANGE IN FUND BALANCES	(163,195)	(249,318)	3,071	252,389
FUND BALANCES – BEGINNING OF YEAR	163,195	249,318	249,319	1
FUND BALANCES – END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 252,390</u>	<u>\$ 252,390</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
County Transportation Trust Fund
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Taxes	\$ 5,662,764	\$ 5,662,764	\$ 6,181,120	\$ 518,356
Permits, fees & special assessments	900	900	-	(900)
Intergovernmental	1,120,296	1,120,296	1,417,491	297,195
Charges for services	92,292	92,292	90,923	(1,369)
Miscellaneous	3,500	3,500	141,377	137,877
TOTAL REVENUES	6,879,752	6,879,752	7,830,911	951,159
<u>EXPENDITURES</u>				
Current:				
Transportation:				
Road & bridge	4,469,325	5,583,609	4,153,459	1,430,150
EXCESS OF REVENUES OVER EXPENDITURES	2,410,427	1,296,143	3,677,452	2,381,309
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	6,800	6,800	-	(6,800)
Transfer out	(3,021,379)	(3,621,690)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(3,014,579)	(3,614,890)	-	3,614,890
NET CHANGE IN FUND BALANCES	(604,152)	(2,318,747)	3,677,452	5,996,199
FUND BALANCES – BEGINNING OF YEAR	849,051	2,563,646	2,563,646	-
FUND BALANCES – END OF YEAR	\$ 244,899	\$ 244,899	\$ 6,241,098	\$ 5,996,199

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Court Local Requirements Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 65,820	\$ 88,020	\$ 88,019	\$ (1)
Miscellaneous	-	-	3,371	3,371
TOTAL REVENUES	65,820	88,020	91,390	3,370
<u>EXPENDITURES</u>				
Current:				
Court related:				
Law library	22,996	23,414	23,414	-
Legal aid	16,455	22,005	22,005	-
Innovative court programs	67,553	149,216	29,625	119,591
TOTAL EXPENDITURES	107,004	194,635	75,044	119,591
EXCESS OF REVENUES OVER EXPENDITURES	(41,184)	(106,615)	16,346	122,961
 FUND BALANCES – BEGINNING OF YEAR	41,184	106,615	106,616	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 122,962	\$ 122,962

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Court Technology Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 202,521	\$ 202,521	\$ 221,614	\$ 19,093
Miscellaneous	-	-	444	444
TOTAL REVENUES	202,521	202,521	222,058	19,537
<u>EXPENDITURES</u>				
Current:				
Court related:				
Guardian ad litem	3,329	10,663	1,969	8,694
Court functions	217,152	518,106	430,550	87,556
State attorney	203,811	211,145	190,528	20,617
Public defender	70,269	77,603	65,287	12,316
TOTAL EXPENDITURES	494,561	817,517	688,334	129,183
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(292,040)	(614,996)	(466,276)	148,720
<u>OTHER FINANCING SOURCES</u>				
Transfer in	292,040	585,659	535,000	(50,659)
NET CHANGE IN FUND BALANCES	-	(29,337)	68,724	98,061
FUND BALANCES – BEGINNING OF YEAR	-	29,337	29,338	1
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 98,062	\$ 98,062

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Tourist Development Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Taxes	\$ 714,592	\$ 714,592	\$ 815,486	\$ 100,894
Miscellaneous	100	100	48,650	48,550
TOTAL REVENUES	714,692	714,692	864,136	149,444
<u>EXPENDITURES</u>				
Current:				
Culture and recreation:				
County promotion	357,417	357,417	303,679	53,738
EXCESS OF REVENUES OVER EXPENDITURES	357,275	357,275	560,457	203,182
<u>OTHER FINANCING USES</u>				
Transfers out	(52,250)	(52,250)	-	52,250
NET CHANGE IN FUND BALANCES	305,025	305,025	560,457	255,432
FUND BALANCES – BEGINNING OF YEAR	1,219,135	1,467,805	1,467,805	-
FUND BALANCES – END OF YEAR	\$ 1,524,160	\$ 1,772,830	\$ 2,028,262	\$ 255,432

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Sheriff Inmate Welfare Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 70,000	\$ 70,000	\$ 155,928	\$ 85,928
Miscellaneous	306,000	306,000	319,492	13,492
TOTAL REVENUES	376,000	376,000	475,420	99,420
<u>EXPENDITURES</u>				
Current:				
Public Safety				
Inmate welfare	528,382	528,382	296,227	232,155
EXCESS OF REVENUES OVER EXPENDITURES	(152,382)	(152,382)	179,193	331,575
FUND BALANCES – BEGINNING OF YEAR	341,005	341,005	341,005	-
FUND BALANCES – END OF YEAR	\$ 188,623	\$ 188,623	\$ 520,198	\$ 331,575

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Clerk Records Modernization Fund
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 80,000	\$ 80,000	\$ 75,622	\$ (4,378)
Miscellaneous	40	40	45	5
TOTAL REVENUES	80,040	80,040	75,667	(4,373)
EXPENDITURES				
Current:				
General government:	552,625	552,625	15,424	537,201
TOTAL EXPENDITURES	552,625	552,625	15,424	537,201
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(472,585)	(472,585)	60,243	532,828
FUND BALANCES – BEGINNING OF YEAR	472,585	472,585	472,585	-
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 532,828	\$ 532,828

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Clerk Fine and Forfeiture Fund
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 139,867	\$ 139,867	\$ 191,939	\$ 52,072
Charges for services	1,217,366	1,217,366	761,199	(456,167)
Fines and forfeitures	858,000	858,000	812,215	(45,785)
Miscellaneous	2,600	2,600	34,844	32,244
TOTAL REVENUES	2,217,833	2,217,833	1,800,197	(417,636)
<u>EXPENDITURES</u>				
Current:				
Court related	2,254,578	2,254,578	1,908,561	346,017
DEFICIENCY OF REVENUES OVER EXPENDITURES	(36,745)	(36,745)	(108,364)	(71,619)
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer in	36,745	36,745	36,744	(1)
Transfer out	-	-	(166)	(166)
TOTAL OTHER FINANCING SOURCES (USES)	36,745	36,745	36,578	(167)
NET CHANGE IN FUND BALANCES	-	-	(71,786)	(71,786)
FUND BALANCES – BEGINNING OF YEAR	-	-	264,026	264,026
FUND BALANCES – END OF YEAR	\$ -	\$ -	\$ 192,240	\$ 192,240

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Clerk Court Technology Fund
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 215,000	\$ 215,000	\$ 210,533	\$ (4,467)
Miscellaneous	85	85	92	7
	<u>215,085</u>	<u>215,085</u>	<u>210,625</u>	<u>(4,460)</u>
TOTAL REVENUES	215,085	215,085	210,625	(4,460)
EXPENDITURES				
Current:				
Court related	<u>1,178,239</u>	<u>1,178,239</u>	<u>137,783</u>	<u>1,040,456</u>
EXCESS OF REVENUES OVER EXPENDITURES	(963,154)	(963,154)	72,842	1,035,996
FUND BALANCES – BEGINNING OF YEAR	<u>963,154</u>	<u>963,154</u>	<u>963,154</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,035,996</u></u>	<u><u>\$ 1,035,996</u></u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Debt Service Fund
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Intergovernmental	\$ 10,286,496	\$ 11,221,956	\$ 11,221,956	\$ -
Miscellaneous	100	11,046	39,804	28,758
TOTAL REVENUES	<u>10,286,596</u>	<u>11,233,002</u>	<u>11,261,760</u>	<u>28,758</u>
<u>EXPENDITURES</u>				
Debt Service				
Principal retirement	3,563,592	3,563,593	3,563,590	3
Interest and fiscal charges	2,366,024	2,366,024	2,365,331	693
TOTAL EXPENDITURES	<u>5,929,616</u>	<u>5,929,617</u>	<u>5,928,921</u>	<u>696</u>
EXCESS OF REVENUES OVER EXPENDITURES	4,356,980	5,303,385	5,332,839	29,454
<u>OTHER FINANCING USES</u>				
Transfer out	<u>(4,356,980)</u>	<u>(5,123,462)</u>	<u>(5,123,461)</u>	<u>1</u>
NET CHANGE IN FUND BALANCES	-	179,923	209,378	29,455
FUND BALANCES – BEGINNING OF YEAR	<u>1,732,347</u>	<u>1,552,424</u>	<u>1,552,424</u>	<u>-</u>
FUND BALANCES – END OF YEAR	<u>\$ 1,732,347</u>	<u>\$ 1,732,347</u>	<u>\$ 1,761,802</u>	<u>\$ 29,455</u>

Sumter County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
2018 Bond Construction Fund
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>REVENUES</u>				
Miscellaneous	\$ -	\$ -	\$ 845,950	\$ 845,950
<u>EXPENDITURES</u>				
Capital Outlay:				
Parking structure	6,650,000	6,650,000	3,067,326	3,582,674
Jail housing	7,650,000	7,650,000	1,522,478	
Fire station	2,830,000	2,830,000	101,984	2,728,016
TOTAL EXPENDITURES	<u>17,130,000</u>	<u>17,130,000</u>	<u>4,691,788</u>	<u>6,310,690</u>
NET CHANGE IN FUND BALANCES	(17,130,000)	(17,130,000)	(3,845,838)	13,284,162
FUND BALANCES – BEGINNING OF YEAR	<u>29,430,000</u>	<u>29,430,000</u>	<u>29,843,589</u>	<u>413,589</u>
FUND BALANCES – END OF YEAR	<u>\$ 12,300,000</u>	<u>\$ 12,300,000</u>	<u>\$ 25,997,751</u>	<u>\$ 13,697,751</u>

Sumter County, Florida
Combining Statement of Fiduciary Net Position
Agency Funds
September 30, 2019

	<u>Clerk of Circuit Court</u>	<u>Sheriff</u>	<u>Tax Collector</u>	<u>Totals</u>
<u>ASSETS</u>				
Cash and equivalents	\$ 2,696,884	\$ 254,135	\$ 3,296,677	\$ 6,247,696
Receivables	-	-	1,739	1,739
TOTAL ASSETS	<u>\$ 2,696,884</u>	<u>\$ 254,135</u>	<u>\$ 3,298,416</u>	<u>\$ 6,249,435</u>
<u>LIABILITIES</u>				
Assets held for others	<u>\$ 2,696,884</u>	<u>\$ 254,135</u>	<u>\$ 3,298,416</u>	<u>\$ 6,249,435</u>
NET POSITION	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Sumter County, Florida
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended September 30, 2019

	<u>Balance</u> <u>September 30, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 2019</u>
CLERK OF CIRCUIT COURT				
<u>Assets</u>				
Cash and equivalents	\$ 2,314,013	\$ 30,644,113	\$ 30,261,242	\$ 2,696,884
<u>Liabilities</u>				
Assets held for others	\$ 2,314,013	\$ 30,644,113	\$ 30,261,242	\$ 2,696,884
SHERIFF				
<u>Assets</u>				
Cash and equivalents	\$ 166,896	\$ 1,389,361	\$ 1,302,122	\$ 254,135
<u>Liabilities</u>				
Assets held for others	\$ 166,896	\$ 1,389,361	\$ 1,302,122	\$ 254,135
TAX COLLECTOR				
<u>Assets</u>				
Cash and equivalents	\$ 3,250,036	\$ 267,307,469	\$ 267,260,828	\$ 3,296,677
Receivables	694	10,851	9,806	1,739
Total Assets	\$ 3,250,730	\$ 267,318,320	\$ 267,270,634	\$ 3,298,416
<u>Liabilities</u>				
Assets held for others	\$ 3,250,730	\$ 267,318,320	\$ 267,270,634	\$ 3,298,416
TOTAL ALL AGENCY FUNDS				
<u>Assets</u>				
Cash and equivalents	\$ 5,730,945	\$ 299,340,943	\$ 298,824,192	\$ 6,247,696
Receivables	694	10,851	9,806	1,739
Total Assets	\$ 5,731,639	\$ 299,351,794	\$ 298,833,998	\$ 6,249,435
<u>Liabilities</u>				
Assets held for others	\$ 5,731,639	\$ 299,351,794	\$ 298,833,998	\$ 6,249,435

**Schedule of Expenditures of Federal Awards and State Financial Assistance
Year ended September, 30, 2019**

Federal Awards	Federal CFDA Number	Contract Number	Expenditures	Program Total
Department of Justice				
Passed Through the Attorney General:				
Crime Victim Assistance	16.575	O-00256	\$ 71,550	
Department of Transportation				
Passed Through State Department of Transportation:				
Highway Planning and Construction Cluster:				
Highway Planning and Construction (LAP Agreement)	20.205	436149-1-58/68-01/G0U79	354,826	
Highway Planning and Construction (LAP Agreement)	20.205	437604-1-38-01/G0K16	15,105	
Highway Planning and Construction (LAP Agreement)	20.205	439912-1-38-01/G0Y60	137,410	
Highway Planning and Construction (LAP Agreement)	20.205	436185-1-58-01/G0V92	307,641	
Highway Planning and Construction (LAP Agreement)	20.205	436151-1-58/G1307	339,763	
Highway Planning and Construction (LAP Agreement)	20.205	437604-1-58/68-01/G1790	42,761	
Total Highway Planning and Construction Cluster				\$ 1,197,506
Transit Services Cluster:				
Enhance Mobility for Seniors and Individuals with Disabilities	20.513	FL-2018-120-00/TRIPS-17-CA-FTS-G	191,927	
Total Transit Services Cluster				191,927
Formula Grants for Rural Areas (Section 5311)	20.509	433310-1-84-36/G0S36	37,069	
Formula Grants for Rural Areas (Section 5311)	20.509	433310-1-84-37/G1739	197,508	234,577
U.S. Election Assistance Commission				
Passed Through Department of State, Division of Elections:				
Help America Vote Act Requirements Payments (HAVA)	90.401	MOA#2018-2019-002	10,388	
Help America Vote Act Requirements Payments (HAVA)	90.401	MOA#2018-2019-001	89,259	
Help America Vote Act Requirements Payments (HAVA)	90.401	MOA#2018-2019-003	16,741	116,388
Department of Health and Human Services				
Passed Through Department of Revenue:				
Child Support Enforcement (Title IV – D)	93.563	COC60	119,212	
Child Support Enforcement (Title IV – D)	93.563	CSS93	11,801	131,013
Department of Homeland Security				
Passed Through Division of Emergency Management:				
Disaster Grants -Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4337-DR-FL/Z0691	871,193	
Disaster Grants -Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4337-DR-FL/Z0490	319,639	1,190,832
Passed Through Department of Economic Opportunity:				
Emergency Management Performance Grants	97.042	18-FG-7A-05-07-01-074	357	
Emergency Management Performance Grants	97.042	19-FG-AF-05-70-01-060	45,053	45,410
Total expenditures of federal awards			\$ 3,179,203	

Total provided to subrecipients - \$0

**Schedule of Expenditures of Federal Awards and State Financial Assistance
For the year ended September 30, 2019**

State Financial Assistance	State CSFA Number	Contract/ Grant Number	Expenditures	Project Total
Executive Office of the Governor				
Emergency Management Programs	31.063	A0045	\$ 26,088	
Emergency Management Programs	31.063	19-BG-21-05-70-01-022	85,801	\$ 111,889
Department of Agriculture and Consumer Services				
Mosquito Control	42.003	25502	34,481	
Department of State, Secretary of State				
State Aid to Libraries	45.030	17-ST-78	181,075	
Florida Housing Finance Corporation				
State Housing Initiatives Partnership Program (SHIP)	40.901	--	687,737	
Department of Transportation				
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program	55.001	432029-1-14-01-G0X64	286,102	
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program	55.001	432027-1-84-01 G0Y43	21,863	
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program	55.001	432027-1-84-01 GOM95 432028-1-84-01 G1A64	73,527	381,492
County Incentive Grant Program (CIGP)	55.008	436365-1-34-01/G0Y87	96,935	
Small County Outreach Program (SCOP)	55.009	419058-1-54-01/GOK13	115,129	
Small County Outreach Program (SCOP)	55.009	437466-1-54-01-GOK15	29,109	
Small County Outreach Program (SCOP)	55.009	437467-1-54-01/GOK17	178,769	
Small County Outreach Program (SCOP)	55.009	429944-1-58-01/G0092	1,801,722	
Small County Outreach Program (SCOP)	55.009	437465-1-54-01/GOK14	151,905	
Small County Outreach Program (SCOP)	55.009	439223-1-34-01/GOR22	76,683	
Small County Outreach Program (SCOP)	55.009	433670-1-54-02/GOU44	1,369,003	3,722,320
Department of Management Services				
E911 State Grant Program	72.003	S11-18-05-22	94,235	
E911 State Grant Program	72.003	S12-19-02-22	46,045	140,280
Department of Highway Safety and Motor Vehicles				
Florida Arts License Plate Project	76.041	-	2,117	
Total expenditure of state financial assistance			\$ 5,358,326	

**Notes to Schedule of Expenditures of Federal Awards and
State Financial Assistance
For the year ended September 30, 2019**

NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance includes the federal and state award activity of the County under programs of the federal and state government for the year ended September 30, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, Rules of the Auditor General. Because this schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

NOTE 2 – SUBRECIPIENTS

The County did not provide federal or state awards to subrecipients.

NOTE 3 – INDIRECT COST RATE

The County has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 4 – LOAN OR LOAN GUARANTEE PROGRAMS

The County does not participate in any loan or loan guarantee programs.

NOTE 5 – FEDERALLY FUNDED INSURANCE

The County does not receive any federally funded insurance.

NOTE 6 – NONCASH ASSISTANCE

The County did not receive any noncash assistance.



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MANAGEMENT LETTER

The Honorable County Commissioners
Sumter County, Florida

We have audited the financial statements of Sumter County, Florida (the "County") as of and for the fiscal year ended September 30, 2019, and have issued our report thereon dated April 6, 2020.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Title 2 U.S Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 Audit Findings

The Rules of the Auditor General require that we comment as to whether or not corrective actions have been taken to address findings and recommendations made in the preceding audit. If the audit findings in the preceding audit report are uncorrected, we are required to identify those findings that were also included in the second preceding audit report. The County has no uncorrected prior audit findings that are required to be identified pursuant to the Rules of the Auditor General.

Financial Condition

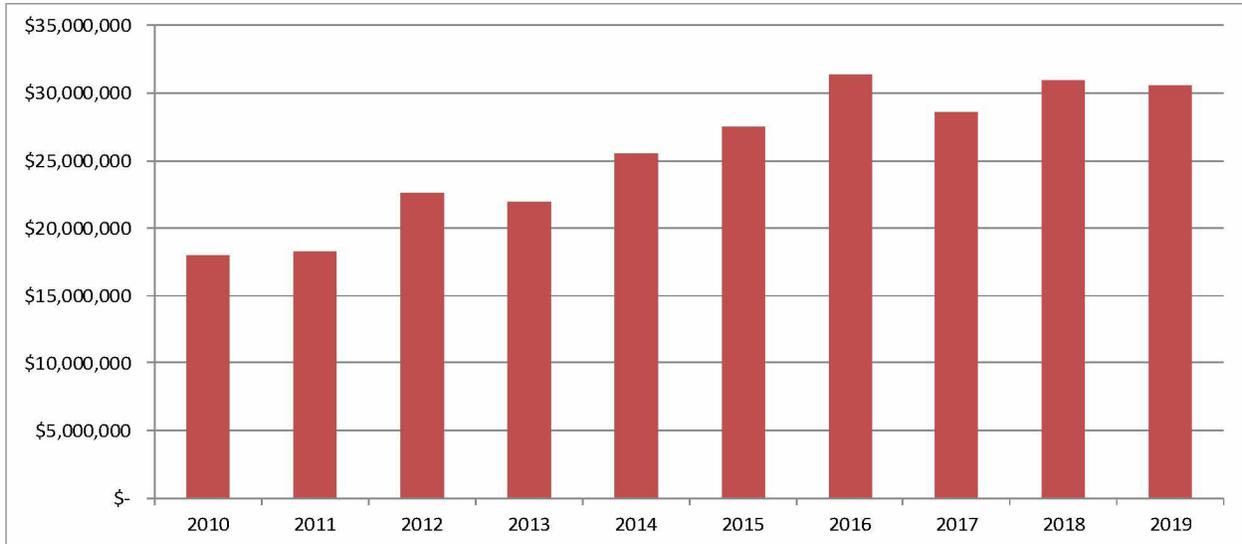
As required by the Rules of the Auditor General, the scope of our audit included a review of the provisions of Section 218.503, Florida Statutes, "Determination of Financial Emergency." In connection with our audit, we determined that the County has not met one or more of the conditions described in Section 218.503(1), Florida Statutes.

Also, as required by the Rules of the Auditor General, we applied financial condition assessment procedures, as of the end of the fiscal year, pursuant to Rule 10.556(8). It is management's responsibility to monitor financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by management. The application of such procedures did not reveal evidence of "deteriorating financial condition" as that term is defined in Rule 10.554.

The following information is presented, for the County's convenience, to summarize financial position trends for the General Fund.

Fund Balance September 30, 2017	Fund Balance September 30, 2018	Fund Balance September 30, 2019
\$ 28,629,716	\$ 30,970,253	\$ 30,531,517

Additionally, trend information relative to the General Fund is hereafter graphically displayed.



Other Matters

As required by the Rules of the Auditor General, we performed separate audits of each of the County's constitutional officers. Those separately-issued reports should be considered in conjunction with this management letter.

This management letter is intended solely for the information and use of the County and its management, and appropriate audit agencies and is not intended to be and should not be used by anyone other than these specified parties.

We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
April 6, 2020



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INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES

The Honorable County Commissioners
Sumter County, Florida

We have examined Sumter County, Florida's (the "County") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2019. Management is responsible for the County's compliance with the specified requirements. Our responsibility is to express an opinion on the County's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the County complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the County complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the County's compliance with specified requirements.

In our opinion, the County complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2019.

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

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
April 6, 2020



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INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTIONS 365.172(10 AND 365.173(2)(d), FLORIDA STATUTES

The Honorable County Commissioners
Sumter County, Florida

We have examined Sumter County, Florida's (the County) compliance with the requirements of Section 365.172(10), Florida Statutes, *Authorized Expenditures of E911 Fee*, and Section 365.173(2)(d), Florida Statutes, *Distribution and Use of (E911) Funds*, during the year ended September 30, 2019. Management is responsible for the County's compliance with the specified requirements. Our responsibility is to express an opinion on the County's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the County complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the County complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the County's compliance with specified requirements.

In our opinion, the County complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2019.

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

Carr, Riggs & Ingram, LLC

Gainesville, Florida
April 6, 2020

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

The Honorable County Commissioners
Sumter 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, each major fund, and the aggregate remaining fund information of Sumter County, Florida (the "County"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated April 6, 2020.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2019-001 that we consider to be a material weaknesses.

Compliance and Other Matters

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

Sumter County, Florida's Response to Findings

The County's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Cam, Riggs & Ingram, L.L.C.

Gainesville, Florida
April 6, 2020

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

The Honorable County Commissioners
Sumter County, Florida

Report on Compliance for the Major Federal Program and Each Major State Project

We have audited the compliance of Sumter County, Florida (the "County") with the types of compliance requirements described in the OMB Compliance Supplement and the requirements described in the Department of Financial Services' State Projects Compliance Supplement that could have a direct and material effect on each of the County's major federal programs and each major state project for the year ended September 30, 2019. The County's major federal programs and major state projects are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal programs and state projects.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs and 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; the audit requirements of Title 2 U.S Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General. Those standards, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on each major federal program or major state project occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on the Major Federal Program and Each Major State Project

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and each of its major state projects for the year ended September 30, 2019.

Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Cary Riggs & Ingram, L.L.C.

Gainesville, Florida

April 6, 2020

Sumter County, FL
Schedule of Findings and Questioned Costs
For the year ended September 30, 2019

PART I – SUMMARY OF AUDITORS’ RESULTS

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(es) identified? yes none noted

Noncompliance material to financial statements noted? yes no

Federal Awards and State Projects

Internal control over major federal programs and major state projects:

- Material weakness(es) identified? yes no
- Significant deficiency(es) identified? yes none noted

Type of auditors’ report issued on compliance for major

federal programs and major state projects: Unmodified

Any audit findings disclosed that are required to be

reported in accordance with 2 CFR Part 200.516(a)? yes none noted

Identification of major federal programs and major state projects:

<u>Federal Program</u>	<u>CFDA Number</u>
Highway Planning and Construction Cluster:	
Highway Planning and Construction (LAP Agreement)	20.205
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036
<u>State Projects</u>	<u>CSFA Number</u>
Small County Outreach Program (SCOP)	55.009

Dollar threshold used to distinguish between type A and B programs was \$750,000 for major federal programs and \$300,000 for major state projects.

Auditee qualified as a low-risk auditee for federal purposes? yes no

Sumter County, FL
Schedule of Findings and Questioned Costs
For the year ended September 30, 2019

SECTION II—FINANCIAL STATEMENT FINDINGS

2019-001 NET POSITION

Condition: The County's financial statements required a material restatement of beginning net position related to legal ownership of the rights-of-way and associated road infrastructure in the legal boundaries of the Community Development Districts in The Villages development.

Criteria: Section 218.33, *Florida Statutes*, requires that local government entities follow uniform accounting practices and procedures including the use of proper accounting and fiscal management, which includes establishing and maintaining effective internal control to help ensure that appropriate goals and objectives are met and ensuring that management and financial information is reliable and properly reported.

Cause: The Tri-County Villages, The Villages of Sumter, and The Villages of Wildwood Developments of Regional Impact Development Orders, and their amendments, contained conflicting language regarding which governmental entity would receive the dedication of the rights-of-way and associated road infrastructure. Sumter County's platting approval process included the acceptance for the maintenance of the roads regardless of which governmental entity owned the rights-of-way and infrastructure within them.

Effect: Current management identified the misstatement and correctly removed the capital assets from the County's records.

Recommendation: We recommend that the County continue to ensure the dedication language of rights-of-way is clearly defined in any future development orders or similar agreements.

Management Response: See response to Auditor General attached.

SECTION III—FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no findings relative to the federal program.

SECTION IV—STATE PROJECTS FINDINGS AND QUESTIONED COSTS

There were no findings relative to the federal program.

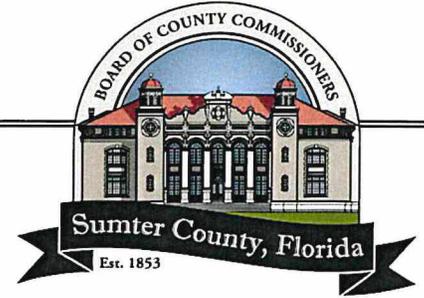
SECTION V- PRIOR FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

No matters were reported

Board of County Commissioners

Sumter County, Florida

7375 Powell Road, Suite 200 • Wildwood, FL 34785 • Phone (352) 689-4400 • FAX: (352) 689-4401
Website: <http://sumtercountyfl.gov>



April 6, 2020

The Honorable Sherill F. Norman
Florida Auditor General
P.O. Box 1735
Tallahassee, Fl. 32302

Re: Audit for fiscal year ending September 30, 2019

Dear Ms. Norman:

Sumter County acknowledges receipt of the audit report for Sumter County Board of County Commissioners for the fiscal year ending September 30, 2019.

In accordance with Section 218.39, Florida Statutes, the following statement is submitted in response to the Financial Statement finding in the Auditor General Audit Report for fiscal year ending September 30, 2019. The response is keyed to the numbering of the Schedule of Findings:

2019-001 The County will continue to ensure the dedication language of rights-of-way is clearly defined in any future development orders or similar agreements.

Very truly yours,


Steve Printz
Chairman


Gloria R. Hayward
Clerk of the Circuit Court

Al Butler, Dist 1
2nd Vice Chairman
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Wildwood, FL 34785

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Bushnell, FL 33513

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Vice Chairman
(352) 689-4400
7375 Powell Road
Wildwood, FL 34785

County Attorney
The Hogan Law Firm
Post Office Box 485
Brooksville, Florida 34605

**Sumter County, Florida
Clerk of the Circuit Court**

Audit Report

September 30, 2019



CRI CARR
RIGGS &
INGRAM

CPAs and Advisors

CRICpa.com

Sumter County, Florida Clerk of the Circuit Court

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INDEPENDENT AUDITORS' REPORT

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Sumter County, Florida Clerk of the Circuit Court (the "Office") as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Office as of September 30, 2019, and the respective changes in financial position, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position, where applicable, of each major fund, and the aggregate remaining fund information, only for that portion of each major fund, and the aggregate remaining fund information, of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2019, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules, as listed in the table of contents, be presented to supplement the financial statements. Such information, although not a required part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the 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 financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Office's financial statements. The combining statement is presented for purposes of additional analysis and is not a required part of the financial statements.

The combining statement is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statement 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 March 30, 2020 on our consideration of the Office'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 solely 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 effectiveness of the Office's 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 Office's internal control over financial reporting and compliance.

Caru, Riggs & Ingram, L.L.C.

Gainesville, Florida
March 30, 2020

Sumter County, Florida Clerk of the Circuit Court

Balance Sheet – Governmental Funds
September 30, 2019

	General Fund	Fine & Forfeiture Fund	Records Modernization Fund	Court Technology Fund	Total Governmental Funds
Assets					
Cash and equivalents	\$ 430,147	\$ 356,251	\$ 526,516	\$ 1,042,887	\$ 2,355,801
Due from other funds	-	60,537	6,312	17,900	84,749
Due from other governments	5,060	24,193	-	-	29,253
Total assets	\$ 435,207	\$ 440,981	\$ 532,828	\$ 1,060,787	\$ 2,469,803
Liabilities and fund balances					
Liabilities:					
Accounts payable and accrued liabilities	\$ 54,736	\$ 38,446	\$ -	\$ 24,791	\$ 117,973
Due to other county agencies	374,880	210,295	-	-	585,175
Total liabilities	429,616	248,741	-	24,791	703,148
Fund balances:					
Restricted	5,591	192,240	532,828	1,035,996	1,766,655
Total liabilities and fund balances	\$ 435,207	\$ 440,981	\$ 532,828	\$ 1,060,787	\$ 2,469,803

The accompanying "Notes to Financial Statements" form an integral part of this statement.

Sumter County, Florida Clerk of the Circuit Court

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 Year ended September 30, 2019

	General Fund	Fine & Forfeiture Fund	Records Modern- ization Fund	Court Technology Fund	Total Govern- mental Funds
Revenues					
Intergovernmental	\$ -	\$ 191,939	\$ -	\$ -	\$ 191,939
Charges for services	-	1,212,045	75,622	210,533	1,498,200
Fines and forfeitures	-	812,215	-	-	812,215
Miscellaneous revenue	-	34,843	45	92	34,980
Total revenues	-	2,251,042	75,667	210,625	2,537,334
Expenditures					
Current:					
General government	1,678,846	-	15,424	-	1,694,270
Court related	33,788	1,908,561	-	137,783	2,080,132
Total expenditures	1,712,634	1,908,561	15,424	137,783	3,774,402
Excess of revenues over (under) expenditures	(1,712,634)	342,481	60,243	72,842	(1,237,068)
Other financing sources (uses)					
Appropriation from board of county commissioners	1,838,213	36,745	-	-	1,874,958
Reversion to clerks of court operations corporation	-	(450,846)	-	-	(450,846)
Reversion to board of county commissioners	(130,028)	(166)	-	-	(130,194)
Total other financing sources (uses)	1,708,185	(414,267)	-	-	1,293,918
Net change in fund balances	(4,449)	(71,786)	60,243	72,842	56,850
Fund balances – beginning of year	10,040	264,026	472,585	963,154	1,709,805
Fund balances – end of year	\$ 5,591	\$ 192,240	\$ 532,828	\$ 1,035,996	\$ 1,766,655

The accompanying "Notes to Financial Statements"
 form an integral part of this statement.

Sumter County, Florida Clerk of the Circuit Court

Statement of Fiduciary Net Position
September 30, 2019

	Agency Funds
Assets	
Cash and equivalents	\$ 2,696,884
Liabilities	
Assets held for others	2,526,407
Due to other funds	84,749
Due to other county agencies	85,728
Total liabilities	2,696,884
Net position	\$ -

*The accompanying "Notes to Financial Statements"
form an integral part of this statement.*

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the office of the Sumter County, Florida Clerk of the Circuit Court (the “Office”) conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The Clerk of the Circuit Court is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, Florida, which is the primary government for financial reporting purposes.

Basis of Presentation

The Office’s financial statements have been prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida (the “Rules”). These financial statements are the fund financial statements required by generally accepted accounting principles. However, these fund statements do not constitute a complete presentation because, in conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, management’s discussion and analysis, or the pension or the other post-employment benefit related required supplementary information. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County’s countywide financial statements. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position, where applicable, of each major fund, and the aggregate remaining fund information, only for that portion of each major fund, and the aggregate remaining fund information, of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2019, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Fund Accounting

Accounts are organized 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. 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 focus of fund financial statements is on major funds, each displayed in a separate column. All nonmajor funds are aggregated and displayed in a single column.

The Office reports the following major governmental funds:

General Fund – The General Fund is the primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

Fine and Forfeiture Fund – This fund is used to account for appropriations from the State of Florida and court fees to fund court expenditures.

Records Modernization Fund – This fund is used to account for fees collected and associated expenditures related to equipment upgrades and modernization of all official records of the County.

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Court Technology Fund – This fund is used to account for additional service charges and fines collected and associated expenditures used exclusively to fund the court-related technology needs and court-related program enhancements of the Office.

The Office also reports the following fiduciary funds:

Agency Funds – Agency Funds are used to account for resources held by the Office in a custodial capacity.

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of accounting refers to when revenues and expenditures 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 applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Agency fund assets and liabilities are accounted for on the accrual basis of accounting.

Capital Assets and Long-Term Liabilities

Because of the current financial resources measurement focus, the accompanying fund financial statements do not report capital assets or long-term liabilities. Such amounts are instead reported in the government-wide financial statements of the County.

Cash and Cash Equivalents

All cash and cash equivalents are placed in a bank that qualifies as a public depository pursuant to the provisions of the Florida Security for Public Deposits Act. Every qualified public depository is required by this law to deposit with the Chief Financial Officer eligible collateral equal to, or in excess of, an amount to be determined by the Chief Financial Officer. The Chief Financial Officer is required to ensure that all funds are entirely insured or collateralized throughout the fiscal year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

NOTE 2 – INTERFUND BALANCES

The following interfund balances arose during the normal course of operations of the Office.

	Due From Other Funds	Due To Other Funds
Fine & forfeiture fund	\$ 60,537	\$ -
Records modernization fund	6,312	-
Court technology fund	17,900	-
Agency funds - Trust fund	-	84,749
Total	\$ 84,749	\$ 84,749

All interfund balances are expected to be liquidated fully within the subsequent fiscal year.

Sumter County, Florida Clerk of the Circuit Court

Notes to Financial Statements

NOTE 3 – FUND BALANCE CLASSIFICATIONS

Details of restricted fund balance at September 30, 2019 are as follows:

	General Fund	Fine & Forfeiture Fund	Records Modern- ization Fund	Court Technology Fund	Total
Restricted for:					
Teen court	\$ 5,591	\$ -	\$ -	\$ -	\$ 5,591
Court operations	-	192,240	-	-	192,240
Court technology	-	-	-	1,035,996	1,035,996
Records modernization	-	-	532,828	-	532,828
Total fund balances	\$ 5,591	\$ 192,240	\$ 532,828	\$ 1,035,996	\$ 1,766,655

NOTE 4 – RISK MANAGEMENT

For health insurance, the Office participates in the risk management program established by the Board of County Commissioners to cover claims against the Board and Constitutional Officers. The risk management program is accounted for in the Board's financial statements as an Internal Service Fund, in accordance with requirements of GASB Statement 10.

For risks of loss related to workers' compensation, general liability and errors or omissions, the Office participates with the Board of County Commissioners to purchase commercial insurance. For the past three years, there have been no insurance settlements in excess of insurance coverages.

Required Supplementary Information

Sumter County, Florida Clerk of the Circuit Court

**Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – General Fund
Year ended September 30, 2019**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Current:				
General government	1,804,022	1,804,022	1,678,846	125,176
Court related	34,191	34,191	33,788	403
Total expenditures	1,838,213	1,838,213	1,712,634	125,579
Excess of revenues over (under) expenditures	(1,838,213)	(1,838,213)	(1,712,634)	125,579
Other financing sources (uses)				
Appropriation from board of county commissioners	1,838,213	1,838,213	1,838,213	-
Reversion to board of county commissioners	-	-	(130,028)	(130,028)
Total other financing sources (uses)	1,838,213	1,838,213	1,708,185	(130,028)
Net change in fund balances	-	-	(4,449)	(4,449)
Fund balances - beginning of year	-	-	10,040	10,040
Fund balances - end of year	\$ -	\$ -	\$ 5,591	\$ 5,591

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

Sumter County, Florida Clerk of the Circuit Court

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – Fine & Forfeiture Fund
Year ended September 30, 2019

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 139,867	\$ 139,867	\$ 191,939	\$ 52,072
Charges for services	1,280,000	1,280,000	1,212,045	(67,955)
Fines and forfeitures	858,000	858,000	812,215	(45,785)
Miscellaneous	2,600	2,600	34,843	32,243
Total revenues	2,280,467	2,280,467	2,251,042	(29,425)
Expenditures				
Current:				
Court related	2,254,578	2,254,578	1,908,561	346,017
Excess of revenues over (under) expenditures	25,889	25,889	342,481	316,592
Other financing sources (uses)				
Appropriation from board of county commissioners	36,745	36,745	36,745	-
Reversion to clerks of court operations corporation	(62,634)	(62,634)	(450,846)	(388,212)
Reversion to board of county commissioners	-	-	(166)	(166)
Total other financing sources (uses)	(25,889)	(25,889)	(414,267)	(388,378)
Net change in fund balances	-	-	(71,786)	(71,786)
Fund balances – beginning of year	-	-	264,026	264,026
Fund balances – end of year	\$ -	\$ -	\$ 192,240	\$ 192,240

Notes to Schedule:

Pursuant to Section 28.36, Florida Statutes, the budget is subject to the General Appropriations Act of the Florida Legislature and is prepared on a basis that does not differ materially from generally accepted accounting principles. The State of Florida releases from this appropriation on a monthly basis. The fund is the legal level of control.

Sumter County, Florida Clerk of the Circuit Court

**Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – Records Modernization Fund
Year ended September 30, 2019**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 80,000	\$ 80,000	\$ 75,622	\$ (4,378)
Miscellaneous revenues	40	40	45	5
Total revenues	80,040	80,040	75,667	(4,373)
Expenditures				
Current:				
General government	552,625	552,625	15,424	537,201
Excess of revenues over (under) expenditures	(472,585)	(472,585)	60,243	532,828
Fund balances – beginning of year	472,585	472,585	472,585	-
Fund balances – end of year	\$ -	\$ -	\$ 532,828	\$ 532,828

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

Sumter County, Florida Clerk of the Circuit Court

**Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – Court Technology Fund
Year ended September 30, 2019**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 215,000	\$ 215,000	\$ 210,533	\$ (4,467)
Miscellaneous revenues	85	85	92	7
Total revenues	215,085	215,085	210,625	(4,460)
Expenditures				
Current:				
Court related	1,178,239	1,178,239	137,783	1,040,456
Excess of revenues over (under) expenditures	(963,154)	(963,154)	72,842	1,035,996
Fund balances – beginning of year	963,154	963,154	963,154	-
Fund balances – end of year	\$ -	\$ -	\$ 1,035,996	\$ 1,035,996

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

Supplementary Information

Sumter County, Florida Clerk of the Circuit Court

Combining Statement of Fiduciary Net Position

Agency Funds

September 30, 2019

	Trust Fund	Court Registry Fund	Total
Assets			
Cash and equivalents	\$ 1,981,318	\$ 715,566	\$ 2,696,884
Liabilities			
Assets held for others	1,810,841	715,566	2,526,407
Due to other funds	84,749	-	84,749
Due to other county agencies	85,728	-	85,728
Total liabilities	1,981,318	715,566	2,696,884
Net position	\$ -	\$ -	\$ -

Additional Elements Required by the Rules of the Auditor General

MANAGEMENT LETTER

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter County, Florida

Report on the Financial Statements

We have audited the financial statements of the Sumter County, Florida, Clerk of the Circuit Court (the "Office"), as of and for the year ended September 30, 2019, and have issued our report thereon dated March 30, 2020.

Auditors' Responsibility

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 Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in this report and schedule, which are dated March 30, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. If the audit findings in the preceding audit are uncorrected, we are required to identify those findings that were also included in the second preceding audit report. The Office has no uncorrected prior audit findings that are required to be identified.

Financial Management

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the Sumter County, Florida Clerk of the Circuit Court, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Car, Riggs & Ingram, L.L.C.

Gainesville, Florida
March 30, 2020

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

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter 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 each major fund and the aggregate remaining fund information of the office of the Sumter County, Florida Clerk of the Circuit Court (the "Office"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements, and have issued our report thereon dated March 30, 2020.

Internal Control Over Financial Reporting

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

Caru, Riggs & Ingram, L.L.C.

Gainesville, Florida
March 30, 2020

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter County, Florida

We have examined the office of the Sumter County, Florida Clerk of the Circuit Court's (the "Office") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2019. Management of the Office is responsible for the Office's compliance with the specified requirements. Our responsibility is to express an opinion on the Office's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Office complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the Office's compliance with specified requirements.

In our opinion, the Office complied, in all material respects, with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2019.

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

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
March 30, 2020

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTIONS 28.35 AND 28.36, FLORIDA STATUTES

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter County, Florida

We have examined the office of the Sumter County, Florida Clerk of the Circuit Court's (the "Office") compliance with the requirements of Section 28.35, Florida Statutes, *Florida Clerks of Court Operations Corporation*, and Section 28.36, Florida Statutes, *Budget Procedure*, during the year ended September 30, 2019. Management of the Office is responsible for the Office's compliance with the specified requirements. Our responsibility is to express an opinion on the Office's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Office complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the Office's compliance with specified requirements.

In our opinion, the Office complied, in all material respects, with the requirements of Section 28.35, Florida Statutes, *Florida Clerks of Court Operations Corporation*, and Section 28.36, Florida Statutes, *Budget Procedure*, for the year ended September 30, 2019.

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

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
March 30, 2020

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTION 61.181, FLORIDA STATUTES

The Honorable Gloria R. Hayward
Clerk of the Circuit Court
Sumter County, Florida

We have examined the office of the Sumter County, Florida Clerk of the Circuit Court's the "Office" compliance with the requirements of Section 61.181, Florida Statutes, *Depository for Alimony Transactions, Support, Maintenance, and Support, Payments; Fees*, during the year ended September 30, 2019. Management of the Office is responsible for the Office's compliance with the specified requirements. Our responsibility is to express an opinion on the Office's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Office complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the Office's compliance with specified requirements.

In our opinion, the Office complied, in all material respects, with the requirements of Section 61.181, Florida Statutes, *Depository for Alimony Transactions, Support, Maintenance, and Support, Payments*, for the year ended September 30, 2019

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

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
March 30, 2020



Sumter County Clerk's Office

215 E McCollum Ave
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Courts: 352-569-6810
Finance: 352-569-6810
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www.sumterclerk.com

March 30, 2020

Auditor General
C/o Sherrill F. Norman, CPA
Post Office Box 1735
Tallahassee, Florida 32302

RE: Sumter County Clerk of Circuit Court Annual Audit Report for the fiscal year 18/19

Dear Auditor General:

This is to acknowledge receipt of the audit report by Carr, Riggs, & Ingram, LLC for the office of Clerk of the Circuit Court, Sumter County, Florida, for the fiscal year ending September 30, 2019.

Another year with several financial changes on our courtside budget process. I am pleased that we have completed another year with no audit issues.

I appreciate all the time and effort that goes into the audit process and the feedback, which is very helpful during the year.

Respectfully yours,

GLORIA R. HAYWARD
Clerk of the Circuit Court
Sumter County, Florida



Sumter County, Florida Sheriff

Audit Report

September 30, 2019

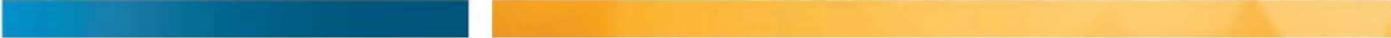


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INDEPENDENT AUDITORS' REPORT

The Honorable William O. Farmer, Jr.
Sheriff
Sumter County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the office of the Sumter County, Florida, Sheriff (the "Office") as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Office as of September 30, 2019, and the respective changes in financial position, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position, where applicable, of each major fund and the aggregate remaining fund information, only for that portion of each major fund and the aggregate remaining fund information, of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2019, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information be presented to supplement the financial statements. Such information, although not a required part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the 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 financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Office's financial statements. The Combining Statements are presented for purposes of additional analysis and are not a required part of the financial statements. The Combining Statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted

in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 26, 2020, on our consideration of the Office'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 solely 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 effectiveness of the Office's 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 Office's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
March 26, 2020

Sumter County, Florida Sheriff

Balance Sheet – Governmental Funds
September 30, 2019

	General Fund	Inmate Welfare Fund	Nonmajor Funds	Total Governmental Funds
Assets				
Cash and equivalents	\$ 1,875,546	\$ 488,121	\$ 28,160	\$ 2,391,827
Due from other county agencies	113,075	-	-	113,075
Due from other governments	156,783	-	15,504	172,287
Due from other funds	52,479	-	-	52,479
Accounts receivable, net	26,701	69,887	-	96,588
Total assets	\$ 2,224,584	\$ 558,008	\$ 43,664	\$ 2,826,256
Liabilities and fund balances				
Liabilities:				
Accounts payable and accrued liabilities	\$ 918,199	\$ 835	\$ -	\$ 919,034
Due to other funds	-	36,975	15,504	52,479
Due to other county agencies	1,306,385	-	-	1,306,385
Total liabilities	2,224,584	37,810	15,504	2,277,898
Fund balances:				
Restricted:				
Federal shared funds	-	-	28,160	28,160
Assigned:				
Benefit of inmates	-	520,198	-	520,198
Total fund balances	-	520,198	28,160	548,358
Total liabilities and fund balances	\$ 2,224,584	\$ 558,008	\$ 43,664	\$ 2,826,256

The accompanying "Notes to Financial Statements"
form an integral part of this statement.

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year ended September 30, 2019**

	General Fund	Inmate Welfare Fund	Nonmajor Funds	Total Governmental Funds
Revenues				
Intergovernmental	\$ 76,065	\$ -	\$ 71,550	\$ 147,615
Charges for services	-	155,928	-	155,928
Miscellaneous	455,880	319,492	82	775,454
Total revenues	531,945	475,420	71,632	1,078,997
Expenditures				
Current:				
Public safety	31,319,948	296,227	71,550	31,687,725
Court costs	1,292,302	-	-	1,292,302
Total expenditures	32,612,250	296,227	71,550	32,980,027
Excess of revenues over (under) expenditures	(32,080,305)	179,193	82	(31,901,030)
Other financing sources (uses)				
Appropriation from board of county commissioners	32,725,099	-	-	32,725,099
Reversion to board of county commissioners	(656,232)	-	-	(656,232)
Total other financing sources (uses)	32,068,867	-	-	32,068,867
Net change in fund balances	(11,438)	179,193	82	167,837
Fund balances – beginning of year	11,438	341,005	28,078	380,521
Fund balances – end of year	\$ -	\$ 520,198	\$ 28,160	\$ 548,358

*The accompanying "Notes to Financial Statements"
form an integral part of this statement.*

Sumter County, Florida Sheriff

Statement of Fiduciary Net Position
September 30, 2019

	Agency Funds
<hr/>	
Assets	
Cash and equivalents	\$ 254,135
Liabilities	
Assets held for others	254,135
<hr/>	
Net position	\$ -
<hr/>	

*The accompanying "Notes to Financial Statements"
form an integral part of this statement.*

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the office of the Sumter County, Florida Sheriff (the “Office”) conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The Sheriff is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, Florida, which is the primary government for financial reporting purposes.

Basis of Presentation

The Office’s financial statements have been prepared solely for the purpose of complying with Rules of the Auditor General of the State of Florida (the “Rules”). These financial statements are the fund statements required by generally accepted accounting principles. However, these fund statements do not constitute a complete presentation because, in conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, management’s discussion and analysis, or the pension or the other post-employment benefit related required supplementary information. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County’s countywide financial statements. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position, where applicable, of each major fund, and the aggregate remaining fund information, only for that portion of each major fund, and the aggregate remaining fund information, of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2019, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Fund Accounting

Accounts are organized 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. 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 focus of fund financial statements is on major funds, each displayed in a separate column. All nonmajor funds are aggregated and displayed in a single column.

The Office reports the following major governmental funds:

General Fund – The General Fund is the primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

Inmate Welfare Fund – The Inmate Welfare Fund is used to account for canteen and telephone commissions and their subsequent expenditure for the benefit of inmates.

The Office also reports the following fiduciary funds:

Agency Funds – Agency Funds are used to account for assets held in a custodial capacity.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of accounting refers to when revenues and expenditures 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 applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Agency fund assets and liabilities are accounted for on the accrual basis of accounting.

Capital Assets and Long-Term Liabilities

Because of the current financial resources measurement focus, the accompanying fund financial statements do not report capital assets or long-term liabilities. Such amounts are instead reported in the government-wide financial statements of the County.

Cash and Equivalents

All cash and equivalents are placed in a bank that qualifies as a public depository pursuant to the provisions of the Florida Security For Public Deposits Act. Every qualified public depository is required by law to deposit with the Chief Financial Officer eligible collateral equal to, or in excess of, an amount to be determined by the Chief Financial Officer. The Chief Financial Officer is required to ensure that all funds are entirely insured or collateralized throughout the fiscal year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

NOTE 2 – INTERFUND BALANCES

The following interfund balances arose during the normal course of operations of the Office. These funds are expected to be repaid within the next year.

	Due from other funds	Due to other funds
General fund	\$ 52,479	\$ -
Inmate welfare fund	-	36,975
Nonmajor governmental:		
Victim's advocacy grant fund	-	15,504
Total	\$ 52,479	\$ 52,479

NOTE 3 – RISK MANAGEMENT

For health insurance, the Office participates in the risk management program established by the Board of County Commissioners to cover claims against the Board and Constitutional Officers. The risk management program is accounted for in the Board's financial statements as an Internal Service Fund, in accordance with requirements of GASB Statement 10.

The Office participates in the Florida Sheriffs' self-insurance fund for risks related to workers' compensation, general liability, professional police and automobile liability. There have been no settlements that exceeded coverage in the last three years.

Required Supplementary Information

**Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – General Fund
Year ended September 30, 2019**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ -	\$ -	\$ 76,065	\$ 76,065
Miscellaneous	25,735	25,735	455,880	430,145
Total revenues	25,735	25,735	531,945	506,210
Expenditures				
Public safety	31,450,418	31,450,418	31,319,948	130,470
Court costs	1,300,416	1,300,416	1,292,302	8,114
Total expenditures	32,750,834	32,750,834	32,612,250	138,584
Excess of revenues over (under) expenditures	(32,725,099)	(32,725,099)	(32,080,305)	644,794
Other financing sources (uses)				
Appropriation from board of county commissioners	32,725,099	32,725,099	32,725,099	-
Reversion to board of county commissioners	-	-	(656,232)	(656,232)
Total other financing sources (uses)	32,725,099	32,725,099	32,068,867	(656,232)
Net change in fund balances	-	-	(11,438)	(11,438)
Fund balances – beginning of year	-	-	11,438	11,438
Fund balances – end of year	\$ -	\$ -	\$ -	\$ -

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

**Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – Inmate Welfare Fund
Year ended September 30, 2019**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 70,000	\$ 70,000	\$ 155,928	\$ 85,928
Miscellaneous	306,000	306,000	319,492	13,492
Total revenues	376,000	376,000	475,420	99,420
Expenditures				
Public safety	528,382	528,382	296,227	232,155
Excess of revenues over (under) expenditures	(152,382)	(152,382)	179,193	331,575
Fund balances – beginning of year	341,005	341,005	341,005	-
Fund balances – end of year	\$ 188,623	\$ 188,623	\$ 520,198	\$ 331,575

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

Supplementary Information

Sumter County, Florida Sheriff

Combining Balance Sheet
 Nonmajor Governmental Funds
 September 30, 2019

	Federal Shared Fund	Victim's Advocacy Grant Fund	Total Nonmajor Governmental Funds
Assets			
Cash and equivalents	\$ 28,160	\$ -	\$ 28,160
Due from other governments	-	15,504	15,504
Total assets	\$ 28,160	\$ 15,504	\$ 43,664
Liabilities and fund balances			
Liabilities:			
Due to other funds	\$ -	\$ 15,504	\$ 15,504
Fund balances:			
Restricted:			
Federal shared funds	28,160	-	28,160
Total liabilities and fund balances	\$ 28,160	\$ 15,504	\$ 43,664

Sumter County, Florida Sheriff

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Governmental Funds
Year ended September 30, 2019

	Federal Shared Fund	Victim's Advocacy Grant Fund	Total Nonmajor Governmental Funds
Revenues			
Intergovernmental	\$ -	\$ 71,550	\$ 71,550
Miscellaneous	82	-	82
Total revenues	82	71,550	71,632
Expenditures			
Current:			
Public safety	-	71,550	71,550
Excess of revenues over expenditures	82	-	82
Fund balances – beginning of year	28,078	-	28,078
Fund balances – end of year	\$ 28,160	\$ -	\$ 28,160

Sumter County, Florida Sheriff

Combining Statement of Fiduciary Net Position
 Agency Funds
 September 30, 2019

	Trust Fund	Inmate Fund	Unclaimed Evidence Fund	Total Agency Funds
Assets				
Cash and equivalents	\$ 607	\$ 15,975	\$ 237,553	\$ 254,135
Liabilities				
Assets held for others	607	15,975	237,553	254,135
Net position	\$ -	\$ -	\$ -	\$ -

Additional Elements Required by the Rules of the Auditor General



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MANAGEMENT LETTER

Honorable William O. Farmer, Jr.
Sheriff
Sumter County, Florida

Report on the Financial Statements

We have audited the financial statements of the Sumter County, Florida, Sheriff (the "Office"), as of and for the year ended September 30, 2019, and have issued our report thereon dated March 26, 2020.

Auditors' Responsibility

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 Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in this report and schedule, which are dated March 26, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. If the audit findings in the preceding audit are uncorrected, we are required to identify those findings that were also included in the second preceding audit report. These requirements of the Rules of the Auditor General are addressed in the accompanying Schedule of Findings. Findings 2018-001 and 2018-002 are repeated, while finding 2018-003 was corrected.

Financial Management

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the Sumter County, Florida Sheriff, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida

March 26, 2020



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

The Honorable William O. Farmer, Jr.
Sheriff
Sumter 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 each major fund and the aggregate remaining fund information of the office of the Sumter County, Florida Sheriff (the "Office"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements, and have issued our report thereon dated March 26, 2020.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiencies described in the accompanying schedule of findings as items 2019-001 and 2019-002 to be material weaknesses.

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. We consider the deficiency described in the accompany schedule of findings as item 2019-003 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Office'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*.

Office's Response to Findings

The Office's response to the findings identified in our audit is described in its accompanying letter of response. The Office's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 Office'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.

Cary Riggs & Ingram, L.L.C.

Gainesville, Florida

March 26, 2020



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INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES

To The Honorable William O. Farmer, Jr.
Sheriff
Sumter County, Florida

We have examined the office of the Sumter County, Florida Sheriff's (the "Office") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2019. Management is responsible for the Office's compliance with the specified requirements. Our responsibility is to express an opinion on the Office's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Office complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the Office's compliance with specified requirements.

In our opinion, the Office complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2019.

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

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
March 26, 2020

Sumter County, Florida Sheriff
Schedule of Findings

2019-001 **Material Weakness in Segregation of Duties**

(Reported in previous audit reports as item 2018-001 and 2017-001)

Criteria – The Office is responsible for maintaining effective internal controls over financial transactions and reporting.

Condition – Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

Cause – Limited number of finance personnel.

Effect – Risk of misappropriation of assets or misstatements of financial information is elevated.

Recommendation – Whenever possible, duties should be segregated so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

2019-002 **Material Weakness in Service Organization Internal Control Monitoring**

(Reported in previous audit reports as item 2018-002 and 2017-002)

Criteria – The Office is responsible for maintaining effective internal controls over financial transactions and reporting.

Condition – The Office contracts with service organizations to provide commissary and telephone services to inmates. The Office does not monitor internal controls of the service organizations over revenue collection and remittance. A service contract was not available between the Office and the commissary provider

Cause – The service organizations do not provide SOC-1, Type 2 reports for the services they provide to the Office and the Office has not taken alternative steps to identify and monitor relevant controls.

Effect – Risk of misappropriation of assets or understatement of revenue earned related to inmate commissary and telephone services is elevated.

Recommendation – The Office should request an annual SOC-1, Type 2 report from each of the service organizations and should implement and monitor relevant user controls. If such a report is unavailable, the Office should take alternative steps to understand and monitor the controls at the service organizations and to identify, implement, and monitor the relevant user controls. CRI recommends establishing a written contract with the provider.



Sumter County, Florida Sheriff
Schedule of Findings

2019-003 **Significant Deficiency in Bank Reconciliation**

Criteria – The Office is responsible for maintaining effective internal controls over financial transactions and reporting.

Condition – The Office had an erroneous deposit in transit that increased the cash balance in error, requiring a journal entry to correct.

Cause – The Office maintained the deposit in transit without appropriate support.

Effect – The risk of misappropriation of assets or errors in cash is elevated.

Recommendation – The Office should monitor internal controls over bank reconciliations, including maintaining support for all outstanding transactions and have established review processes to detect error or fraud.



SUMTER COUNTY SHERIFF'S OFFICE

WILLIAM O. "BILL" FARMER JR.,
SHERIFF

7361 Powell Rd
Wildwood, FL 34785
www.sumtercountysheriff.org



March 26, 2020

Sherrill F. Norman, CPA
Office of the Auditor General
Claude Pepper Building
111 West Madison Street
Tallahassee, FL 32399

Honorable Sherrill F. Norman:

The Sumter County Sheriff's Office has been presented with the audit report for the fiscal year ended September 30, 2019. As a result of the audit findings, the Sheriff's Office has responded as follows:

- 2019-001 Responsibilities and controls within the finance department continue to be reevaluated to improve controls and properly segregate duties with the limited number of personnel.
- 2019-002 To the extent possible, the finance department is monitoring revenue from both service organizations. Additionally, the Sheriff's Office is continuing to request the organizations to provide a SOC-I Type II Report.
- 2019-003 Internal controls have been established for a secondary review of the Commissary bank reconciliation by the Finance Director. The issue identified by the auditor was also identified by the Finance Director through the review process however it was not resolved before yearend resulting in this finding.

James C. Haworth,
Sumter County Sheriff, Chief Deputy

Sumter County Sheriff's
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250 E McCollum Ave
Bushnell, FL 33513

Villages Annex
8033 E C-466
Lady Lake, FL 32159

Fleet Maintenance
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Bushnell, FL 33513

Aviation Hangar
478 E. Seminole Ave
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**Sumter County, Florida
Tax Collector**

Audit Report

September 30, 2019



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CPAs and Advisors

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September 30, 2019

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INDEPENDENT AUDITORS' REPORT

The Honorable Randy Mask
Tax Collector
Sumter County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the major fund and the aggregate remaining fund information of the office of the Sumter County, Florida, Tax Collector (the "Office") as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the major fund and the aggregate remaining fund information of the Office as of September 30, 2019, and the respective changes in financial position, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position, where applicable, of the major fund, and the aggregate remaining fund information, only for that portion of the major fund, and the aggregate remaining fund information, of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2019, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, as listed in the table of contents, be presented to supplement the financial statements. Such information, although not a required part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the 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 financial statements, and other knowledge we obtained during our audit of the 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 20, 2020, on our consideration of the Office'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 solely 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 effectiveness of the Office's 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 Office's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
February 20, 2020

Sumter County, Florida Tax Collector

Balance Sheet – Governmental Fund
September 30, 2019

	General Fund
Assets	
Cash and equivalents	\$ 226,582
Liabilities and fund balance	
Liabilities:	
Accounts payable and accrued liabilities	\$ 53,359
Due to other county agencies	173,223
Total liabilities	226,582
Fund balance	-
Total liabilities and fund balance	\$ 226,582

*The accompanying "Notes to Financial Statements"
form an integral part of this statement.*

**Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Fund
Year ended September 30, 2019**

	General Fund
Revenues	\$ -
Expenditures	
Current:	
General government services	2,164,698
Excess of revenues under expenditures	(2,164,698)
Other financing sources (uses)	
Appropriation from board of county commissioners	2,337,921
Reversion to board of county commissioners	(173,223)
Total other financing sources (uses)	2,164,698
Net change in fund balance	-
Fund balance - beginning of year	-
Fund balance - end of year	\$ -

*The accompanying "Notes to Financial Statements"
form an integral part of this statement.*



Sumter County, Florida Tax Collector

Statement of Fiduciary Net Position
September 30, 2019

	Agency Fund
Assets	
Cash and equivalents	\$ 3,296,677
Receivables	1,739
Total assets	3,298,416
Liabilities	
Assets held for others	2,984,858
Due to other county agencies	313,558
Total liabilities	3,298,416
Net position	\$ -

*The accompanying "Notes to Financial Statements"
form an integral part of this statement.*

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the office of the Sumter County, Florida, Tax Collector (the “Office”) conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The Tax Collector is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, which is the primary government for financial reporting purposes.

Basis of Presentation

The Office’s financial statements have been prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida (the “Rules”). These financial statements are the fund financial statements required by generally accepted accounting principles. However, these fund financial statements do not constitute a complete presentation because, in conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, management’s discussion and analysis, or the pension or the other post-employment benefit related required supplementary information. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County’s countywide financial statements. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position, where applicable, of the major fund, and the aggregate remaining fund information, only for that portion of the major fund, and the aggregate remaining fund information, of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2019, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Fund Accounting

Accounts are organized 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. 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 focus of fund financial statements is on major funds, each displayed in a separate column. All nonmajor funds are aggregated and displayed in a single column. The Office does not report any nonmajor governmental funds.

The Office reports the following major governmental fund:

General Fund – The General Fund is the primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

The Office also reports the following fiduciary fund:

Agency Fund – The Agency Fund is used to account for assets held in a custodial capacity.

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of accounting refers to when revenues and expenditures 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 applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Agency fund assets and liabilities are accounted for on the accrual basis of accounting.

Capital Assets and Long-Term Liabilities

Capital assets used by the Office are recorded and accounted for by the Sumter County, Florida, Board of County Commissioners.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the financial statements of the County.

Cash and Equivalents

All cash and equivalents are placed in a bank that qualifies as a public depository pursuant to the provisions of the Florida Security for Public Deposits Act. Every qualified public depository is required by this law to deposit with the Chief Financial Officer eligible collateral equal to, or in excess of, an amount to be determined by the Chief Financial Officer. The Chief Financial Officer is required to ensure that all funds are entirely collateralized throughout the fiscal year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

NOTE 2 – RISK MANAGEMENT

For health insurance, the Office participates in the risk management program established by the Board of County Commissioners to cover claims against the Board and Constitutional Officers. The risk management program is accounted for in the Board's financial statements as an Internal Service Fund, in accordance with requirements of GASB Statement 10.

For risks of loss related to workers' compensation, general liability and errors or omissions, the Office participates with the Board of County Commissioners to purchase commercial insurance. For the past three years, there have been no insurance settlements in excess of insurance coverages.

Required Supplementary Information

Sumter County, Florida Tax Collector

Schedule of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual – General Fund
 Year ended September 30, 2019

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Current:				
General government services	2,337,921	2,337,921	2,164,698	173,223
Excess of revenues over (under) expenditures	(2,337,921)	(2,337,921)	(2,164,698)	173,223
Other financing sources (uses)				
Appropriation from board of county commissioners	2,337,921	2,337,921	2,337,921	-
Reversion to board of county commissioners	-	-	(173,223)	(173,223)
Total other financing sources (uses)	2,337,921	2,337,921	2,164,698	(173,223)
Net change in fund balances	-	-	-	-
Fund balances - beginning of year	-	-	-	-
Fund balances - end of year	\$ -	\$ -	\$ -	\$ -

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

Additional Elements Required by the Rules of the Auditor General



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MANAGEMENT LETTER

The Honorable Randy Mask
Tax Collector
Sumter County, Florida

Report on the Financial Statements

We have audited the financial statements of the office of the Sumter County, Florida, Tax Collector, Florida, (the "Office"), as of and for the year ended September 30, 2019, and have issued our report thereon dated February 20, 2020.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements performed in accordance with *Government Auditing Standards*, and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in these reports and schedule, which are dated February 20, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., 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 audit. The Office has no uncorrected prior audit findings that are required to be identified pursuant to the Rules of the Auditor General.

Financial Management

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contract or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and Florida House of Representatives, the Florida Auditor General, the Sumter County, Florida, Tax Collector, and applicable management, and is not intended to be and should not be used by anyone other than those specified parties.

Car, Riggs & Ingram, L.L.C.

Gainesville, Florida
February 20, 2020



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

The Honorable Randy Mask
Tax Collector
Sumter 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 major fund and the aggregate remaining fund information of the office of the Sumter County, Florida, Tax Collector (the "Office"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements, and have issued our report thereon dated February 20, 2020.

Internal Control Over Financial Reporting

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

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
February 20, 2020



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INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES

The Honorable Randy Mask
Tax Collector
Sumter County, Florida

We have examined the office of the Sumter County, Florida, Tax Collector's (the "Office") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2019. Management is responsible for the Office's compliance with the specified requirements. Our responsibility is to express an opinion on the Office's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Office complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the Office's compliance with specified requirements.

In our opinion, the Office complied, in all material respects, with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2019.

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

Carr, Riggs & Ingram, LLC

Gainesville, Florida
February 20, 2020



RANDY MASK
Sumter County Tax Collector

www.sumtertaxcollector.com

February 20, 2020

Sherrill F. Norman, CPA
State of Florida Auditor General
Claude Pepper Building
111 West Madison Street
Tallahassee FL 32399-1450

Dear Honorable Sherrill Norman,

I have been presented with the audit report for the Sumter County Tax Collector for the fiscal year ending September 30, 2019. I am pleased to note that there were no adverse comments which require corrective action.

Thank You,

Randy Mask
Sumter County Tax Collector

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Wildwood, FL 34785
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Bushnell Office
220 E. McCollum Avenue
Bushnell, FL 33513
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The Villages, FL 32162
Office: (352) 689-4645
Fax: (352) 689-4646

**Sumter County
Property Appraiser**

Audit Report

September 30, 2019



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INGRAM

CPAs and Advisors

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September 30, 2019

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INDEPENDENT AUDITORS' REPORT

The Honorable Joey Hooten
Property Appraiser
Sumter County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the major fund of the Sumter County, Florida Property Appraiser (the "Office") as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the major fund of the Office as of September 30, 2019, and the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of the major fund, and only for that portion of the major fund of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2019, and the changes in its financial position for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, as listed in the table of contents, be presented to supplement the financial statements. Such information, although not a required part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of basic financial reporting for placing the 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 financial statements, and other knowledge we obtained during our audit of the 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 9, 2020, on our consideration of the Office'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 solely 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 effectiveness of the Office's 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 Office's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
January 9, 2020



Sumter County Property Appraiser

Balance Sheet – Governmental Funds
September 30, 2019

	General Fund
Assets	
Cash and equivalents	\$ 152,478
Due from other governments	43
<hr/>	
Total assets	\$ 152,521
<hr/>	
Liabilities and fund balance	
Liabilities:	
Accounts payable and accrued liabilities	\$ 68,979
Due to other county agencies	83,542
<hr/>	
Total liabilities	152,521
<hr/>	
Fund balance	-
<hr/>	
Total liabilities and fund balance	\$ 152,521
<hr/>	

See accompanying Notes.



Sumter County Property Appraiser

Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
Year ended September 30, 2019

	General Fund
Revenue	
Charges for services	\$ 39,176
Expenditures	
Current:	
General government services	1,508,274
Excess of revenues under expenditures	(1,469,098)
Other financing sources (uses)	
Appropriation from board of county commissioners	1,552,640
Reversion to board of county commissioners	(83,542)
Total other financing sources (uses)	1,469,098
Net change in fund balance	-
Fund balance - beginning of year	-
Fund balance - end of year	\$ -

See accompanying Notes .

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the office of the Sumter County, Florida, Property Appraiser (the “Office”) conform to generally accepted accounting principles as applicable governments. The following is a summary of the more significant policies.

Reporting Entity

The Property Appraiser is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, Florida, which is the primary government for financial reporting purposes.

Basis of Presentation

The Office’s financial statements have been prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida (the “Rules”). These financial statements are the fund financial statements required by generally accepted accounting principles. However, these fund statements do not constitute a complete presentation because, in conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, management’s discussion and analysis, or the pension or the other post-employment benefit related required supplementary information. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County’s countywide financial statements.

In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position, where applicable, of the major fund, only for that portion of the major fund of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2018, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Fund Accounting

Accounts are organized 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. 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 focus of fund financial statements is on major funds, each displayed in a separate column. All nonmajor funds are aggregated and displayed in a single column. The Office does not report any nonmajor funds.

The Office reports the following major governmental fund:

General Fund – The General Fund is the primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Basis of accounting refers to when revenues and expenditures 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 applied.

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Revenues are considered available when they are collected within sixty days of the fiscal year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Capital Assets and Long-Term Liabilities

Capital assets used by the Office are recorded and accounted for by the Sumter County Board of County Commissioners.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the financial statements of the County.

Cash and Equivalents

All cash and equivalents are placed in a bank that qualifies as a public depository pursuant to the provisions of the Florida Security for Public Deposits Act. Every qualified public depository is required by this law to deposit with the Chief Financial Officer eligible collateral equal to, or in excess of, an amount to be determined by the Chief Financial Officer. The Chief Financial Officer is required to ensure that all funds are entirely insured or collateralized throughout the fiscal year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

NOTE 2 – RISK MANAGEMENT

For health insurance, the Office participates in the risk management program established by the Board of County Commissioners to cover claims against the Board and Constitutional Officers. The risk management program is accounted for in the Board’s financial statements as an Internal Service Fund, in accordance with requirements of GASB Statement 10.

For risks of loss related to workers’ compensation, general liability and errors or omissions, the Office participates with the Board of County Commissioners to purchase commercial insurance. For the past three years, there have been no insurance settlements in excess of insurance coverages.

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual – General Fund
 Year ended September 30, 2019

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 38,432	\$ 38,432	\$ 39,176	\$ 744
Expenditures				
Current:				
General government services	1,591,072	1,591,072	1,508,274	82,798
Excess of revenues over (under) expenditures	(1,552,640)	(1,552,640)	(1,469,098)	83,542
Other financing sources (uses)				
Appropriation from board of county commissioners	1,552,640	1,552,640	1,552,640	-
Reversion to board of county commissioners	-	-	(83,542)	(83,542)
Total other financing sources (uses)	1,552,640	1,552,640	1,469,098	(83,542)
Net change in fund balances	-	-	-	-
Fund balances - beginning of year	-	-	-	-
Fund balances - end of year	\$ -	\$ -	\$ -	\$ -

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

**Additional Elements Required by the
Rules of the Auditor General**



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MANAGEMENT LETTER

The Honorable Joey Hooten
Property Appraiser
Sumter County, Florida

Report on the Financial Statements

We have audited the financial statements of the Sumter County Property Appraiser, Florida, (the "Office"), as of and for the year ended September 30, 2019, and have issued our report thereon dated January 9, 2020.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated January 9, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report.

Financial Management

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Sumter County Property Appraiser, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida

January 9, 2020



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

The Honorable Joey Hooten
Property Appraiser
Sumter 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 office of the Sumter County Property Appraiser (the "Office"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements, and have issued our report thereon dated January 9, 2020.

Internal Control Over Financial Reporting

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

Carri Riggs & Ingram, L.L.C.

Gainesville, Florida

January 9, 2020



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INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES

To The Honorable Joey Hooten
Property Appraiser
Sumter County, Florida

We have examined the office of the Sumter County Property Appraiser's (the "Office") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2019. Management is responsible for the Office's compliance with the specified requirements. Our responsibility is to express an opinion on the Office's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Office complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgement, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the Office's compliance with specified requirements.

In our opinion, the Office complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2019.

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

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
January 9, 2020

JOEY HOOTEN



SUMTER COUNTY
PROPERTY APPRAISER

January 9, 2020

Ms. Sherrill F. Norman, CPA
Auditor General
State of Florida
Post Office Box 1735
Tallahassee, FL 32302

Dear Ms. Norman:

I have been presented with the audit report for the Sumter County Property Appraiser's Office for the fiscal year ending September 30, 2019. I am pleased to note there are no audit findings that require corrective action.

Sincerely,

A handwritten signature in black ink, appearing to read 'JH', written in a cursive style.

The Honorable Joey Hooten
Sumter County Property Appraiser
JH/cy

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Sumter County, Florida Supervisor of Elections

Audit Report

September 30, 2019



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RIGGS &
INGRAM

CPAs and Advisors

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Sumter County, Florida Supervisor of Elections

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The Honorable William Keen
Supervisor of Elections
Sumter County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the major fund of the Sumter County, Florida Supervisor of Elections (the "Office") as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 major fund of the Office as of September 30, 2019, and the respective changes in financial position, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of the major fund, only for that portion of the major fund of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2019, and the changes in its financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule, as listed in the table of contents, be presented to supplement the financial statements. Such information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the basic financial reporting for placing the 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 financial statements, and other knowledge we obtained during our audit of the 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 20, 2020, on our consideration of the Office'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 solely 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 effectiveness of the Office's 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 Office's internal control over financial reporting and compliance.

Carly Riggs & Ingram, L.L.C.

Gainesville, Florida
February 20, 2020

Sumter County, Florida Supervisor of Elections

Balance Sheet – Governmental Funds
September 30, 2019

	General Fund
<hr/>	
Assets	
Cash	\$ 135,705
<hr/>	
Liabilities and fund balance	
Liabilities:	
Accounts payable and accrued liabilities	\$ 24,282
Due to other county agencies	96,862
<hr/>	
Total liabilities	121,144
Fund balance - restricted for grant	14,561
<hr/>	
Total liabilities and fund balances	\$ 135,705
<hr/>	

*The accompanying "Notes to Financial Statements"
form an integral part of this statement.*

Sumter County, Florida Supervisor of Elections

Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
Year ended September 30, 2019

	General Fund
Revenues	
Intergovernmental	\$ 34,413
Expenditures	
Current:	
General government services	1,768,103
Excess of revenues under expenditures	(1,733,690)
Other financing sources (uses)	
Appropriation from board of county commissioners	1,745,503
Reversion to board of county commissioners	(96,862)
Total other financing sources (uses)	1,648,641
Net change in fund balance	(85,049)
Fund balance - beginning of year	99,610
Fund balance - end of year	\$ 14,561

*The accompanying "Notes to Financial Statements"
form an integral part of this statement.*

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the office of the Sumter County, Florida Supervisor of Elections (the “Office”) conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The Supervisor of Elections is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law.

The Office is an integral part of Sumter County, Florida (“the County”) which is the primary government for financial reporting purposes.

Basis of Presentation

The Office’s financial statements have been prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida (the “Rules”). These financial statements are the fund financial statements required by generally accepted accounting principles. However, these fund statements do not constitute a complete presentation because, in conformity with the Rules, the Office has not presented reconciliations to the government-wide financial statements, the government-wide financial statements, management’s discussion and analysis, or the pension or the other post-employment benefit related required supplementary information. Also, certain notes to the financial statements may supplement rather than duplicate the notes included in the County’s countywide financial statements. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position, where applicable, of the major fund, only for that portion of the major fund of Sumter County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Sumter County, Florida, as of September 30, 2019, and the changes in financial position, where applicable, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Fund Accounting

Accounts are organized 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. 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 focus of fund financial statements is on major funds, each displayed in a separate column. All nonmajor funds are aggregated and displayed in a single column.

The Office reports the following major governmental fund:

General Fund - the General Fund is the primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

Fund Balance

The Office follows the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, to classify fund balances for governmental funds into specifically defined classifications. The classifications comprise a hierarchy based primarily on the extent to which the Office is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The fund balance classifications specified in GASB Statement No. 54 are as follows:

Nonspendable Fund Balance – Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – Restricted fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by formal action of the Office's highest level of decision-making authority, which is a policy of the Office. Committed amounts cannot be used for any other purpose unless the Office removes those constraints by taking the same type of action.

Assigned Fund Balance – Assigned fund balances are amounts that are constrained by the Office's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the constitutional officer or (b) a body or official to which the constitutional officer has delegated the authority to assign amounts to be used for specific purposes.

Unassigned Fund Balance – Unassigned fund balance is the residual classification for the General Fund.

The Office's policy is to expend resources in the following order: restricted, committed, assigned, and unassigned.

Measurement Focus/Basis of Accounting

All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Their operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets and, accordingly, are said to present a summary of sources and uses of "available spendable resources" during a period.

Basis of accounting refers to when revenues and expenditures 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 applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on long-term debt are recognized when due.

Notes to Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash

All cash is placed in banks that qualify as public depositories pursuant to the provisions of the Florida Security for Public Deposits Act. Every qualified public depository is required by this law to deposit with the Chief Financial Officer eligible collateral equal to, or in excess of, an amount to be determined by the Chief Financial Officer. The Chief Financial Officer is required to ensure that all funds are entirely insured or collateralized throughout the fiscal year.

Capital Assets and Long-Term Liabilities

Capital assets used by the Office are recorded by and accounted for by Sumter County, Florida (the "County").

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund expenditures or fund liabilities. They are instead reported as liabilities in the financial statements of the County.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make various estimates. Actual results could differ from those estimates.

NOTE 2 – RISK MANAGEMENT

For health insurance the Office participates in the risk management program established by the Sumter County, Florida, Board of County Commissioners (the "Board") to cover claims against the Board and Constitutional Officers. The risk management program is accounted for in the Board's financial statements as an Internal Service Fund, in accordance with the requirements of GASB Statement 10.

For risks of loss related to worker's compensation, general liability and errors or omissions, the Office participates with the Board to purchase commercial insurance. For the past three years, there have been no insurance settlements in excess of insurance coverages.

Required Supplementary Information

Sumter County, Florida Supervisor of Elections

**Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual – General Fund
Year ended September 30, 2019**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ -	\$ -	\$ 34,413	\$ 34,413
Expenditures				
Current:				
General government services	1,845,113	1,845,113	1,768,103	77,010
Deficiency of revenues under expenditures	(1,845,113)	(1,845,113)	(1,733,690)	111,423
Other financing source (uses)				
Appropriation from board of county commissioners	1,745,503	1,745,503	1,745,503	-
Reversion to board of county commissioners	-	-	(96,862)	(96,862)
Total other financing sources (uses)	1,745,503	1,745,503	1,648,641	(96,862)
Net change in fund balances	(99,610)	(99,610)	(85,049)	14,561
Fund balances - beginning of year	99,610	99,610	\$ 99,610	-
Fund balances - end of year	\$ -	\$ -	\$ 14,561	\$ 14,561

Notes to Schedule:

The budget is prepared on a basis that does not differ materially from generally accepted accounting principles. Its preparation, adoption, and amendment is governed by Florida Statutes. The fund is the legal level of control.

**Additional Elements Required by the
Rules of the Auditor General**



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MANAGEMENT LETTER

The Honorable William Keen
Supervisor of Elections
Sumter County, Florida

We have audited the financial statements of the office of the Sumter County, Florida Supervisor of Elections (the "Office"), as of and for the year ended September 30, 2019, and have issued our report thereon dated February 20, 2020.

Auditors' Responsibility

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 Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards* and Independent Accountants' Report on an examination conducting in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated February 20, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1.; Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding audit report. The Office had no such audit findings reported in the preceding audit report.

Financial Management

Section 10.554(1)(i)2.; Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Additional Matters

Section 10.554(1)(i)3.; Rules of the Auditor General, requires us to communicate noncompliance with provisions of contract or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and Florida House of Representatives, the Florida Auditor General, the Sumter County, Florida Tax Collector, and applicable management, and is not intended to be and should not be used by anyone other than those specified parties.

We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any questions or comments concerning this letter, our accompanying reports, or other matters.

Carly Riggs & Ingram, L.L.C.

Gainesville, Florida
February 20, 2020



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

The Honorable William Keen
Supervisor of Elections
Sumter 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 office of the Sumter County, Florida Supervisor of Elections (the "Office"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the Office's financial statements, and have issued our report thereon dated February 20, 2020.

Internal Control over Financial Reporting

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

Carly Riggs & Ingram, L.L.C.

Gainesville, Florida
February 20, 2020



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INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES

To the Honorable William Keen
Supervisor of Elections
Sumter County, Florida

We have examined the office of the Sumter County, Florida Supervisor of Elections' (the "Office") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, during the year ended September 30, 2019. Management is responsible for the Office's compliance with the specified requirements. Our responsibility is to express an opinion on the Office's compliance with specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office compiled, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Office complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgement, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the Office's compliance with specified requirements.

In our opinion, the Office complied, in all material respects, with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2019.

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

Carr, Riggs & Ingram, L.L.C.

Gainesville, Florida
February 20, 2020

William "Bill" Keen, Supervisor of Elections

Sumter County, Florida



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February 20, 2020

The Honorable Sherrill F. Norman
State of Florida Auditor General
Claude Pepper Building
111 West Madison Street
Tallahassee, FL 32399-1450

Dear Honorable Sherrill Norman,

I have been presented with the audit report for the Supervisor of Elections' office for the fiscal year ending September 30, 2019. I am pleased to note that there were no adverse findings which require corrective action.

Thank you,

William "Bill" Keen
Sumter County Supervisor of Elections