

Lake County, Florida

Comprehensive Annual Financial Report



Fiscal Year Ended September 30, 2019

This page intentionally left blank.

LAKE COUNTY FLORIDA

Comprehensive Annual Financial Report
Fiscal Year Ended September 30, 2019

This page intentionally left blank.

LAKE COUNTY, FLORIDA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Year Ended
September 30, 2019**

**Gary J. Cooney
Clerk of the Circuit Court and Comptroller**

COUNTY FINANCE DEPARTMENT

**Kristy L. Mullane, CPA
Chief Financial Officer**

**Mary Burns, CPA
Accounting Director**

This page intentionally left blank.

PRINCIPAL OFFICIALS
LAKE COUNTY, FLORIDA

AS OF SEPTEMBER 30, 2019

BOARD OF COUNTY COMMISSIONERS

Timothy I. Sullivan
Sean M. Parks
Wendy Breeden, Vice Chairman
Leslie Campione, Chairman
Josh Blake

District 1
District 2
District 3
District 4
District 5

ELECTED COUNTY OFFICIALS

Gary J. Cooney
Carey L. Baker
Peyton C. Grinnell
Alan Hays
David Jordan

Clerk of the Circuit Court and Comptroller
Property Appraiser
Sheriff
Supervisor of Elections
Tax Collector

APPOINTED COUNTY OFFICIALS

Jeff Cole
Melanie Marsh

County Manager
County Attorney

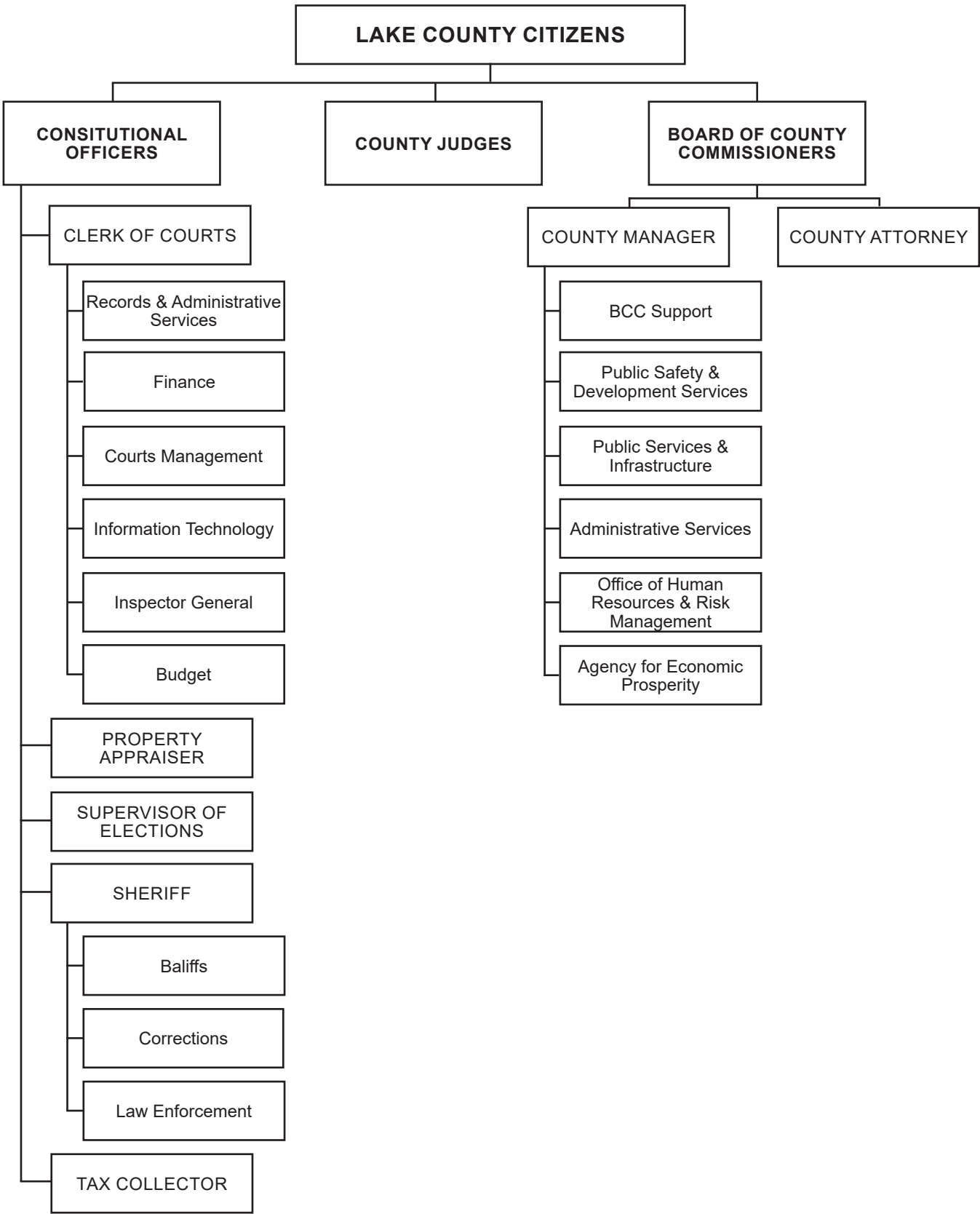
This page intentionally left blank.

ORGANIZATIONAL CHART

ORGANIZATIONAL CHART

Lake County, Florida

September 30, 2019



LAKE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2019

TABLE OF CONTENTS

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

LAKE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2019

TABLE OF CONTENTS

	<u>Page</u>
II. <u>FINANCIAL SECTION</u> (Continued)	
Basic Financial Statements: (Continued)	
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:	
Major Special Revenue Fund – Road Impact Fee	44
Major Special Revenue Fund - Public Transportation	45
Major Special Revenue Fund - Mt. Plymouth-Sorrento CRA	46
Statement of Net Position- Proprietary Funds	48
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	49
Statement of Cash Flows - Proprietary Funds	50
Statement of Fiduciary Assets and Liabilities - Fiduciary Funds	52
Notes to Financial Statements	53
Required Supplementary Information:	
Schedule of Proportionate Share of the Net Pension Liability	91
Schedule of Contributions	92
Schedule of Changes in the County's Total OPEB Liability and Related Ratios	93
Combining and Individual Fund Financial Statements:	
Combining Balance Sheet - Nonmajor Governmental Funds	100
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	108
Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:	
Nonmajor Governmental Funds	116
Major Debt Service Fund:	
Sales Surtax Revenue Bond Debt Service Fund	146
Major Capital Projects Fund:	
Sales Tax Capital Projects	147

LAKE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2019

TABLE OF CONTENTS

	<u>Page</u>
II. <u>FINANCIAL SECTION</u> (Continued)	
Combining Statement of Net Position - All Internal Service Funds	150
Combining Statement of Revenues, Expenses and Changes in Fund Net Position - All Internal Service Funds	151
Combining Statement of Cash Flows - All Internal Service Funds	152
Combining Statement of Fiduciary Assets and Liabilities - Fudiciary Funds	156
Combining Statement of Changes in Assets and Liabilities - All Agency Funds	162
Financial Data Schedules - HUD Section 8	175
III. <u>STATISTICAL SECTION</u>	
Financial Trends Information:	
Net Position by Component - Last Ten Fiscal Years	180
Changes in Net Position - Last Ten Fiscal Years	182
Fund Balances - Governmental Funds - Last Ten Fiscal Years	186
Changes in Fund Balances - Governmental Funds - Last Ten Fiscal Years	188
Revenue Capacity Information:	
Assessed and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years	190
Property Tax Rates – Direct and Overlapping Governments - Last Ten Fiscal Years	192
Principal Property Taxpayers - Current Year and Nine Years Ago	194
Property Tax Levies and Collections - Last Ten Fiscal Years	195

LAKE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2019

TABLE OF CONTENTS

	<u>Page</u>
III. <u>STATISTICAL SECTION (Continued)</u>	
Debt Capacity Information:	
Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	196
Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years	198
Revenue Bond Coverage - Last Ten Fiscal Years	199
Pro-Forma Debt Service Coverage - Capital Improvement Refunding Revenue Bonds, Series 2015B -	201
Distribution Percentages, Capital Improvement Refunding Revenue Bonds, Series 2015B -	202
Historical Receipts of Half-Cent Sales Tax Revenues by the County, Capital Improvement Refunding Revenue Bonds - Series 2015B -	202
Demographic and Economic Information:	
Demographic Statistics - Last Ten Calendar Years	203
Principal Employers - Current Year and Nine Years Ago	204
<u>Operating Information:</u>	
Full-Time Equivalent County Government Employees by Function - Last Ten Fiscal Years	205
Operating Indicators by Function - Last Ten Fiscal Years	206
Capital Asset Statistics by Function - Last Ten Fiscal Years	208
IV. <u>SINGLE AUDIT</u>	
Schedule of Expenditures of Federal Awards and State Financial Assistance	211
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance	214

LAKE COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2019

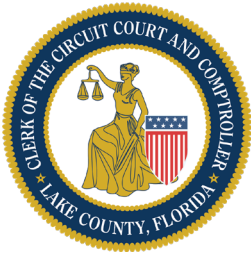
TABLE OF CONTENTS

	<u>Page</u>
IV. <u>SINGLE AUDIT</u> (Continued)	
Independent Auditor's Report on Compliance for each Major Federal Program and State Project and on Internal Control over Compliance and Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by the Uniform Guidance and Chapter 10.550, <i>Rules of the Auditor General</i>	215
Schedule of Findings and Questioned Costs	218
V. <u>OTHER REPORTS</u>	
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	221
Independent Auditor's Management Letter	223
Independent Accountant's Report	225

This page intentionally left blank.

LETTERS OF TRANSMITTAL

This page intentionally left blank.



Gary J. Cooney

Clerk of the Circuit Court and Comptroller
550 West Main Street, Post Office Box 7800
Tavares, Florida 32778-7800
(352) 742-4100 www.lakecountyclerk.org

April 24, 2020

The Honorable Board of County Commissioners
Lake County, Florida

The Comprehensive Annual Financial Report of Lake County, Florida, as of September 30, 2019, and for the 2018-2019 fiscal year is hereby transmitted. The accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, is the responsibility of the County. Management believes that the presented data is materially accurate and is designed to report the financial position and the results of operations as measured by the financial activity of the County's various funds. The necessary disclosures to enable the reader to gain the maximum understanding of the County's financial affairs have been included.

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

This report has been prepared following the guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada. The GFOA awards Certificates of Achievement to those governments whose annual financial reports are judged to conform substantially with high standards of public financial reporting, including accounting principles generally accepted in the United States. Lake County has been awarded a Certificate of Achievement for its annual financial reporting for the past 38 years commencing in 1981 and including the 2018 fiscal year. The Certificate of Achievement program requires the inclusion of all funds of the County. The financial statements for the year ended September 30, 2019, include all of the Constitutional Officers, dependent special districts, and other agencies of the County. It is my belief that the accompanying fiscal year 2019 financial report will meet program standards and it will be submitted to the GFOA for review.

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

April 24, 2020
Page Two

The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the dedicated efforts of my Chief Financial Officer, Accounting Director and Finance Department staff. Their continual efforts of upgrading the accounting and financial reporting system of the County have made substantial improvements to the quality of the information being reported to the County Commission, state oversight boards, and the citizens of Lake County.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Gary J. Cooney", with a stylized, cursive script.

Gary J. Cooney
Clerk of the Circuit Court and Comptroller

Attachment



Gary J. Cooney

*Clerk of the Circuit Court and Comptroller
550 West Main Street, Post Office Box 7800
Tavares, Florida 32778-7800
(352) 742-4100 www.lakecountyclerk.org*

April 24, 2020

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

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of Lake County, Florida, for the fiscal year ended September 30, 2019. This report was prepared by the County Finance Department under the direction of the Clerk of Courts in his capacity as County Comptroller.

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

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

ended September 30, 2019 are fairly presented in conformity with GAAP. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the State of Florida and Federal Single Audit Acts. The standards governing single audit engagements require the independent auditor to report on the government's internal controls and compliance with legal requirements with special emphasis on the administration of federal and state awards. Information related to the single audit, including schedules of federal and state financial assistance and the independent auditor's reports thereon are included in this report.

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

Profile of Lake County

Lake County is located in the center of the state approximately 65 miles from the east and west coasts at the northwestern edge of Central Florida. The County was created in June, 1887, by the Florida Legislature and encompasses 954 square miles of land and over 200 square miles of lakes. The current estimated population is 356,495. There are fourteen municipalities located within the County including: Astatula, Clermont, Eustis, Fruitland Park, Groveland, Howey-in-the-Hills, Lady Lake, Leesburg, Mascotte, Minneola, Montverde, Mount Dora, Tavares and Umatilla.

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

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

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

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

The budget is prepared by fund, department, and object code. After the budget is adopted, no transfers can be made between funds without a public hearing. Certain transfers within a department may be approved by the County Manager or by the Board, depending on the dollar amount. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget is adopted. For the general fund, this comparison is on page 42 as part of the basic financial statements for governmental funds. For other governmental funds, the comparison for each fund for which a budget has been adopted is presented on pages 44 to 46 and 116 to 147.

The financial statements present Lake County (the primary government described above) and its blended component units, which includes the Mt. Plymouth-Sorrento Community Redevelopment Agency (CRA), which was created for the purpose of financing redevelopment projects in eastern Lake County.

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

Local Economy. The local economy continues to improve in 2019. For the seventh year in a row, the assessed taxable value of real and personal property increased. The increase, about \$1.8 billion, represents about 8.0% of the total assessed value of \$22.4 billion. In addition, the unemployment rate for the County remained at a low rate of 2.9% at year end. State and national rates were lower than the prior year at 3.2% and 3.5%, respectively.

Economic development continues to be an ongoing priority of the Board. In addition to efforts to draw new businesses to the area, Lake County has expanded advertising and tourism efforts under the trademarked branding "Real Florida. Real Close." The County has hosted many sporting events to support the local economy, including competition fishing and sand volleyball tournaments. In 2019, the County completed construction on a new \$1.9 million Hickory Point Beach Athletic Center facility to attract additional tournaments and increase sports tourism. This facility was funded through tourist development taxes.

In 2019, the County was selected by Kroger Company (Kroger) and Ocado as the site of their second U.S. high-tech customer fulfillment center. Kroger is investing approximately \$55 million in the 375,000 square foot facility. The center will be an automated warehouse facility with digital and robotic capabilities, and will benefit the County's economy by creating approximately 400 high wage jobs.

Federal and state grants continue to provide for various programs that benefit the County. Affordable housing, community development, road projects, public transportation and public safety are programs that are supported in part by federal and state funding. The County received a total of \$32,609,368 million in state and federal assistance in 2019, of which approximately \$10 million was received from the Federal Emergency Management Agency (FEMA) for expenses incurred for Hurricane Irma, a significant storm in September 2017.

All of these items encourage economic growth and benefit the Lake County citizens.

Relevant Financial Policies. The County has established an economic stabilization reserve policy to ensure that sufficient cash is available in the following year to meet the County's obligations until anticipated revenues are available and to protect the County's essential service programs during periods of economic downturn or unforeseen catastrophic events. One of the goals of this policy is for the General Fund to maintain a reserve of fund balance from 7% to 12% of the total budget. The unassigned fund balance increased from \$6,908,660 at September 30, 2018 to \$13,501,616 at September 30, 2019. This represented a reserve increase from 5% to 10% of the total budget. The increase in fund balance was primarily related to the FEMA grant revenue mentioned above.

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

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

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

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

The County issued \$19,980,000 in Sales Surtax Revenue Bonds in 2018 to fund the construction of an animal shelter and upgrade the County's public safety network. The bonds are secured by a pledge of the infrastructure sales tax discussed above. In October 2019, the County refinanced these bonds at a lower rate, saving the County approximately \$1 million. The new bonds include an additional \$10 million to fund road resurfacing projects.

Major Initiatives. The County continued to promote quality of life, spending approximately \$1.5 million on South Lake Park, a \$19 million project expected to be completed over future years. The County also spent approximately \$1 million in additional park improvements, including lighting, parking and facilities. The County also continued a \$7 million project for the new animal shelter, spending about \$540,000 in 2019.

Another goal of the County is to enhance public safety. The County completed the transition of Lake Emergency Medical Services, Inc., formerly a component unit, into the county organization. This transition was made to increase coordination of services and provide improved overall service. The County also distributed new radios county-wide to law enforcement and fire service vehicles allowing emergency personnel to better communicate with other agencies and improve response times.

Another emphasis of the Board is the completion of significant road projects and road maintenance. The County continued the CR466A project in northern Lake County, spending approximately \$1.7 million on Phase III of this project in 2019. The County also spent approximately \$8.3 million on the ongoing Citrus Grove Road project in south Lake County. These projects were partially funded by grants from the Florida Department of Transportation.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial

Reporting to Lake County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2018. This was the 38th consecutive year that Lake County has received this award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In addition, both the Board and Clerk's Office participate in GFOA's Distinguished Budget Award program. In order to qualify for the Distinguished Budget Presentation Award, a budget document must be judged proficient in several categories, including policy documentation, financial planning and organization. The Board has received this award for 13 fiscal years and the Clerk's Office for the last 28 fiscal years.

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

Respectfully submitted,

A handwritten signature in blue ink that reads "Kristy Mullane". The signature is written in a cursive, flowing style.

Kristy Mullane, CPA
Chief Financial Officer

CERTIFICATE OF ACHIEVEMENT



Government Finance Officers Association

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

Presented to

**Lake County
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2018

Christopher P. Morill

Executive Director/CEO



INDEPENDENT AUDITOR'S REPORT

Honorable Board of County Commissioners
Lake County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of Lake County, Florida (the County) as of and for the year ended September 30, 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.

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of the County as of September 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Road Impact Fee Fund, Public Transportation Fund, and Mt. Plymouth-Sorrento CRA Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements as a whole. The introductory section, combining and individual fund statements and schedules, Financial Data Schedules – HUD Section 8, and the statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund statements and schedules and Financial Data Schedules – HUD Section 8 are the responsibility of management and were derived from, and relate directly to, the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules and the Financial Data Schedules – HUD Section 8 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 23, 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
April 23, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

This page intentionally left blank.

Management's Discussion and Analysis

As management of Lake County, Florida, (County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Lake County government for the fiscal year ended September 30, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the letters of transmittal, which can be found at pages 3 to 10 of this report.

Financial Highlights

- Lake County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at September 30, 2019 by \$307,544,177 (net position). The amount of unrestricted net position is a net deficit of \$152,636,820. The net deficit is primarily the result of the County's proportionate share of the State of Florida Retirement System's net pension liability.
- The County's total net position decreased \$488,592 from the previous year, with an increase in current year operations of \$1,434,364 resulting from business-type activity, and a decrease of \$1,922,956 resulting from governmental activities.
- At September 30, 2019, Lake County's governmental fund statements report combined ending fund balances of \$102,211,223, an increase of \$8,023,241 from the previous fiscal year. Of this amount, \$13,501,616 remains unassigned in the governmental funds with the remaining balance either nonspendable, restricted, committed or assigned in the various governmental fund types.
- The General Fund, the County's primary operating fund, reported an unassigned fund balance of \$13,501,616 and an increase in total fund balance from the last fiscal year of \$9,671,315. The unassigned general fund balance of \$13,501,616 represents approximately 10% of total general fund expenditures.
- Total bonded debt outstanding at year-end amounted to \$107,865,000 of which \$58,105,000 related to direct placements.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

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

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

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

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 35 individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund

Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Road Impact Fee Special Revenue Fund, Public Transportation Special Revenue Fund, Mt. Plymouth-Sorrento CRA Special Revenue Fund, Sales Surtax Revenue Note Debt Service Fund, and Sales Tax Capital Projects Fund, all of which are considered to be major funds. Data from the other 29 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

The basic governmental fund financial statements can be found on pages 34 to 46 of this report.

Proprietary funds. The County maintains and presents two types of proprietary funds: enterprise and internal service, which can be found on pages 48 to 51 of this report.

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

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

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

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

The basic fiduciary fund financial statement can be found on page 52 of this report.

Notes to financial statements. The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 53 to 89 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 100 to 174 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the County's financial position. In the case of Lake County, governmental activities assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$301,759,712 at September 30, 2019.

By far the largest portion of the County's governmental activities net position, \$376,029,533, reflects its investment in capital assets (e.g., infrastructure, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are *not* available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following is a summary of Lake County net position for governmental and business-type activities for 2019 and 2018, with amounts expressed in thousands:

	Governmental Activities		Business-Type Activity		Total	
	2019	2018	2019	2018	2019	2018
Current and other assets	\$ 138,977	\$ 124,226	\$ 4,339	\$ 3,149	\$ 143,316	\$ 127,375
Capital Assets	475,646	472,817	10,848	10,772	486,494	483,589
Total Assets	614,623	597,043	15,187	13,921	629,810	610,964
Deferred Outflows	68,774	64,975	432	473	69,206	65,448
Long-term liabilities outstanding	320,557	300,644	8,140	8,404	328,697	309,048
Other liabilities	34,832	33,992	1,614	1,500	36,446	35,492
Total Liabilities	355,389	334,636	9,754	9,904	365,143	344,540
Deferred Inflows	26,248	23,699	81	140	26,329	23,839
Net Position:						
Net investment in capital assets	376,030	380,161	10,847	10,771	386,877	390,932
Restricted	73,304	62,777	-	-	73,304	62,777
Unrestricted (deficit)	(147,574)	(139,255)	(5,063)	(6,421)	(152,637)	(145,676)
Total Net Position	\$ 301,760	\$ 303,683	\$ 5,784	\$ 4,350	\$ 307,544	\$ 308,033

An additional portion of the County's governmental activities net position, \$73,303,691, represents resources that are subject to external restrictions on how they may be used. The remaining balance of governmental activities net position is an unrestricted deficit of \$147,573,512 resulting primarily from the County's net pension liability.

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

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

Net position in the Landfill Fund (Business-type Activity) consists of the net investment in capital assets of \$10,847,773 and unrestricted net deficit of \$5,063,308 resulting from the landfill closure/post-closure care liability and the County's net pension liability; the overall net position is \$5,784,465.

Governmental Activities

Governmental activities account for 98% of the County's net position. One of the major components of general revenue collected by governmental activities is property taxes. Overall property taxes collected amounted to \$123,327,147, an increase of \$10,604,060 from the prior year. This increase was due to an increase in taxable value of about 10%. Other taxes amounted to \$29,433,833 and include infrastructure sales tax (\$16,765,845), gas taxes (\$7,818,519), communications services taxes (\$1,483,132) and tourist development taxes (\$3,366,337).

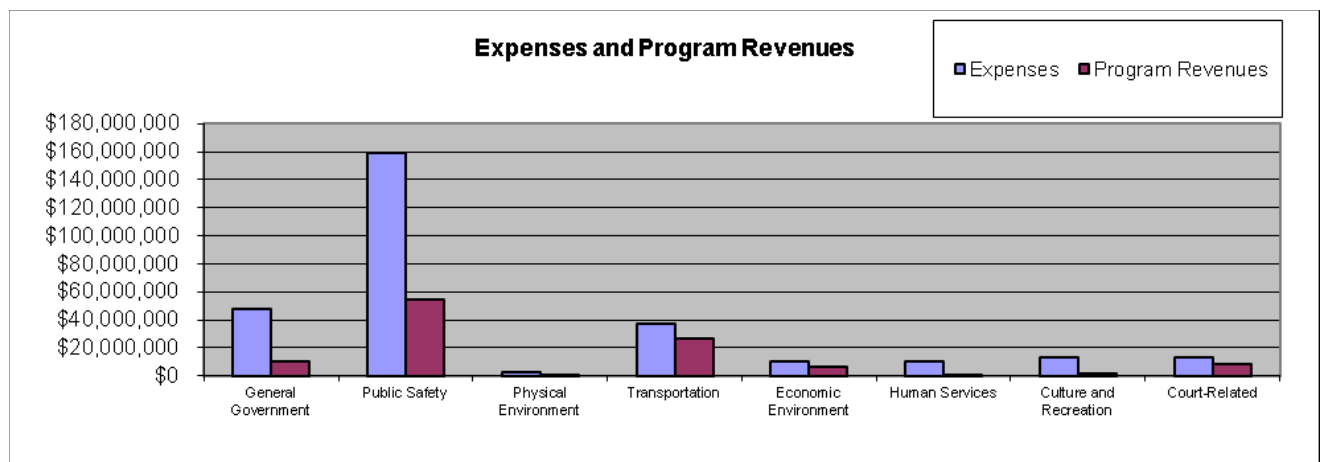
Other variances in governmental activities include:

- Other ad valorem taxes include the Stormwater Management, Parks and Roads Municipal Services Taxing Unit Fund, the Lake County Ambulance Fund, the Municipal Services Taxing Unit for Fire Protection Fund and Voter Approved Debt. The tax rate for the stormwater, parks and roads MSTU was .4957 mills, consistent with prior year. The Ambulance fund adopted a millage rate of .4629 mills, the same as last year. The MSTU for Fire Protection is used to provide funds for advanced life support services by the Fire department. This millage was .4704 in 2019 and 2018. The Voter Approved Debt millage was .1324 in 2019 and .1524 in 2018. These funds are used to pay debt service on bonds issued to purchase environmentally sensitive land. Collections from these four taxes amounted to about \$21 million of the total approximately \$123 million that was collected, an increase from \$20 million in the previous year.
- Charges for services increased approximately \$6 million, resulting from an increase in revenue from the fire assessment of about \$2.2 million due to increased assessment rates, an increase in emergency management services revenue of about \$1.2 million and an increase in revenue for school resource officers of about \$1.2 million.
- Other revenue increased approximately \$9 million, primarily due to recognition of lease revenue from the municipalities for reimbursement of public safety radios and due to increased interest rates.
- Public Safety expenses increased approximately \$12 million, primarily the result of increased expenses related to an increase in the net pension liability.

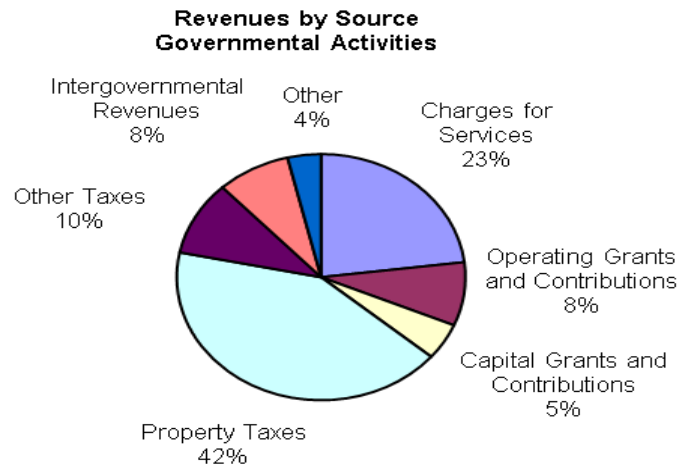
The following is a summary of Lake County governmental and business-type activities for 2019 and 2018, including revenues and expenses, with amounts expressed in thousands:

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Revenues:						
Program Revenues:						
Charges for services	\$ 69,252	\$ 63,452	\$ 14,722	\$ 13,087	\$ 83,974	76,539
Operating grants and contributions	25,067	26,856	2	7	25,069	26,863
Capital grants and contributions	14,407	13,729	-	-	14,407	13,729
General Revenues:						
Property taxes	123,327	112,723	-	-	123,327	112,723
Other taxes	29,434	28,793	-	-	29,434	28,793
Intergovernmental	24,749	24,233	-	-	24,749	24,233
Other	11,225	1,931	210	141	11,435	2,072
Total Revenues	297,461	271,717	14,934	13,235	312,395	284,952
Expenses:						
General Government	48,236	44,322	-	-	48,236	44,322
Public Safety	158,832	146,942	-	-	158,832	146,942
Physical Environment	2,259	2,531	-	-	2,259	2,531
Transportation	37,227	41,651	-	-	37,227	41,651
Economic Environment	10,044	9,782	-	-	10,044	9,782
Human Services	10,552	10,181	-	-	10,552	10,181
Culture and Recreation	12,832	12,571	-	-	12,832	12,571
Court-Related	13,147	11,768	-	-	13,147	11,768
Interest on long-term debt	3,763	3,468	-	-	3,763	3,468
Landfill	-	-	15,992	16,040	15,992	16,040
Total Expenses	296,892	283,216	15,992	16,040	312,884	299,256
Change in net position before transfers	569	(11,499)	(1,058)	(2,805)	(489)	(14,304)
Transfers	(2,492)	(2,213)	2,492	2,213	-	-
Change in net position	(1,923)	(13,712)	1,434	(592)	(489)	(14,304)
Net Position Beginning	303,683	330,371	4,350	4,942	308,033	335,313
Restatement of Net Position	-	(12,976)	-	-	-	(12,976)
Net Position Ending	\$ 301,760	\$ 303,683	\$ 5,784	\$ 4,350	\$ 307,544	\$ 308,033

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



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



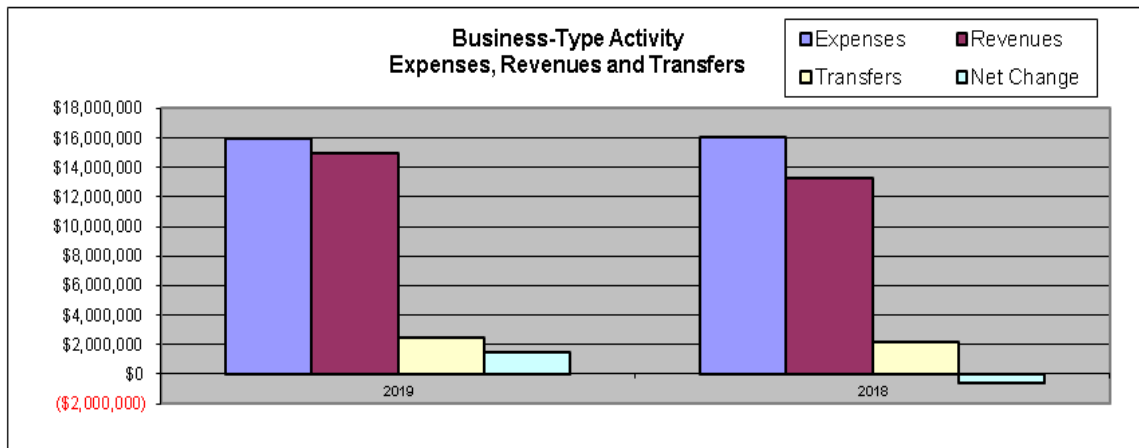
Business-Type Activity

The County has only one business-type activity which is the solid waste management system. The system consists of one operating and six closed landfills. The operating landfill is the Central Landfill Phase III. The six closed landfills are located in Astatula, Umatilla, Lady Lake and Clermont. The Phase III landfill, consisting of two cells, the Ash Cell and Municipal Solid Waste Cell, was completed in 2009. The Ash Cell started accepting waste in 2011. Currently, disposal of waste is primarily transported to a landfill outside Lake County, instead of the Lake County Landfill.

The activities of the solid waste management system are reported in the Landfill Fund. Overall, the fund finished the year favorably when compared to prior year with an increase in net position of \$1,434,364 compared to a decrease of \$592,002 in 2018. Revenues increased from 2018 to 2019 at approximately \$13.2 million and \$14.9 million, respectively. This was the result of increased assessment rates in 2019. Operating expenses (excluding the amounts for landfill closure and post closure costs), remained fairly consistent for 2018 and 2019 at approximately \$16 million and \$15.9 million, respectively. This resulted in an operating loss for 2018 and 2019 of \$2.8 and \$1.2 million, respectively. The County's transfer in from the General Fund increased from approximately \$3.1 million in 2018 to \$3.5 million in 2019.

All of these factors and the impact of recording the County's net pension liability resulted in a deficit of unrestricted net position of \$5,063,308 with an overall positive net position of \$5,784,465 which increased from the net position of \$4,350,101 for 2018.

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



Financial Analysis of the County's Funds

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

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

The combined ending fund balance for all governmental funds at September 30, 2019 was \$102,211,223, an increase of \$8,023,241 from the prior year. The combined fund balance includes approximately \$7 million in restricted bond proceeds which is discussed under section "Long-Term Debt" on pages 27 to 28. The fund balance in the General Fund increased by \$9.7 million to \$17,480,421, increasing the unassigned fund balance to \$13,501,616. The increase in the fund balance in the General Fund resulted primarily from increased revenues related to property taxes and reimbursements from the Federal Emergency Management Agency (FEMA) for Hurricane Irma, a storm that significantly affected the County in September 2017. For additional information, refer to the section "Governmental Activities" beginning on page 21.

The ending fund balances in governmental funds for 2019 and 2018 were classified as follows:

	<u>2019</u>	<u>2018</u>
Nonspendable	\$ 168,805	\$ 190,446
Restricted	76,798,662	81,383,642
Committed	7,556,035	4,585,163
Assigned	4,186,105	1,120,071
Unassigned	13,501,616	6,908,660
Total Fund Balances	<u>\$ 102,211,223</u>	<u>\$ 94,187,982</u>

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

In addition to the General Fund, the County has five governmental funds that are considered major funds under criteria set forth by GASB Statement Number 34. Those funds include the Road Impact Fee Special Revenue Fund, Public Transportation Special Revenue Fund, the Mt. Plymouth-Sorrento CRA Special Revenue Fund, the Sales Surtax Revenue Note Debt Service Fund, and the Sales Tax Capital Projects Fund. A brief discussion of these funds follows:

Road Impact Fees: This fund is used to account for impact fees collected from the issuance of building permits in the County. Funds collected must be used for new road construction or reconstruction in the district in which collected within six years of collection. This period can be extended under certain circumstances. In 2014, the number of impact fee districts were reduced from six to three. The reduction to three impact fee districts was a recommendation from an impact fee study to provide greater flexibility in planning road projects. In 2019, the number of impact fee districts was increased from three to four, splitting the central district into two separate areas. Revenues were \$5,297,845 in 2019 and \$4,741,993 in 2018. Expenditures were \$4,922,799 in 2019 and \$3,222,501 in 2018. The increase in impact fee revenues resulted from increased rates and the improving economy. The increase in expenditures primarily related to an increase in impact fee projects including Citrus Grove Road in south Lake County.

Public Transportation: This fund was created to account for certain County transportation services, including providing services to the transportation disadvantaged residents of Lake County. A majority of the funding for these services comes from federal and state cost-reimbursable grants. Revenues were \$6,820,384 in 2019 and \$8,077,320 in 2018 and expenditures were \$8,384,815 in 2019 and \$9,317,695 in 2018. Transfers from the General Fund were \$1,390,070 in 2019 and \$1,213,617 in 2018. The decreases are related to grant revenue and expenditures for paratransit and fixed route service.

Mt. Plymouth-Sorrento CRA: The fund was created in 2015 to account for revenues and expenditures for the CRA redevelopment projects. The primary revenue source is certain ad valorem taxes collected within the boundaries of the CRA. Revenues were \$69,210 in 2019 and \$21,969 in 2018; there were expenditures of \$30,135 in 2019 and \$725 in 2018. Increases in tax revenues related to increased property values.

Sales Surtax Revenue Note Debt Service: This fund was established to account for the debt payments from the \$19,980,000 Sales Surtax Revenue Bond, Series 2018 which will be used to fund the construction of a new animal shelter and upgrade the County's emergency radio system. Revenues and expenditures were \$554,906 and \$887,444 in 2019, respectively.

Sales Tax Capital Projects: This fund accounts for the construction of various capital projects, using discretionary infrastructure sales surtax revenues from a locally imposed one-cent sales tax. Transfers in from the County Sales Tax Fund were \$14,876,405 in 2019 and \$14,109,583 in 2018. Expenditures in 2019 were \$10,208,334 compared to \$8,133,717 in 2018. Significant projects included various building and improvements projects of about \$3.5 million, county-wide resurfacing, sidewalks and road improvements of approximately \$3.1 million and equipment and vehicle purchases of about \$3.6 million.

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

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget was \$4,348,447 (increase in appropriations for expenditures). The increases related to budgeted amounts for general government and public safety for the Constitutional Officers of approximately \$2 million including approximately \$1 million for the Sheriff, and an increase in non-departmental amounts for general government and public safety related to budgeted amounts of about \$1 million for non-capital expenditures for the new radio project and \$400,000 related to Hurricane Dorian, a storm which occurred in September 2019.

Actual revenues were higher than the final adopted budget by \$2,015,537 as a result of higher tax collections and charges for services. This was offset by approximately \$1 million in revenues under budgeted amounts for reimbursements related to Hurricane Irma.

Actual expenditures in the General Fund were under the final amended budget by \$3,545,191. A brief description of some of these differences follows:

- General government differences of \$1,858,413 from spending in personal services and operating expenses by the Constitutional Officers being lower than budgeted amounts, and projects being delayed.
- Differences in public safety of \$470,617 primarily from public safety projects being delayed and savings in code enforcement.
- Differences in human services of \$551,970 primarily due to savings in the office of community services of approximately \$300,000 related to personal services and operating costs for indigent care.

Capital Assets and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activity as of September 30, 2019, amounts to \$486,494,265 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, and roads completed and put into use during the period from fiscal year 1980 to 2019.

The County has a locally imposed Infrastructure Sales Surtax, a one-cent sales tax that can be used for infrastructure. These funds are used for public safety vehicles and equipment; sidewalk and road improvements; trails and recreation; water quality and other infrastructure needs.

Additions to building included the completion of the Hickory Point Beach Athletic Center for about \$1.9 million. Other building spending included approximately \$540,000 for the new Animal Shelter and approximately \$300,000 for the continued renovation of the existing courthouse; these projects remain in construction work in progress. In improvements other than building, the County completed \$400,000 in improvements to PEAR Park, and spent approximately \$1.5 million on the new South Lake Regional Park and an additional \$750,000 in other park improvements; these projects remain in construction work in progress.

The County continued improvements on CR466A, a major road project in northern Lake County, spending approximately \$1.7 on Phase IIIA. In addition the County spent about \$8.3 million on Citrus Grove Road in south Lake County, of which approximately \$4.8 and \$3.5 million was related to construction of Phase I and right of way for Phase III, respectively. The construction phases of both projects remain in construction work in progress. In addition the County completed approximately \$1.6 million and \$600,000, respectively, in county-wide resurfacing and sidewalk improvement projects.

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

The following is a summary of Lake County's capital assets for governmental and business-type activities for 2019 and 2018, net of accumulated depreciation, with amounts expressed in thousands.

	LAKE COUNTY'S CAPITAL ASSETS					
	Governmental Activities		Business-Type Activity		Total	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Land	\$ 99,909	\$ 97,286	\$ 3,183	\$ 2,913	\$ 103,092	\$ 100,199
Buildings	154,004	157,656	349	432	154,353	158,088
Improvements other than buildings	18,794	19,679	7,030	7,088	25,824	26,767
Machinery and equipment	21,873	20,425	286	339	22,159	20,764
Infrastructure	140,948	152,246	-	-	140,948	152,246
Construction work in progress	40,118	25,525	-	-	40,118	25,525
Total	<u>\$ 475,646</u>	<u>\$ 472,817</u>	<u>\$ 10,848</u>	<u>\$ 10,772</u>	<u>\$ 486,494</u>	<u>\$ 483,589</u>

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

Long-Term Debt

At September 30, 2019, Lake County had debt outstanding of \$107,865,000 of which \$58,105,000 related to direct placements:

\$25,845,000 in Capital Improvement Refunding Revenue Bonds, Series 2015A:

These bonds were issued to partially refund the Capital Improvement Revenue Bonds, Series 2007, that were originally issued to provide funds to acquire, construct and equip various capital improvements, including the courthouse and other government buildings in downtown Tavares. The bonds are secured by a pledge of the half cent sales tax. The bond, a direct placement, is held by Regions Capital Advantage, Inc. Final maturity is in 2026. The balance at September 30, 2019 was \$20,040,000.

\$50,140,000 in Capital Improvement Refunding Revenue Bonds, Series 2015B:

These bonds were issued to partially refund the Capital Improvement Revenue Bonds, Series 2007, that were originally issued to provide funds to acquire, construct and equip various capital improvements, including the courthouse and other government buildings in downtown Tavares. These bonds are secured by a pledge of the half cent sales tax. Final maturity is in 2037. The bonds are rated AA- by Fitch, Inc. and A1 by Moody's Investors Service, Inc. The balance at September 30, 2019 was \$49,760,000.

\$20,950,000 in Limited General Obligation Refunding Bonds, Series 2015:

These bonds were issued to partially refund the Limited General Obligation Bonds, Series 2007. These bonds are secured by ad valorem taxes assessed at an amount not to exceed 1/3 of 1 mill as approved by referendum on November 2, 2004. The bonds were issued to acquire and improve lands within the County, to protect drinking water sources, preserve natural areas and protect open space from overdevelopment. The bond, a direct placement, is held by Citizens First Bank. Final maturity is in 2026. The balance at September 30, 2019 was \$16,215,000.

\$3,635,000 Sales Tax Refunding Revenue Bond (Pari-Mutuel Revenues Replacement Program), Series 2011: The County issued this bond in 2011 in a current refunding of the Sales Tax Revenue Bonds (Pari-Mutuel Revenues Replacement Program) Series 2000 that were previously outstanding. The refunding was undertaken to reduce debt service payments. The refunding bond is secured by sales tax revenues which are paid to the County by the State of Florida as a replacement for funds previously distributed from pari-mutuel wagering revenues. Final maturity is in 2030. The original bonds were issued in 2001 to fund county-wide recreation projects. In 2013, the bond was modified and reissued at a reduced rate resulting in a net present value savings of \$195,930. The interest rate decreased from 3.91% to 3.12%. The bond, a direct placement, is held by Branch Banking & Trust Company. The balance outstanding at September 30, 2019 was \$2,305,000.

\$19,980,000 in Sales Surtax Revenue Bonds, Series 2018: These bonds are secured by a pledge of the levy of the one cent local government Infrastructure Sales Surtax Revenues. These bonds were issued to provide funds to construct a new animal shelter and upgrade the County's public safety radio network. The bond, a direct placement, is held by Citizen's First Bank. Final maturity is in 2033. The balance at September 30, 2019 was \$19,545,000.

Additional information on debt can be found in Note 6 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate was estimated at 2.9% for Lake County, 3.2% for the State of Florida and 3.5% for the nation at September 30, 2019. Last year's rate for the County was also 2.9%.
- Over the last 12 months, inflation nationally as indicated by the consumer price index increased 1.7% as of September 30, 2019.

These factors were considered in preparing the County's budget for Fiscal Year 2020. In addition, at its final budget hearing on September 24, 2019, the Board adopted the following millage rates:

General Fund:	5.0734	mills
Stormwater, Parks and Roads:	0.4957	mills
Lake County Ambulance Fund:	0.4629	mills
Voter Approved Debt:	0.1100	mills
Fire/EMS MSTU:	0.4704	mills

Requests for Information

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

This page intentionally left blank.

LAKE COUNTY, FLORIDA
STATEMENT OF NET POSITION
September 30, 2019

	Governmental Activities	Business-Type Activity	Total
Assets			
Current Assets:			
Cash and Cash Equivalents	\$ 109,223,437	\$ 4,330,265	\$ 113,553,702
Accounts Receivable	3,431,858	9,174	3,441,032
Due from Other Governments	18,303,493	-	18,303,493
Inventories	517,128	-	517,128
Total Current Assets	131,475,916	4,339,439	135,815,355
Noncurrent Assets:			
Assessments Receivable	152,513	-	152,513
Restricted Cash and Investments	7,348,132	-	7,348,132
Land and Other Nondepreciable Assets	140,027,330	3,183,017	143,210,347
Depreciable Capital Assets, Net	335,619,162	7,664,756	343,283,918
Total Noncurrent Assets	483,147,137	10,847,773	493,994,910
Total Assets	614,623,053	15,187,212	629,810,265
Deferred Outflows of Resources			
Deferred Outflows Related to Pensions	64,234,533	432,626	64,667,159
Deferred Amounts Related to Refunding	3,611,817	-	3,611,817
Deferred Outflows Related to OPEB	927,456	-	927,456
Total Deferred Outflows of Resources	68,773,806	432,626	69,206,432
Liabilities			
Current Liabilities:			
Accounts Payable	9,398,199	1,216,494	10,614,693
Retainage Payable	1,000,816	-	1,000,816
Accrued Liabilities	3,679,090	51,055	3,730,145
Due to Other Governments	2,693,485	-	2,693,485
Deposits	1,643,803	14,460	1,658,263
Estimated Claims Payable	3,111,261	-	3,111,261
Current Portion of Long-Term Obligations	13,305,185	331,779	13,636,964
Total Current Liabilities	34,831,839	1,613,788	36,445,627
Noncurrent Liabilities:			
Noncurrent Portion of Long-Term Obligations	109,321,574	93,683	109,415,257
Net Pension Liability	176,550,656	1,063,669	177,614,325
Total OPEB Liability	34,685,096	-	34,685,096
Landfill Closure and Post Closure Care Costs	-	6,983,108	6,983,108
Total Noncurrent Liabilities	320,557,326	8,140,460	328,697,786
Total Liabilities	355,389,165	9,754,248	365,143,413
Deferred Inflows of Resources			
Deferred Inflows Related to Pensions	16,262,056	81,125	16,343,181
Deferred Inflows Related to OPEB	9,985,926	-	9,985,926
Total Deferred Inflows of Resources	26,247,982	81,125	26,329,107
Net Position			
Net Investment in Capital Assets	376,029,533	10,847,773	386,877,306
Restricted for Transportation Expenses	20,926,957	-	20,926,957
Restricted for Public Safety	15,499,342	-	15,499,342
Restricted for Tourist Development	6,567,349	-	6,567,349
Restricted for Debt Service	1,178,450	-	1,178,450
Restricted for Housing Programs	4,097,985	-	4,097,985
Restricted for Special Revenues Other	3,100,714	-	3,100,714
Restricted for Construction/Capital	21,932,894	-	21,932,894
Unrestricted	(147,573,512)	(5,063,308)	(152,636,820)
Total Net Position	\$ 301,759,712	\$ 5,784,465	\$ 307,544,177

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

This page intentionally left blank.

LAKE COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2019

Functions/Programs	Program Revenues				Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activity	Total
Governmental Activities:							
General Government	\$ 48,235,760	\$ 9,957,302	\$ 477,891	\$ -	\$ (37,800,567)	\$ -	\$ (37,800,567)
Public Safety	158,832,482	47,385,663	6,668,365	698,611	(104,079,843)	-	(104,079,843)
Physical Environment	2,259,401	512,181	10,692	-	(1,736,528)	-	(1,736,528)
Transportation	37,227,171	2,343,564	11,042,757	12,892,544	(10,948,306)	-	(10,948,306)
Economic Environment	10,043,977	37,500	5,989,567	-	(4,016,910)	-	(4,016,910)
Human Services	10,551,838	348,086	179,028	-	(10,024,724)	-	(10,024,724)
Culture and Recreation	12,831,618	487,151	176,336	816,209	(11,351,922)	-	(11,351,922)
Court-Related	13,146,821	8,180,249	224,270	-	(4,742,302)	-	(4,742,302)
Interest on Long-Term Debt	3,763,251	-	297,667	-	(3,465,584)	-	(3,465,584)
Total Governmental Activities	296,892,319	69,251,696	25,066,573	14,407,364	(188,166,686)	-	(188,166,686)
Business-Type Activity:							
Landfill	15,992,080	14,721,884	2,094	-	-	(1,268,102)	(1,268,102)
Total Primary Government	\$ 312,884,399	\$ 83,973,580	\$ 25,068,667	\$ 14,407,364	(188,166,686)	(1,268,102)	(189,434,788)
General Revenues							
Taxes:							
Property Taxes					123,327,147	-	123,327,147
Sales Taxes					16,765,845	-	16,765,845
Gas Taxes					7,818,519	-	7,818,519
Communication Services Tax					1,483,132	-	1,483,132
Other					3,366,337	-	3,366,337
Intergovernmental Revenues, unrestricted					24,749,132	-	24,749,132
Investment Income					2,466,907	133,003	2,599,910
Miscellaneous income					8,758,501	77,673	8,836,174
Transfers					(2,491,790)	2,491,790	-
Total General Revenues and Transfers					186,243,730	2,702,466	188,946,196
Change in Net Position					(1,922,956)	1,434,364	(488,592)
Net Position at Beginning of Year					303,682,668	4,350,101	308,032,769
Net Position at End of Year					\$ 301,759,712	\$ 5,784,465	\$ 307,544,177

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

**LAKE COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2019**

		Major Special Revenue Funds	
	General Fund	Road Impact Fee	Public Transportation
Assets			
Cash	\$ 3,400,140	\$ -	\$ 210
Pooled Cash and Investments	13,269,222	14,122,044	-
Accounts Receivable	129,897	-	37,117
Assessments Receivable	-	-	-
Due from Other Funds	5,566,416	-	-
Intragovernmental Receivables	226,473	-	-
Due from Other Governments	2,969,115	753,401	4,176,310
Inventories	168,805	-	-
Total Assets	\$ 25,730,068	\$ 14,875,445	\$ 4,213,637
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 2,614,460	\$ 878,245	\$ 977,035
Retainage Payable	-	445,165	-
Accrued Liabilities	2,069,678	-	8,537
Due to Other Funds	-	-	3,210,421
Intragovernmental Payables	629,570	-	-
Due to Other Governments	1,911,787	-	-
Deposits	1,024,152	-	-
Total Liabilities	8,249,647	1,323,410	4,195,993
Deferred Inflows of Resources:			
Deferred Inflows related to leases	-	-	-
Total Deferred Inflows of Resources	-	-	-
Fund Balances:			
Nonspendable:			
Inventories	168,805	-	-
Restricted	-	13,552,035	17,644
Committed	-	-	-
Assigned	3,810,000	-	-
Unassigned	13,501,616	-	-
Total Fund Balances	17,480,421	13,552,035	17,644
Total Liabilities and Fund Balances	\$ 25,730,068	\$ 14,875,445	\$ 4,213,637

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

Major Special Revenue Funds	Major Debt Service Funds	Major Capital Projects Funds	Nonmajor Governmental Funds	Total Governmental Funds
Mt. Plymouth- Sorrento CRA	Sales Surtax Revenue Note Debt Service	Sales Tax Capital Projects		
\$ -	\$ -	\$ -	\$ 4,628	\$ 3,404,978
90,696	17,462	17,516,648	52,136,621	97,152,693
-	-	-	3,226,967	3,393,981
-	-	-	152,513	152,513
-	-	997,047	-	6,563,463
-	-	-	529,199	755,672
-	4,169,180	-	6,130,665	18,198,671
-	-	-	-	168,805
\$ 90,696	\$ 4,186,642	\$ 18,513,695	\$ 62,180,593	\$ 129,790,776
\$ -	\$ -	\$ 383,649	\$ 3,229,437	\$ 8,082,826
-	-	176,479	379,172	1,000,816
-	-	-	1,574,419	3,652,634
-	-	-	2,270,345	5,480,766
-	-	-	226,473	856,043
-	-	-	781,698	2,693,485
-	-	-	619,651	1,643,803
-	-	560,128	9,081,195	23,410,373
-	4,169,180	-	-	4,169,180
-	4,169,180	-	-	4,169,180
-	-	-	-	168,805
90,696	17,462	17,953,567	45,167,258	76,798,662
-	-	-	7,556,035	7,556,035
-	-	-	376,105	4,186,105
-	-	-	-	13,501,616
90,696	17,462	17,953,567	53,099,398	102,211,223
\$ 90,696	\$ 4,186,642	\$ 18,513,695	\$ 62,180,593	\$ 129,790,776

This page intentionally left blank.

LAKE COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL
FUNDS TO THE NET POSITION - GOVERNMENTAL ACTIVITIES
September 30, 2019

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

Fund balances-total governmental funds	\$ 102,211,223
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. This is the amount of capital assets net of accumulated depreciation, excluding the capital assets of the Internal Service Funds of \$59,732.	475,586,760
Internal Service Funds are used by management to charge the costs of fleet maintenance and insurance to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the Statement of Net Position.	10,671,813
Long-term obligations, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds, excluding the long-term obligations of the Internal Service Funds of \$51,560.	(122,575,199)
Deferred outflows of resources related to refunding of bonds are not due and payable in the current period and therefore, are not reported in the governmental funds.	3,611,817
Revenue related to leases are not measureable and available in the current period and therefore, are reported in the governmental funds as deferred inflows of resources.	4,169,180
Net pension liability and deferred outflows and inflows of resources related to pensions are not reported in the governmental funds but will be recognized in pension expense on a long-term basis and, therefore, are reported in the Statement of Net Position. This is the net effect of deferred outflows, deferred inflows, and net pension liability, excluding the Internal Service Funds amounts of \$248,243, \$46,296 and \$607,810 respectively.	(128,172,316)
Total OPEB liability and deferred outflows and inflows of resources related to OPEB are not reported in the governmental funds but will be recognized in OPEB expense on a long-term basis and, therefore, are reported in the Statement of Net Position. This is the net effect of deferred outflows, deferred inflows and total OPEB liability.	(43,743,566)
Net position of governmental activities	\$ 301,759,712

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2019

		Major Special Revenue Funds	
	General Fund	Road Impact Fee	Public Transportation
Revenues			
Taxes	\$ 103,438,382	\$ -	\$ -
Licenses and Permits	511,639	-	-
Intergovernmental	31,615,872	-	6,349,503
Charges for Services	16,918,920	-	454,566
Fines and Forfeitures	469,110	-	-
Special Assessments	-	5,055,941	-
Investment Income	574,799	241,904	-
Miscellaneous	2,568,429	-	16,315
Total Revenues	156,097,151	5,297,845	6,820,384
Expenditures			
Current:			
General Government	42,556,071	-	-
Public Safety	77,771,037	-	-
Physical Environment	1,162,024	-	-
Transportation	-	4,922,779	8,384,815
Economic Environment	1,037,098	-	-
Human Services	9,980,590	-	-
Culture and Recreation	210,956	-	-
Court-Related Expenditures	3,344,625	-	-
Debt Service:			
Principal	96,445	-	-
Interest and Fiscal Charges	16,255	-	-
Capital Outlay	-	-	-
Total Expenditures	136,175,101	4,922,779	8,384,815
Excess of Revenues Over (Under) Expenditures	19,922,050	375,066	(1,564,431)
Other Financing Sources (Uses)			
Transfers In	6,419,795	-	1,390,070
Transfers Out	(16,656,321)	-	-
Total Other Financing Sources (Uses)	(10,236,526)	-	1,390,070
Net Change in Fund Balances	9,685,524	375,066	(174,361)
Fund Balances at Beginning of Year	7,809,106	13,176,969	192,005
Inventory Reserve Increase (Decrease)	(14,209)	-	-
Fund Balances at End of Year	\$ 17,480,421	\$ 13,552,035	\$ 17,644

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

Major Special Revenue Funds	Major Debt Service Funds	Major Capital Projects Funds	Nonmajor Governmental Funds	Total Governmental Funds
Mt. Plymouth- Sorrento CRA	Sales Surtax Revenue Note Debt Service	Sales Tax Capital Projects		
\$ 34,603	\$ -	\$ -	\$ 49,287,995	\$ 152,760,980
-	-	-	4,073,932	4,585,571
33,149	-	-	19,879,982	57,878,506
-	-	-	23,905,238	41,278,724
-	-	-	2,332,593	2,801,703
-	-	-	21,568,971	26,624,912
1,458	3,659	251,509	1,104,880	2,178,209
-	551,247	30,401	1,343,515	4,509,907
69,210	554,906	281,910	123,497,106	292,618,512
-	-	-	280,640	42,836,711
-	-	-	50,666,098	128,437,135
-	-	-	848,118	2,010,142
-	-	-	20,925,791	34,233,385
30,135	-	-	10,542,976	11,610,209
-	-	-	281,025	10,261,615
-	-	-	9,940,472	10,151,428
-	-	-	7,128,122	10,472,747
-	435,000	-	5,030,000	5,561,445
-	452,444	-	3,116,145	3,584,844
-	-	10,208,334	12,733,061	22,941,395
30,135	887,444	10,208,334	121,492,448	282,101,056
39,075	(332,538)	(9,926,424)	2,004,658	10,517,456
-	350,000	14,876,405	18,851,905	41,888,175
-	-	-	(27,711,860)	(44,368,181)
-	350,000	14,876,405	(8,859,955)	(2,480,006)
39,075	17,462	4,949,981	(6,855,297)	8,037,450
51,621	-	13,003,586	59,954,695	94,187,982
-	-	-	-	(14,209)
\$ 90,696	\$ 17,462	\$ 17,953,567	\$ 53,099,398	\$ 102,211,223

This page intentionally left blank.

**LAKE COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For The Year Ended September 30, 2019**

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

Net change in fund balances-total governmental funds	\$ 8,037,450
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$30,508,927 were greater than depreciation of \$27,585,549 in the current period, excluding Internal Service Fund depreciation of \$5,191.	2,923,378
The net effect of miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations) is to decrease net position.	(102,726)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	5,639,702
The amortization of deferred outflows resulting from the refunding of long-term debt.	(256,664)
Net adjustment to pension expense resulting from changes in net pension liability and deferred outflows and inflows of resources related to long-term pension obligations, excluding Internal Service Fund amount of \$19,759.	(22,317,485)
Net adjustment to OPEB expense resulting from changes in total OPEB liability, and deferred outflows and inflows of resources related to long-term OPEB obligations.	(2,383,722)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds, excluding Internal Service Fund amounts of (\$28,571).	(1,118,602)
Some revenues reported in the Statement of Activities are not measurable and available in the current period and therefore, are not reported in the governmental funds.	4,169,180
Internal Service Funds are used by management to charge the costs of fleet maintenance and insurance to individual funds. The net revenue (expense) of the Internal Service Funds is reported with governmental activities.	3,486,533
Change in net position of governmental activities	\$ (1,922,956)

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Taxes	\$ 109,597,722	\$ 109,362,462	\$ 103,438,382	\$ (5,924,080)
Licenses and Permits	372,000	372,000	511,639	139,639
Intergovernmental	25,334,171	32,633,059	31,615,872	(1,017,187)
Charges for Services	14,805,362	16,023,838	16,918,920	895,082
Fines and Forfeitures	383,700	383,700	469,110	85,410
Investment Income	100,000	100,000	574,799	474,799
Miscellaneous	417,730	2,419,276	2,568,429	149,153
Less: Statutory Requirement	(7,212,721)	(7,212,721)	-	7,212,721
Total Revenues	143,797,964	154,081,614	156,097,151	2,015,537
Expenditures				
Current:				
General Government:				
Legislative Offices	719,869	714,183	688,003	26,180
Executive Offices	1,845,227	1,848,852	1,770,444	78,408
Administrative Services	5,200,970	5,248,333	5,034,813	213,520
Human Resources and Risk Management	881,042	881,042	758,616	122,426
Public Services and Infrastructure	4,802,067	4,945,862	4,589,530	356,332
Public Safety and Development	1,162,077	1,224,610	1,160,948	63,662
Constitutional Officers	2,282,019	2,324,950	2,300,432	24,518
Clerk of the Circuit Court	6,932,507	6,932,507	6,851,954	80,553
Property Appraiser	3,249,453	3,340,044	3,138,814	201,230
Tax Collector	7,518,861	7,893,344	7,685,113	208,231
Supervisor of Elections	3,231,822	3,519,138	3,393,679	125,459
Non-Departmental	4,095,117	5,541,619	5,183,725	357,894
Total General Government	41,921,031	44,414,484	42,556,071	1,858,413
Public Safety:				
Sheriff	67,879,075	68,981,324	68,983,246	(1,922)
Public Services and Infrastructure	726,052	726,052	700,370	25,682
Public Safety and Development	3,483,229	3,575,804	3,216,919	358,885
Judicial Support	578,910	581,117	581,116	1
Constitutional Officers	2,995,681	3,100,995	3,013,026	87,969
Non-Departmental	855,219	1,276,362	1,276,360	2
Total Public Safety	76,518,166	78,241,654	77,771,037	470,617
Physical Environment:				
Administrative Services	804,880	804,880	734,461	70,419
Public Works	531,782	533,118	427,563	105,555
Total Physical Environment	1,336,662	1,337,998	1,162,024	175,974

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Economic Environment:				
Economic Prosperity	1,114,661	1,114,661	857,419	257,242
Public Services and Infrastructure	191,520	197,951	179,679	18,272
Total Economic Environment	1,306,181	1,312,612	1,037,098	275,514
Human Services:				
Public Services and Infrastructure	7,604,778	7,601,810	7,285,906	315,904
Public Safety and Development	1,506,513	1,516,715	1,431,010	85,705
Public Works	1,319,035	1,414,035	1,263,674	150,361
Total Human Services:	10,430,326	10,532,560	9,980,590	551,970
Culture and Recreation:				
Economic Prosperity	288,385	288,385	201,195	87,190
Public Services and Infrastructure	11,855	11,855	9,761	2,094
Total Culture and Recreation	300,240	300,240	210,956	89,284
Court-Related Expenditures:				
Judicial Support	2,004,050	2,025,193	1,983,050	42,143
State Attorney	775,907	776,269	725,941	50,328
Public Defender	666,582	666,582	635,634	30,948
Total Court-Related Expenditures	3,446,539	3,468,044	3,344,625	123,419
Debt Service:				
Principal	94,323	96,445	96,445	-
Interest and Fiscal Charges	18,377	16,255	16,255	-
Total Debt Service	112,700	112,700	112,700	-
Total Expenditures	135,371,845	139,720,292	136,175,101	3,545,191
Excess of Revenues Over (Under)				
Expenditures	8,426,119	14,361,322	19,922,050	5,560,728
Other Financing Sources (Uses)				
Transfers In	5,128,587	5,137,639	6,419,795	1,282,156
Transfers Out	(14,262,512)	(15,353,814)	(16,656,321)	(1,302,507)
Reserve for Contingencies	(9,576,459)	(11,799,156)	-	11,799,156
Total Other Financing Sources (Uses)	(18,710,384)	(22,015,331)	(10,236,526)	11,778,805
Net Change in Fund Balances	(10,284,265)	(7,654,009)	9,685,524	17,339,533
Fund Balances at Beginning of Year	10,284,265	7,654,009	7,809,106	155,097
Inventory Reserve Increase (Decrease)	-	-	(14,209)	(14,209)
Fund Balances at End of Year	\$ -	\$ -	\$ 17,480,421	\$ 17,480,421

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND
ROAD IMPACT FEE
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Special Assessments	\$ 2,470,000	\$ 2,470,000	\$ 5,055,941	\$ 2,585,941
Investment Income	23,800	23,800	241,904	218,104
Less: Statutory Requirement	(124,690)	(124,690)	-	124,690
Total Revenues	2,369,110	2,369,110	5,297,845	2,928,735
Expenditures				
Current:				
Transportation	5,393,886	15,546,079	4,922,779	10,623,300
Total Expenditures	5,393,886	15,546,079	4,922,779	10,623,300
Excess of Revenues Over (Under) Expenditures	(3,024,776)	(13,176,969)	375,066	13,552,035
Other Financing Sources (Uses)				
Reserve for Contingencies	(5,765,629)	-	-	-
Total Other Financing Sources (Uses)	(5,765,629)	-	-	-
Net Change in Fund Balances	(8,790,405)	(13,176,969)	375,066	13,552,035
Fund Balances at Beginning of Year	8,790,405	13,176,969	13,176,969	-
Fund Balances at End of Year	\$ -	\$ -	\$ 13,552,035	\$ 13,552,035

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND
PUBLIC TRANSPORTATION
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$ 10,801,191	\$ 11,691,021	\$ 6,349,503	\$ (5,341,518)
Charges for Services	450,150	450,150	454,566	4,416
Miscellaneous	1,000	1,000	16,315	15,315
Total Revenues	11,252,341	12,142,171	6,820,384	(5,321,787)
Expenditures				
Current:				
Transportation	12,620,708	13,724,246	8,384,815	5,339,431
Total Expenditures	12,620,708	13,724,246	8,384,815	5,339,431
Excess of Revenues Over (Under) Expenditures	(1,368,367)	(1,582,075)	(1,564,431)	17,644
Other Financing Sources (Uses)				
Transfers In	1,090,070	1,390,070	1,390,070	-
Reserve for Contingencies	(1,436,499)	-	-	-
Total Other Financing Sources (Uses)	(346,429)	1,390,070	1,390,070	-
Net Change in Fund Balances	(1,714,796)	(192,005)	(174,361)	17,644
Fund Balances at Beginning of Year	1,714,796	192,005	192,005	-
Fund Balances at End of Year	\$ -	\$ -	\$ 17,644	\$ 17,644

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND
MT. PLYMOUTH-SORRENTO CRA
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Taxes	\$ 34,522	\$ 34,603	\$ 34,603	\$ -
Intergovernmental	31,638	33,149	33,149	-
Investment Income	200	200	1,458	1,258
Less: Statutory Requirement	(1,818)	(1,818)	-	1,818
Total Revenues	64,542	66,134	69,210	3,076
Expenditures				
Current:				
Economic Environment	108,710	117,755	30,135	87,620
Total Expenditures	108,710	117,755	30,135	87,620
Net Change in Fund Balances	(44,168)	(51,621)	39,075	90,696
Fund Balances at Beginning of Year	44,168	51,621	51,621	-
Fund Balances at End of Year	\$ -	\$ -	\$ 90,696	\$ 90,696

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

This page intentionally left blank.

LAKE COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2019

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Assets		
Current Assets:		
Cash	\$ 550	\$ -
Pooled Cash and Investments	4,329,715	16,013,898
Accounts Receivable	9,174	37,877
Intragovernmental Receivables	-	100,371
Due from Other Governments	-	104,822
Inventory	-	348,323
Total Current Assets	4,339,439	16,605,291
Noncurrent Assets:		
Capital Assets:		
Land	3,183,017	-
Buildings	2,306,943	-
Equipment	2,137,608	640,743
Improvements Other Than Buildings	15,881,917	-
Less: Accumulated Depreciation	(12,661,712)	(581,011)
Total Capital Assets	10,847,773	59,732
Total Noncurrent Assets	10,847,773	59,732
Total Assets	15,187,212	16,665,023
Deferred Outflows of Resources		
Deferred Outflows Related to Pensions	432,626	248,243
Total Deferred Outflows of Resources	432,626	248,243
Liabilities		
Current Liabilities:		
Accounts Payable	1,216,494	1,315,373
Accrued Liabilities	51,055	26,456
Due to Other Funds	-	1,082,697
Estimated Insurance Claims Payable	-	3,111,261
Deposits	14,460	-
Current Portion of Long-Term Obligations	331,779	28,492
Total Current Liabilities	1,613,788	5,564,279
Noncurrent Liabilities:		
Accrued Benefits Payable	93,683	23,068
Net Pension Liability	1,063,669	607,810
Landfill Closure and Post Closure Care Costs	6,983,108	-
Total Noncurrent Liabilities	8,140,460	630,878
Total Liabilities	9,754,248	6,195,157
Deferred Inflows of Resources		
Deferred Inflows Related to Pensions	81,125	46,296
Total Deferred Inflows of Resources	81,125	46,296
Net Position		
Net Investment in Capital Assets	10,847,773	59,732
Unrestricted	(5,063,308)	10,612,081
Total Net Position	\$ 5,784,465	\$ 10,671,813

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

LAKE COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended September 30, 2019

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Operating Revenues		
Charges for Services	\$ 14,721,884	\$ 32,386,218
Miscellaneous	82,192	50,587
Total Operating Revenues	14,804,076	32,436,805
Operating Expenses		
Benefit Payments and Claims	-	21,844,367
Personal Services	1,474,366	934,902
Contracted Services	11,729,601	11,892
Supplies and Materials	183,999	675,801
Repairs and Maintenance	441,743	1,504,916
Utilities	22,765	19,980
Other Charges and Services	1,797,685	4,238,845
Depreciation and Amortization	197,876	5,191
Landfill Closure and Post Closure Care Costs	144,045	-
Total Operating Expenses	15,992,080	29,235,894
Operating Income (Loss)	(1,188,004)	3,200,911
Non-Operating Revenues (Expenses)		
Investment Income	133,003	288,698
Net Gain (Loss) on Disposal of Capital Assets	(2,425)	5,808
Total Non-Operating Revenues (Expenses)	130,578	294,506
Income (Loss) Before Transfers	(1,057,426)	3,495,417
Capital Contributions	2,900	-
Transfers In	3,496,626	372,114
Transfers Out	(1,007,736)	(380,998)
Total Capital Contributions and Transfers	2,491,790	(8,884)
Change in Net Position	1,434,364	3,486,533
Total Net Position at Beginning of Year	4,350,101	7,185,280
Total Net Position at End of Year	\$ 5,784,465	\$ 10,671,813

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

LAKE COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2019

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Cash Flows from Operating Activities:		
Cash Received from Customers, and for Contributions		
Including Cash Deposits	\$ 14,808,130	\$ 32,748,603
Cash Paid to Suppliers and for Claims	(13,945,032)	(29,079,792)
Cash Paid to Employees	(1,267,007)	(803,506)
Cash Paid to Internal Service Fund	(749,735)	(182,735)
Net Cash Provided (Used) by Operating Activities	(1,153,644)	2,682,570
Cash Flows from Non-Capital Financing Activities:		
Cash Transfers from Other Funds	3,496,626	372,114
Cash Advances from Other Funds	-	368,758
Cash Transfers to Other Funds	(1,007,736)	(380,998)
Repayment of Cash Advances from Other Funds	-	(715,771)
Net Cash Provided (Used) by Non-Capital Financing Activities	2,488,890	(355,897)
Cash Flows From Capital And Related Financing Activities:		
Additions to Capital Assets	(274,843)	(13,917)
Proceeds from Sale of Capital Assets	1,198	5,808
Net Cash Provided (Used) by Capital and Related Financing Activities	(273,645)	(8,109)
Cash Flows from Investing Activities:		
Investment Income Received	133,003	288,698
Net Cash Provided (Used) by Investing Activities	133,003	288,698
Net Change in Cash And Cash Equivalents	1,194,604	2,607,262
Cash and Cash Equivalents at October 1	3,135,661	13,406,636
Cash and Cash Equivalents at September 30	\$ 4,330,265	\$ 16,013,898

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

**LAKE COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2019**

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

	Business-Type Activity Landfill Fund	Governmental Activities Internal Service Funds
Operating Income (Loss)	\$ (1,188,004)	\$ 3,200,911
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization Expense	197,876	5,191
Change in Accounts Receivable	4,054	268,047
Change in Intragovernmental Receivables	-	109,969
Change in Due from Other Governments	-	(66,217)
Change in Inventory	-	24,488
Change in Deferred Outflow of Resources	40,614	(8,948)
Change in Accounts Payable	123,510	(1,013,211)
Change in Due to Other Funds	-	29,129
Change in Accrued Liabilities	418	(3,009)
Change in Estimated Claims Payable	-	175,602
Change in Accrued Benefits Payable	(2,685)	(28,571)
Change in Net Pension Liability	(126,234)	12,694
Change in Closure and Post Closure Costs	(144,594)	-
Change in Deferred Inflow of Resources	(58,599)	(23,505)
Total Adjustments	34,360	(518,341)
Net Cash Provided (Used) by Operating Activities	\$ (1,153,644)	\$ 2,682,570
<u>Noncash Investing, Capital and Financing Activities</u>		
Capital Contribution	\$ 2,900	\$ -
Carrying Value of Disposal of Capital Assets	\$ 3,623	\$ -

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

LAKE COUNTY, FLORIDA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2019

	Agency Funds
<u>Assets</u>	
Cash	\$ 4,947,524
Pooled Cash and Investments	14,609,743
Due from Other Governments	666
Total Assets	\$ 19,557,933
<u>Liabilities</u>	
Accounts Payable	\$ 33,427
Due to Other Governments	9,454,986
Deposits	6,718,539
Taxes Collected in Advance	3,217,358
Cash Bonds Payable	133,623
Total Liabilities	\$ 19,557,933

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

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

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

Blended Component Units: Mt. Plymouth-Sorrento Community Redevelopment Agency (CRA); Lake County Municipal Services Taxing Unit for Fire Protection; Greater Hills Municipal Service Benefit Unit; Greater Groves Municipal Service Benefit Unit; Village Green Street Lighting; Greater Pines Municipal Services; Picciola Island Street Lighting; Valencia Terrace Street Lighting and Sylvan Shores Street Lighting. Lake Emergency Medical Services, Inc. formerly a blended component unit of the Board became part of the Board effective October 1, 2018.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

These funds are supported by taxes or fees collected from the residents who benefit from these services. However, pursuant to Florida Statutes, County Resolutions, County Ordinances or interlocal agreements, the Board of County Commissioners is the governing body of these organizations. Additionally, there is a financial benefit or burden relationship between the component unit and the Board. These funds are included as special revenue funds. None of the component units issue stand-alone financial statements.

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

<u>Name</u>	<u>Legal Authority</u>
Mt. Plymouth-Sorrento Community Redevelopment Agency (CRA)	County Resolution 2012-76, 2012-77
Lake County Municipal Services Taxing Unit for Fire Protection	County Ordinances 1985-13,1989-9(G), 1990-24, 29; 1991-18,1998-64
Greater Hills Municipal Service Benefit Unit	County Resolution 1995-169
Greater Groves Municipal Service Benefit Unit	County Resolution 1993-226
Village Green Street Lighting	County Resolution 1993-224
Greater Pines Municipal Services	County Resolution 1993-227
Picciola Island Street Lighting	County Resolution 1997-167
Valencia Terrace Street Lighting	County Resolution 1999-147
Sylvan Shores Street Lighting	County Resolution 2017-13

B. Government-wide and fund financial statements:

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

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

or segment. Taxes and other items, including unrestricted intergovernmental revenues, not properly included among program revenues are reported instead as general revenues.

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

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

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

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

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

The County reports the following major governmental funds:

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

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

The Public Transportation Fund accounts for the activities of the County as Community Transportation Coordinator, responsible for ensuring that coordinated transportation services are provided to the transportation disadvantaged residents of Lake County in accordance with Chapter 427, Florida Statutes. Primary revenue sources are restricted federal and state grants.

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

The Sales Surtax Revenue Note Debt Service Fund accounts for the accumulation of monies for the payment of the \$19,980,000 Sales Surtax Revenue Bonds, Series 2018. The bonds are secured by a pledge of the levy of the one-cent local government Infrastructure Sales Surtax Revenues. The fund also accounts for amounts related to the leases for equipment purchased with a portion of the debt proceeds that has been leased to other entities in a direct financing lease arrangement. The payments received by the County through these lease agreements will pay all the related debt service principal and interest amounts.

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

Lake County has the following major proprietary fund:

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

Additionally, Lake County has the following fund types:

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

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

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

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

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Cash and Cash Equivalents and Restricted Cash and Investments:

Cash and cash equivalents and restricted cash and investments consist primarily of cash held in demand, savings accounts and certificates of deposit in qualified public depositories. Restricted cash and investments are comprised of bond proceeds to be used for capital projects.

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

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

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

E. Inventories:

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

F. Property Taxes – Lien and Levy Dates:

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

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

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

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

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

G. Capital Assets:

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

The cost of infrastructure assets, including roads, bridges, curbs and gutters, streets, sidewalks, drainage systems and lighting systems, acquired during the period from October 1, 1979 to September 30, 2019 are recorded in the government-wide financial statements.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in 2019.

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

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

H. Budgets and Budgetary Accounting:

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

Pursuant to legal requirements, an annual appropriated budget is adopted by resolution subject to public hearing. Such resolution sets the budget appropriations on a fund by fund basis for the Board governmental fund types and the proprietary fund types. However, other Board approved policies, more fully discussed below, set the legal level of control at the major object level within a department. Since reporting budget to actual comparisons at the major object level would significantly increase the size of the Comprehensive Annual Financial Report, aggregation of such account classifications through revenue "source" and expenditure "function" is presented in this report, which represents a higher level of summarization than the legal level of control for the Board. In addition, a detailed report comparing budgeted to actual expenditures is generated at year end and is made available to interested parties.

The Constitutional Officers submit, at various times, to the Lake County Board of County Commissioners, and to certain divisions within the Department of Revenue, State of Florida, a proposed operating budget for the fiscal year commencing the following October 1. The tentative budget is reviewed and/or modified by the Board, after which public hearings are conducted pursuant to Section 200.065, Florida Statutes. Prior to October 1, the budget is legally enacted by approval of the Board of County

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

Commissioners. The Department of Revenue, State of Florida, has the final authority on the operating budgets for the Tax Collector and the Property Appraiser included in the General Fund. The Clerk's Courts Fund budget included in the special revenue funds is certified by the Florida Clerk of Courts Operations Corporation (CCOC).

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

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

For the Fiscal Year 2019, the Board of County Commissioners adopted budgets for the following funds and fund types: all governmental fund types, Landfill Fund and internal service funds. The original budget is adopted before final audited beginning fund balances are available, resulting in differences between the beginning fund balance for the original and the final budget presentation in the governmental funds.

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

I. Accrued Benefits Payable:

The County's policy is to permit employees to accumulate earned but paid time off. All paid time off is accrued when incurred in the government-wide and proprietary fund financial statements.

J. Deferred Outflows/Inflows of Resources:

Deferred Outflow on Refunding of Revenue Bonds - The difference between the re-acquisition price and the net carrying amount of refunded bonds is presented on the balance sheets at September 30, 2019, as a deferred outflow of resources and is amortized as an adjustment to interest expense on a straight-line basis over the life of the refunded bonds or the life of the refunding bonds, whichever is shorter.

Deferred Outflows Related to Pensions - These deferred outflows of resources are an aggregate of items related to pensions as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. Deferred outflows related to

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

pensions will be recognized as either pension expense or a reduction in the net pension liability in future reporting years. Details on the composition of the deferred outflows of resources related to pensions are further discussed in Note 10.

Deferred Outflows Related to OPEB - These deferred outflows of resources are an aggregate of items related to OPEB as calculated in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Deferred outflows related to OPEB will be recognized as either OPEB expense or a reduction in the total OPEB liability in future reporting years. Details on the composition of the deferred outflows of resources related to OPEB are further discussed in Note 11.

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

Deferred Inflows Related to OPEB - These deferred inflows of resources are an aggregate of items related to OPEB as calculated in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Deferred outflows related to OPEB will be recognized as either OPEB expense or a reduction in the total OPEB liability in future reporting years. Details on the composition of the deferred outflows of resources related to OPEB are further discussed in Note 11.

Deferred Inflows Related to Leases - These deferred inflows of resources are an estimate of the present value of lease payments owed to the County that do not meet the revenue recognition requirements for governmental fund reporting but are included in revenue and ending net position on the government-wide financial statements. Details on these lease arrangements are further discussed in Note 15.

K. Fund Equity/Restricted Net Position:

In the fund financial statements, governmental funds report fund balance in one of the following categories and amounts are considered to have been spent when expenditures are incurred for these purposes:

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

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

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

Assigned: Amounts that are designated for specific purposes by Board action as authorized under budget policy, but are neither restricted or committed.

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

The portion of the fund balance included as a budgetary resource in the subsequent year's budget, and purchase orders which are expected to be completed in the next fiscal year, are included as an assigned fund balance in the General Fund.

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

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

Net position is restricted when constraints are placed on its use by external creditors such as through debt covenants, grantors, and donors or imposed by law, such as through constitutional provisions or enabling legislation. The majority of the restrictions placed on net position for the County are those imposed by enabling legislation, such as the use of gas taxes, road impact fees, infrastructure sales taxes and fire special assessments.

L. Long-Term Obligations:

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

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

M. Use of Estimates:

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect: the reported amounts of assets and liabilities, the

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The Governmental Fund Balance Sheet includes a reconciliation between Fund Balance - Total Governmental Funds and Net Position – Governmental Activities as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that “Long-term obligations, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.” The details of this \$122,575,199 difference are as follows:

Bonds Payable	\$ 107,865,000
Add: Bond Premium	1,389,057
Note Payable	625,986
Compensated Absences (excluding Internal Service Fund \$51,560)	12,695,156
Net Adjustment	<u>\$ 122,575,199</u>

3. DEPOSITS AND INVESTMENTS

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

Deposits

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

Investments

Pursuant to Florida Statutes, the County is authorized to invest in the Florida Local Government Investment Trust (FLGIT). The fund is managed by an independent advisor with oversight by the Florida Court Clerks and Comptrollers Association and the Florida Association of Counties.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

FLGIT, a short term bond fund, is accounted for as a fluctuating Net Asset Value (NAV) pool. Accounting valuations reflect estimates of the market value of the securities rather than their amortized cost. Securities are valued at most recent sales price or most recent published bid or other quotation. The fair value of investments is determined on a daily basis. Participants fair value is determined by the number of units in the fund times the market value per share. Contributions and withdrawals are recorded at the unit value on the execution date. As of September 30, 2019, the fair value of the investment in FLGIT is \$12,184,095.

Interest Rate Risk

In an effort to minimize interest rate risk, the County's Investment Ordinance requires that the weighted average maturity of the portfolio in total not exceed two years. In addition, no individual security can have a maturity greater than five years. FLGIT has a weighted average maturity of 2.00 years.

Credit Risk

Authorized investments as listed in the County's Investment Ordinance include only those securities with the highest credit ratings. FLGIT has an investment rating of AAAf by Fitch, Inc.. This rating indicates the fund portfolio holdings provide extremely strong protection against losses from credit defaults.

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

	<u>Total</u>		
Cash on Hand and Carrying Amount of Deposits			\$ 128,275,006
Carrying Amount of Investments			12,184,095
Total			<u>\$ 140,459,101</u>
	<u>Gov't-Wide</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and Cash Equivalents	\$ 113,553,702	\$ 19,557,267	\$ 133,110,969
Non-Current Restricted Cash and Investments	7,348,132	-	7,348,132
Total	<u>\$ 120,901,834</u>	<u>\$ 19,557,267</u>	<u>\$ 140,459,101</u>

4. ASSESSMENTS RECEIVABLE

Assessments receivable at September 30, 2019, consist primarily of \$152,513 in secondary roads, which is classified as non-current. These assessments are reported in the County Transportation Trust Fund and are administered by the Board. Assessments to the fund become due and payable thirty days after the final assessment roll is approved by the Board. All assessments not paid within the period are paid in equal installments over a seven or ten-year period, with interest ranging from 3.25% to 6.25% per annum. Any assessments payable in installments may be paid at any time, together with accrued interest to date.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

5. CAPITAL ASSETS

A summary of governmental activities capital assets follows:

	Balance Oct. 1, 2018	Additions	Deletions/Transfers	Balance Sept. 30, 2019
Governmental activities:				
Capital assets not depreciated:				
Land	\$ 97,285,883	\$ 2,623,397	\$ -	\$ 99,909,280
Construction work in progress	25,524,631	15,575,085	(981,666)	40,118,050
Total	<u>122,810,514</u>	<u>18,198,482</u>	<u>(981,666)</u>	<u>140,027,330</u>
Capital assets being depreciated:				
Buildings	241,151,967	2,411,639	-	243,563,606
Improvements other than buildings	43,167,438	1,063,718	-	44,231,156
Machinery and equipment	94,036,371	7,262,608	(3,183,503)	98,115,476
Infrastructure	337,299,968	2,568,063	-	339,868,031
Total	<u>715,655,744</u>	<u>13,306,028</u>	<u>(3,183,503)</u>	<u>725,778,269</u>
Less accumulated depreciation:				
Buildings	(83,495,755)	(6,063,401)	-	(89,559,156)
Improvements other than buildings	(23,488,354)	(1,949,554)	-	(25,437,908)
Machinery and equipment	(73,610,958)	(5,711,978)	3,080,777	(76,242,159)
Infrastructure	(185,054,077)	(13,865,807)	-	(198,919,884)
Total	<u>(365,649,144)</u>	<u>(27,590,740)</u>	<u>3,080,777</u>	<u>(390,159,107)</u>
Total capital assets being depreciated, net	<u>350,006,600</u>	<u>(14,284,712)</u>	<u>(102,726)</u>	<u>335,619,162</u>
Governmental activities capital assets, net	<u>\$ 472,817,114</u>	<u>\$ 3,913,770</u>	<u>\$ (1,084,392)</u>	<u>\$ 475,646,492</u>

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

Governmental activities:	
General Government	\$ 2,211,672
Public Safety	5,629,430
Physical Environment	184,078
Transportation	15,604,987
Economic Environment	38,845
Human Services	290,508
Culture and Recreation	1,650,147
Court-Related Expenses	1,975,882
Depreciation expense by function, excluding Internal Service Funds	27,585,549
Depreciation in the Internal Service Funds are charged to various functions based on their usage of the assets	5,191
Depreciation expense - governmental activities	<u>\$ 27,590,740</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

A summary of business-type activities capital assets follows:

	Balance Oct. 1, 2018	Additions	Deletions/ Transfers	Balance Sept. 30, 2019
Business-type activities:				
Capital assets not depreciated:				
Land	\$ 2,913,017	\$ 270,000	\$ -	\$ 3,183,017
Total	<u>2,913,017</u>	<u>270,000</u>	<u>-</u>	<u>3,183,017</u>
Capital assets being depreciated:				
Buildings	2,346,963	-	(40,020)	2,306,943
Improvements other than buildings	15,881,917	-	-	15,881,917
Machinery and equipment	2,261,632	56,029	(180,053)	2,137,608
Total	<u>20,490,512</u>	<u>56,029</u>	<u>(220,073)</u>	<u>20,326,468</u>
Less accumulated depreciation for:				
Buildings	(1,915,391)	(82,354)	40,020	(1,957,725)
Improvements other than buildings	(8,793,666)	(58,391)	-	(8,852,057)
Machinery and equipment	<u>(1,922,943)</u>	<u>(57,131)</u>	<u>128,144</u>	<u>(1,851,930)</u>
Total	<u>(12,632,000)</u>	<u>(197,876)</u>	<u>168,164</u>	<u>(12,661,712)</u>
Total capital assets being depreciated, net	<u>7,858,512</u>	<u>(141,847)</u>	<u>(51,909)</u>	<u>7,664,756</u>
Business-type activities capital assets, net	<u>\$ 10,771,529</u>	<u>\$ 128,153</u>	<u>\$ (51,909)</u>	<u>\$ 10,847,773</u>

6. LONG-TERM DEBT

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

In 2011, the County issued a \$3,635,000 direct placement in a current refunding of the Sales Tax Revenue Bonds (Pari-Mutuel Revenues Replacement Program) Series 2000 that were previously outstanding. The refunding was undertaken to reduce debt service payments over the next 20 years by \$549,256 and resulted in an economic gain of \$385,387. In 2013, the bond was modified and reissued at a reduced interest rate, resulting in a net present value savings of \$195,930. The prior interest rate was 3.91%. The original bonds were issued to provide funds to finance the cost of acquisition, construction and equipping of certain capital improvements to be made within the County including the acquisition of land for a regional park and various walking and biking trails. The bond is secured by a pledge of sales tax revenues received by the County as a replacement of the funds previously distributed under Chapter 550, Florida Statutes, from racetrack and jai alai fronton revenues. Annual principal and interest payments are expected to use 85% of the pledged revenues in Fiscal Year 2020. For the current year, principal and interest payments and sales tax replacement revenues totaled \$252,376 and \$297,667, respectively. Bond principal payments are due in annual installments beginning October 1, 2011 continuing until October 1, 2030. The bond bears interest of 3.12%. The bond contains remedies for default and a provision that upon event of default, outstanding amounts become immediately due and may include interest rate escalations.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

The annual requirements to amortize the outstanding direct placement Pari-Mutuel Revenues Replacement Refunding Bond at September 30, 2019 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2020	\$ 180,000	\$ 71,916	\$ 251,916
2021	185,000	66,300	251,300
2022	185,000	60,528	245,528
2023	195,000	54,756	249,756
2024	205,000	48,672	253,672
2025-2029	1,110,000	144,300	1,254,300
2030	245,000	7,644	252,644
Total	<u>\$ 2,305,000</u>	<u>\$ 454,116</u>	<u>\$ 2,759,116</u>

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

In 2015, the County issued two Capital Improvement Refunding Revenue Bonds, Series 2015A and 2015B in the amounts of \$25,845,000 and \$50,140,000, respectively. The 2015A amount was a direct placement. The bonds were issued to refund \$71,580,000 of the outstanding Capital Improvement Revenue Bonds, Series 2007 that were originally issued to provide funds to acquire, construct and equip various capital improvements. The Series 2015A bond bears interest at the rate of 2.27% with a final maturity of June 1, 2026 and the Series 2015B bonds bear interest at rates ranging from 2.00% to 5.00% with a final maturity of June 1, 2037.

The County advance refunded the 2007 Capital Improvement Revenue Bonds to reduce its total debt service payments by \$5,790,833 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$4,490,065. The reacquisition price exceeded the net carrying amount of the old debt by \$3,630,349. This amount is being amortized over 22 years. Current year amortization was \$165,016, with an accumulated amortization of \$660,064 and a balance of \$2,970,285 remaining.

The refunding bonds are secured by a pledge of the County's Half Cent Sales Tax received from the State. Annual principal and interest payments are expected to use approximately 31.00% of the pledged revenues in Fiscal Year 2020. For the current year, principal payments and interest and fiscal charges totaled \$3,124,155 for Series 2015A and \$2,240,187 for Series 2015B. Half Cent Sales Tax revenues totaled \$16,970,639. The bonds contain remedies for default and a provision for interest rate escalations upon the occurrence and event of default.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

The annual requirements to amortize the outstanding 2015A and 2015B Capital Improvement Revenue Bonds at September 30, 2019 are as follows:

Fiscal Year Ending Sept. 30	Capital Improvement Revenue Bond, Series 2015A Direct Placement		Capital Improvement Revenue Bond, Series 2015B		Total
	Principal	Interest	Principal	Interest	
2020	\$ 2,675,000	\$ 454,908	\$ 130,000	\$ 2,107,587	\$ 5,367,495
2021	2,735,000	394,185	135,000	2,104,987	5,369,172
2022	2,795,000	332,101	140,000	2,102,287	5,369,388
2023	2,860,000	268,655	140,000	2,098,087	5,366,742
2024	2,925,000	203,732	145,000	2,093,887	5,367,619
2025-2029	6,050,000	206,797	11,390,000	9,879,490	27,526,287
2030-2034	-	-	22,155,000	5,819,501	27,974,501
2035-2037	-	-	15,525,000	1,258,400	16,783,400
Total	<u>\$ 20,040,000</u>	<u>\$ 1,860,378</u>	<u>\$ 49,760,000</u>	<u>\$ 27,464,226</u>	<u>\$ 99,124,604</u>

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

On June 24, 2015, the County issued a \$20,950,000 Limited General Obligation Refunding Bond, Series 2015, which was a direct placement, to refund \$19,370,000 of outstanding Limited General Obligation Bonds, Series 2007 which were originally issued to provide funds to acquire and improve lands within the County, to protect drinking water sources, preserve natural areas, protect open space from overdevelopment, provide parks and trails and improve water quality. The Series 2015 bonds bear interest at the rate of 2.220% and have a final maturity of April 1, 2026.

The County advance refunded the 2007 Limited General Obligation Bonds to reduce its total debt service payments by \$1,966,290 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,745,292. The reacquisition price exceeded the net carrying amount of the old debt by \$1,008,123. This amount is being amortized over 11 years. Current year amortization was \$91,648, with an accumulated amortization of \$366,591 and a balance of \$641,532 remaining.

The refunding bonds are secured by a pledge of not more than one-third of one mill of ad valorem taxes which was approved by referendum in 2004. Annual principal and interest payments are expected to use approximately 102.00% of the pledged revenues in Fiscal Year 2020. For the current year, principal payments and interest and fiscal charges totaled \$2,521,926. Limited ad valorem revenues and fund balance available for debt service totaled \$2,637,858 and \$694,159, respectively. The bond contains remedies for events of default that are dependent upon judicial actions that may be limited. In the event a default is longer than 30 days after notice to the County, the registered owners of not less than 25% in aggregate principal of the individual outstanding debt instruments shall be entitled to the appointment of a receiver of the pledged revenues. The receiver

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

shall be entitled to take possession of various funds and accounts established by the County upon issuance of that debt, and shall collect all pledged revenues to apply towards satisfaction of the outstanding principal and interest.

The annual requirements to amortize the outstanding direct placement 2015 Limited General Obligation Bonds at September 30, 2019 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2020	\$ 2,165,000	\$ 359,973	\$ 2,524,973
2021	2,215,000	311,910	2,526,910
2022	2,260,000	262,737	2,522,737
2023	2,315,000	212,565	2,527,565
2024	2,365,000	161,172	2,526,172
2025-2026	4,895,000	154,549	5,049,549
Total	<u>\$ 16,215,000</u>	<u>\$ 1,462,906</u>	<u>\$ 17,677,906</u>

D. Lake County, Florida, Infrastructure Sales Surtax Revenue Bond, Series 2018: In 2018, the County issued \$19,980,000 in a direct placement to provide funds to design and construct a new animal shelter and replace the inventory of emergency radios for both the County and Cities within Lake County. Bond principal payments are due in annual installments beginning December 1, 2018 and continuing until December 1, 2032. The bonds bear an interest rate of 2.89%. The bonds are secured by a pledge of the levy of the one cent local government Infrastructure Sales Surtax Revenues. Annual principal and interest payments are expected to use approximately 11.38% of the pledged revenues in Fiscal Year 2020. The current year principal and interest payment was \$435,000 and \$452,444, respectively with a remaining principal balance of \$19,545,000. The bond contains remedies for default and provisions for interest rate escalations in the event of default.

The annual requirements to amortize the outstanding direct placement Infrastructure Sales Surtax Revenue Bond, Series 2018 at September 30, 2019 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2020	\$ 1,495,000	\$ 543,248	\$ 2,038,248
2021	1,535,000	499,464	2,034,464
2022	1,585,000	454,380	2,039,380
2023	1,625,000	407,996	2,032,996
2024	1,670,000	360,383	2,030,383
2025-2029	9,130,000	1,036,642	10,166,642
2030-2033	2,505,000	147,463	2,652,463
Total	<u>\$ 19,545,000</u>	<u>\$ 3,449,576</u>	<u>\$ 22,994,576</u>

E. Lake County, Florida, Notes Payable: On September 23, 2016, the County purchased land and buildings, via a direct borrowing, for a total sum of \$1,010,000 of which \$101,000 was paid at closing. The remaining

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

balance of \$909,000 will be paid in nine annual installments. The note bears interest at a fixed rate of 2.25%. The current year principal and interest payment was \$96,445 and \$16,255, respectively, with a remaining principal balance of \$625,986.

The annual requirements to amortize the outstanding direct borrowing note at September 30, 2019 are as follows:

Fiscal Year Ending Sept. 30	Principal	Interest	Total
2020	\$ 98,615	\$ 14,085	\$ 112,700
2021	100,834	11,865	112,699
2022	103,102	9,597	112,699
2023	105,422	7,277	112,699
2024	107,794	4,905	112,699
2025	110,219	2,480	112,699
Total	<u>\$ 625,986</u>	<u>\$ 50,209</u>	<u>\$ 676,195</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

F. Changes in Long-Term Liabilities:

Long-term liability activity for the year ended September 30, 2019 is as follows:

<u>Gov't. Activities</u>	<u>Balance Oct. 1, 2018</u>	<u>Additions</u>	<u>Payments and Reductions</u>	<u>Balance Sept. 30, 2019</u>	<u>Due Within One Year</u>
Revenue Bond:					
Capital Improvement Refunding Revenue Bond 2015B	\$ 49,890,000	\$ -	\$ 130,000	\$ 49,760,000	\$ 130,000
General Obligation Bond from Direct Placement:					
Limited General Obligation Refunding Bond 2015	18,330,000	-	2,115,000	16,215,000	2,165,000
Revenue Bonds from Direct Placements:					
Infrastructure Sales Surtax Revenue Bond, Series 2018	19,980,000	-	435,000	19,545,000	1,495,000
Capital Improvement Refunding Revenue Bond 2015A	22,650,000	-	2,610,000	20,040,000	2,675,000
Pari-Mutuel Revenues Refunding Bond	2,480,000	-	175,000	2,305,000	180,000
Notes Payable from Direct Borrowings:					
Notes Payable	722,431	-	96,445	625,986	98,615
Bond Premium	1,467,314	-	78,257	1,389,057	-
Total Bonds and Notes Payable	115,519,745	-	5,639,702	109,880,043	6,743,615
Accrued Benefits Payable	11,670,894	11,524,207	10,448,385	12,746,716	6,561,570
Other Post-Employment Benefits	38,391,852	-	3,706,756	34,685,096	-
Net Pension Liability	146,655,877	45,411,741	15,516,962	176,550,656	-
Total - Gov't. Activities	<u>\$ 312,238,368</u>	<u>\$ 56,935,948</u>	<u>\$ 35,311,805</u>	<u>\$ 333,862,511</u>	<u>\$ 13,305,185</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the totals for governmental activities. At year end, Internal Service Fund accrued benefits payable of \$51,560 and net pension liability of \$607,810, are included in the above governmental activities amounts. Also, for the governmental activities, compensated absences and net pension liability are generally liquidated by the respective fund where the salaries were incurred. The other post-employment benefits annual required contributions above are generally paid by the insurance funds.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

<u>Business-Type Activities</u>	<u>Balance Oct. 1, 2018</u>	<u>Additions/ Deletions</u>	<u>Payments</u>	<u>Balance Sept. 30, 2019</u>	<u>Due Within One Year</u>
Accrued Benefits					
Payable	\$ 128,976	\$ 67,424	\$ 70,109	\$ 126,291	\$ 32,608
Net Pension Liability	1,189,903	(31,343)	94,891	1,063,669	-
Landfill Closure and Post Closure Care Costs	7,426,873	(48,720)	95,874	7,282,279	299,171
Total - Business-Type Activities	<u>\$ 8,745,752</u>	<u>\$ (12,639)</u>	<u>\$ 260,874</u>	<u>\$ 8,472,239</u>	<u>\$ 331,779</u>

7. NET POSITION AND FUND BALANCES

Fund balances consist of the following:

	<u>General Fund</u>	<u>Major Special Revenue Funds</u>	<u>Major Debt Service Fund</u>	<u>Major Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Fund Balances:						
Nonspendable	\$ 168,805	\$ -	\$ -	\$ -	\$ -	\$ 168,805
Restricted:						
Construction	-	13,552,035	-	17,953,567	11,327,459	42,833,061
Road Maint	-	-	-	-	7,357,278	7,357,278
Fire Protection	-	-	-	-	4,219,860	4,219,860
Emergency Svcs	-	-	-	-	1,435,923	1,435,923
Housing Programs	-	-	-	-	4,097,985	4,097,985
Debt Service	-	-	17,462	-	1,160,988	1,178,450
Building Services	-	-	-	-	5,242,569	5,242,569
Tourism	-	-	-	-	6,567,349	6,567,349
Transportation	-	17,644	-	-	-	17,644
Other Purposes	-	90,696	-	-	3,757,847	3,848,543
Total Restricted	-	13,660,375	17,462	17,953,567	45,167,258	76,798,662
Committed:						
Stormwater Mgt	-	-	-	-	3,702,874	3,702,874
Ambulance Svcs	-	-	-	-	3,853,161	3,853,161
Total Committed	-	-	-	-	7,556,035	7,556,035
Assigned:						
Operations	3,810,000	-	-	-	-	3,810,000
Library Services	-	-	-	-	376,105	376,105
Total Assigned	3,810,000	-	-	-	376,105	4,186,105
Unassigned	13,501,616	-	-	-	-	13,501,616
Total	<u>\$ 17,480,421</u>	<u>\$ 13,660,375</u>	<u>\$ 17,462</u>	<u>\$ 17,953,567</u>	<u>\$ 53,099,398</u>	<u>\$ 102,211,223</u>

The restricted fund balances for the major special revenue funds include \$13,552,035 in the Road Impact Fee Fund which is restricted for road construction; \$17,644 in the Public Transportation Fund which is restricted for transportation; and \$90,696 in the Mt. Plymouth-Sorrento CRA Fund which is restricted for other purposes. The restricted balance for the major debt service fund includes \$17,462 for the Sales Surtax Revenue Debt Service Fund.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

The restricted fund balances for the major capital project funds include \$17,953,567 in the Sales Tax Capital Projects Fund which is restricted for construction. Other funds restricted for construction include the Sales Surtax Revenue Bond Capital Projects Fund in the amount of \$7,250,356; the Library Impact Fee Trust Fund in the amount of \$2,452,909; the Park Impact Fee Trust Fund in the amount of \$809,766; the County Sales Tax Fund in the amount of \$716,652 and the Facilities Expansion Capital Projects Fund in the amount of \$97,776. Impact Fees, infrastructure sales taxes and bond proceeds in these funds must be spent on capital outlay in accordance with legislation and bond covenants.

The Sheriff's Insurance Fund has a deficit of \$1,022,960 due primarily for larger than expected claims in prior years. This deficit has decreased by \$1,360,250 in the current year as a result of increased premium rates. Rate increases are expected to fund the remaining deficit in future years.

The Fleet Management Fund has a deficit of \$713,695 mainly due to the effect of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* in the amount of \$607,810. The deficit will be funded through increased charges for services to departments in future years.

Net investment in capital assets consists of the following:

Governmental activities:	
Capital assets	\$ 475,646,492
Less: Capital-related borrowings	(109,880,043)
Less: Capital-related accounts and retainage payable	(696,865)
Add: Deferred outflows on refundings of capital related debt	3,611,817
Add: Restricted cash (unspent bond proceeds)	7,348,132
Net investment in capital assets	<u>\$ 376,029,533</u>
Business-Type activities:	
Capital assets	\$ 10,847,773
Net investment in capital assets	<u>\$ 10,847,773</u>

8. COMMITMENTS AND CONTINGENCIES

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

B. Pursuant to County Ordinance, road impact fees are collected by the County based on the transportation impact of new development. Fees and expenditures are segregated by district. Effective February 11, 2019, the North Transportation Benefit District was divided into two districts known as the North Central and Northeast/Wekiva Benefit Districts.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

Transportation fees collected before February 11, 2019, shall be expended in the district in which they were collected, utilizing the districts previously established.

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

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

Fiscal Year Ending Sept. 30	North Central	Northeast/ Wekiva	South	Central	North
2023	\$ -	\$ -	\$ 2,862,938	\$ 125,512	\$ 357,426
2024	-	-	4,102,788	276,388	240,067
2025	76,672	227,095	4,336,193	331,946	84,034
	<u>\$ 76,672</u>	<u>\$ 227,095</u>	<u>\$ 11,301,919</u>	<u>\$ 733,846</u>	<u>\$ 681,527</u>

C. Pursuant to County Ordinance, fire, library and park impact fees are collected by the Board to accommodate new development without decreasing the current level of services. Park impact fees are collected in districts: Central, North and South. Any funds not expended or encumbered by the end of the calendar quarter immediately following six (6) years from the date the impact fee monies were paid shall be returned to the landowner without interest, provided an application for refund is presented within one hundred eighty days (180) from the expiration of the six-year period. This six-year period may be extended by action of the Board for up to an additional three years.

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

Fiscal Year Ending Sept. 30	Fire	Library	Park - Central	Park - North	Park - South
2021	\$ -	\$ -	\$ -	\$ -	\$ 41,363
2022	-	450,901	-	-	90,726
2023	-	679,779	-	2,108	132,955
2024	217,269	508,809	-	60,794	150,609
2025	698,611	585,656	38,130	58,683	125,098
	<u>\$ 915,880</u>	<u>\$ 2,225,145</u>	<u>\$ 38,130</u>	<u>\$ 121,585</u>	<u>\$ 540,751</u>

D. Developer Agreements:

The County has entered into several developer agreements which may result in future financial obligations. These agreements with various developers are primarily for capital costs associated with road construction or transportation projects, in which a future asset may be contributed to the County or will benefit the County. The County has agreed to

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

provide up to \$27 million in credits, waivers, reductions and/or direct payments for future building impact fees in return for the developer capital contributions.

E. Grants:

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

F. Risk Management:

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

The County established an Insurance Fund (an internal service fund) to account for its uninsured risks of loss. Under this program, the Insurance Fund provides coverage for up to a maximum of \$100,000 per occurrence for each property claim, \$50,000 for each general liability claim, \$200,000 for each workers' compensation claim, and \$300,000 for each medical claim. The County purchases commercial insurance for claims in excess of coverage provided by the Fund.

Effective October 1, 2006, the Sheriff began to self-insure its medical coverage. The Sheriff established an Insurance Fund to account for its uninsured risks of loss. Specific stop loss coverage has been obtained for all medical claims exceeding \$195,000 per individual per year subject to an additional aggregating specific deductible of \$150,000. In addition, the Sheriff purchases aggregate stop loss coverage for total claims exceeding 120% of the attachment factors.

Each participating entity of the County and Sheriff makes payments to its respective Insurance Fund based on actuarial estimates as well as historical data for the amounts needed to pay prior and current year claims. The latest actuarial estimates, based on industry standards, relate to the fiscal year ended September 30, 2019.

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

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

	Liability Balance Oct. 1, 2017	Current Year Claims and Changes in Estimates	Claims Payments	Liability Balance Sept. 30, 2018
Board of County Commissioners:				
General Liability	\$ 2,104,000	\$ 2,109,495	\$ (2,371,595)	\$ 1,841,900
Health	847,000	12,068,765	(12,112,765)	803,000
	2,951,000	14,178,260	(14,484,360)	2,644,900
Sheriff:				
Health	1,054,681	7,321,377	(8,085,299)	290,759
Total	<u>\$ 4,005,681</u>	<u>\$ 21,499,637</u>	<u>\$ (22,569,659)</u>	<u>\$ 2,935,659</u>
	Liability Balance Oct. 1, 2018	Current Year Claims and Changes in Estimates	Claims Payments	Liability Balance Sept. 30, 2019
Board of County Commissioners:				
General Liability	\$ 1,841,900	\$ 3,236,515	\$ (3,110,615)	\$ 1,967,800
Health	803,000	11,522,745	(11,577,745)	748,000
	2,644,900	14,759,260	(14,688,360)	2,715,800
Sheriff:				
Health	290,759	7,085,107	(6,980,405)	395,461
Total	<u>\$ 2,935,659</u>	<u>\$ 21,844,367</u>	<u>\$ (21,668,765)</u>	<u>\$ 3,111,261</u>

9. CONDUIT DEBT

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

As of September 30, 2019, the aggregate principal amount outstanding was \$69,749,596.

10. RETIREMENT PLAN

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

Legislature and administered by the State of Florida, Department of Administration, Division of Retirement. Employees of both plans also participate in the Retiree Health Insurance Subsidy Program ("HIS Plan"), which is a defined benefit plan.

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

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

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

The Investment Plan provides for vesting after one year of creditable service. Under this plan, the employer makes contributions to a participant's account and the participant directs where the contributions are invested among the plan's investment funds. Upon termination, vested participants receive amounts accumulated in their investment accounts. Participating employer contributions are based upon actuarially determined State-wide rates established by the State of Florida.

Expressed as percentages of annual covered payroll, employer contribution rates for the Pension Plan and the Investment Plan are applied to employee salaries as follows:

Membership Category	July 1, 2018 Employer's Contribution Rates	July 1, 2019 Employer's Contribution Rates
Regular	8.26%	8.47%
Special Risk (Fire and Police)	24.50%	25.48%
Senior Management	24.06%	25.41%
Elected State Officer (Includes County Officials)	48.70%	48.82%
Deferred Retirement Option Plan (DROP)	14.03%	14.60%

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

These employer contribution rates include HIS contribution rates of 1.66% and 1.66% effective July 1, 2019 and July 1, 2018, respectively. Effective July 1, 2011, employee contribution rates of 3% were applied to all members, except DROP participants.

The County's contribution to all plans for the years ended September 30, 2019, 2018, and 2017 was \$16,722,475, \$13,840,435 and \$12,749,715, respectively, equal to the required contributions for each year. Employee contributions for all plans were \$2,784,264, \$2,446,773, and \$2,331,437 for the years ended September 30, 2019, 2018, and 2017, respectively.

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

At September 30, 2019, the County reported a liability of \$146,199,295 and \$31,415,030 for its proportionate share of the Pension Plan and HIS Plan net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019 for the Pension Plan and July 2018 with updated procedures used to determine liabilities for July 2019 for the HIS Plan. The County's proportionate share of the net pension liability was based on the County's 2018-19 fiscal year contributions relative to the 2017-18 fiscal year contributions of all participating members. At June 30, 2019, the County's proportionate share for the Pension Plan was 0.424521502 percent, which was an increase of 0.026531723 percent from its proportionate share measured as of June 30, 2018. At June 30, 2019, the County's proportionate share for the HIS Plan was 0.280767113 percent, which was an increase of 0.016510704 percent from the proportionate share measured as of June 30, 2018.

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

	Pension Plan	HIS Plan
Board of County Commissioners	\$ 61,318,374	\$ 14,657,994
Clerk of Courts	6,837,456	2,553,288
Property Appraiser	2,782,491	647,999
Sheriff	69,759,580	11,846,155
Supervisor of Elections	1,209,817	301,682
Tax Collector	4,291,577	1,407,912
Total	<u>\$ 146,199,295</u>	<u>\$ 31,415,030</u>

For the year ended September 30, 2019, the County recognized pension expense of \$35,224,273 for the Pension Plan and \$2,501,086 for the HIS Plan.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

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

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 8,671,498	\$ 90,730
Change of assumptions	37,550,270	-
Net difference between projected and actual earnings on Pension Plan investments	-	8,088,508
Changes in proportion and differences between County Pension Plan contributions and proportionate share of contributions	7,813,446	4,382,596
County Pension Plan contributions subsequent to the measurement date	<u>3,839,212</u>	<u>-</u>
Total	<u>\$ 57,874,426</u>	<u>\$ 12,561,834</u>

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

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 381,571	\$ 38,467
Change of assumptions	3,637,563	2,567,609
Net Difference between projected and actual earnings on HIS Plan investments	20,272	-
Changes in proportion and differences between County HIS Plan contributions and proportionate share of contributions	2,328,269	1,175,271
County HIS Plan contributions subsequent to the measurement date	<u>425,058</u>	<u>-</u>
Total	<u>\$ 6,792,733</u>	<u>\$ 3,781,347</u>

The deferred outflows of resources related to the Pension Plan and HIS Plan, totaling \$3,839,212 and \$425,058, respectively, resulting from County contributions to the Plans subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2020.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

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

Fiscal Year Ending Sept. 30	Pension Plan	HIS Plan
2020	\$ 6,063,908	\$ 291,967
2021	6,570,855	389,942
2022	6,195,165	419,745
2023	5,966,150	392,017
2024	6,252,057	385,807
Thereafter	10,425,245	706,850
Total	<u>\$ 41,473,380</u>	<u>\$ 2,586,328</u>

Pension Plan Actuarial Assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumption, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Discount Rate	6.9%, net of pension plan investment expense
Mortality	PUB 2010 base table, projected generationally with Scale MP-2018

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

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

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

Asset Class	Target Allocation	Annual Arithmetic Return
Cash	1 %	3.3 %
Fixed Income	18	4.1
Global Equity	54	8.0
Real Estate (Property)	10	6.7
Private Equity	11	11.2
Strategic Investments	6	5.9

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

Pension Plan Discount Rate

The discount rate used to measure the total pension liability was 6.90%, which is a decrease from 7.00% from the prior year. The Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

HIS Plan Actuarial Assumptions

The total pension liability in the July 1, 2018 actuarial valuation, which has been updated at July 1, 2019 to determine liability amounts, was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases	3.25%, average, including inflation
Municipal bond rate	3.50%
Mortality	Generational RP-2000 with Projection Scale BB

HIS Plan Discount Rate

The discount rate used to measure the total pension liability was 3.50%, which is a decrease from 3.87% in the prior year. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

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

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

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
Pension Plan proportionate share of the net pension liability	\$ 252,729,897	\$ 146,199,295	\$ 57,228,223
	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
HIS Plan proportionate share of the net pension liability	\$ 35,861,868	\$ 31,415,030	\$ 27,711,318

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

The Florida Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the plan. Detailed information regarding the Pension and HIS Plans' fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report for the year ended June 30, 2019.

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

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

11. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

A. Retiree Health Coverage:

Plan Description

The County administers a single-employer defined benefit healthcare plan (OPEB plan) available to retirees and their eligible dependents. The County and its Constitutional Officers are required by Florida Statutes to offer retirees and their eligible dependents the same health and medical coverage that is offered to active employees, at the same cost. County employees are eligible to receive coverage upon retirement under Florida Retirement System plan provisions, as discussed in Note 10. The OPEB plan does not issue a separate, audited GAAP-basis report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Reporting for Post-employment Benefits Other Than Pensions*, (OPEB).

Benefits Provided

Participants in the OPEB plan become participants in the County's group health self-insurance program, and receive the healthcare benefits of that program for themselves and their dependents.

Contributions

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

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

Employees Covered by Benefit Terms

The following employees were covered by the benefit terms as of October 1, 2018, the latest actuarial valuation date:

Retirees currently receiving benefits	86
Active employees	<u>1,784</u>
Total	<u><u>1,870</u></u>

Total OPEB Liability

The County's total OPEB liability of \$34,685,096 at September 30, 2019 was measured as of October 1, 2018. The measurement period was October 1, 2017 to September 30, 2018.

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

Board of County Commissioners	\$ 4,678,069
Clerk of Courts	762,858
Property Appraiser	396,816
Sheriff	28,381,550
Supervisor of Elections	110,197
Tax Collector	355,606
	<u><u>\$ 34,685,096</u></u>

Actuarial Assumptions

The total OPEB liability at September 30, 2019 was based on an actuarial valuation dated October 1, 2018 using the following actuarial assumptions:

Inflation	2.60%
Salary Increase	3.25%
Discount Rate	3.63 to 4.15%
Healthcare Cost Trend Rates	8 - 4.5%

Mortality rates were based on the SOA PUB-2010 Mortality Table fully generational using Scale MP-2018.

A municipal bond rate was used as the discount rate to determine the total OPEB liability for the program. The discount rate used to measure the total OPEB liability at September 30, 2019 and September 30, 2018 was 4.15% and 3.63%, respectively, based on the Bond Buyer General Obligation 20-Bond Municipal Bond Index.

An experience study was not done, as it was not considered necessary to support the actuarial results.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

Changes in the Total OPEB Liability (TOL)

	Change in TOL
TOL Balance at September 30, 2018	<u>\$ 38,391,852</u>
Changes for the Year:	
Service cost	2,223,008
Interest	1,467,556
Changes in benefit term	41,650
Changes in assumptions	(5,663,592)
Differences between expected and actual experience	(1,399,399)
Benefit payments	<u>(375,979)</u>
Net Changes	<u>(3,706,756)</u>
TOL Balance at September 30, 2019	<u><u>\$ 34,685,096</u></u>

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

The following table presents the total OPEB liability, calculated using the discount rate of 4.15%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower (3.15%) or one percentage-point higher (5.15%) than the current discount rate:

	1% Decrease (3.15%)	Current Discount Rate (4.15%)	1% Increase (5.15%)
Total OPEB liability	\$ 39,976,812	\$ 34,685,096	\$ 30,347,146

Sensitivity of the total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The current healthcare trend rate starts at an initial rate of 8%, decreasing to an ultimate rate of 4.5%. The following table represents the total OPEB liability, as well as what the County's total OPEB liability would be if it were calculated using a healthcare cost trend that is one percentage-point lower, (assuming an initial rate of 7%, decreasing to an ultimate rate of 3.5%), or one percentage-point higher, (assuming an initial rate of 9%, decreasing to an ultimate rate of 5.5%).

	1% Decrease (7 - 3.5%)	Current Discount Rate (8 - 4.5%)	1% Increase (9 - 5.5%)
Total OPEB liability	\$ 29,110,103	\$ 34,685,096	\$ 41,986,892

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

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

For the year ended September 30, 2019, the County recognized OPEB expense of \$2,383,722. At September 30, 2019, the County has deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 186,609	\$ 3,457,011
Changes in assumptions	262,313	6,528,915
Contributions subsequent to the measurement date	478,534	-
Total	<u>\$ 927,456</u>	<u>\$ 9,985,926</u>

The deferred outflows of resources of \$478,534 resulting from the contributions to the plan subsequent to the measurement date will be recognized in the fiscal year ended September 30, 2020.

Other amounts reported as deferred outflows of resources and deferred inflows of resources shown above will be recognized in OPEB expense in the following years:

<u>Fiscal Year Ending Sept. 30</u>	
2020	\$ (869,418)
2021	(869,418)
2022	(869,418)
2023	(869,418)
2024	(869,418)
Thereafter	(5,189,914)
Total	<u>\$ (9,537,004)</u>

B. Other Post Employment Benefits:

In addition to the retiree health benefits described above, the Clerk provides post employment health care benefits to employees under a plan established through Nationwide Retirement Solutions, Inc. (Nationwide). Twenty-five percent of accrued sick pay for certain employees with less than ten years of service and 75% for employees with ten years or more of service is paid into the trust upon termination, retirement or death. The maximum contribution is limited to 1,440 hours. Contributions are invested according to instructions given by the employee and earnings accumulate tax exempt under section 501(c)(9) of the Internal Revenue Code. Upon separation of service, the account must be used to reimburse any qualified health insurance premiums paid by the employee.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

12. INTERFUND BALANCES AND TRANSFERS

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

The composition of interfund balances in the fund financial statements as of September 30, 2019 is as follows:

Due To/From Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Major Governmental Funds	\$ 3,210,421
General Fund	Nonmajor Governmental Fund	1,273,298
General Fund	Internal Service Funds	1,082,697
Major Governmental Fund	Nonmajor Governmental Fund	997,047
Total		<u>\$ 6,563,463</u>

Intragovernmental Receivables and Payables:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 226,473
Nonmajor Governmental Funds	General Fund	529,199
Internal Service Funds	General Fund	100,371
Total		<u>\$ 856,043</u>

Interfund transfers for the fund financial statements for the year ended September 30, 2019 consist of the following:

	Transfers In			
Transfers Out	General Fund	Major Funds	Nonmajor Funds	Total
General Fund	\$ -	\$ 1,390,070	\$ 11,769,625	\$ 13,159,695
Nonmajor Governmental Funds	5,031,061	15,226,405	7,082,280	27,339,746
Internal Service Funds	380,998	-	-	380,998
Landfill	1,007,736	-	-	1,007,736
Total	<u>\$ 6,419,795</u>	<u>\$ 16,616,475</u>	<u>\$ 18,851,905</u>	<u>\$ 41,888,175</u>
			Transfers Out	(44,368,181)
			Net Transfers	<u>\$ (2,480,006)</u>

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

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

Landfill Fund transfer out to General Fund	\$ (1,007,736)
General Fund transfer into Landfill Fund	3,496,626
Board Insurance Fund transfer out to General Fund	(380,998)
General Fund transfer into Board Insurance Fund	372,114
Total Net Transfers	<u>\$ 2,480,006</u>

13. LANDFILL CLOSURE AND POSTCLOSURE COSTS

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

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

The following schedule reflects the changes in estimates and payments for the year ended September 30, 2019:

<u>Landfill</u>	Balance Oct. 1, 2018	Changes in Estimates	Payments	Balance Sept. 30, 2019
Construction and Demolition	\$ 459,939	\$ -	\$ -	\$ 459,939
Loghouse	240,325	(32,550)	15,515	192,260
Umatilla	139,273	(9,555)	7,854	121,864
Lady Lake	60,688	(27,481)	2,195	31,012
Central Landfill Phase I	738,561	(41,285)	50,296	646,980
Central Landfill Phase II	2,250,879	(15,667)	20,014	2,215,198
Central Landfill Phase III	3,537,208	77,818	-	3,615,026
Totals	<u>\$ 7,426,873</u>	<u>\$ (48,720)</u>	<u>\$ 95,874</u>	<u>\$ 7,282,279</u>

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

At September 30, 2019, the Loghouse, Umatilla, Lady Lake, Central Landfill Phase I and Central Landfill Phase II landfills had no remaining capacity.

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

The following schedule reflects the estimated closure and postclosure care costs for each landfill as of September 30, 2019:

<u>Landfill</u>	<u>Remaining Postclosure Care Period</u>	<u>Closure Costs</u>	<u>Postclosure Care</u>	<u>Total Liability</u>
Construction and Demolition	5 years	\$ 411,669	\$ 48,270	\$ 459,939
Loghouse	4 years	-	192,260	192,260
Umatilla	7 years	-	121,864	121,864
Lady Lake	1 years	-	31,012	31,012
Central Landfill Phase I	6 years	-	646,980	646,980
Central Landfill Phase II	26 years	-	2,215,198	2,215,198
Central Landfill Phase III	30 years	1,037,742	2,577,284	3,615,026
Totals		<u>\$ 1,449,411</u>	<u>\$ 5,832,868</u>	<u>\$ 7,282,279</u>

The Central Landfill Phase III was completed in 2009 and began accepting waste in 2011. The landfill consists of two cells, the Ash Cell and the Municipal Solid Waste Cell. The remaining closure and post closure care costs to be recognized for the Ash Cell portion of the Phase III landfill are \$128,260 and \$318,542 based on 89% of capacity used to date. The remaining life of the Phase III landfill cannot be estimated as the County is currently transporting and disposing of waste to a landfill outside the County. One year of Postclosure Care amounting to \$299,171 has been included in the current portion of long-term obligations in the Landfill Fund.

These amounts are based on what it would cost the County to perform all closure and postclosure care in 2019. Actual costs may be higher due to inflation, changes in technology or changes in regulations.

14. EXPENDITURES IN EXCESS OF APPROPRIATIONS

The following departments had expenditures in excess of appropriations at the major object level at September 30, 2019:

<u>Fund/Department/Object</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
General Fund/Sheriff/Personal Operations	\$ 68,981,324	\$ 68,983,246	\$ (1,922)

The expenditures in excess of appropriations were primarily the result of the expenditure of unanticipated revenues.

15. LEASES

The County (Lessor) has entered into agreements with certain cities within Lake County (Lessee) for the purchase of emergency radios to be used by the cities. Lake County issued debt in the prior year to finance the purchase of the radios and is collecting a proportionate share of the amounts owed from each participating city. The cities were given the option to pay up front or spread the payments over a 10-year period. The 10-year arrangements are being accounted for as direct financing leases on the financial

LAKE COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

statements of the County. At September 30, 2019, there are amounts due from other governments and a deferred inflows of resources on the governmental fund financial statements in the amounts of \$4,169,180 which is equal to the estimated present value of the amounts to be received.

Annual anticipated undiscounted cash flow from direct financing leases for each year for the next five years and thereafter are as follows:

Fiscal Year Ending Sept. 30	Amount
2020	\$ 532,721
2021	532,721
2022	532,721
2023	532,721
2024	532,721
Thereafter	2,130,882
Total	<u>\$ 4,794,487</u>

The difference between the lease amounts due from other governments of \$4,169,180 and the undiscounted cash flows of \$4,794,487 is due to the discounting of the future amounts owed to the estimated present value using an interest rate of 2.89% over a 10-year period with payments due at the beginning of each fiscal year.

16. SUBSEQUENT EVENTS

In 2018, the County issued \$19,980,000 in bonds to provide funds to design and construct a new animal shelter and replace the inventory of emergency radios for both the County and cities within Lake County. On October 22, 2019, the County issued a \$28,045,000 Infrastructure Sales Surtax Revenue Bond, Series 2019, which bears interest at 1.85% with a final maturity of December 1, 2032. The bond proceeds will be used to refund the Infrastructure Sales Surtax Revenue Bond, Series 2018 and pay for \$10 million in road resurfacing projects. With this refinancing, there will be an estimated savings of \$1 million to the County and its municipal partners.

The COVID -19 pandemic, created by the spread of a novel strain of the coronavirus, has created economic disruptions throughout the country resulting in significant declines in financial markets and overall economic activity as of the date of issuance of the financial statements. The operations and business of the County could be significantly adversely affected. The extent to which the COVID-19 pandemic may impact business activity or investment results will depend on future developments, which are highly uncertain and cannot be predicted, including new information which may emerge concerning the severity of the virus and the actions required to contain it or treat its impact among others.

This page intentionally left blank.

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

Florida Retirement System (FRS) Defined Benefit Pension Plan

County Fiscal Year Ending Sept. 30	Plan Sponsor Measurement Date June 30	County's Proportion of FRS Net Pension Liability	County's Proportionate Share of FRS Net Pension Liability	County's Covered Payroll	County's Proportionate Share of FRS Net Pension Liability as a Percentage of Covered Payroll	FRS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2019	2019	0.424521502%	\$ 146,199,295	\$ 79,345,605	184.26%	82.61%
2018	2018	0.397989779%	\$ 119,876,585	\$ 73,409,491	163.30%	84.26%
2017	2017	0.413550600%	\$ 122,325,491	\$ 73,795,339	165.76%	83.89%
2016	2016	0.416212591%	\$ 105,094,008	\$ 72,107,631	145.75%	84.88%
2015	2015	0.385806181%	\$ 49,832,043	\$ 69,950,794	71.24%	92.00%
2014	2014	0.389285153%	\$ 23,752,119	\$ 68,986,914	34.43%	96.09%

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

County Fiscal Year Ending Sept. 30	Plan Sponsor Measurement Date June 30	County's Proportion of HIS Net Pension Liability	County's Proportionate Share of HIS Net Pension Liability	County's Covered Payroll	County's Proportionate Share of HIS Net Pension Liability as a Percentage of Covered Payroll	HIS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2019	2019	0.280767113%	\$ 31,415,030	\$ 94,087,231	33.39%	2.63%
2018	2018	0.264256409%	\$ 27,969,195	\$ 86,575,193	32.31%	2.15%
2017	2017	0.267964291%	\$ 28,651,978	\$ 85,475,363	33.52%	1.64%
2016	2016	0.268060698%	\$ 31,241,364	\$ 82,942,818	37.67%	0.97%
2015	2015	0.265275994%	\$ 27,053,978	\$ 80,767,974	33.50%	0.50%
2014	2014	0.265806146%	\$ 24,853,523	\$ 79,048,574	31.44%	0.99%

Notes:

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

(2) Amounts presented for each year are determined as of June 30.

**LAKE COUNTY, FLORIDA
SCHEDULE OF CONTRIBUTIONS**

Florida Retirement System (FRS) Defined Benefit Pension Plan

Fiscal Year Ending Sept. 30	FRS Contractually Required Contribution	FRS Contributions in Relation to the Contractually Required Contribution	FRS Contribution Deficiency (Excess)	County's Covered Payroll	FRS Contributions as a Percentage of Covered Payroll
2019	\$ 13,947,524	\$ 13,947,524	\$ -	\$ 81,866,365	17.04%
2018	\$ 11,566,227	\$ 11,566,227	\$ -	\$ 73,609,464	15.71%
2017	\$ 10,593,620	\$ 10,593,620	\$ -	\$ 72,571,330	14.60%
2016	\$ 10,150,008	\$ 10,150,008	\$ -	\$ 72,107,631	14.08%
2015	\$ 9,406,282	\$ 9,406,282	\$ -	\$ 69,950,794	13.45%
2014	\$ 8,526,997	\$ 8,526,997	\$ -	\$ 68,986,914	12.36%

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

Fiscal Year Ending Sept. 30	HIS Contractually Required Contribution	HIS Contributions in Relation to the Contractually Required Contribution	HIS Contribution Deficiency	County's Covered Payroll	HIS Contributions as a Percentage of Covered Payroll
2019	\$ 1,624,329	\$ 1,624,329	\$ -	\$ 97,969,536	1.66%
2018	\$ 1,436,639	\$ 1,436,639	\$ -	\$ 86,798,212	1.66%
2017	\$ 1,402,337	\$ 1,402,337	\$ -	\$ 84,476,288	1.66%
2016	\$ 1,373,982	\$ 1,373,982	\$ -	\$ 84,942,818	1.66%
2015	\$ 1,014,050	\$ 1,014,050	\$ -	\$ 80,767,974	1.26%
2014	\$ 910,562	\$ 910,562	\$ -	\$ 79,048,574	1.15%

Notes:

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

(2) Amounts presented for each year are determined as of September 30.

LAKE 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	\$ 2,223,008	\$ 2,185,875
Interest	1,467,556	1,277,285
Changes in benefit terms	41,650	-
Difference between expected and actual experience	(1,399,399)	(2,366,962)
Changes in assumptions	(5,663,592)	(1,223,912)
Benefit Payments	(375,979)	(987,083)
Net Change in total OPEB liability	(3,706,756)	(1,114,797)
Total OPEB liability, beginning (restated)	38,391,852	39,506,649
Total OPEB liability, ending	<u>\$ 34,685,096</u>	<u>\$ 38,391,852</u>
 Covered employee payroll	 \$ 90,166,353	 \$ 77,212,055
 Total OPEB liability as a percentage of covered payroll	 38.5%	 49.7%

Notes:

(1) Plan assets:

- No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

(2) Changes in assumptions:

- Changes in assumptions primarily reflect the changes in the discount rate in 2018 and changes in the discount rate and healthcare trends in 2019.

Other items:

This information is required for ten years. However, only two years of information is available as the County implemented GASB Statement No. 75 for the fiscal year ended September 30, 2018.

This page intentionally left blank.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

LIBRARY IMPACT FEE TRUST FUND

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

PARK IMPACT FEE TRUST FUND

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

COUNTY TRANSPORTATION TRUST FUND

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

FISH CONSERVATION TRUST FUND

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

COMMUNITY DEVELOPMENT FUND

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

LAKE COUNTY AMBULANCE FUND

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

STORMWATER MANAGEMENT, PARKS AND ROADS FUND

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

EMERGENCY 9-1-1 FUND

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

RESORT/DEVELOPMENT TAX FUND

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

AFFORDABLE HOUSING ASSISTANCE TRUST FUND

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

SECTION 8 FUND

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

FEDERAL/STATE GRANTS FUND

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

RESTRICTED LOCAL PROGRAMS FUND

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

MUNICIPAL SERVICE BENEFIT UNITS/ SPECIAL ASSESSMENTS FUNDS

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

LAW ENFORCEMENT TRUST FUND

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

COUNTY SALES TAX FUND

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

BUILDING SERVICES FUND

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

LAKE COUNTY MSTU - FIRE PROTECTION FUND

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

FIRE RESCUE IMPACT FEE TRUST FUND

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

COUNTY-WIDE LIBRARY FUND

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

CLERK SPECIAL REVENUE FUNDS

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

SHERIFF SPECIAL REVENUE FUNDS

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

EMERGENCY MEDICAL SERVICES FUND

To account for revenues and expenditures related to providing emergency medical services to Lake County citizens.

DEBT SERVICE FUNDS

NOTES PAYABLE DEBT SERVICE FUND

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

PARI-MUTUEL REVENUE BONDS DEBT SERVICE FUND

To accumulate monies for payment of the \$3,635,000 Pari-Mutuel Revenues Replacement Refunding Bonds, Series 2011. Financing is provided by sales tax revenues collected by the State pursuant to Chapter 212, Part 1, Florida Statutes. Beginning July 1, 2000, the State began using sales tax revenues to replace revenues formerly distributed to counties from racetrack and jai alai fronton monies.

PUBLIC LANDS PROGRAM DEBT SERVICE FUND

To accumulate monies for the payment of the \$20,950,000 Limited General Obligation Refunding Bond, Series 2015. The bonds are secured by a pledge of not more than one third of one mill of ad valorem taxes pursuant to a referendum approved by the voters in 2004.

FACILITIES EXPANSION DEBT SERVICE FUND

To accumulate monies for the payment of the \$25,845,000 Capital Improvement Refunding Revenue Bonds, Series 2015A and the \$50,140,000 Capital Improvement Refunding Revenue Bonds, Series 2015B. The Bonds are secured by a pledge of Half-Cent Sales Tax distributed to the County by the State of Florida.

CAPITAL PROJECTS FUNDS

SALES SURTAX REVENUE BOND CAPITAL PROJECTS FUND

To account for the proceeds from the Sales Surtax Revenue Bond, Series 2018 used to construct a new animal shelter and upgrade the County's emergency radio system.

FACILITIES EXPANSION PROJECTS FUND

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

LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2019

	<u>Special Revenue Funds</u>		
	<u>Library Impact Fee Trust</u>	<u>Park Impact Fee Trust</u>	<u>County Transportation Trust</u>
Assets			
Cash	\$ -	\$ -	\$ 350
Pooled Cash and Investments	2,387,020	816,435	6,745,698
Accounts Receivable	-	-	852
Assessments Receivable	-	-	152,513
Intragovernmental Receivables	-	-	-
Due from Other Governments	65,889	-	1,449,588
Total Assets	<u>\$ 2,452,909</u>	<u>\$ 816,435</u>	<u>\$ 8,349,001</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ 553,043
Retainage Payable	-	6,669	-
Accrued Liabilities	-	-	214,497
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	71,670
Deposits	-	-	152,513
Total Liabilities	<u>-</u>	<u>6,669</u>	<u>991,723</u>
Fund Balances:			
Restricted	2,452,909	809,766	7,357,278
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	<u>2,452,909</u>	<u>809,766</u>	<u>7,357,278</u>
Total Liabilities and Fund Balances	<u>\$ 2,452,909</u>	<u>\$ 816,435</u>	<u>\$ 8,349,001</u>

Special Revenue Funds

Fish Conservation Trust	Community Development	Lake County Ambulance	Stormwater Management Parks and Roads	Emergency 9-1-1	Resort/ Development Tax
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
217,307	202,220	959,120	4,066,255	1,114,190	6,894,625
-	-	-	-	4,139	3,000
-	-	-	-	-	-
-	-	58,067	29,809	-	219,976
980	43,345	-	-	350,062	-
\$ 218,287	\$ 245,565	\$ 1,017,187	\$ 4,096,064	\$ 1,468,391	\$ 7,117,601
\$ -	\$ 15,985	\$ -	\$ 321,195	\$ 19,615	\$ 530,393
-	-	-	-	-	-
-	3,864	-	70,920	12,853	19,859
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,075	-	-
-	19,849	-	393,190	32,468	550,252
218,287	225,716	-	-	1,435,923	6,567,349
-	-	1,017,187	3,702,874	-	-
-	-	-	-	-	-
218,287	225,716	1,017,187	3,702,874	1,435,923	6,567,349
\$ 218,287	\$ 245,565	\$ 1,017,187	\$ 4,096,064	\$ 1,468,391	\$ 7,117,601

(Continued)

LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2019

	Special Revenue Funds		
	Affordable Housing Assistance Trust	Section 8	Federal/ State Grants
Assets			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	2,995,174	631,662	-
Accounts Receivable	-	55,924	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	544,551	51	1,961,806
Total Assets	\$ 3,539,725	\$ 687,637	\$ 1,961,806
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 86,948	\$ 10,632	\$ 317,677
Retainage Payable	-	-	363,175
Accrued Liabilities	3,367	9,092	6,032
Due to Other Funds	-	-	1,273,298
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deposits	-	19,338	-
Total Liabilities	90,315	39,062	1,960,182
Fund Balances:			
Restricted	3,449,410	648,575	1,624
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	3,449,410	648,575	1,624
Total Liabilities and Fund Balances	\$ 3,539,725	\$ 687,637	\$ 1,961,806

Special Revenue Funds

Restricted Local Programs	Municipal Service Benefit Units/Special Assessments	Law Enforcement Trust	County Sales Tax	Building Services	Lake County MSTU for Fire Protection
\$ -	\$ -	\$ -	\$ -	\$ 425	\$ -
717,624	279,201	562,997	-	5,365,703	3,098,340
31,626	-	-	-	-	26,334
-	-	-	-	-	-
7,730	-	165,504	-	-	31,229
100	-	-	1,713,699	-	204
\$ 757,080	\$ 279,201	\$ 728,501	\$ 1,713,699	\$ 5,366,128	\$ 3,156,107
\$ 40,106	\$ -	\$ -	\$ -	\$ 25,577	\$ 253,486
-	-	-	-	-	-
1,674	-	-	-	97,982	591,773
-	-	-	997,047	-	-
-	-	220,704	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
41,780	-	220,704	997,047	123,559	845,259
715,300	279,201	507,797	716,652	5,242,569	2,310,848
-	-	-	-	-	-
-	-	-	-	-	-
715,300	279,201	507,797	716,652	5,242,569	2,310,848
\$ 757,080	\$ 279,201	\$ 728,501	\$ 1,713,699	\$ 5,366,128	\$ 3,156,107

(Continued)

LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2019

	Special Revenue Funds		
	Fire Rescue Impact Fee Trust	County-Wide Library	Clerk Special Revenue Funds
Assets			
Cash	\$ -	\$ 792	\$ 3,061
Pooled Cash and Investments	1,908,622	471,131	2,973,626
Accounts Receivable	-	1,254	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	390	-	-
Total Assets	\$ 1,909,012	\$ 473,177	\$ 2,976,687
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ -	\$ 26,890	\$ 244,275
Retainage Payable	-	-	-
Accrued Liabilities	-	70,182	-
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	5,769
Due to Other Governments	-	-	710,028
Deposits	-	-	446,725
Total Liabilities	-	97,072	1,406,797
Fund Balances:			
Restricted	1,909,012	-	1,569,890
Committed	-	-	-
Assigned	-	376,105	-
Total Fund Balances	1,909,012	376,105	1,569,890
Total Liabilities and Fund Balances	\$ 1,909,012	\$ 473,177	\$ 2,976,687

Special Revenue Funds		Debt Service Funds			Capital Projects Funds
Sheriff Special Revenue Funds	Emergency Medical Services	Pari-Mutuel Revenue Bonds Debt Service	Public Lands Program Debt Service	Facilities Expansion Debt Service	Sales Surtax Revenue Bond Capital Projects
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
240,838	859,860	264,416	759,439	120,249	7,387,093
-	3,103,838	-	-	-	-
-	-	-	-	-	-
-	-	-	16,884	-	-
-	-	-	-	-	-
<u>\$ 240,838</u>	<u>\$ 3,963,698</u>	<u>\$ 264,416</u>	<u>\$ 776,323</u>	<u>\$ 120,249</u>	<u>\$ 7,387,093</u>
\$ 806	\$ 655,400	\$ -	\$ -	\$ -	\$ 127,409
-	-	-	-	-	9,328
-	472,324	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>806</u>	<u>1,127,724</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>136,737</u>
240,032	-	264,416	776,323	120,249	7,250,356
-	2,835,974	-	-	-	-
-	-	-	-	-	-
<u>240,032</u>	<u>2,835,974</u>	<u>264,416</u>	<u>776,323</u>	<u>120,249</u>	<u>7,250,356</u>
<u>\$ 240,838</u>	<u>\$ 3,963,698</u>	<u>\$ 264,416</u>	<u>\$ 776,323</u>	<u>\$ 120,249</u>	<u>\$ 7,387,093</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2019

	Capital Projects Funds	
	Facilities Expansion Projects	Total Nonmajor Governmental Funds
Assets		
Cash	\$ -	\$ 4,628
Pooled Cash and Investments	97,776	52,136,621
Accounts Receivable	-	3,226,967
Assessments Receivable	-	152,513
Intragovernmental Receivables	-	529,199
Due from Other Governments	-	6,130,665
Total Assets	\$ 97,776	\$ 62,180,593
Liabilities and Fund Balances		
Liabilities:		
Accounts Payable	\$ -	\$ 3,229,437
Retainage Payable	-	379,172
Accrued Liabilities	-	1,574,419
Due to Other Funds	-	2,270,345
Intragovernmental Payables	-	226,473
Due to Other Governments	-	781,698
Deposits	-	619,651
Total Liabilities	-	9,081,195
Fund Balances:		
Restricted	97,776	45,167,258
Committed	-	7,556,035
Assigned	-	376,105
Total Fund Balances	97,776	53,099,398
Total Liabilities and Fund Balances	\$ 97,776	\$ 62,180,593

This page intentionally left blank.

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2019

	Special Revenue Funds		
	Library Impact Fee Trust	Park Impact Fee Trust	County Transportation Trust
Revenues			
Taxes	\$ -	\$ -	\$ 7,818,519
Licenses and Permits	-	-	-
Intergovernmental	-	-	5,538,900
Charges for Services	-	-	989,205
Fines and Forfeitures	-	-	-
Special Assessments	585,847	230,362	48,881
Investment Income	38,847	13,591	110,607
Miscellaneous	-	-	25,553
Total Revenues	624,694	243,953	14,531,665
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	13,195,162
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	337,486	103,554	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	337,486	103,554	13,195,162
Excess of Revenues Over (Under)			
Expenditures	287,208	140,399	1,336,503
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	(687,084)
Total Other Financing Sources (Uses)	-	-	(687,084)
Net Change in Fund Balances	287,208	140,399	649,419
Fund Balances at Beginning of Year	2,165,701	669,367	6,707,859
Fund Balances at End of Year	\$ 2,452,909	\$ 809,766	\$ 7,357,278

Special Revenue Funds

Fish Conservation Trust	Community Development	Lake County Ambulance	Stormwater Management Parks and Roads	Emergency 9-1-1	Resort/ Development Tax
\$ -	\$ -	\$ 9,221,339	\$ 4,704,508	\$ -	\$ 3,366,337
9,715	-	-	72,245	-	-
-	1,005,790	-	-	59,341	-
-	-	-	258,013	1,618,026	-
-	-	-	-	-	-
-	-	-	-	-	-
3,730	1,846	56,849	93,699	16,342	117,889
-	-	-	51,607	-	3,001
13,445	1,007,636	9,278,188	5,180,072	1,693,709	3,487,227
-	-	277,890	-	-	-
-	-	870,377	-	1,214,527	-
-	-	-	832,585	-	-
-	-	-	-	-	-
-	934,950	-	-	-	4,155,136
-	70,841	-	-	-	-
-	-	-	5,002,157	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	1,005,791	1,148,267	5,834,742	1,214,527	4,155,136
13,445	1,845	8,129,921	(654,670)	479,182	(667,909)
-	-	57,433	1,472,207	-	-
(485)	-	(7,798,152)	(390,856)	(50,000)	(179,943)
(485)	-	(7,740,719)	1,081,351	(50,000)	(179,943)
12,960	1,845	389,202	426,681	429,182	(847,852)
205,327	223,871	627,985	3,276,193	1,006,741	7,415,201
\$ 218,287	\$ 225,716	\$ 1,017,187	\$ 3,702,874	\$ 1,435,923	\$ 6,567,349

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2019

	Special Revenue Funds		
	Affordable Housing Assistance Trust	Section 8	Federal/ State Grants
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	544,551	4,171,038	7,411,160
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	63,474	7,989	133
Miscellaneous	195,086	75,961	-
Total Revenues	803,111	4,254,988	7,411,293
Expenditures			
Current:			
General Government	-	-	-
Public Safety	-	-	352,467
Physical Environment	-	-	10,692
Transportation	-	-	6,942,077
Economic Environment	1,377,795	4,005,142	69,953
Human Services	-	-	34,480
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	1,377,795	4,005,142	7,409,669
Excess of Revenues Over (Under)			
Expenditures	(574,684)	249,846	1,624
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	(574,684)	249,846	1,624
Fund Balances at Beginning of Year	4,024,094	398,729	-
Fund Balances at End of Year	\$ 3,449,410	\$ 648,575	\$ 1,624

Special Revenue Funds

Restricted Local Programs	Municipal Service Benefit Units/Special Assessments	Law Enforcement Trust	County Sales Tax	Building Services	Lake County MSTU For Fire Protection
\$ -	\$ -	\$ -	\$ 16,765,845	\$ -	\$ 4,773,589
119,452	-	-	-	3,872,520	-
4,941	-	-	-	-	223,965
261,185	-	-	-	255,406	190,728
130,513	-	208,127	-	103,496	-
-	899,793	-	-	-	19,105,477
10,219	7,968	9,650	21,997	85,952	161,948
38,653	-	-	-	8,894	303,451
564,963	907,761	217,777	16,787,842	4,326,268	24,759,158
-	-	-	-	-	-
80,367	-	220,703	-	3,177,426	24,307,041
4,841	-	-	-	-	-
-	788,552	-	-	-	-
-	-	-	-	-	-
175,704	-	-	-	-	-
157,068	-	-	-	-	-
61,929	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
479,909	788,552	220,703	-	3,177,426	24,307,041
85,054	119,209	(2,926)	16,787,842	1,148,842	452,117
-	-	-	11,389	-	2,102,000
-	(92,701)	-	(16,492,808)	(146,614)	(1,780,319)
-	(92,701)	-	(16,481,419)	(146,614)	321,681
85,054	26,508	(2,926)	306,423	1,002,228	773,798
630,246	252,693	510,723	410,229	4,240,341	1,537,050
\$ 715,300	\$ 279,201	\$ 507,797	\$ 716,652	\$ 5,242,569	\$ 2,310,848

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2019

	Special Revenue Funds		
	Fire Rescue Impact Fee Trust	County-Wide Library	Clerk Special Revenue Funds
Revenues			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	248,315	224,270
Charges for Services	-	14,126	5,304,120
Fines and Forfeitures	-	29,955	1,834,716
Special Assessments	698,611	-	-
Investment Income	32,668	9,051	-
Miscellaneous	-	189,461	-
Total Revenues	731,279	490,908	7,363,106
Expenditures			
Current:			
General Government	-	-	2,750
Public Safety	865,492	-	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	4,340,207	-
Court-Related Expenditures	-	-	7,066,193
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
Total Expenditures	865,492	4,340,207	7,068,943
Excess of Revenues Over (Under)			
Expenditures	(134,213)	(3,849,299)	294,163
Other Financing Sources (Uses)			
Transfers In	-	3,815,333	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	3,815,333	-
Net Change in Fund Balances	(134,213)	(33,966)	294,163
Fund Balances at Beginning of Year	2,043,225	410,071	1,275,727
Fund Balances at End of Year	\$ 1,909,012	\$ 376,105	\$ 1,569,890

Special Revenue Funds		Debt Service Funds			
Sheriff Special Revenue Funds	Emergency Medical Services	Notes Payable Debt Service	Pari-Mutuel Revenue Bonds Debt Service	Public Lands Program Debt Service	Facilities Expansion Debt Service
\$ -	\$ -	\$ -	\$ -	\$ 2,637,858	\$ -
-	-	-	-	-	-
150,044	-	-	297,667	-	-
354,634	14,659,795	-	-	-	-
25,786	-	-	-	-	-
-	-	-	-	-	-
-	-	189	6,704	33,548	34,575
1,056	450,792	-	-	-	-
531,520	15,110,587	189	304,371	2,671,406	34,575
-	-	-	-	-	-
622,100	18,955,598	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	175,000	2,115,000	2,740,000
-	-	-	77,376	409,426	2,629,343
-	-	-	-	-	-
622,100	18,955,598	-	252,376	2,524,426	5,369,343
(90,580)	(3,845,011)	189	51,995	146,980	(5,334,768)
-	6,000,000	-	-	16,693	5,376,850
-	-	(11,389)	-	(81,509)	-
-	6,000,000	(11,389)	-	(64,816)	5,376,850
(90,580)	2,154,989	(11,200)	51,995	82,164	42,082
330,612	680,985	11,200	212,421	694,159	78,167
\$ 240,032	\$ 2,835,974	\$ -	\$ 264,416	\$ 776,323	\$ 120,249

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2019

	Capital Projects Funds		
	Sales Surtax Revenue Bond Capital Projects	Facilities Expansion Projects	Total Nonmajor Governmental Funds
Revenues			
Taxes	\$ -	\$ -	\$ 49,287,995
Licenses and Permits	-	-	4,073,932
Intergovernmental	-	-	19,879,982
Charges for Services	-	-	23,905,238
Fines and Forfeitures	-	-	2,332,593
Special Assessments	-	-	21,568,971
Investment Income	163,255	2,160	1,104,880
Miscellaneous	-	-	1,343,515
Total Revenues	163,255	2,160	123,497,106
Expenditures			
Current:			
General Government	-	-	280,640
Public Safety	-	-	50,666,098
Physical Environment	-	-	848,118
Transportation	-	-	20,925,791
Economic Environment	-	-	10,542,976
Human Services	-	-	281,025
Culture and Recreation	-	-	9,940,472
Court-Related Expenditures	-	-	7,128,122
Debt Service:			
Principal	-	-	5,030,000
Interest and Fiscal Charges	-	-	3,116,145
Capital Outlay	12,705,346	27,715	12,733,061
Total Expenditures	12,705,346	27,715	121,492,448
Excess of Revenues Over (Under)			
Expenditures	(12,542,091)	(25,555)	2,004,658
Other Financing Sources (Uses)			
Transfers In	-	-	18,851,905
Transfers Out	-	-	(27,711,860)
Total Other Financing Sources (Uses)	-	-	(8,859,955)
Net Change in Fund Balances	(12,542,091)	(25,555)	(6,855,297)
Fund Balances at Beginning of Year	19,792,447	123,331	59,954,695
Fund Balances at End of Year	\$ 7,250,356	\$ 97,776	\$ 53,099,398

This page intentionally left blank.

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LIBRARY IMPACT FEE TRUST
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Special Assessments	\$ 300,000	\$ 300,000	\$ 585,847	\$ 285,847
Investment Income	6,000	6,000	38,847	32,847
Less: Statutory Requirement	(15,300)	(15,300)	-	15,300
Total Revenues	290,700	290,700	624,694	333,994
Expenditures				
Current:				
Culture and Recreation	1,051,445	2,456,401	337,486	2,118,915
Total Expenditures	1,051,445	2,456,401	337,486	2,118,915
Excess of Revenues Over (Under) Expenditures	(760,745)	(2,165,701)	287,208	2,452,909
Other Financing Sources (Uses)				
Reserve for Contingencies	(1,099,483)	-	-	-
Total Other Financing Sources (Uses)	(1,099,483)	-	-	-
Net Change in Fund Balances	(1,860,228)	(2,165,701)	287,208	2,452,909
Fund Balances at Beginning of Year	1,860,228	2,165,701	2,165,701	-
Fund Balances at End of Year	\$ -	\$ -	\$ 2,452,909	\$ 2,452,909

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARK IMPACT FEE TRUST
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Special Assessments	\$ 115,000	\$ 115,000	\$ 230,362	\$ 115,362
Investment Income	1,000	1,000	13,591	12,591
Less: Statutory Requirement	(5,800)	(5,800)	-	5,800
Total Revenues	110,200	110,200	243,953	133,753
Expenditures				
Current:				
Culture and Recreation	652,958	779,567	103,554	676,013
Total Expenditures	652,958	779,567	103,554	676,013
Excess of Revenues Over (Under) Expenditures	(542,758)	(669,367)	140,399	809,766
Net Change in Fund Balances	(542,758)	(669,367)	140,399	809,766
Fund Balances at Beginning of Year	542,758	669,367	669,367	-
Fund Balances at End of Year	\$ -	\$ -	\$ 809,766	\$ 809,766

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY TRANSPORTATION TRUST
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 7,630,000	\$ 7,630,000	\$ 7,818,519	\$ 188,519
Intergovernmental	5,170,000	5,232,000	5,538,900	306,900
Charges for Services	899,438	899,438	989,205	89,767
Special Assessments	65,000	65,000	48,881	(16,119)
Investment Income	18,500	18,500	110,607	92,107
Miscellaneous	10,000	10,000	25,553	15,553
Less: Statutory Requirement	(686,397)	(686,397)	-	686,397
Total Revenues	13,106,541	13,168,541	14,531,665	1,363,124
Expenditures				
Current:				
Transportation	16,529,308	17,092,436	13,195,162	3,897,274
Total Expenditures	16,529,308	17,092,436	13,195,162	3,897,274
Excess of Revenues Over (Under) Expenditures	(3,422,767)	(3,923,895)	1,336,503	5,260,398
Other Financing Sources (Uses)				
Transfers Out	(687,097)	(687,097)	(687,084)	13
Reserve for Contingencies	(1,529,977)	(2,096,867)	-	2,096,867
Total Other Financing Sources (Uses)	(2,217,074)	(2,783,964)	(687,084)	2,096,880
Net Change in Fund Balances	(5,639,841)	(6,707,859)	649,419	7,357,278
Fund Balances at Beginning of Year	5,639,841	6,707,859	6,707,859	-
Fund Balances at End of Year	\$ -	\$ -	\$ 7,357,278	\$ 7,357,278

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FISH CONSERVATION TRUST
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Licenses and Permits	\$ 9,000	\$ 9,000	\$ 9,715	\$ 715
Investment Income	700	700	3,730	3,030
Less: Statutory Requirement	(485)	(485)	-	485
Total Revenues	9,215	9,215	13,445	4,230
Expenditures				
Current:				
Physical Environment	211,343	214,057	-	214,057
Total Expenditures	211,343	214,057	-	214,057
Excess of Revenues Over (Under) Expenditures	(202,128)	(204,842)	13,445	218,287
Other Financing Sources (Uses)				
Transfers Out	(485)	(485)	(485)	-
Total Other Financing Sources (Uses)	(485)	(485)	(485)	-
Net Change in Fund Balances	(202,613)	(205,327)	12,960	218,287
Fund Balances at Beginning of Year	202,613	205,327	205,327	-
Fund Balances at End of Year	\$ -	\$ -	\$ 218,287	\$ 218,287

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 2,516,195	\$ 3,007,359	\$ 1,005,790	\$ (2,001,569)
Investment Income	-	-	1,846	1,846
Total Revenues	2,516,195	3,007,359	1,007,636	(1,999,723)
Expenditures				
Current:				
Economic Environment	2,667,422	3,159,274	934,950	2,224,324
Human Services	71,956	71,956	70,841	1,115
Total Expenditures	2,739,378	3,231,230	1,005,791	2,225,439
Excess of Revenues Over (Under) Expenditures	(223,183)	(223,871)	1,845	225,716
Other Financing Sources (Uses)				
Reserve for Contingencies	(489,203)	-	-	-
Total Other Financing Sources (Uses)	(489,203)	-	-	-
Net Change in Fund Balances	(712,386)	(223,871)	1,845	225,716
Fund Balances at Beginning of Year	712,386	223,871	223,871	-
Fund Balances at End of Year	\$ -	\$ -	\$ 225,716	\$ 225,716

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAKE COUNTY AMBULANCE
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 9,763,524	\$ 9,763,524	\$ 9,221,339	\$ (542,185)
Investment Income	7,500	7,500	56,849	49,349
Less: Statutory Requirement	(488,551)	(488,551)	-	488,551
Total Revenues	9,282,473	9,282,473	9,278,188	(4,285)
Expenditures				
Current:				
General Government	280,096	277,890	277,890	-
Public Safety	872,667	870,377	870,377	-
Total Expenditures	1,152,763	1,148,267	1,148,267	-
Excess of Revenues Over (Under) Expenditures	8,129,710	8,134,206	8,129,921	(4,285)
Other Financing Sources (Uses)				
Transfers In	32,000	32,000	57,433	25,433
Transfers Out	(7,834,332)	(7,808,342)	(7,798,152)	10,190
Reserve for Contingencies	(759,191)	(985,849)	-	985,849
Total Other Financing Sources (Uses)	(8,561,523)	(8,762,191)	(7,740,719)	1,021,472
Net Change in Fund Balances	(431,813)	(627,985)	389,202	1,017,187
Fund Balances at Beginning of Year	431,813	627,985	627,985	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,017,187	\$ 1,017,187

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
STORMWATER MANAGEMENT PARKS AND ROADS
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 4,884,858	\$ 4,884,858	\$ 4,704,508	\$ (180,350)
Licenses and Permits	100,000	100,000	72,245	(27,755)
Charges for Services	122,000	122,000	258,013	136,013
Investment Income	6,000	6,000	93,699	87,699
Miscellaneous	21,002	44,219	51,607	7,388
Less: Statutory Requirement	(250,964)	(250,964)	-	250,964
Total Revenues	4,882,896	4,906,113	5,180,072	273,959
Expenditures				
Current:				
Physical Environment	1,300,893	1,441,321	832,585	608,736
Culture and Recreation	7,212,871	7,157,051	5,002,157	2,154,894
Total Expenditures	8,513,764	8,598,372	5,834,742	2,763,630
Excess of Revenues Over (Under) Expenditures	(3,630,868)	(3,692,259)	(654,670)	3,037,589
Other Financing Sources (Uses)				
Transfers In	1,442,709	1,442,709	1,472,207	29,498
Transfers Out	(394,945)	(396,053)	(390,856)	5,197
Reserve for Contingencies	(228,362)	(630,590)	-	630,590
Total Other Financing Sources (Uses)	819,402	416,066	1,081,351	665,285
Net Change in Fund Balances	(2,811,466)	(3,276,193)	426,681	3,702,874
Fund Balances at Beginning of Year	2,811,466	3,276,193	3,276,193	-
Fund Balances at End of Year	\$ -	\$ -	\$ 3,702,874	\$ 3,702,874

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
EMERGENCY 9-1-1
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 691,274	\$ 691,274	\$ 59,341	\$ (631,933)
Charges for Services	1,410,226	1,410,226	1,618,026	207,800
Investment Income	2,000	2,000	16,342	14,342
Less: Statutory Requirement	(70,362)	(70,362)	-	70,362
Total Revenues	2,033,138	2,033,138	1,693,709	(339,429)
Expenditures				
Current:				
Public Safety	2,440,083	2,571,837	1,214,527	1,357,310
Total Expenditures	2,440,083	2,571,837	1,214,527	1,357,310
Excess of Revenues Over (Under) Expenditures	(406,945)	(538,699)	479,182	1,017,881
Other Financing Sources (Uses)				
Transfers Out	(50,000)	(50,000)	(50,000)	-
Reserve for Contingencies	(150,949)	(418,042)	-	418,042
Total Other Financing Sources (Uses)	(200,949)	(468,042)	(50,000)	418,042
Net Change in Fund Balances	(607,894)	(1,006,741)	429,182	1,435,923
Fund Balances at Beginning of Year	607,894	1,006,741	1,006,741	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,435,923	\$ 1,435,923

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RESORT/DEVELOPMENT TAX
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 3,075,863	\$ 3,075,863	\$ 3,366,337	\$ 290,474
Investment Income	20,000	20,000	117,889	97,889
Miscellaneous	13,000	13,000	3,001	(9,999)
Less: Statutory Requirement	(154,943)	(154,943)	-	154,943
Total Revenues	2,953,920	2,953,920	3,487,227	533,307
Expenditures				
Current:				
Economic Environment	6,106,435	7,539,178	4,155,136	3,384,042
Total Expenditures	6,106,435	7,539,178	4,155,136	3,384,042
Excess of Revenues Over (Under) Expenditures	(3,152,515)	(4,585,258)	(667,909)	3,917,349
Other Financing Sources (Uses)				
Transfers Out	(179,943)	(179,943)	(179,943)	-
Reserve for Contingencies	(6,226,112)	(2,650,000)	-	2,650,000
Total Other Financing Sources (Uses)	(6,406,055)	(2,829,943)	(179,943)	2,650,000
Net Change in Fund Balances	(9,558,570)	(7,415,201)	(847,852)	6,567,349
Fund Balances at Beginning of Year	9,558,570	7,415,201	7,415,201	-
Fund Balances at End of Year	\$ -	\$ -	\$ 6,567,349	\$ 6,567,349

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
AFFORDABLE HOUSING ASSISTANCE TRUST
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 626,318	\$ -	\$ 544,551	\$ 544,551
Investment Income	20,000	20,000	63,474	43,474
Miscellaneous	10,000	10,000	195,086	185,086
Total Revenues	656,318	30,000	803,111	773,111
Expenditures				
Current:				
Economic Environment	4,559,382	4,054,094	1,377,795	2,676,299
Total Expenditures	4,559,382	4,054,094	1,377,795	2,676,299
Excess of Revenues Over (Under) Expenditures	(3,903,064)	(4,024,094)	(574,684)	3,449,410
Other Financing Sources (Uses)				
Reserve for Contingencies	(383,543)	-	-	-
Total Other Financing Sources (Uses)	(383,543)	-	-	-
Net Change in Fund Balances	(4,286,607)	(4,024,094)	(574,684)	3,449,410
Fund Balances at Beginning of Year	4,286,607	4,024,094	4,024,094	-
Fund Balances at End of Year	\$ -	\$ -	\$ 3,449,410	\$ 3,449,410

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SECTION 8
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 3,935,158	\$ 4,050,675	\$ 4,171,038	\$ 120,363
Investment Income	2,200	2,200	7,989	5,789
Miscellaneous	50,000	50,000	75,961	25,961
Total Revenues	3,987,358	4,102,875	4,254,988	152,113
Expenditures				
Current:				
Economic Environment	4,075,726	4,207,919	4,005,142	202,777
Total Expenditures	4,075,726	4,207,919	4,005,142	202,777
Excess of Revenues Over (Under) Expenditures	(88,368)	(105,044)	249,846	354,890
Other Financing Sources (Uses)				
Reserve for Contingencies	(293,685)	(293,685)	-	293,685
Total Other Financing Sources (Uses)	(293,685)	(293,685)	-	293,685
Net Change in Fund Balances	(382,053)	(398,729)	249,846	648,575
Fund Balances at Beginning of Year	382,053	398,729	398,729	-
Fund Balances at End of Year	\$ -	\$ -	\$ 648,575	\$ 648,575

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FEDERAL/STATE GRANTS
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 12,942,441	\$ 20,426,049	\$ 7,411,160	\$ (13,014,889)
Investment Income	-	-	133	133
Total Revenues	12,942,441	20,426,049	7,411,293	(13,014,756)
Expenditures				
Current:				
Public Safety	232,813	604,919	352,467	252,452
Physical Environment	-	40,000	10,692	29,308
Transportation	12,578,367	17,148,792	6,942,077	10,206,715
Economic Environment	97,857	97,857	69,953	27,904
Human Services	33,404	34,481	34,480	1
Culture and Recreation	-	2,500,000	-	2,500,000
Total Expenditures	12,942,441	20,426,049	7,409,669	13,016,380
Excess of Revenues Over (Under) Expenditures	-	-	1,624	1,624
Other Financing Sources (Uses)				
Reserve for Contingencies	(5,035,930)	-	-	-
Total Other Financing Sources (Uses)	(5,035,930)	-	-	-
Net Change in Fund Balances	(5,035,930)	-	1,624	1,624
Fund Balances at Beginning of Year	5,035,930	-	-	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,624	\$ 1,624

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RESTRICTED LOCAL PROGRAMS
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Licenses and Permits	\$ 90,000	\$ 90,000	\$ 119,452	\$ 29,452
Intergovernmental	5,000	5,000	4,941	(59)
Charges for Services	277,500	277,500	261,185	(16,315)
Fines and Forfeitures	130,000	130,000	130,513	513
Investment Income	-	-	10,219	10,219
Miscellaneous	30,850	30,850	38,653	7,803
Total Revenues	533,350	533,350	564,963	31,613
Expenditures				
Current:				
Public Safety	271,014	294,138	80,367	213,771
Physical Environment	9,390	12,855	4,841	8,014
Human Services	553,525	583,023	175,704	407,319
Culture and Recreation	142,641	199,078	157,068	42,010
Court-Related Expenditures	81,803	74,502	61,929	12,573
Total Expenditures	1,058,373	1,163,596	479,909	683,687
Excess of Revenues Over (Under) Expenditures	(525,023)	(630,246)	85,054	715,300
Net Change in Fund Balances	(525,023)	(630,246)	85,054	715,300
Fund Balances at Beginning of Year	525,023	630,246	630,246	-
Fund Balances at End of Year	\$ -	\$ -	\$ 715,300	\$ 715,300

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MUNICIPAL SERVICE BENEFIT UNITS/SPECIAL ASSESSMENTS
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Special Assessments	\$ 933,023	\$ 933,023	\$ 899,793	\$ (33,230)
Investment Income	855	855	7,968	7,113
Less: Statutory Requirement	(46,694)	(46,694)	-	46,694
Total Revenues	887,184	887,184	907,761	20,577
Expenditures				
Current:				
Transportation	784,851	811,560	788,552	23,008
Total Expenditures	784,851	811,560	788,552	23,008
Excess of Revenues Over (Under) Expenditures	102,333	75,624	119,209	43,585
Other Financing Sources (Uses)				
Transfers Out	(102,723)	(102,723)	(92,701)	10,022
Reserve for Contingencies	(226,694)	(225,594)	-	225,594
Total Other Financing Sources (Uses)	(329,417)	(328,317)	(92,701)	235,616
Net Change in Fund Balances	(227,084)	(252,693)	26,508	279,201
Fund Balances at Beginning of Year	227,084	252,693	252,693	-
Fund Balances at End of Year	\$ -	\$ -	\$ 279,201	\$ 279,201

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAW ENFORCEMENT TRUST
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Fines and Forfeitures	\$ 80,000	\$ 80,000	\$ 208,127	\$ 128,127
Investment Income	2,500	2,500	9,650	7,150
Less: Statutory Requirement	(125)	(125)	-	125
Total Revenues	82,375	82,375	217,777	135,402
Expenditures				
Current:				
Public Safety	328,095	593,098	220,703	372,395
Total Expenditures	328,095	593,098	220,703	372,395
Excess of Revenues Over (Under) Expenditures	(245,720)	(510,723)	(2,926)	507,797
Net Change in Fund Balances	(245,720)	(510,723)	(2,926)	507,797
Fund Balances at Beginning of Year	245,720	510,723	510,723	-
Fund Balances at End of Year	\$ -	\$ -	\$ 507,797	\$ 507,797

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY SALES TAX
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 17,906,521	\$ 18,072,545	\$ 16,765,845	\$ (1,306,700)
Investment Income	5,000	20,000	21,997	1,997
Less: Statutory Requirement	(895,576)	(904,628)	-	904,628
Total Revenues	17,015,945	17,187,917	16,787,842	(400,075)
Expenditures				
Total Expenditures	-	-	-	-
Excess of Revenues Over (Under) Expenditures	17,015,945	17,187,917	16,787,842	(400,075)
Other Financing Sources (Uses)				
Transfers In	-	11,389	11,389	-
Transfers Out	(17,395,576)	(16,510,911)	(16,492,808)	18,103
Reserve for Contingencies	-	(1,098,624)	-	1,098,624
Total Other Financing Sources (Uses)	(17,395,576)	(17,598,146)	(16,481,419)	1,116,727
Net Change in Fund Balances	(379,631)	(410,229)	306,423	716,652
Fund Balances at Beginning of Year	379,631	410,229	410,229	-
Fund Balances at End of Year	\$ -	\$ -	\$ 716,652	\$ 716,652

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
BUILDING SERVICES
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Licenses and Permits	\$ 2,616,616	\$ 2,616,616	\$ 3,872,520	\$ 1,255,904
Charges for Services	244,668	249,668	255,406	5,738
Fines and Forfeitures	54,000	54,000	103,496	49,496
Investment Income	12,000	12,000	85,952	73,952
Miscellaneous	5,000	5,000	8,894	3,894
Less: Statutory Requirement	(146,614)	(146,614)	-	146,614
Total Revenues	2,785,670	2,790,670	4,326,268	1,535,598
Expenditures				
Current:				
Public Safety	3,591,320	3,826,459	3,177,426	649,033
Total Expenditures	3,591,320	3,826,459	3,177,426	649,033
Excess of Revenues Over (Under) Expenditures	(805,650)	(1,035,789)	1,148,842	2,184,631
Other Financing Sources (Uses)				
Transfers Out	(146,614)	(146,614)	(146,614)	-
Reserve for Contingencies	(2,581,706)	(3,057,938)	-	3,057,938
Total Other Financing Sources (Uses)	(2,728,320)	(3,204,552)	(146,614)	3,057,938
Net Change in Fund Balances	(3,533,970)	(4,240,341)	1,002,228	5,242,569
Fund Balances at Beginning of Year	3,533,970	4,240,341	4,240,341	-
Fund Balances at End of Year	\$ -	\$ -	\$ 5,242,569	\$ 5,242,569

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LAKE COUNTY MSTU FOR FIRE PROTECTION
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 4,973,539	\$ 4,963,327	\$ 4,773,589	\$ (189,738)
Intergovernmental	245,591	1,180,526	223,965	(956,561)
Charges for Services	215,400	215,400	190,728	(24,672)
Special Assessments	19,526,221	19,339,389	19,105,477	(233,912)
Investment Income	25,000	25,000	161,948	136,948
Miscellaneous	127,050	507,050	303,451	(203,599)
Less: Statutory Requirement	(1,227,336)	(1,227,336)	-	1,227,336
Total Revenues	23,885,465	25,003,356	24,759,158	(244,198)
Expenditures				
Current:				
Public Safety	23,996,211	25,877,959	24,307,041	1,570,918
Total Expenditures	23,996,211	25,877,959	24,307,041	1,570,918
Excess of Revenues Over (Under) Expenditures	(110,746)	(874,603)	452,117	1,326,720
Other Financing Sources (Uses)				
Transfers In	2,080,614	2,093,448	2,102,000	8,552
Transfers Out	(1,800,947)	(1,800,947)	(1,780,319)	20,628
Reserve for Contingencies	(1,545,307)	(954,948)	-	954,948
Total Other Financing Sources (Uses)	(1,265,640)	(662,447)	321,681	984,128
Net Change in Fund Balances	(1,376,386)	(1,537,050)	773,798	2,310,848
Fund Balances at Beginning of Year	1,376,386	1,537,050	1,537,050	-
Fund Balances at End of Year	\$ -	\$ -	\$ 2,310,848	\$ 2,310,848

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FIRE RESCUE IMPACT FEE TRUST
For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Special Assessments	\$ 400,000	\$ 400,000	\$ 698,611	\$ 298,611
Investment Income	8,000	8,000	32,668	24,668
Miscellaneous	100	100	-	(100)
Less: Statutory Requirement	<u>(20,405)</u>	<u>(20,405)</u>	<u>-</u>	<u>20,405</u>
Total Revenues	<u>387,695</u>	<u>387,695</u>	<u>731,279</u>	<u>343,584</u>
Expenditures				
Current:				
Public Safety	<u>1,375,000</u>	<u>1,737,856</u>	<u>865,492</u>	<u>872,364</u>
Total Expenditures	<u>1,375,000</u>	<u>1,737,856</u>	<u>865,492</u>	<u>872,364</u>
Excess of Revenues Over (Under) Expenditures	<u>(987,305)</u>	<u>(1,350,161)</u>	<u>(134,213)</u>	<u>1,215,948</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	<u>(966,129)</u>	<u>(693,064)</u>	<u>-</u>	<u>693,064</u>
Total Other Financing Sources (Uses)	<u>(966,129)</u>	<u>(693,064)</u>	<u>-</u>	<u>693,064</u>
Net Change in Fund Balances	<u>(1,953,434)</u>	<u>(2,043,225)</u>	<u>(134,213)</u>	<u>1,909,012</u>
Fund Balances at Beginning of Year	<u>1,953,434</u>	<u>2,043,225</u>	<u>2,043,225</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,909,012</u>	<u>\$ 1,909,012</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY-WIDE LIBRARY
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 276,920	\$ 248,315	\$ 248,315	\$ -
Charges for Services	10,200	10,200	14,126	3,926
Fines and Forfeitures	29,200	29,200	29,955	755
Investment Income	2,000	2,000	9,051	7,051
Miscellaneous	215,160	215,160	189,461	(25,699)
Less: Statutory Requirement	(4,140)	(4,140)	-	4,140
Total Revenues	529,340	500,735	490,908	(9,827)
Expenditures				
Current:				
Culture and Recreation	4,612,000	4,706,139	4,340,207	365,932
Total Expenditures	4,612,000	4,706,139	4,340,207	365,932
Excess of Revenues Over (Under) Expenditures	(4,082,660)	(4,205,404)	(3,849,299)	356,105
Other Financing Sources (Uses)				
Transfers In	3,815,333	3,815,333	3,815,333	-
Reserve for Contingencies	-	(20,000)	-	20,000
Total Other Financing Sources (Uses)	3,815,333	3,795,333	3,815,333	20,000
Net Change in Fund Balances	(267,327)	(410,071)	(33,966)	376,105
Fund Balances at Beginning of Year	267,327	410,071	410,071	-
Fund Balances at End of Year	\$ -	\$ -	\$ 376,105	\$ 376,105

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CLERK SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Intergovernmental	\$ 207,877	\$ 207,877	\$ 224,270	\$ 16,393
Charges for Services	4,742,347	4,742,347	5,304,120	561,773
Fines and Forfeitures	1,708,453	1,708,453	1,834,716	126,263
Total Revenues	6,658,677	6,658,677	7,363,106	704,429
Expenditures				
Current:				
General Government	876,693	1,062,983	2,750	1,060,233
Court-Related Expenditures	6,647,596	6,647,596	7,066,193	(418,597)
Total Expenditures	7,524,289	7,710,579	7,068,943	641,636
Excess of Revenues Over (Under) Expenditures	(865,612)	(1,051,902)	294,163	1,346,065
Other Financing Sources (Uses)				
Reserve for Contingencies	(155,236)	(223,825)	-	223,825
Total Other Financing Sources (Uses)	(155,236)	(223,825)	-	223,825
Net Change in Fund Balances	(1,020,848)	(1,275,727)	294,163	1,569,890
Fund Balances at Beginning of Year	1,020,848	1,275,727	1,275,727	-
Fund Balances at End of Year	\$ -	\$ -	\$ 1,569,890	\$ 1,569,890

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SHERIFF SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ -	\$ 150,044	\$ 150,044
Charges for Services	360,000	360,000	354,634	(5,366)
Fines and Forfeitures	-	-	25,786	25,786
Miscellaneous	200	200	1,056	856
Total Revenues	360,200	360,200	531,520	171,320
Expenditures				
Current:				
Public Safety	584,688	584,688	622,100	(37,412)
Total Expenditures	584,688	584,688	622,100	(37,412)
Excess of Revenues Over (Under) Expenditures	(224,488)	(224,488)	(90,580)	133,908
Other Financing Sources (Uses)				
Transfers In	50,000	50,000	-	(50,000)
Total Other Financing Sources (Uses)	50,000	50,000	-	(50,000)
Net Change in Fund Balances	(174,488)	(174,488)	(90,580)	83,908
Fund Balances at Beginning of Year	174,488	174,488	330,612	156,124
Fund Balances at End of Year	\$ -	\$ -	\$ 240,032	\$ 240,032

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
EMERGENCY MEDICAL SERVICES
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 14,799,024	\$ 14,118,039	\$ 14,659,795	\$ 541,756
Miscellaneous	35,674	135,674	450,792	315,118
Total Revenues	14,834,698	14,253,713	15,110,587	856,874
Expenditures				
Current:				
Public Safety	20,334,698	20,434,698	18,955,598	1,479,100
Total Expenditures	20,334,698	20,434,698	18,955,598	1,479,100
Excess of Revenues Over (Under) Expenditures	(5,500,000)	(6,180,985)	(3,845,011)	2,335,974
Other Financing Sources (Uses)				
Transfers In	6,000,000	6,000,000	6,000,000	-
Reserve for Contingencies	(500,000)	(500,000)	-	500,000
Total Other Financing Sources (Uses)	5,500,000	5,500,000	6,000,000	500,000
Net Change in Fund Balances	-	(680,985)	2,154,989	2,835,974
Fund Balances at Beginning of Year	-	680,985	680,985	-
Fund Balances at End of Year	\$ -	\$ -	\$ 2,835,974	\$ 2,835,974

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NOTES PAYABLE DEBT SERVICE
For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ -	\$ 189	\$ 189	\$ -
Total Revenues	<u>-</u>	<u>189</u>	<u>189</u>	<u>-</u>
Expenditures				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>189</u>	<u>189</u>	<u>-</u>
Other Financing Sources (Uses)				
Transfers Out	-	(11,389)	(11,389)	-
Reserve for Contingencies	(11,108)	-	-	-
Total Other Financing Sources (Uses)	<u>(11,108)</u>	<u>(11,389)</u>	<u>(11,389)</u>	<u>-</u>
Net Change in Fund Balances	<u>(11,108)</u>	<u>(11,200)</u>	<u>(11,200)</u>	<u>-</u>
Fund Balances at Beginning of Year	<u>11,108</u>	<u>11,200</u>	<u>11,200</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARI-MUTUEL REVENUE BONDS DEBT SERVICE
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 297,667	\$ 297,667	\$ 297,667	\$ -
Investment Income	1,000	1,000	6,704	5,704
Less: Statutory Requirement	(14,934)	(14,934)	-	14,934
Total Revenues	283,733	283,733	304,371	20,638
Expenditures				
Debt Service:				
Principal	175,000	175,000	175,000	-
Interest and Fiscal Charges	80,880	80,880	77,376	3,504
Total Expenditures	255,880	255,880	252,376	3,504
Excess of Revenues Over (Under) Expenditures	27,853	27,853	51,995	24,142
Other Financing Sources (Uses)				
Reserve for Contingencies	(221,499)	(240,274)	-	240,274
Total Other Financing Sources (Uses)	(221,499)	(240,274)	-	240,274
Net Change in Fund Balances	(193,646)	(212,421)	51,995	264,416
Fund Balances at Beginning of Year	193,646	212,421	212,421	-
Fund Balances at End of Year	\$ -	\$ -	\$ 264,416	\$ 264,416

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC LANDS PROGRAM DEBT SERVICE
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 2,738,247	\$ 2,738,247	\$ 2,637,858	\$ (100,389)
Investment Income	8,000	8,000	33,548	25,548
Less: Statutory Requirement	(137,313)	(137,313)	-	137,313
Total Revenues	2,608,934	2,608,934	2,671,406	62,472
Expenditures				
Debt Service:				
Principal	2,115,000	2,115,000	2,115,000	-
Interest and Fiscal Charges	413,930	413,930	409,426	4,504
Total Expenditures	2,528,930	2,528,930	2,524,426	4,504
Excess of Revenues Over (Under) Expenditures	80,004	80,004	146,980	66,976
Other Financing Sources (Uses)				
Transfers In	15,500	15,500	16,693	1,193
Transfers Out	(82,148)	(82,148)	(81,509)	639
Reserve for Contingencies	(749,439)	(707,515)	-	707,515
Total Other Financing Sources (Uses)	(816,087)	(774,163)	(64,816)	709,347
Net Change in Fund Balances	(736,083)	(694,159)	82,164	776,323
Fund Balances at Beginning of Year	736,083	694,159	694,159	-
Fund Balances at End of Year	\$ -	\$ -	\$ 776,323	\$ 776,323

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FACILITIES EXPANSION DEBT SERVICE
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Investment Income	\$ 5,000	\$ 5,000	\$ 34,575	\$ 29,575
Less: Statutory Requirement	(250)	(250)	-	250
Total Revenues	4,750	4,750	34,575	29,825
Expenditures				
Debt Service:				
Principal	2,740,000	2,740,000	2,740,000	-
Interest and Fiscal Charges	2,636,850	2,636,850	2,629,343	7,507
Total Expenditures	5,376,850	5,376,850	5,369,343	7,507
Excess of Revenues Over (Under) Expenditures	(5,372,100)	(5,372,100)	(5,334,768)	37,332
Other Financing Sources (Uses)				
Transfers In	5,376,850	5,376,850	5,376,850	-
Reserve for Contingencies	(62,628)	(82,917)	-	82,917
Total Other Financing Sources (Uses)	5,314,222	5,293,933	5,376,850	82,917
Net Change in Fund Balances	(57,878)	(78,167)	42,082	120,249
Fund Balances at Beginning of Year	57,878	78,167	78,167	-
Fund Balances at End of Year	\$ -	\$ -	\$ 120,249	\$ 120,249

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SALES SURTAX REVENUE BOND CAPITAL PROJECTS
For the Year Ended September 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment Income	\$ -	\$ 140,461	\$ 163,255	\$ 22,794
Total Revenues	<u>-</u>	<u>140,461</u>	<u>163,255</u>	<u>22,794</u>
Expenditures				
Capital Outlay	7,136,839	19,810,674	12,705,346	7,105,328
Total Expenditures	<u>7,136,839</u>	<u>19,810,674</u>	<u>12,705,346</u>	<u>7,105,328</u>
Excess of Revenues Over (Under) Expenditures	<u>(7,136,839)</u>	<u>(19,670,213)</u>	<u>(12,542,091)</u>	<u>7,128,122</u>
Other Financing Sources (Uses)				
Reserve for Contingencies	(12,781,453)	(122,234)	-	122,234
Total Other Financing Sources (Uses)	<u>(12,781,453)</u>	<u>(122,234)</u>	<u>-</u>	<u>122,234</u>
Net Change in Fund Balances	<u>(19,918,292)</u>	<u>(19,792,447)</u>	<u>(12,542,091)</u>	<u>7,250,356</u>
Fund Balances at Beginning of Year	<u>19,918,292</u>	<u>19,792,447</u>	<u>19,792,447</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,250,356</u>	<u>\$ 7,250,356</u>

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FACILITIES EXPANSION CAPITAL PROJECTS
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Investment Income	\$ -	\$ -	\$ 2,160	\$ 2,160
Total Revenues	-	-	2,160	2,160
Expenditures				
Capital Outlay	122,413	123,331	27,715	95,616
Total Expenditures	122,413	123,331	27,715	95,616
Excess of Revenues Over (Under) Expenditures	(122,413)	(123,331)	(25,555)	97,776
Other Financing Sources (Uses)				
Reserve for Contingencies	(121,147)	-	-	-
Total Other Financing Sources (Uses)	(121,147)	-	-	-
Net Change in Fund Balances	(243,560)	(123,331)	(25,555)	97,776
Fund Balances at Beginning of Year	243,560	123,331	123,331	-
Fund Balances at End of Year	\$ -	\$ -	\$ 97,776	\$ 97,776

MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUND

SALES SURTAX REVENUE BOND DEBT SERVICE FUND

To account for the proceeds from the Sales Surtax Revenue Bond, Series 2018 used to construct a new animal shelter and upgrade the County's emergency radio system.

CAPITAL PROJECTS FUND

SALES TAX CAPITAL PROJECTS FUND

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

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - DEBT SERVICE FUND
SALES SURTAX REVENUE NOTE DEBT SERVICE
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Investment Income	\$ 4,972	\$ 4,972	\$ 3,659	\$ (1,313)
Miscellaneous	532,721	532,721	551,247	18,526
Less: Statutory Requirement	(249)	(249)	-	249
Total Revenues	537,444	537,444	554,906	17,462
Expenditures				
Debt Service:				
Principal	435,000	435,000	435,000	-
Interest and Fiscal Charges	452,444	452,444	452,444	-
Total Expenditures	887,444	887,444	887,444	-
Excess of Revenues Over (Under) Expenditures	(350,000)	(350,000)	(332,538)	17,462
Other Financing Sources (Uses)				
Transfers In	350,000	350,000	350,000	-
Total Other Financing Sources (Uses)	350,000	350,000	350,000	-
Net Change in Fund Balances	-	-	17,462	17,462
Fund Balances at Beginning of Year	-	-	-	-
Fund Balances at End of Year	\$ -	\$ -	\$ 17,462	\$ 17,462

LAKE COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - CAPITAL PROJECTS
SALES TAX CAPITAL PROJECTS
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Investment Income	\$ 500	\$ 500	\$ 251,509	\$ 251,009
Miscellaneous	-	-	30,401	30,401
Less: Statutory Requirement	(25)	(25)	-	25
Total Revenues	475	475	281,910	281,435
Expenditures				
Capital Outlay	25,575,850	27,262,460	10,208,334	17,054,126
Total Expenditures	25,575,850	27,262,460	10,208,334	17,054,126
Excess of Revenues Over (Under) Expenditures	(25,575,375)	(27,261,985)	(9,926,424)	17,335,561
Other Financing Sources (Uses)				
Transfers In	14,600,000	14,876,405	14,876,405	-
Reserve for Contingencies	(2,809,375)	(618,006)	-	618,006
Total Other Financing Sources (Uses)	11,790,625	14,258,399	14,876,405	618,006
Net Change in Fund Balances	(13,784,750)	(13,003,586)	4,949,981	17,953,567
Fund Balances at Beginning of Year	13,784,750	13,003,586	13,003,586	-
Fund Balances at End of Year	\$ -	\$ -	\$ 17,953,567	\$ 17,953,567

This page intentionally left blank.

INTERNAL SERVICE FUNDS

INSURANCE FUND - BOARD

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

INSURANCE FUND – SHERIFF

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

FLEET MANAGEMENT

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

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF NET POSITION
ALL INTERNAL SERVICE FUNDS
September 30, 2019

	<u>Board Insurance</u>	<u>Sheriff Insurance</u>	<u>Fleet Management</u>	<u>Total</u>
Assets				
Current Assets:				
Pooled Cash and Investments	\$ 16,013,898	\$ -	\$ -	\$ 16,013,898
Accounts Receivable	37,556	-	321	37,877
Intragovernmental Receivables	100,000	-	371	100,371
Due from Other Governments	93,195	-	11,627	104,822
Inventory	-	-	348,323	348,323
Total Current Assets	16,244,649	-	360,642	16,605,291
Capital Assets:				
Equipment	-	-	640,743	640,743
Less: Accumulated Depreciation	-	-	(581,011)	(581,011)
Total Capital Assets	-	-	59,732	59,732
Total Assets	16,244,649	-	420,374	16,665,023
Deferred Outflows of Resources				
Deferred Outflows Related to Pensions	-	-	248,243	248,243
Total Deferred Outflows of Resources	-	-	248,243	248,243
Liabilities				
Current Liabilities:				
Accounts Payable	1,120,381	37,349	157,643	1,315,373
Accrued Liabilities	-	-	26,456	26,456
Due to Other Funds	-	590,150	492,547	1,082,697
Estimated Insurance Claims Payable	2,715,800	395,461	-	3,111,261
Current Portion of Long-Term Obligations	-	-	28,492	28,492
Total Current Liabilities	3,836,181	1,022,960	705,138	5,564,279
Long-Term Liabilities:				
Accrued Benefits Payable	-	-	23,068	23,068
Net Pension Liability	-	-	607,810	607,810
Total Long-Term Liabilities	-	-	630,878	630,878
Total Liabilities	3,836,181	1,022,960	1,336,016	6,195,157
Deferred Inflows of Resources				
Deferred Inflows Related to Pensions	-	-	46,296	46,296
Total Deferred Inflows of Resources	-	-	46,296	46,296
Net Position				
Net Investment in Capital Assets	-	-	59,732	59,732
Unrestricted	12,408,468	(1,022,960)	(773,427)	10,612,081
Total Net Position	\$ 12,408,468	\$ (1,022,960)	\$ (713,695)	\$ 10,671,813

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
ALL INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2019

	<u>Board Insurance</u>	<u>Sheriff Insurance</u>	<u>Fleet Management</u>	<u>Total</u>
Operating Revenues:				
Charges for Services	\$ 19,249,080	\$ 10,294,436	\$ 2,842,702	\$ 32,386,218
Miscellaneous	47,974	1	2,612	50,587
Total Operating Revenues	<u>19,297,054</u>	<u>10,294,437</u>	<u>2,845,314</u>	<u>32,436,805</u>
Operating Expenses:				
Benefit Payments and Claims	14,759,260	7,085,107	-	21,844,367
Personal Services	-	-	934,902	934,902
Contracted Services	-	-	11,892	11,892
Supplies and Materials	-	-	675,801	675,801
Repairs and Maintenance	-	-	1,504,916	1,504,916
Utilities	-	-	19,980	19,980
Other Charges and Services	2,335,088	1,849,080	54,677	4,238,845
Depreciation and Amortization	-	-	5,191	5,191
Total Operating Expenses	<u>17,094,348</u>	<u>8,934,187</u>	<u>3,207,359</u>	<u>29,235,894</u>
Operating Income (Loss)	2,202,706	1,360,250	(362,045)	3,200,911
Non-Operating Revenues:				
Investment Income	288,698	-	-	288,698
Net Gain (Loss) on Disposal of Capital Assets	-	-	5,808	5,808
Total Non-Operating Revenues	<u>288,698</u>	<u>-</u>	<u>5,808</u>	<u>294,506</u>
Income (Loss) Before Transfers	2,491,404	1,360,250	(356,237)	3,495,417
Transfers In	372,114	-	-	372,114
Transfers Out	(380,998)	-	-	(380,998)
Total Capital Contributions and Transfers	<u>(8,884)</u>	<u>-</u>	<u>-</u>	<u>(8,884)</u>
Change in Net Position	2,482,520	1,360,250	(356,237)	3,486,533
Net Position at Beginning of Year	<u>9,925,948</u>	<u>(2,383,210)</u>	<u>(357,458)</u>	<u>7,185,280</u>
Net Position at End of Year	<u><u>\$ 12,408,468</u></u>	<u><u>\$ (1,022,960)</u></u>	<u><u>\$ (713,695)</u></u>	<u><u>\$ 10,671,813</u></u>

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2019

	<u>Insurance</u>	
	<u>Board</u>	<u>Sheriff</u>
Cash Flows from Operating Activities:		
Cash Received from Customers and for Contributions	\$ 19,588,845	\$ 10,294,436
Cash Paid to Suppliers and for Claims	(17,261,397)	(9,578,665)
Cash Paid to Employees	-	-
Cash Paid to Internal Service Fund	-	-
Net Cash Provided (Used) by Operating Activities	2,327,448	715,771
Cash Flows from Non-Capital Financing Activities:		
Cash Transfers from Other Funds	372,114	-
Cash Advances from Other Funds	-	-
Cash Transfers to Other Funds	(380,998)	-
Repayment of Cash Advances from Other Funds	-	(715,771)
Net Cash Provided (Used) by Non-Capital Financing Activities	(8,884)	(715,771)
Cash Flows from Capital And Related Financing Activities:		
Additions to Capital Assets	-	-
Proceeds from Sale of Capital Assets	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	-	-
Cash Flows from Investing Activities:		
Investment Income Received	288,698	-
Net Cash Provided (Used) by Investing Activities	288,698	-
Net Change in Cash and Cash Equivalents	2,607,262	-
Cash and Cash Equivalents at October 1	13,406,636	-
Cash and Cash Equivalents at September 30	\$ 16,013,898	\$ -

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

	<u>Insurance</u>	
	<u>Board</u>	<u>Sheriff</u>
Operating Income (Loss)	\$ 2,202,706	\$ 1,360,250
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation	-	-
Change in Accounts Receivable	262,624	-
Change in Intragovernmental Receivables	109,095	-
Change in Due from Other Governments	(79,928)	-
Change in Inventory	-	-
Change in Deferred Outflows of Resources	-	-
Change in Accounts Payable	(237,949)	(778,310)
Change in Due to Other Funds	-	29,129
Change in Accrued Liabilities	-	-
Change in Estimated Claims Payable	70,900	104,702
Change in Accrued Benefits Payable	-	-
Change in Net Pension Liability	-	-
Change in Deferred Inflows of Resources	-	-
Total Adjustments	124,742	(644,479)
Net Cash Provided (Used) by Operating Activities	\$ 2,327,448	\$ 715,771

Fleet Management	Total
\$ 2,865,322	\$ 32,748,603
(2,239,730)	(29,079,792)
(803,506)	(803,506)
(182,735)	(182,735)
(360,649)	2,682,570
-	372,114
368,758	368,758
-	(380,998)
-	(715,771)
368,758	(355,897)
(13,917)	(13,917)
5,808	5,808
(8,109)	(8,109)
-	288,698
-	288,698
-	2,607,262
-	13,406,636
\$ -	\$ 16,013,898

Fleet Management	Total
\$ (362,045)	\$ 3,200,911
5,191	5,191
5,423	268,047
874	109,969
13,711	(66,217)
24,488	24,488
(8,948)	(8,948)
3,048	(1,013,211)
-	29,129
(3,009)	(3,009)
-	175,602
(28,571)	(28,571)
12,694	12,694
(23,505)	(23,505)
1,396	(518,341)
\$ (360,649)	\$ 2,682,570

AGENCY FUNDS

BOARD OF COUNTY COMMISSIONERS

EDUCATIONAL SYSTEM IMPACT FEE TRUST FUND

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

ESCROW DEPOSITS FUND

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

CLERK OF CIRCUIT COURT AND COMPTROLLER (CLERK)

AGENCY FUND

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

CLERK CASH BONDS FUND

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

FINES AND COSTS FUND

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

TAX DEED SALES FUND

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

WITNESS FUND

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

UNIFORM SUPPORT FUND

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

CLERK SUSPENSE FUND

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

COURTS REGISTRY FUND

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

TAX COLLECTOR

TAX COLLECTIONS TRUST FUND

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

MOTORIST SERVICES TRUST FUND

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

HUNTING AND FISHING LICENSE FUND

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

SHERIFF'S OFFICE

SHERIFF CASH BONDS FUND

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

CIVIL FUND

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

INMATE TRUST FUND

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

SHERIFF SUSPENSE FUND

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

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2019

	<u>AGENCY FUNDS</u>		<u>AGENCY FUNDS</u>
	<u>Board of County Commissioners</u>		<u>Clerk</u>
	<u>Educational System Impact Fee Trust</u>	<u>Escrow Deposits</u>	<u>Agency</u>
<u>Assets</u>			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	6,418,482	677,181	2,533,788
Due from Other Governments	-	-	-
Total Assets	<u>\$ 6,418,482</u>	<u>\$ 677,181</u>	<u>\$ 2,533,788</u>
<u>Liabilities</u>			
Accounts Payable	\$ -	\$ -	\$ 25,680
Due to Other Governments	6,418,482	-	1,156,001
Deposits	-	677,181	1,352,107
Taxes Collected in Advance	-	-	-
Cash Bonds Payable	-	-	-
Total Liabilities	<u>\$ 6,418,482</u>	<u>\$ 677,181</u>	<u>\$ 2,533,788</u>

AGENCY FUNDS

Clerk

Clerk Cash Bonds	Fines and Costs	Tax Deed Sales	Witness	Uniform Support
\$ -	\$ -	\$ -	\$ -	\$ -
133,623	493,547	958,328	11,485	4,429
-	-	-	-	666
\$ 133,623	\$ 493,547	\$ 958,328	\$ 11,485	\$ 5,095
\$ -	\$ 7,747	\$ -	\$ -	\$ -
-	485,800	-	11,485	3,962
-	-	958,328	-	1,133
-	-	-	-	-
133,623	-	-	-	-
\$ 133,623	\$ 493,547	\$ 958,328	\$ 11,485	\$ 5,095

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2019

	<u>AGENCY FUNDS</u>		<u>AGENCY FUNDS</u>
	<u>Clerk</u>		<u>Tax Collector</u>
	<u>Clerk Suspense</u>	<u>Courts Registry</u>	<u>Tax Collections Trust</u>
<u>Assets</u>			
Cash	\$ -	\$ -	\$ 3,941,230
Pooled Cash and Investments	1,662	3,285,895	-
Due from Other Governments	-	-	-
Total Assets	<u>\$ 1,662</u>	<u>\$ 3,285,895</u>	<u>\$ 3,941,230</u>
<u>Liabilities</u>			
Accounts Payable	\$ -	\$ -	\$ -
Due to Other Governments	-	-	723,872
Deposits	1,662	3,285,895	-
Taxes Collected in Advance	-	-	3,217,358
Cash Bonds Payable	-	-	-
Total Liabilities	<u>\$ 1,662</u>	<u>\$ 3,285,895</u>	<u>\$ 3,941,230</u>

AGENCY FUNDS

Tax Collector

Motorist Services Trust	Hunting and Fishing License	Civil	Inmate Trust	Sheriff Suspense
\$ 651,225	\$ 4,159	\$ 19,958	\$ 330,952	\$ -
-	-	-	-	91,323
-	-	-	-	-
<u>\$ 651,225</u>	<u>\$ 4,159</u>	<u>\$ 19,958</u>	<u>\$ 330,952</u>	<u>\$ 91,323</u>
\$ -	\$ -	\$ -	\$ -	\$ -
651,225	4,159	-	-	-
-	-	19,958	330,952	91,323
-	-	-	-	-
-	-	-	-	-
<u>\$ 651,225</u>	<u>\$ 4,159</u>	<u>\$ 19,958</u>	<u>\$ 330,952</u>	<u>\$ 91,323</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2019

	Total Agency Funds
<u>Assets</u>	
Cash	\$ 4,947,524
Pooled Cash and Investments	14,609,743
Due from Other Governments	666
Total Assets	<u>\$ 19,557,933</u>
<u>Liabilities</u>	
Accounts Payable	\$ 33,427
Due to Other Governments	9,454,986
Deposits	6,718,539
Taxes Collected in Advance	3,217,358
Cash Bonds Payable	133,623
Total Liabilities	<u>\$ 19,557,933</u>

This page intentionally left blank.

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2019

	<u>Educational System Impact Fee Trust - Board</u>			
	Balance 10/1/18	Additions	Deletions	Balance 9/30/19
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	5,380,213	25,424,331	24,386,062	6,418,482
Due from Other Governments	-	9,324	9,324	-
Total Assets	\$ 5,380,213	\$ 25,433,655	\$ 24,395,386	\$ 6,418,482
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Governments	5,380,213	25,473,524	24,435,255	6,418,482
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	\$ 5,380,213	\$ 25,473,524	\$ 24,435,255	\$ 6,418,482

<u>Escrow Deposits - Board</u>			<u>Agency - Clerk</u>				
<u>Balance</u> <u>10/1/18</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>09/30/19</u>	<u>Balance</u> <u>10/1/18</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/19</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
720,183	10,000	53,002	677,181	2,626,282	46,150,792	46,243,286	2,533,788
-	-	-	-	-	-	-	-
<u>\$ 720,183</u>	<u>\$ 10,000</u>	<u>\$ 53,002</u>	<u>\$ 677,181</u>	<u>\$ 2,626,282</u>	<u>\$ 46,150,792</u>	<u>\$ 46,243,286</u>	<u>\$ 2,533,788</u>
\$ -	\$ 53,002	\$ 53,002	\$ -	\$ 9,068	\$ 46,496,651	\$ 46,480,039	\$ 25,680
-	-	-	-	1,462,979	45,223,732	45,530,710	1,156,001
720,183	10,000	53,002	677,181	1,154,235	507,998	310,126	1,352,107
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 720,183</u>	<u>\$ 63,002</u>	<u>\$ 106,004</u>	<u>\$ 677,181</u>	<u>\$ 2,626,282</u>	<u>\$ 92,228,381</u>	<u>\$ 92,320,875</u>	<u>\$ 2,533,788</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2019

	<u>Balance</u> <u>10/1/18</u>	<u>Cash Bonds - Clerk</u> <u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/19</u>
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	118,151	381,946	366,474	133,623
Due from Other Governments	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 118,151</u>	<u>\$ 381,946</u>	<u>\$ 366,474</u>	<u>\$ 133,623</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Governments	-	-	-	-
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	118,151	504,404	488,932	133,623
	<u>118,151</u>	<u>504,404</u>	<u>488,932</u>	<u>133,623</u>
Total Liabilities	<u>\$ 118,151</u>	<u>\$ 504,404</u>	<u>\$ 488,932</u>	<u>\$ 133,623</u>

Fines and Costs - Clerk				Tax Deed Sales - Clerk			
Balance 10/1/18	Additions	Deletions	Balance 9/30/19	Balance 10/1/18	Additions	Deletions	Balance 9/30/19
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
431,901	6,422,490	6,360,844	493,547	1,915,914	1,537,707	2,495,293	958,328
-	-	-	-	-	-	-	-
\$ 431,901	\$ 6,422,490	\$ 6,360,844	\$ 493,547	\$ 1,915,914	\$ 1,537,707	\$ 2,495,293	\$ 958,328
\$ 6,405	\$ 6,576,695	\$ 6,575,353	\$ 7,747	\$ 2,548	\$ 1,908,843	\$ 1,911,391	\$ -
425,496	6,210,495	6,150,191	485,800	976	410	1,386	-
-	-	-	-	1,912,390	1,666,649	2,620,711	958,328
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 431,901	\$ 12,787,190	\$ 12,725,544	\$ 493,547	\$ 1,915,914	\$ 3,575,902	\$ 4,533,488	\$ 958,328

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2019

	<u>Balance</u> <u>10/1/18</u>	<u>Witness - Clerk</u>		<u>Balance</u> <u>9/30/19</u>
		<u>Additions</u>	<u>Deletions</u>	
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	11,485	11,239	11,239	11,485
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 11,485</u>	<u>\$ 11,239</u>	<u>\$ 11,239</u>	<u>\$ 11,485</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 11,246	\$ 11,246	\$ -
Due to Other Governments	11,485	11,239	11,239	11,485
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 11,485</u>	<u>\$ 22,485</u>	<u>\$ 22,485</u>	<u>\$ 11,485</u>

Balance 10/1/18	Uniform Support - Clerk		Balance 9/30/19	Balance 10/1/18	Suspense - Clerk		Balance 9/30/19
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
7,726	60,317	63,614	4,429	922	166,103	165,363	1,662
666	988	988	666	-	-	-	-
\$ 8,392	\$ 61,305	\$ 64,602	\$ 5,095	\$ 922	\$ 166,103	\$ 165,363	\$ 1,662

\$ -	\$ 47,505	\$ 47,505	\$ -	\$ -	\$ 100	\$ 100	\$ -
3,735	47,998	47,771	3,962	100	-	100	-
4,657	13,055	16,579	1,133	822	166,103	165,263	1,662
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 8,392	\$ 108,558	\$ 111,855	\$ 5,095	\$ 922	\$ 166,203	\$ 165,463	\$ 1,662

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2019

	<u>Balance</u> <u>10/1/18</u>	<u>Courts Registry - Clerk</u> <u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/19</u>
<u>Assets</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	4,027,631	20,250,613	20,992,349	3,285,895
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 4,027,631</u>	<u>\$ 20,250,613</u>	<u>\$ 20,992,349</u>	<u>\$ 3,285,895</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ 20,995,789	\$ 20,995,789	\$ -
Due to Other Governments	-	-	-	-
Deposits	4,027,631	20,248,325	20,990,061	3,285,895
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 4,027,631</u>	<u>\$ 41,244,114</u>	<u>\$ 41,985,850</u>	<u>\$ 3,285,895</u>

Tax Collections Trust - Tax Collector				Motorist Services Trust - Tax Collector			
Balance 10/1/18	Additions	Deletions	Balance 9/30/19	Balance 10/1/18	Additions	Deletions	Balance 9/30/19
\$ 3,788,040	\$ 428,648,091	\$ 428,494,901	\$ 3,941,230	\$ 758,483	\$ 41,773,388	\$ 41,880,646	\$ 651,225
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 3,788,040</u>	<u>\$ 428,648,091</u>	<u>\$ 428,494,901</u>	<u>\$ 3,941,230</u>	<u>\$ 758,483</u>	<u>\$ 41,773,388</u>	<u>\$ 41,880,646</u>	<u>\$ 651,225</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
795,091	425,147,127	425,218,346	723,872	758,483	41,773,388	41,880,646	651,225
-	-	-	-	-	-	-	-
2,992,949	3,500,964	3,276,555	3,217,358	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 3,788,040</u>	<u>\$ 428,648,091</u>	<u>\$ 428,494,901</u>	<u>\$ 3,941,230</u>	<u>\$ 758,483</u>	<u>\$ 41,773,388</u>	<u>\$ 41,880,646</u>	<u>\$ 651,225</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2019

	<u>Hunting and Fishing License - Tax Collector</u>			
	<u>Balance</u>			<u>Balance</u>
	<u>10/1/18</u>	<u>Additions</u>	<u>Deletions</u>	<u>9/30/19</u>
<u>Assets</u>				
Cash	\$ 2,451	\$ 75,905	\$ 74,197	\$ 4,159
Pooled Cash and Investments	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 2,451</u>	<u>\$ 75,905</u>	<u>\$ 74,197</u>	<u>\$ 4,159</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Governments	2,451	75,905	74,197	4,159
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 2,451</u>	<u>\$ 75,905</u>	<u>\$ 74,197</u>	<u>\$ 4,159</u>

<u>Cash Bonds - Sheriff</u>			<u>Civil - Sheriff</u>				
<u>Balance</u> <u>10/1/18</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/19</u>	<u>Balance</u> <u>10/1/18</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/19</u>
\$ 62,590	\$ 23,099	\$ 85,689	\$ -	\$ 18,838	\$ 395,297	\$ 394,177	\$ 19,958
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 62,590</u>	<u>\$ 23,099</u>	<u>\$ 85,689</u>	<u>\$ -</u>	<u>\$ 18,838</u>	<u>\$ 395,297</u>	<u>\$ 394,177</u>	<u>\$ 19,958</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 385,992	\$ 385,992	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	18,838	394,277	393,157	19,958
-	-	-	-	-	-	-	-
62,590	23,099	85,689	-	-	-	-	-
<u>\$ 62,590</u>	<u>\$ 23,099</u>	<u>\$ 85,689</u>	<u>\$ -</u>	<u>\$ 18,838</u>	<u>\$ 780,269</u>	<u>\$ 779,149</u>	<u>\$ 19,958</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2019

	<u>Balance</u> <u>10/1/18</u>	<u>Inmate Trust - Sheriff</u> <u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/19</u>
<u>Assets</u>				
Cash	\$ 300,182	\$ 1,655,509	\$ 1,624,739	330,952
Pooled Cash and Investments	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 300,182</u>	<u>\$ 1,655,509</u>	<u>\$ 1,624,739</u>	<u>\$ 330,952</u>
<u>Liabilities</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Governments	-	-	-	-
Deposits	300,182	\$ 1,667,343	\$ 1,636,573	330,952
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
Total Liabilities	<u>\$ 300,182</u>	<u>\$ 1,667,343</u>	<u>\$ 1,636,573</u>	<u>\$ 330,952</u>

Balance 10/1/18	<u>Suspense - Sheriff</u>		Balance 9/30/19
	Additions	Deletions	
\$ -	\$ -	\$ -	\$ -
86,555	4,780	12	91,323
-	-	-	-
<u>\$ 86,555</u>	<u>\$ 4,780</u>	<u>\$ 12</u>	<u>\$ 91,323</u>

\$ -	\$ 12	\$ 12	\$ -
-	-	-	-
86,555	4,780	12	91,323
-	-	-	-
-	-	-	-
<u>\$ 86,555</u>	<u>\$ 4,792</u>	<u>\$ 24</u>	<u>\$ 91,323</u>

(Continued)

LAKE COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2019

	Balance 10/1/18	<u>Totals - All Agency Funds</u>		Balance 9/30/19
		<u>Additions</u>	<u>Deletions</u>	
<u>Assets</u>				
Cash	\$ 4,930,584	\$ 472,571,289	\$ 472,554,349	\$ 4,947,524
Pooled Cash and Investments	15,326,963	100,420,318	101,137,538	14,609,743
Due from Other Governments	666	10,312	10,312	666
Total Assets	<u>\$ 20,258,213</u>	<u>\$ 573,001,919</u>	<u>\$ 573,702,199</u>	<u>\$ 19,557,933</u>
<u>Liabilities</u>				
Accounts Payable	\$ 18,021	\$ 76,475,835	\$ 76,460,429	\$ 33,427
Due to Other Governments	8,841,009	543,963,818	543,349,841	9,454,986
Deposits	8,225,493	24,678,530	26,185,484	6,718,539
Taxes Collected in Advance	2,992,949	3,500,964	3,276,555	3,217,358
Cash Bonds Payable	180,741	527,503	574,621	133,623
Total Liabilities	<u>\$ 20,258,213</u>	<u>\$ 649,146,650</u>	<u>\$ 649,846,930</u>	<u>\$ 19,557,933</u>

FINANCIAL DATA SCHEDULES – HUD SECTION 8

The Department of Housing and Urban Development provides funding for Section 8 – housing assistance. The following financial data schedules include HUD-required Balance Sheet and Revenues and Expenditures Data in their required format for grant compliance. These schedules include HAP Portability-In amounts of \$1,163,799 in revenues and expenditures for Housing Choice Vouchers that are not included in the financial statements of the County's Section 8 nonmajor special revenue fund.

LAKE COUNTY, FLORIDA
FINANCIAL DATA SCHEDULE - BALANCE SHEET
HUD - SECTION 8
For the Year Ended September 30, 2019

Line Item #	Account Description	Housing Choice Vouchers 14.871	Shelter Plus Care 14.238	Total
111.0	Cash - Unrestricted	\$ 478,802	\$ -	\$ 478,802
113.0	Cash - Other Restricted	133,136	-	133,136
115.0	Cash - Restricted for Payment of Current Liabilities	19,724	-	19,724
100.0	Total Cash	631,662	-	631,662
124.0	Accounts Receivable - Other Government	36,636	-	36,636
125.0	Accounts Receivable - Miscellaneous	-	-	-
120.0	Total Accounts Receivables, Net of Allowances for Doubtful Accounts	36,636	-	36,636
150.0	Total Current Assets	668,298	-	668,298
290.0	Total Assets and Deferred Outflow of Resources	\$ 668,298	\$ -	\$ 668,298
312.0	Accounts Payable <=90 Days	\$ 10,632	\$ -	\$ 10,632
321.0	Accrued Wage/Payroll Taxes Payable	9,092	-	9,092
345.0	Other Current Liabilities	-	-	-
310.0	Total Current Liabilities	19,724	-	19,724
300.0	Total Liabilities	19,724	-	19,724
509.3	Restricted Fund Balance	-	-	-
511.3	Assigned Fund Balance	648,574	-	648,574
513.0	Total Equity - Net Assets/Position	648,574	-	648,574
600.0	Total Liabilities, Deferred Inflows of Resources and Equity	\$ 668,298	\$ -	\$ 668,298

(Continued)

LAKE COUNTY, FLORIDA
FINANCIAL DATA SCHEDULE - REVENUES AND EXPENDITURES
HUD - SECTION 8
For the Year Ended September 30, 2019

Line Item #	Account Description	Housing Choice Vouchers 14.871	Shelter Plus Care 14.238	Total
70600	HUD PHA Operating Grants	\$ 5,410,798 *	\$ 69,953	\$ 5,480,751
71100	Investment Income - Unrestricted	-	-	-
72000	Investment Income - Restricted	7,989	-	7,989
70000	Total Revenue	5,418,787	69,953	5,488,740
91100	Administrative Salaries	192,955	-	192,955
91500	Employee Benefit Contributions - Administrative	81,423	-	81,423
91600	Office Expenses	29,893	4,736	34,629
91800	Travel	-	-	-
91900	Other	36,276	401	36,677
91000	Total Operating - Administrative	340,547	5,137	345,684
93400	Fuel	1,585	-	1,585
93000	Total Utilities	1,585	-	1,585
94200	Ordinary Maintenance and Operations - Materials and Other	19,839	1,804	21,643
94000	Total Maintenance	19,839	1,804	21,643
96110	Property Insurance	3,481	316	3,797
96130	Workers Compensation	444	-	444
96100	Total Insurance Premiums	3,925	316	4,241
96200	Other General Expenses	-	-	-
96000	Total Other General Expenses	-	-	-
96900	Total Operating Expenses	365,896	7,257	373,153
97000	Excess of Operating Revenue Over Operating Expenses	5,052,891	62,696	5,115,587
97300	Housing Assistance Payments	3,639,247	62,696	3,701,943
97350	HAP Portability-In	1,163,799 *	-	1,163,799
90000	Total Expense	5,168,942	69,953	5,238,895
10000	Excess of Total Revenue Over Total Expenses	249,845	-	249,845
11030	Beginning Equity	398,729	-	398,729
	Total Equity/Net Assets	\$ 648,574	\$ -	\$ 648,574
11170	Administrative Fee Equity	\$ 515,438	\$ -	\$ 515,438
11180	Housing Assistance Payments Equity	133,136	-	133,136
	Total Equity/Net Assets	\$ 648,574	\$ -	\$ 648,574
11190	Unit Months Available	5,820	120	5,940
11210	Number of Unit Months Leased	5,401	97	5,498

* This schedule includes HAP Portability-in amounts of \$1,163,799 in revenues and expenditures that are not included in the financial statements of the County's Section 8 nonmajor special revenue fund.

This page intentionally left blank.

LAKE COUNTY, FLORIDA OVERVIEW OF STATISTICAL SECTION CONTENTS

Financial Trends Information

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

Revenue Capacity Information

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

Debt Capacity Information

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

Demographic and Economic Information

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

Operating Information

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

LAKE COUNTY, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting - amounts in thousands)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Governmental Activities				
Net investment in capital assets	\$ 376,030	\$ 380,161	\$ 387,230	\$ 385,854
Restricted	73,304	62,777	40,853	39,000
Unrestricted	(147,574)	(139,255)	(97,712)	(82,528)
Total Governmental Activities Net Position	<u><u>\$ 301,760</u></u>	<u><u>\$ 303,683</u></u>	<u><u>\$ 330,371</u></u>	<u><u>\$ 342,326</u></u>
Business-Type Activities				
Net investment in capital assets	\$ 10,847	\$ 10,771	\$ 11,054	\$ 11,405
Restricted	-	-	-	-
Unrestricted	(5,063)	(6,421)	(6,112)	(6,153)
Total Business-Type Activities Net Position	<u><u>\$ 5,784</u></u>	<u><u>\$ 4,350</u></u>	<u><u>\$ 4,942</u></u>	<u><u>\$ 5,252</u></u>
Primary Government				
Net investment in capital assets	386,877	390,932	398,284	397,259
Restricted	73,304	62,777	40,853	39,000
Unrestricted	(152,637)	(145,676)	(103,824)	(88,681)
Total Primary Government Net Position	<u><u>\$ 307,544</u></u>	<u><u>\$ 308,033</u></u>	<u><u>\$ 335,313</u></u>	<u><u>\$ 347,578</u></u>

SOURCE: Lake County Finance

2015	2014	2013	2012	2011	2010
\$ 378,597	\$ 378,600	\$ 381,585	\$ 390,755	\$ 384,298	\$ 371,850
38,540	39,686	46,806	53,113	49,277	59,675
(58,995)	22,760	31,802	41,907	57,710	70,335
\$ 358,142	\$ 441,046	\$ 460,193	\$ 485,775	\$ 491,285	\$ 501,860
\$ 11,809	\$ 12,232	\$ 12,602	\$ 12,552	\$ 12,584	\$ 12,436
-	-	-	-	-	-
(3,371)	867	(2,060)	268	849	(404)
\$ 8,438	\$ 13,099	\$ 10,542	\$ 12,820	\$ 13,433	\$ 12,032
\$ 390,406	\$ 390,832	\$ 394,187	\$ 403,307	\$ 396,882	\$ 384,286
38,540	39,686	46,806	53,113	49,277	59,675
(62,366)	23,627	29,742	42,175	58,559	69,931
\$ 366,580	\$ 454,145	\$ 470,735	\$ 498,595	\$ 504,718	\$ 513,892

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

(accrual basis of accounting - amounts in thousands)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Expenses				
Governmental Activities:				
General Government	\$ 48,236	\$ 44,322	\$ 40,081	\$ 41,256
Public Safety	158,832	146,942	139,131	134,145
Physical Environment	2,259	2,531	2,435	4,053
Transportation	37,227	41,651	35,698	33,661
Economic Environment	10,044	9,782	8,403	7,494
Human Services	10,552	10,181	9,946	9,184
Culture and Recreation	12,832	12,571	11,317	11,329
Court-Related	13,147	11,768	11,376	10,157
Interest on Long-Term Debt	3,763	3,468	3,439	3,095
Total Governmental Activities	296,892	283,216	261,826	254,374
Business-Type Activities:				
Landfill	15,992	16,040	15,337	17,436
Total Primary Government Expenses	312,884	299,256	277,163	271,810
Program Revenues				
Governmental Activities:				
Charges for services				
General Government	9,957	10,000	9,441	9,127
Public Safety	47,386	41,984	40,902	40,508
Court-Related	8,180	7,719	6,937	6,872
Other	3,728	3,749	3,284	3,220
Operating grants and contributions	25,067	26,856	24,989	23,384
Capital grants and contributions	14,407	13,729	10,790	7,056
Total Governmental Activities	108,725	104,037	96,343	90,167
Business-Type Activities:				
Landfill				
Charges for services	14,722	13,087	12,655	12,655
Operating grants and contributions	2	7	-	-
Total Business-Type Activities	14,724	13,094	12,655	12,655
Total Government Program Revenues	123,449	117,131	108,998	102,822
Net (Expense)/Revenue				
Governmental activities	(188,167)	(179,179)	(165,483)	(164,207)
Business-type activities	(1,268)	(2,946)	(2,682)	(4,781)
Total Primary Government Net Expense	\$ (189,435)	\$ (182,125)	\$ (168,165)	\$ (168,988)

Source: Lake County Finance

2015	2014	2013	2012	2011	2010
\$ 36,176	\$ 34,385	\$ 32,294	\$ 33,505	\$ 34,833	\$ 37,972
120,000	116,395	116,043	118,604	107,143	104,650
2,904	2,247	2,427	3,485	3,203	5,446
33,710	39,248	37,581	31,771	29,432	24,046
9,097	8,411	9,031	8,338	7,934	9,657
8,746	10,359	9,937	9,438	10,063	8,637
11,543	10,980	9,515	9,756	9,386	9,892
9,881	10,272	10,229	9,232	9,335	9,552
5,403	5,249	6,782	5,763	6,092	6,084
237,460	237,546	233,839	229,892	217,421	215,936
15,977	15,558	20,181	20,456	19,354	20,513
253,437	253,104	254,020	250,348	236,775	236,449
7,403	8,019	7,667	7,332	7,114	7,474
39,705	38,319	35,852	35,150	25,101	24,989
8,815	7,870	4,177	1,950	1,895	1,838
3,649	4,062	3,723	3,736	3,801	3,772
25,505	21,633	29,480	32,612	25,074	27,048
11,529	9,720	4,049	17,711	11,052	12,887
96,606	89,623	84,948	98,491	74,037	78,008
13,042	16,007	16,264	16,574	16,611	16,523
20	-	-	-	-	-
13,062	16,007	16,264	16,574	16,611	16,523
109,668	105,630	101,212	115,065	90,648	94,531
(140,854)	(147,923)	(148,891)	(131,401)	(143,384)	(137,928)
(2,915)	449	(3,917)	(3,882)	(2,743)	(3,990)
\$ (143,769)	\$ (147,474)	\$ (152,808)	\$ (135,283)	\$ (146,127)	\$ (141,918)

(Continued)

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

(accrual basis of accounting - amounts in thousands)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
General Revenues				
Governmental Activities:				
Taxes				
Property Taxes	\$ 123,327	\$ 112,723	\$ 103,740	\$ 101,220
Sales Taxes	16,766	16,165	15,053	14,234
Gas Taxes	7,819	7,727	7,628	7,432
Communication Services Tax	1,483	1,454	1,773	1,691
Other	3,366	3,447	3,080	2,710
Intergovernmental Revenues, unrestricted	24,749	24,233	23,001	21,816
Investment Income	2,467	1,094	533	388
Miscellaneous	8,759	837	833	255
Transfers	(2,492)	(2,213)	(2,113)	(1,354)
Total Governmental Activities	186,244	165,467	153,528	148,392
Business-Type Activities:				
Investment Income	133	62	34	27
Miscellaneous	77	79	185	214
Transfers	2,492	2,213	2,113	1,354
Total Business-Type Activities	2,702	2,354	2,332	1,595
Total Primary Government General Revenues	188,946	167,821	155,860	149,987
Change in Net Position				
Governmental Activities	(1,923)	(13,712)	(11,955)	(15,815)
Business-type Activities	1,434	(592)	(310)	(3,186)
Total Primary Government Change in Net Position	\$ (489)	\$ (14,304)	\$ (12,265)	\$ (19,001)

<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
\$ 97,719	\$ 82,458	\$ 81,864	\$ 85,904	\$ 93,820	\$ 105,820
13,600	12,443	11,585	10,833	10,479	9,974
7,041	6,831	6,578	6,622	6,889	6,893
1,784	1,857	1,833	1,846	2,057	2,204
2,537	2,331	2,084	1,935	1,970	1,883
20,565	19,198	17,798	16,580	16,259	15,751
594	752	677	1,398	1,992	3,241
3,037	2,192	2,085	3,261	2,146	6,268
1,072	713	(1,194)	(2,491)	(2,803)	(1,027)
147,949	128,775	123,310	125,888	132,809	151,007
35	20	25	72	80	138
126	2,801	419	706	1,262	970
(1,072)	(713)	1,194	2,491	2,803	1,027
(911)	2,108	1,638	3,269	4,145	2,135
147,038	130,883	124,948	129,157	136,954	153,142
7,095	(19,147)	(25,582)	(5,510)	(10,575)	13,079
(3,826)	2,557	(2,278)	(613)	1,402	(1,855)
\$ 3,269	\$ (16,590)	\$ (27,860)	\$ (6,123)	\$ (9,173)	\$ 11,224

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

(modified accrual basis of accounting - amounts in thousands)

General Fund	2019	2018	2017	2016
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Nonspendable	169	190	147	189
Assigned	3,810	710	4,290	7,020
Unassigned	13,502	6,909	11,097	11,173
Total General Fund	\$ 17,481	\$ 7,809	\$ 15,534	\$ 18,382
All Other Governmental Funds				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Restricted	76,799	81,384	51,864	51,852
Committed	7,556	4,585	2,798	4,319
Assigned	376	410	437	420
Unassigned	-	-	-	-
Total All Other Governmental Funds	\$ 84,731	\$ 86,379	\$ 55,099	\$ 56,591

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

SOURCE: Lake County Finance

2015	2014	2013	2012	2011	2010
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 764
-	-	-	-	-	43,774
202	208	413	606	800	-
6,250	3,600	9,769	17,800	12,000	-
13,040	12,223	12,720	14,853	26,947	-
\$ 19,492	\$ 16,031	\$ 22,902	\$ 33,259	\$ 39,747	\$ 44,538
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 37,306
-	-	-	-	-	58,914
-	-	-	-	-	30,332
-	-	-	-	-	5,100
56,441	60,403	69,241	77,027	91,191	-
6,443	5,653	6,434	8,301	8,484	-
494	596	603	467	644	-
-	-	-	(806)	-	-
\$ 63,378	\$ 66,652	\$ 76,278	\$ 84,989	\$ 100,319	\$ 131,652

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

(modified accrual basis of accounting - amounts in thousands)

	2019	2018	2017	2016
Revenues				
Taxes	\$ 152,761	\$ 141,516	\$ 131,274	\$ 127,287
Licenses and Permits	4,585	3,929	2,953	3,016
Intergovernmental	57,878	59,134	53,245	46,537
Charges for Services	41,279	38,753	37,764	37,255
Fines and Forfeitures	2,802	2,533	2,506	2,225
Special Assessments	26,625	23,731	22,728	22,751
Investment Income	2,178	964	473	348
Miscellaneous	4,510	2,473	1,445	1,544
Total Revenues	292,618	273,033	252,388	240,963
Expenditures				
Current:				
General Government	42,837	40,231	36,910	39,275
Public Safety	128,437	136,728	127,774	122,273
Physical Environment	2,010	2,370	2,321	3,816
Transportation	34,233	30,269	26,807	24,672
Economic Environment	11,610	10,149	8,478	7,456
Human Services	10,262	9,900	9,832	9,945
Culture and Recreation	10,151	11,211	9,980	9,977
Court-Related Expenditures	10,473	9,892	9,207	8,168
Debt Service:				
Principal	5,561	5,248	6,204	5,731
Interest and Fiscal Charges	3,585	3,239	3,456	3,119
Issuance Costs	-	51	-	-
Advance Refunding Escrow	-	-	-	-
Capital Outlay	22,941	8,359	13,990	14,301
Total Expenditures	282,100	267,647	254,959	248,733
Excess of Revenues Over (Under) Expenditures	10,518	5,386	(2,571)	(7,770)
Other Financing Sources (Uses)				
Bonds Issued/Additions to Long Term Debt	-	19,980	-	909
Bond Premium	-	-	-	-
Transfers In	41,888	33,650	30,863	27,376
Transfers Out	(44,368)	(35,499)	(32,624)	(28,384)
Refunding Bonds Issued	-	-	-	-
Premium on Refunding Bonds Issued	-	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	-	-
Total Other Financing Sources (Uses)	(2,480)	18,131	(1,761)	(99)
Net Change in Fund Balances	8,038	23,517	(4,332)	(7,869)
Fund Balances at Beginning of Year	94,188	70,633	74,973	82,870
Inventory Reserve Increase (Decrease)	(14)	38	(8)	(28)
Fund Balances at End of Year	\$ 102,212	\$ 94,188	\$ 70,633	\$ 74,973
Debt Service as a Percentage of Non-capital Expenditures	3.64%	3.40%	4.21%	3.98%

SOURCE: Lake County Finance

2015	2014	2013	2012	2011	2010
\$ 122,681	\$ 105,921	\$ 103,944	\$ 107,140	\$ 115,214	\$ 126,774
2,976	2,733	2,286	1,787	2,381	1,695
53,538	47,779	50,768	56,154	50,739	54,064
36,553	34,817	29,919	28,019	16,962	16,810
2,673	3,128	1,996	1,166	1,416	1,491
21,312	20,047	17,690	21,838	18,047	19,410
547	285	421	1,093	1,651	2,799
2,930	1,957	2,023	3,342	2,224	1,653
243,210	216,667	209,047	220,539	208,634	224,696
33,496	32,171	30,100	30,406	31,403	34,429
116,372	108,674	108,909	109,064	101,815	102,320
2,877	2,138	2,365	3,243	3,059	5,401
34,573	33,296	25,775	25,473	34,246	35,206
9,051	8,349	8,996	8,530	8,132	10,092
8,616	9,978	9,545	10,196	9,693	8,307
9,264	9,160	8,806	8,284	8,471	8,904
8,571	8,581	9,563	8,376	8,285	8,358
4,771	4,615	4,433	4,248	4,069	3,935
5,091	5,249	5,435	5,699	5,807	6,015
508	-	-	-	39	-
-	-	-	-	46	-
11,206	11,938	13,283	28,431	27,238	12,133
244,396	234,149	227,210	241,950	242,303	235,100
(1,186)	(17,482)	(18,163)	(21,411)	(33,669)	(10,404)
-	-	-	-	-	-
-	-	-	-	-	-
30,478	28,261	28,538	31,643	31,241	22,371
(29,083)	(27,243)	(29,440)	(32,046)	(33,765)	(23,668)
96,935	-	-	-	3,635	-
1,709	-	-	-	-	-
(98,682)	-	-	-	(3,592)	-
1,357	1,018	(902)	(403)	(2,481)	(1,297)
171	(16,464)	(19,065)	(21,814)	(36,150)	(11,701)
82,683	99,180	118,248	140,066	176,190	187,900
16	(33)	(3)	(4)	26	(9)
\$ 82,870	\$ 82,683	\$ 99,180	\$ 118,248	\$ 140,066	\$ 176,190
4.87%	4.73%	4.77%	4.91%	5.17%	5.29%

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

(amounts in millions)

FISCAL YEAR	REAL PROPERTY		PERSONAL PROPERTY	
	ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE	ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE
2010	\$ 17,749	\$ 24,976	\$ 1,352	\$ 1,881
2011	15,719	22,162	1,299	1,821
2012	14,329	20,286	1,301	1,819
2013	13,436	19,108	1,272	1,790
2014	13,544	19,331	1,260	1,775
2015	14,227	20,530	1,234	1,752
2016	15,024	21,922	1,242	1,778
2017	15,985	23,434	1,233	1,766
2018	17,427	25,621	1,313	1,852
2019	19,219	30,157	1,390	1,931

NOTE: The assessed value is one year behind the fiscal year. For example, the assessed value at January 1, 2018 is for the fiscal year ended September 30, 2019.

SOURCE: Lake County Property Appraiser

CENTRALLY ASSESSED PROPERTY		TOTAL		TOTAL DIRECT TAX RATE	PERCENTAGE OF ASSESSED VALUE TO ESTIMATED ACTUAL VALUE
ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE	ASSESSED TAXABLE VALUE	ESTIMATED ACTUAL VALUE		
\$ 4	\$ 5	\$ 19,105	\$ 26,862	5.5818	71.12 %
4	5	17,022	23,988	5.6616	70.96
2	3	15,632	22,108	5.6616	70.71
2	2	14,710	20,900	5.7415	70.38
2	3	14,807	21,109	5.7415	70.15
2	3	15,463	22,285	6.5117	69.39
3	4	16,269	23,704	6.4312	68.63
3	5	17,221	25,204	6.2365	68.33
4	5	18,744	27,478	6.2365	68.21
3	5	20,613	32,094	6.2165	64.23

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

(per \$1,000 of assessed value)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Direct Rates				
Board of County Commissioners				
General Revenue Fund	5.1180	5.1180	5.1180	5.3051
Stormwater Municipal Services Taxing Unit	0.4957	0.4957	0.4957	0.4957
Voted Debt Service	0.1324	0.1524	0.1524	0.1600
Fire Municipal Services Taxing Unit	0.4704	0.4704	0.4704	0.4704
Total Direct Rate	<u>6.2165</u>	<u>6.2365</u>	<u>6.2365</u>	<u>6.4312</u>
Overlapping Rates				
Board of Public Instruction	6.3550	6.6030	6.8750	7.1970
Lake County Water Authority				
(Independent Special District)	0.4900	0.2554	0.2554	0.2554
Total Overlapping Rates	<u>6.8450</u>	<u>6.8584</u>	<u>7.1304</u>	<u>7.4524</u>
Total County Wide	<u>13.0615</u>	<u>13.0949</u>	<u>13.3669</u>	<u>13.8836</u>
Special Districts				
Dependent Districts				
Lake County Ambulance District	0.4629	0.4629	0.4629	0.4629
Independent Districts				
South Lake County Hospital District	0.6432	0.6898	0.7332	0.7633
Southwest Florida Water Management	0.2955	0.3131	0.3317	0.3488
St. Johns River Water Management	0.2562	0.2724	0.2885	0.3023
North Lake County Hospital District	0.9800	1.0000	1.0000	1.0000
Cities				
Astatula	7.5000	7.5000	7.5000	7.5000
Clermont	4.2061	4.2061	4.2061	4.2061
Eustis	7.5810	7.5810	7.5810	7.5810
Fruitland Park	3.9134	3.9863	3.9863	4.7371
Groveland	5.2000	5.2000	5.6000	5.9900
Howey-in-the-Hills	9.2750	9.2750	9.2750	9.5177
Lady Lake	3.3962	3.3962	3.3962	3.5510
Leesburg	4.2678	4.2678	4.2678	4.2678
Mascotte	7.6291	7.9316	8.3289	8.8138
Minneola	6.1900	6.2795	6.1483	6.2069
Montverde	2.8300	2.8300	2.8300	2.8300
Mount Dora	6.3000	6.3000	5.9970	5.9970
Tavares	7.1119	7.0000	7.1000	6.6166
Tavares Voted Debt Service	0.3052	0.3397	0.3680	0.4068
Umatilla	7.1089	7.1089	7.1089	7.2980

SOURCE: Lake County Property Appraiser

2015	2014	2013	2012	2011	2010
5.3856	4.7309	4.7309	4.7309	4.7309	4.6511
0.4957	0.4984	0.4984	0.4984	0.4984	0.4984
0.1600	0.1900	0.1900	0.1101	0.1101	0.1101
0.4704	0.3222	0.3222	0.3222	0.3222	0.3222
6.5117	5.7415	5.7415	5.6616	5.6616	5.5818
7.2460	7.1700	7.3200	7.3940	7.5230	7.5320
0.2554	0.2554	0.2554	0.2405	0.2405	0.2130
7.5014	7.4254	7.5754	7.6345	7.7635	7.7450
14.0131	13.1669	13.3169	13.2961	13.4251	13.3268
0.4629	0.3853	0.3853	0.3853	0.3853	0.4651
0.7633	0.7900	0.8000	0.8000	0.8666	0.8666
0.3658	0.3818	0.3928	0.3928	0.3770	0.3866
0.3164	0.3283	0.3313	0.3313	0.4158	0.4158
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
7.5000	6.2500	6.2500	6.5000	4.8500	4.5000
3.7290	3.7290	3.1420	3.1420	3.1420	3.1420
7.5810	7.5810	6.7158	6.2432	5.6849	5.1266
4.7371	4.7371	4.6442	4.3284	4.3600	4.3600
5.9900	5.4700	5.6000	5.6000	5.1800	5.1800
9.5177	9.6147	8.6965	8.0000	7.0000	6.8317
3.7500	3.2808	3.2808	3.2808	3.2080	3.2808
4.3179	4.3179	4.3179	4.3179	4.3179	4.3179
9.3000	9.6147	9.6147	9.6147	7.9800	6.8009
6.2500	6.3676	6.3000	6.5716	5.4826	4.4990
2.8300	2.8300	2.8300	2.8300	2.8300	2.8300
5.9970	5.6667	5.6667	5.3891	5.0190	5.0190
6.7283	6.4531	5.9850	6.8900	6.9500	6.2500
0.4286	0.4533	0.4612	-	-	-
7.2980	8.2480	8.2480	7.6419	6.8795	6.5000

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

TAXPAYER	2019			2010		
	TAXABLE ASSESSED VALUE	RANK	PERCENT OF TOTAL ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	PERCENT OF TOTAL ASSESSED VALUE
Duke Energy Florida, LLC	\$ 224,478,270	1	1.09 %	\$ 147,104,351	2	0.77 %
Summer Bay Partnership	201,714,794	2	0.98	231,206,310	1	1.21
Sumter Electric Co-op, Inc.	162,679,373	3	0.79	115,617,461	3	0.61
DCS Real Estate Investments, LLC	99,089,464	4	0.48	-	-	-
Villages Operating Company	70,658,536	5	0.34	35,431,634	5	0.19
Vista at Lost Lake TIC I LLC ET AL	60,757,614	6	0.30	-	-	-
Sabal Trail Transmission LLC	60,497,672	7	0.29	-	-	-
Embarq-Florida, Inc.	51,822,970	8	0.25	109,875,002	4	0.58
BR Citrus Tower LLC	43,168,700	9	0.21	-	-	-
Advenir at Castle Hill LLC	41,102,463	10	0.20	-	-	-
Lowes Home Center, Inc.	-	-	-	35,256,931	6	0.18
Cutrale Citrus Juices USA	-	-	-	30,483,844	7	0.16
Comcast SCH Holdings LLC	-	-	-	29,779,725	8	0.16
Wal-Mart Stores, Inc.	-	-	-	29,284,678	9	0.15
John P. Adams & Ann D. Adams Family, LP	-	-	-	27,457,620	10	0.14
	\$ 1,015,969,856		4.93 %	\$ 791,497,556		4.15 %

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

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

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTED	PERCENT OF LEVY COLLECTED		DELINQUENT TAX COLLECTED	TOTAL TAX COLLECTED	PERCENT OF TOTAL COLLECTED TO LEVY
2010	\$ 108,306,725	\$ 98,484,493	90.9	%	\$ 7,335,985	\$ 105,820,478	97.7 %
2011	96,542,877	88,728,086	91.9		5,091,428	93,819,514	97.2
2012	88,657,064	82,232,152	92.8		3,671,740	85,903,892	96.9
2013	84,537,190	78,713,031	93.1		3,151,025	81,864,057	96.8
2014	85,046,003	79,639,509	93.6		2,818,062	82,457,571	97.0
2015	100,846,998	94,918,759	94.1		2,800,212	97,718,971	96.9
2016	104,648,986	98,449,119	94.1		2,770,942	101,220,063	96.7
2017	107,245,498	101,083,202	94.3		2,656,989	103,740,192	96.7
2018	116,506,444	110,107,767	94.5		2,615,321	112,723,087	96.8
2019	127,511,222	120,553,050	94.6		2,774,098	123,327,148	96.8

Note: These figures include property tax levies of the General County, Lake County Ambulance MSTU, Lake County Stormwater Management, Parks and Roads MSTU, Lake County Voted Debt Service, Mt. Plymouth-Sorrento CRA Trust and Lake County Fire MSTU. Property taxes become due and payable on November 1st of each year. A four (4) percent discount is allowed if the taxes are paid in November, with the discount declining by one (1) percent each month thereafter. Accordingly, taxes collected will never be 100 percent of the tax levy. Taxes become delinquent on April 1st of each year. Tax certificates for the full amount of any unpaid real property taxes and assessments must be sold not later than June 1st of each year.

SOURCE: Lake County Property Appraiser

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

	2019	2018	2017	2016
<u>Governmental Activities</u>				
Pari-Mutuel Revenues Replacement Bonds (1)	\$ 2,305,000	\$ 2,480,000	\$ 2,650,000	\$ 2,810,000
Limited General Obligation Bonds, Series 2007 (2,3)	-	-	-	1,752,733
Limited General Obligation Refunding Bonds, Series 2015	16,215,000	18,330,000	20,400,000	20,695,000
Notes Payable	625,986	722,431	1,050,087	2,529,401
Capital Improvement Revenue Bonds, Series 2007 (2,3)	-	-	-	2,242,997
Capital Improvement Revenue Refunding Bonds, Series 2015A	20,040,000	22,650,000	25,205,000	25,550,000
Capital Improvement Revenue Refunding Bonds, Series 2015B (2)	51,149,057	51,357,314	51,560,571	51,763,828
Infrastructure Sales Surtax Revenue Bond, Series 2018	19,545,000	19,980,000	-	-
Total Government Activities	109,880,043	115,519,745	100,865,658	107,343,959
<u>Business-Type Activities</u>				
Solid Waste Line of Credit Note Payable	-	-	-	-
Total Primary Government	\$ 109,880,043	\$ 115,519,745	\$ 100,865,658	\$ 107,343,959
Percentage of Personal Income	*	0.77%	0.72%	0.84%
Per Capita	*	\$ 324	\$ 292	\$ 320

* Statistics not yet published.

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

(2) Presented net of premiums.

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

SOURCE: Lake County Finance

	2015	2014	2013	2012	2011	2010
\$	2,970,000	\$ 3,125,000	\$ 3,275,000	\$ 3,415,000	\$ 3,545,000	\$ 3,545,000
	3,440,458	24,998,958	26,551,687	28,044,416	29,482,145	30,869,874
	20,950,000	-	-	-	-	-
	2,990,918	3,411,790	4,516,584	5,584,132	6,607,069	7,600,779
	4,400,994	80,576,275	82,579,270	84,507,268	86,360,265	88,153,262
	25,845,000	-	-	-	-	-
	51,848,606	-	-	-	-	-
	-	-	-	-	-	-
	112,445,976	112,112,023	116,922,541	121,550,816	125,994,479	130,168,915
	-	-	-	1,000,000	2,000,000	3,000,000
\$	112,445,976	\$ 112,112,023	\$ 116,922,541	\$ 122,550,816	\$ 127,994,479	\$ 133,168,915
	0.92%	0.99%	1.09%	1.17%	1.26%	1.37%
	\$ 345	\$ 355	\$ 380	\$ 404	\$ 425	\$ 454

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

FISCAL YEAR	LIMITED GENERAL OBLIGATION BONDS	ACCUMULATED RESOURCES FOR PRINCIPAL REPAYMENT	NET LIMITED AD VALOREM BONDS	RATIO OF DEBT TO ASSESSED TAXABLE VALUE	DEBT PER CAPITA
2010	\$ 30,869,874 (1)	\$ 2,927,443	\$ 27,942,431	0.14 %	\$ 95
2011	29,482,145 (1)	2,046,184	27,435,961	0.16	91
2012	28,044,416 (1)	1,003,037	27,041,379	0.17	89
2013	26,551,687 (1)	982,361	25,569,326	0.17	83
2014	24,998,958 (1)	954,441	24,044,517	0.16	76
2015	24,390,458 (2)	531,497	23,858,961	0.15	73
2016	22,447,733 (2)	547,595	21,900,138	0.13	65
2017	20,400,000 (3)	502,598	19,897,402	0.11	58
2018	18,330,000 (3)	694,159	17,635,841	0.09	49
2019	16,215,000 (3)	776,323	15,438,677	0.07	*

* Statistics not yet published.

(1) Includes Limited General Obligation Bonds, Series 2007, net of premium.

(2) The Limited General Obligation Bonds, Series 2007 were partially refunded in Fiscal Year 2015 with the proceeds of the Limited General Obligation Refunding Bonds, Series 2015A. This amount includes both the remaining 2007 bonds and the 2015A bonds, net of premium. For additional information regarding the refunding, see Note 6 to the financial statements for that year.

(3) Includes Limited General Obligation Refunding Bonds, Series 2015, net of premium.

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

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

SALES TAX REFUNDING REVENUE BOND PARI-MUTUEL REVENUES REPLACEMENT PROGRAM, SERIES 2011 (1)						
FISCAL YEAR	NET REVENUE AVAILABLE	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	COVERAGE	
2010	\$ 301,223	\$ 100,000	\$ 194,979	\$ 294,979	102	%
2011	299,808	90,000	131,498	221,498	135	
2012	299,565	130,000	138,610	268,610	112	
2013	298,616	140,000	120,037	260,037	115	
2014	298,131	150,000	102,180	252,180	118	
2015	298,434	155,000	97,500	252,500	118	
2016	298,534	160,000	92,664	252,664	118	
2017	299,256	160,000	87,672	247,672	121	
2018	301,009	170,000	82,680	252,680	119	
2019	304,371	175,000	77,376	252,376	121	

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

CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 2007, 2015A AND 2015B (2)							
FISCAL YEAR	NET REVENUE AVAILABLE	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	COVERAGE		
2010	\$ 10,925,473	\$ 1,600,000 (3)	\$ 4,137,345 (3)	\$ 5,737,345	190	%	
2011	11,217,779	1,665,000 (3)	4,073,345 (3)	5,738,345	195		
2012	11,272,996	1,725,000 (3)	4,013,405 (3)	5,738,405	196		
2013	12,158,810	1,800,000 (3)	3,940,780 (3)	5,740,780	212		
2014	13,197,691	1,875,000 (3)	3,865,600 (3)	5,740,600	230		
2015	14,019,466	1,950,000 (4)	3,786,838 (4)	5,736,838	244		
2016	15,032,739	2,325,000 (4)	2,413,287 (4)	4,738,287	317		
2017	15,770,960	2,585,000 (4)	2,782,059 (4)	5,367,059	294		
2018	16,692,950	2,680,000 (5)	2,684,842 (5)	5,364,842	311		
2019	17,005,213	2,740,000 (5)	2,624,342 (5)	5,364,342	317		

(Continued)

SOURCE OF REVENUE: Local Government half-cent sales tax

LAKE COUNTY, FLORIDA
REVENUE BOND COVERAGE (Continued)

INFRASTRUCTURE SALES SURTAX REVENUE BONDS, SERIES 2018 (6)						
FISCAL YEAR	NET REVENUE AVAILABLE	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	COVERAGE	
2018	\$ 12,296,866	\$ -	\$ -	\$ -	-	%
2019	16,765,845	435,000	452,444	887,444	1,889	

SOURCE OF REVENUE: Infrastructure Sales Surtax, 2nd Renewal

(1) The previously outstanding Sales Tax Revenue Bonds (Pari-Mutuel Revenues Replacement Program), Series 200) were refunded in Fiscal Year 2011. For additional information regarding the refunding, see Note 6 to the financial statements for that year.

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

(3) Includes the Capital Improvement Revenue Bonds, Series 2007.

(4) Includes the Capital Improvement Revenue Bonds, Series 2007 and Capital Improvement Refunding Revenue Bonds, Series 2015A and 2015B.

(5) Includes the Capital Improvement Refunding Revenue Bonds, Series 2015A and 2015B.

(6) The County issued the Infrastructure Sales Surtax Revenue Bonds, Series 2018 in Fiscal Year 2018. There were no debt service payments in Fiscal Year 2018. For additional information see Note 6 to the financial statements.

SOURCE: Lake County Finance

LAKE COUNTY, FLORIDA
PRO-FORMA DEBT SERVICE COVERAGE

CAPITAL IMPROVEMENT REFUNDING REVENUE BONDS, SERIES 2015B				
FISCAL YEAR	MAXIMUM ANNUAL DEBT SERVICE	HALF-CENT SALES TAX REVENUES	PRO-FORMA DEBT SERVICE COVERAGE	
2015	\$ 5,599,638	\$ 14,015,293	250	%
2016	5,599,638	15,028,339	268	
2017	5,599,638	15,763,821	282	
2018	5,599,638	16,678,411	298	
2019	5,599,638	16,970,639	303	

SOURCE: Lake County Finance

**LAKE COUNTY, FLORIDA
DISTRIBUTION PERCENTAGES
CAPITAL IMPROVEMENT REFUNDING REVENUE BONDS - SERIES 2015B**

STATE FISCAL YEAR ENDED JUNE 30	PERCENTAGE OF HALF-CENT SALES TAX DISTRIBUTION TO LAKE COUNTY	PERCENTAGE OF HALF-CENT SALES TAX PROGRAM DISTRIBUTIONS TO MUNICIPALITIES WITHIN LAKE COUNTY
2015	63.23 %	36.77 %
2016	63.02	36.98
2017	62.82	37.18
2018	62.12	37.88
2019	61.39	38.61

SOURCE: State of Florida, Department of Revenue

**LAKE COUNTY, FLORIDA
HISTORICAL RECEIPTS OF HALF-CENT SALES TAX REVENUES BY THE COUNTY
CAPITAL IMPROVEMENT REFUNDING REVENUE BONDS - SERIES 2015B**

COUNTY FISCAL YEAR ENDED SEPTEMBER 30	AUDITED HALF-CENT SALES TAX REVENUES	PERCENTAGE CHANGE
2015	\$ 14,015,293	6.22 %
2016	15,028,339	7.23
2017	15,763,821	4.89
2018	16,678,411	5.80
2019	16,970,639	1.75

SOURCE: Lake County Finance

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

<u>CALENDAR YEAR</u>	<u>POPULATION</u> (1)	<u>PERSONAL INCOME (THOUSANDS)</u> (1)	<u>PER CAPITA INCOME</u> (1)	<u>UNEMPLOYMENT RATE</u> (2)			
				<u>COUNTY</u>		<u>NATIONAL</u>	
2010	297,875	\$ 9,697,080	\$ 32,554	12.4	%	9.6	%
2011	301,019	10,188,278	33,846	10.6		8.8	
2012	303,186	10,442,325	34,442	8.9		7.8	
2013	308,034	10,714,138	34,782	6.9		7.2	
2014	315,690	11,297,313	35,786	6.3		5.9	
2015	325,875	12,284,994	37,698	5.2		5.9	
2016	335,396	12,834,379	38,266	4.8		4.9	
2017	346,017	14,027,796	40,541	3.4		4.2	
2018	356,495	15,040,627	42,190	2.9		3.7	
2019	*	*	*	2.9		3.5	

* Statistics not yet published.

SOURCES: (1) US Department of Commerce, Bureau of Economic Analysis
(2) US Department of Labor, Bureau of Labor Statistics

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

EMPLOYER	2019			2010		
	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT	EMPLOYEES	RANK	PERCENT OF TOTAL COUNTY EMPLOYMENT
Lake County Public Schools	5,838	1	3.71 %	5,614	1	4.66 %
Lake County Government	2,059	2	1.31	1,887	4	1.57
Florida Hospital Waterman	1,759	3	1.12	-	-	-
Central Florida Health	1,700	4	1.08	1,900	3	1.58
Orlando Health South Lake Hospital (1)	1,500	5	0.95	595	9	0.49
Leesburg Regional Medical Center	1,484	6	0.94	2,355	2	1.95
Golf Management Solutions	900	7	0.57	-	-	-
Elite Line Services LLC	785	8	0.50	-	-	-
Club Exploria LLC	780	9	0.50	-	-	-
Raney Construction, Inc.	507	10	0.32	-	-	-
Publix Super Markets, Inc.	-	-	-	1,404	5	1.17
Villages of Lake-Sumter, Inc.	-	-	-	1,346	6	1.12
Walmart Stores, Inc.	-	-	-	950	7	0.79
Winn-Dixie Stores, Inc.	-	-	-	800	8	0.66
Lester Coggins Trucking, Inc.	-	-	-	550	10	0.46
	17,312		11.00 %	17,401		14.45 %
Total Employment	157,365			120,452		

(1) Previously named South Lake Hospital

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

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

FUNCTION	FULL-TIME EMPLOYEES (AS OF SEPTEMBER 30)									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General Government	394	380	364	353	364	345	335	345	348	375
Public Safety	1,241	1,027	1,018	996	989	954	963	991	1,019	1,033
Culture and Recreation	76	75	80	82	82	86	86	90	78	79
Physical Environment	32	48	51	49	54	56	57	60	58	67
Transportation	150	150	147	148	146	146	146	143	146	122
Economic Development	22	23	18	16	17	16	16	15	16	17
Human Services	36	35	11	11	10	36	36	37	36	49
Courts	108	106	105	130	120	125	133	136	145	145
Total	<u>2,059</u>	<u>1,844</u>	<u>1,794</u>	<u>1,785</u>	<u>1,782</u>	<u>1,764</u>	<u>1,772</u>	<u>1,817</u>	<u>1,846</u>	<u>1,887</u>

(1) Lake Emergency Medical Services, Inc. became part of the Board of County Commissioners on October 1, 2018.

SOURCE: Lake County Adopted Budget

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

FUNCTION	2019	2018	2017	2016
General Government				
Number of new employees recruited	396 (3)	125	140	139
Number of employee educational programs/participants	4/665	13/427	8/969	6/278
Number of term and supply contracts managed	483	493	495	442
Public Safety				
Calls to Fire Rescue Department	23,753	23,391	23,408	22,556
Number of inspections for code violations	6,560	7,568	7,211	7,128
Single family building permits issued	1,234	847	560	650
Physical Environment				
Gallons of used oil recycled	14,592	16,494	12,274	12,788
Number of samples tested by lab	16,065	15,077	15,383	16,168
Transportation				
Number of transportation disadvantaged trips billed	96,833	89,664	80,341	90,393
Economic Environment				
Number of homes rehabilitated/replaced	8	-	5	2
Human Services				
Number of citizens receiving hardship assistance for fire and solid waste assessments	94	99	109	115
Culture and Recreation				
Circulation in branch libraries	624,836	619,791	691,292	694,758
Court Related Expenditures				
Number of cases heard in Teen Court	104	65	91	104
Solid Waste System				
Total tons collected	113,037 (4)	91,983	136,869 (2)	50,845 (1)
Residents receiving collection service	70,613	69,885	69,391	69,986
Resource Recovery Plant - Revenue earned from electricity production	\$ -	\$ -	\$ -	\$ - (1)

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

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

(3) Lake Emergency Medical Services, Inc. became part of the Board of County Commissioners on October 1, 2018.

(4) The increase from FY 2018 to FY 2019 is due to Hurricane Irma debris collections from Municipalities and the County.

SOURCE: Lake County Board of County Commissioners Departments

<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
95	84	123	83	59	43
7/468 425	5/533 432	6/459 380	6/845 365	6/110 367	10/756 375
21,071 7,281 732	20,644 6,460 650	19,779 6,513 624	18,449 6,836 413	17,447 7,705 271	16,312 10,554 295
10,106 15,263	12,941 15,966	13,578 16,033	13,623 15,886	18,123 15,541	14,877 15,911
112,259	121,679	132,683	148,039	152,663	152,751
8	8	4	7	14	3
120	141	162	168	182	199
722,982	783,889	775,545	888,539	863,428	939,271
102	175	232	270	385	360
69,989 68,597	153,483 68,011	162,347 67,504	170,269 67,137	173,624 67,021	161,359 66,860
\$ -	\$ 10,800,611	\$ 10,555,115	\$ 10,026,213	\$ 9,702,823	\$ 8,994,984

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

FUNCTION	2019	2018	2017	2016
Public Safety				
Number of fire stations	26	26	25	24
Sheriff's marked and unmarked patrol vehicles	456	445	432	462
Transportation				
Miles of maintained roadway	1,394	1,390	1,388	1,390
Traffic signals	468	442	409	412
Traffic signs	36,763	35,238	33,637	37,645
Facilities				
Number of County owned buildings	130	117	115	120
Number of building square feet maintained	2,168,024	1,938,950	1,942,184	1,942,853
Human Services				
Number of Transportation Disadvantaged buses and vans	70	86	109	82
Culture and Recreation				
Number of libraries	15	15	15	15
Acres of parks	663 (1)	1,102	1,102	1,102
Number of boat ramps	15	16	16	16
Solid Waste System				
Number of acres developed for use as landfills	125	125	45	45
Number of acres available for landfill development	45	45	30	30

(1) The Office of Parks and Trails re-classified certain parks as public lands which decreased acreage.

SOURCE: Lake County Board of County Commissioners Departments

<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
24	24	24	23	23	23
426	461	429	406	448	553
1,390	1,392	1,389	1,392	1,393	1,390
406	380	380	373	368	348
37,009	32,256	31,853	28,376	27,321	26,420
112	109	124	137	130	132
1,938,160	1,954,078	1,965,851	1,200,826	1,173,090	1,670,930
77	77	84	80	90	77
15	15	15	15	15	15
1,102	1,102	961	961	943	916
16	16	15	15	15	15
45	45	45	45	45	45
30	30	30	30	30	30

This page intentionally left blank.

LAKE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2019

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA</u>	<u>Pass-Through / State Contract Number</u>	<u>Passed Through to Subrecipients</u>	<u>9/30/19 Expenditures</u>
Clustered				
Forest Service Schools and Roads Cluster:				
United States Department of Agriculture:				
<i>Passed through,</i>				
<i>Florida Department of Banking and Finance</i>				
Schools and Roads - Grants to Counties	10.666	None	\$ -	\$ 68,779
Total Forest Service Schools and Roads Cluster			-	68,779
CDBG- Entitlement Grants Cluster:				
United States Department of Housing and Urban				
Development:				
Direct				
Community Development Block Grants/ Entitlement Grants	14.218	N/A	-	1,005,790
Total CDBG- Entitlement Grants Cluster			-	1,005,790
Housing Voucher Cluster:				
United States Department of Housing and				
Urban Development:				
Direct:				
Section 8 Housing Choice Voucher (FL 106 VO)	14.871	N/A	-	5,168,942
Total Housing Voucher Cluster			-	5,168,942
Highway Planning and Construction Cluster:				
United States Department of Transportation:				
<i>Passed through,</i>				
<i>Florida Department of Transportation:</i>				
Highway Planning and Construction	20.205	437485-1-38-01/G0136	-	1,785
Highway Planning and Construction	20.205	430975-3-38-01/G0L11	-	84,190
Highway Planning and Construction	20.205	439415-1-38-01/G0V21	-	44,397
Highway Planning and Construction	20.205	439493-1-38-01/G0T92	-	31,374
Highway Planning and Construction	20.205	437486-1-58-01/G1316	-	346,497
Highway Planning and Construction	20.205	439701-1-38-01/G0V22	-	166,858
Highway Planning and Construction	20.205	439702-1-38-01/G0V23	-	142,791
Total Highway Planning and Construction Cluster			-	817,892
Federal Transit Cluster:				
United States Department of Transportation:				
Direct:				
Federal Transit Formula Grants	20.507	FL-90-X834	-	37,772
Federal Transit Formula Grants	20.507	FL-90-X876	-	176,392
Federal Transit Formula Grants	20.507	FL-2017-045	-	323,407
Federal Transit Formula Grants	20.507	FL-2017-113	-	10,000
Federal Transit Formula Grants	20.507	FL-2019-007	-	448,509
Federal Transit Formula Grants	20.507	FL-2019-075	-	3,391,070
Total Federal Transit Cluster			-	4,387,150
Transit Services Programs Cluster:				
United States Department of Transportation				
<i>Passed through,</i>				
<i>Florida Department of Transportation:</i>				
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	435210-8-93-06/ FFY2018/YR43	-	368,647
Total Transit Services Programs Cluster			-	368,647
Non-Clustered				
United States Department of Housing and Urban				
Development:				
Direct:				
Shelter Care Plus	14.238	FL0441L4H201605	-	69,953

(continued)

The notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

LAKE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2019

Grantor/Pass-Through Grantor/Program Title	CFDA	Pass-Through / State Contract Number	Passed Through to Subrecipients	9/30/19 Expenditures
United States Department of the Interior:				
Direct:				
Payments in Lieu of Taxes	15.226	N/A	-	149,969
National Wildlife Refuge Fund	15.659	N/A	-	1,117
United States Department of Justice:				
Direct:				
State Criminal Alien Assistance Program	16.606	2019-AP-BX-0634	-	47,813
State Criminal Alien Assistance Program	16.606	2019-AP-BX-1168	-	54,026
Total State Criminal Alien Assistance Program			-	101,839
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	2015-MO-BX-0007	16,036	16,036
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	2018-MO-BX-0010	103,108	103,108
Total Criminal and Juvenile Justice and Mental Health Collaboration Program			119,144	119,144
Equitable Sharing Program	16.922	FY 2019	-	44,768
United States Department of Transportation:				
Passed through,				
Florida Department of Transportation:				
Formula Grants for Rural areas and Tribal Transit Program	20.509	433308-1-84-36/G0R99	-	114,728
Election Assistance Commission:				
Passed through,				
Florida Department of State Division of Elections:				
Help America Vote Act Requirements Payments	90.401	N/A	-	66,220
Help America Vote Act Requirements Payments	90.401	N/A	-	7,440
Total Help America Vote Act Requirements Payments			-	73,660
United States Department of Health and Human Services:				
Passed through,				
Florida Department of Revenue:				
Child Support Enforcement	93.563	COC35	-	359,574
Child Support Enforcement	93.563	2017 Incentive Funds	-	4,276
Total Child Support Enforcement			-	363,850
United States Department of Homeland Security:				
Direct:				
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	EMW-2015-FH-00706	-	176,686
Passed through,				
Florida Division of Emergency Management:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	4283 Hurricane Matthew - BCC	-	80,866
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	4337 Hurricane Irma - BCC	-	9,568,937
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	4337 Hurricane Irma - SO	-	355,054
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)			-	10,004,857
Passed through,				
Florida Division of Emergency Management:				
Emergency Management Performance Grant	97.042	19-FG-AF-06-45-01-082	-	71,555
Total Expenditures of Federal Awards			119,144	23,109,326

(continued)

The notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

LAKE COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
For the Year Ended September 30, 2019

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>		<u>9/30/19 Expenditures</u>
Executive Office of the Governor:				
Emergency Management Programs	31.063	19-BG-21-06-45-01-005	\$ -	\$ 84,514
Emergency Management Programs	31.063	A0005	-	44,579
Total Emergency Management Programs			-	129,093
Emergency Management Projects	31.067	19-CP-11-06-45-01	-	8,839
Florida Housing Finance Corporation:				
State Housing Initiatives Partnership Program (SHIP)	40.901	None	-	1,377,793
Florida Department of Agriculture and Consumer Affairs:				
Mosquito Control	42.003	None	-	34,481
Florida Department of State:				
State Aid to Libraries	45.030	17-ST-25	-	32,958
State Aid to Libraries	45.030	18-ST-25	-	42,001
State Aid to Libraries	45.030	19-ST-25	-	83,792
Total State Aid to Libraries			-	158,751
Florida Department of Education:				
Coach Aaron Feis Guardian Program	48.140	96N-90210-9D001	-	150,044
Florida Department of Transportation:				
Commission for the Transportation Disadvantaged (CTD)	55.001			
Trip and Equipment		43202911401/GOX38	-	604,728
Commission for the Transportation Disadvantaged (CTD)	55.001			
Trip and Equipment		43202718401/G1A40	-	183,691
Commission for the Transportation Disadvantaged (CTD)	55.001			
Trip and Equipment		43202718401/GOY17	-	17,092
Total Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program			-	805,511
Florida Highway Beautification Grant Program	55.003	None	-	16,000
County Incentive Grant Program (CIGP)	55.008	437464-2-44-01/G1459	-	12,750
Public Transit Block Grant Program	55.010	433305-1-84-01/G0V41	-	183,498
Public Transit Block Grant Program	55.010	433305-1-84-01/G1999	-	414,008
Total Public Transit Block Grant Program			-	597,506
Economic Development Transportation Fund	55.032	430253-3-44-01/G0A53	-	89,446
Economic Development Transportation Fund	55.032	435541-2-44-01/G0A52	-	799,225
Economic Development Transportation Fund	55.032	430253-4-54-01/G0J24	-	1,500,000
Economic Development Transportation Fund	55.032	430253-4-54-01/G0J23	-	1,522,765
Total Economic Development Transportation Fund			-	3,911,436
Local Transportation Projects	55.039	435541-2-54-01/G0W50	-	2,200,000
Florida Department of Management Services:				
Prepaid Next Generation 911 (NG911) State Grant Program	72.003	S11-18-05-17	-	59,341
Florida Department of Health				
County Grant Awards	64.005	C7035	-	32,676
Total Expenditures of State Financial Assistance			\$ -	\$ 9,494,221
Total Expenditures of Federal Awards and State Financial Assistance			\$ 119,144	\$ 32,603,547

The notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

Lake County, Florida

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

Year Ended September 30, 2019

1. Summary of Significant Accounting Policies

General

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

2. Contingency

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

3. Indirect Cost

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

4. Prior Period Expenditures

The total amounts reported for CFDA 97.036 *Disaster Grants - Public Assistance* for FY 2019 were related to expenditures incurred in prior years and obligated by FEMA through approved project worksheets during Fiscal Year 2019.



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

Honorable Board of County Commissioners
Lake County, Florida

Report on Compliance for Each Major Federal Program and State Project

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program and State Project

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 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 in the first paragraph. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and state project and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of the County as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated April 23, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance is presented for purposes of additional analysis, as required by the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, and is not a required part of the basic financial statements.

Honorable Board of County Commissioners
Lake County, Florida

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

Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and State Financial Assistance is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
April 23, 2020

LAKE COUNTY, FLORIDA
Schedule of Findings and Questioned Costs *(Continued)*
For the Year Ended September 30, 2019

SECTION II - FINANCIAL STATEMENT FINDINGS

None Reported.

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

None Reported.

SECTION IV - PRIOR-YEAR AUDIT FINDINGS

None Reported.

This page intentionally left blank.



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

Honorable Board of County Commissioners
Lake County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of Lake County, Florida (the County) as of and for the year ended September 30, 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 23, 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Honorable Board of County Commissioners
Lake County, Florida

Compliance and Other Matters

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

We noted certain other matters that we reported to County management in a separate letter dated April 23, 2020.

Purpose of this Report

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

MSL, P.A.

Certified Public Accountants

Orlando, Florida
April 23, 2020



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Board of County Commissioners
Lake County, Florida

Report on the Financial Statements

We have audited the basic financial statements of Lake County, Florida (the County) as of and for the year ended September 30, 2019, and have issued our report thereon dated April 23, 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; the audit requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and the Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, *Rules of the Auditor General*.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and on Internal Control over Compliance and Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, Schedule of Findings and Questioned Costs, and Independent Accountant's Report on an examination conducted in accordance with AICPA *Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated April 23, 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. There were no findings or recommendations made in the preceding annual financial audit report.

Official Title and Legal Authority

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

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), *Rules of the Auditor General*, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the County has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that the County did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), *Rules of the Auditor General*, we applied financial condition assessment procedures. It is management's responsibility to monitor the County's financial condition, and our financial condition assessment was based, in part, on representations made by management and the review of financial information provided by same.

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

Special District Component Units

Section 10.554(1)(i)5.c., *Rules of the Auditor General*, requires that we determine whether or not a special district that is a component unit of a county, municipality, or special district, provided the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. There were no special district component units that were required to provide financial information to the County for the year ended September 30, 2019.

Additional Matters

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

Purpose of this Letter

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

MSL, P.A.

Certified Public Accountants

Orlando, Florida
April 23, 2020



INDEPENDENT ACCOUNTANT'S REPORT

Honorable Board of County Commissioners
Lake County, Florida

We have examined the compliance of Lake County, Florida (the County) with the requirements of Sections 218.415, 365.172(10), and 365.173(2)(d), Florida Statutes, during the year ended September 30, 2019. Management is responsible for the County's compliance with those requirements. Our responsibility is to express an opinion on the County's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the County complied with those requirements. An examination involves performing procedures to obtain evidence about the County's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the County's compliance with specified requirements.

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

MSL, P.A.

Certified Public Accountants

Orlando, Florida
April 23, 2020

This page intentionally left blank.

