

OSCEOLA COUNTY, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR FISCAL YEAR ENDED  
SEPTEMBER 30, 2014



**OSCEOLA COUNTY, FLORIDA**

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
SEPTEMBER 30, 2014**

**Prepared by:  
The Office of the Comptroller  
Michael L. Kurek, Comptroller**

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**PRINCIPAL COUNTY OFFICIALS  
SEPTEMBER 30, 2014  
OSCEOLA COUNTY, FLORIDA**

**BOARD OF COUNTY COMMISSIONERS**

**Fred Hawkins, Jr., Chairman**  
District 5

**John Quiñones, Vice Chairman**  
District 2

**Michael E. Harford**  
District 1

**Brandon Arrington**  
District 3

**Frank Attkisson**  
District 4

**CONSTITUTIONAL OFFICERS**

**Clerk of the Circuit Court**  
Armando Ramirez

**Sheriff**  
Robert E. Hansell

**Tax Collector**  
Patsy Heffner

**Property Appraiser**  
Katrina S. Scarborough

**Supervisor of Elections**  
Mary Jane Arrington

**APPOINTED COUNTY OFFICIALS**

**County Manager**  
Donald S. Fisher

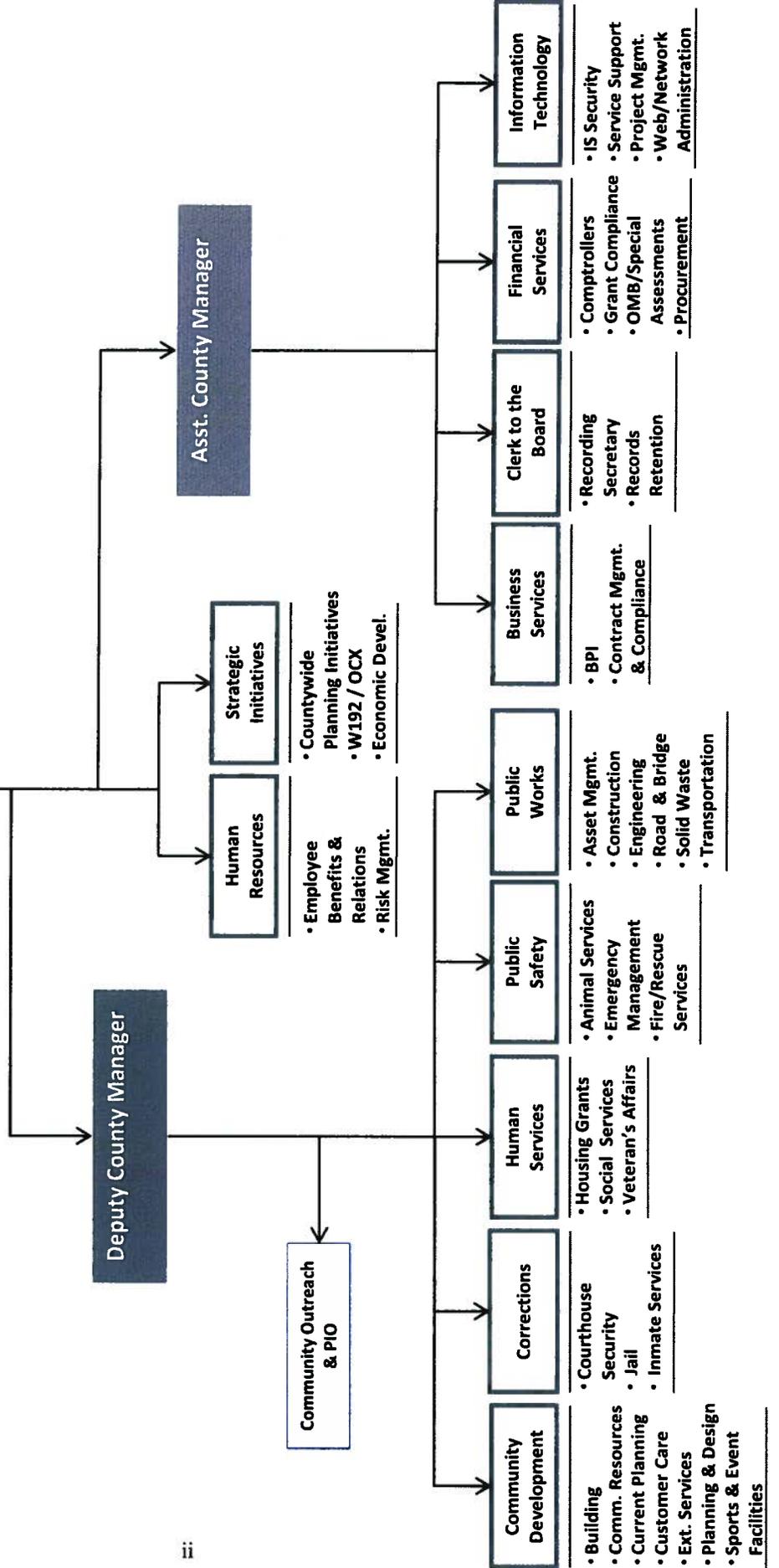
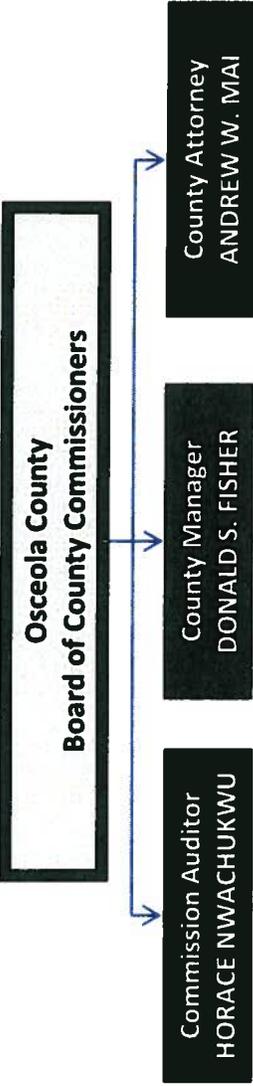
**County Attorney**  
Andrew W. Mai

**Commission Auditor**  
Horace Nwachukwu

# Osceola County Citizens



**CONSTITUTIONALS / ELECTED OFFICIALS:**  
 Clerk of Court  
 Public Defender  
 Property Appraiser  
 State's Attorney  
 Sheriff  
 Supervisor of Elections  
 Tax Collector





Government Finance Officers Association

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

Presented to

**Osceola County  
Florida**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**September 30, 2013**

Executive Director/CEO

**OSCEOLA COUNTY, FLORIDA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014**

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March 13, 2015

To the Honorable Board of County Commissioners and Citizens of Osceola County,  
Florida:

The Comprehensive Annual Financial Report (CAFR) of Osceola County, Florida, for the fiscal year ended September 30, 2014, is hereby submitted. Chapter 218.32 of the Florida Statutes requires that each local government entity that is required to provide for an audit in accordance with Chapter 218.39 must submit an annual financial report with the audit report no later than nine months after the end of the fiscal year. This report has been prepared to meet this requirement.

In addition to meeting the requirements set forth in the state statutes, the audit was designed to meet the requirements of the *Government Auditing Standards*, the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* (single audit), and the Rules of the Auditor General, Chapter 10.550.

The Office of the Comptroller prepared this report and is responsible for both the accuracy of the presented data, and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the information presented herein is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the County. All disclosures necessary to enable the reader to gain an understanding of the financial activities of Osceola County have been included.

County Management is responsible for establishing and maintaining an internal control system designed to provide reasonable, but not absolute, assurance that County assets are protected from loss, theft or misuse and to ensure that sufficient reliable accounting data is compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The concept of reasonable assurances recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits require estimates and judgments by management. We believe that the County's internal controls adequately safeguard assets and provide reasonable assurance of properly recorded financial transactions.

As a recipient of federal and state financial assistance, the County is also responsible for ensuring the internal control system provides compliance with applicable laws and regulations related to those programs. As part of the County's Single Audit, tests are made to determine the adequacy of the internal control system, including that portion related to federal and state financial assistance programs, compliance with applicable laws and regulations. The results of the County's Single Audit for the fiscal year ended September 30, 2014, provided *no instances of material weaknesses* in internal control system or significant violations of applicable laws and regulations.

Moore Stephens Lovelace, P.A., Certified Accountants, have issued an *unmodified ("clean") opinion* on the Osceola County, Florida, financial statements for the fiscal year ended September 20, 2014. The independent auditors' reports related specifically to *Governmental Auditing Standards* and the Single Audit are included in the Compliance Section. Governmental accounting and auditing principles require that a

**BOARD  
OF  
COUNTY  
COMMISSIONERS**

**District I  
Michael E. Harford**

**District II  
Viviana Janer  
Vice-Chairman**

**District III  
Brandon Arrington  
Chairman**

**District IV  
Cheryl Grieb**

**District V  
Fred Hawkins, Jr.**

**Osceola  
County**

Comptroller's Office  
1 Courthouse Square  
Suite 2100  
Kissimmee, FL 34741-5488  
(407) 742-1700 Fax (407) 742-1750

Management Discussion and Analysis (MD&A) accompany the basic financial statements. The MD&A provides a narrative introduction, overview and analysis of the financial statements. This transmittal letter is designed to complement the MD&A and should be read in conjunction with it. The MD&A follows the Independent Auditors' Report.

### **GOVERNMENT STRUCTURE AND RELATED UNITS:**

Osceola County is a political subdivision of the State of Florida with two incorporated municipalities, Kissimmee and St. Cloud. The County operates under a Home Rule Charter enacted by the voters by referendum in March of 1992. Charter powers address self-government and connate conflict with general law or special law approved by the voters. The established body of the County is the Board of County Commissioners ("the Board"), which consists of five county commissioners, elected from single member districts to staggered four-year terms. Each Board member must meet residency requirements. The Osceola County estimated 2014 population is 295, 553 representing an increase of 7,192 residents over the 2013 estimated population. In 2014 the City of Kissimmee population increased by 703 residents to 64,365 and the City of St. Cloud population increased by 800 residents to 39,674.

The County provides its citizens with a wide range of services that include law enforcement, corrections facilities, civil and criminal justice, fire and emergency management services, health and social services, housing assistance, animal services, library and cultural services, parks and recreation operations, environmental regulation and protection, road, bridge and drainage maintenance and construction, and other general and administrative support services. Many services are provided countywide, while others are focused primarily in the unincorporated areas.

In addition to the Board, there are five constitutional officers, each separately elected to four-year terms that perform specific designated governmental functions. The Constitutional Officers are: the Clerk of the Circuit Court, Sheriff, Tax Collector, Property Appraiser and Supervisor of Elections. The Board exercises a varying degree of budgetary control, but not administrative control, over the activities of the constitutional officers. During fiscal year 2013-2014, the Property Appraiser, Sheriff and Supervisor of Elections each operated their respective offices as budget officers with funding provided by the Board in the form of operating subsidies. In return, each budget officer is responsible for the collection of revenues within their jurisdictional area, and for the subsequent remittance of such collections to the Board. The Tax Collector operates the office as a fee officer. Fee officers are authorized to retain revenues generated within their offices for the purpose of defraying the cost of operation. The Clerk of the Circuit Court operates a portion of the office as a budget officer, with the remainder being operated as a fee officer.

Pursuant to the County Charter, those duties normally assigned to the Clerk of the Circuit Court, as set forth in the Florida Constitution, to serve as Clerk of the Board, County Auditor, Accountant and Custodian of County funds have been transferred to Board's Charter Officers. With the exception of the County Auditor, these duties have been assigned to the County Manager. The Office of the Commission Auditor performs the duties traditionally associated with the internal audit function of the County Auditor including financial, compliance and operational/performance audits of the Board and outside organizations receiving funding from the Board. This offers the capability for greater access and closer scrutiny than the external audit process. Their efforts assist the external auditors in their audit of the County's financial statements.

This report contains all of the funds of Osceola County, Florida, as well as component units required to be included pursuant to the provisions of the Governmental Accounting Standards Board (GASB) Statement 61. An amendment of GASB Statements 14 and 34, Statement 61 defines the Financial Reporting Entity as a) the primary government, b) organizations for which the primary government is financially accountable and c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. As a result of these criteria, this

CAFR includes the funds of the primary government (the Board of County Commissioners, the Clerk of the Circuit Court, the Sheriff, the Tax Collector, the Property Appraiser and Supervisor of Elections), as well as the following dependent authorities and districts which are included as blended component units of the County:

- Osceola County Library District
- Osceola County Water Districts, 1, 2, 3, 4 & 5
- East U.S. 192 Community Redevelopment Agency
- West 192 Development Authority

In addition, the following organizations are included within the financial statements of the County as discretely presented component units:

- Osceola County Housing and Finance Authority
- Osceola County Health Facilities Authority

### **COUNTY BUDGET FUNCTIONS:**

The County adopts annual budgets for all Governmental and Business-Type Funds. Although Florida Law requires the adoption of annual budgets, the County develops a planned budget for an additional year. While only the first year is formally adopted in accordance with State Statutes, the planned year serves as the framework for the development of the next year's budget. The County also annually adopts a multi-year Capital Improvement Program. Proposed projects are prioritized and available funds are allocated accordingly.

Budgetary control (i.e. the level at which expenditures cannot legally exceed the appropriated amount and the level at which management cannot overspend the budget without the approval of the Board) is established at the fund level, pursuant to Section 129.07, Florida Statutes. The County's Budget Policy including supplements, incorporated into Chapter 4 of the Administrative Code, was updated and approved by the Board of County Commissioners in September 2011.

Budgets are prepared on a program basis, utilizing a modified zero-based budgeting approach. Budgetary requests are evaluated with the prior years' actual expenditures in relation to strategic plan priorities, not based on incremental increases. For fiscal year 2014 the County saw much greater economic improvements as opposed to prior years with stability in some revenue sources.

### **FINANCIAL CONDITION OF THE COUNTY:**

Osceola County, Florida is an area alive with change and development. It is a place that remembers and honors its past, while looking to the future. At the same time the County continues to move forward with a number of innovations that will assist our citizens.

The County's economy is directly linked to Central Florida's tourism. Walt Disney World's main entrance is located in Osceola County and Disney retains its status as the region's largest employer. The County's unemployment rate for September 2014 was at 6.4%, a decrease of .70% from the previous year. Although the economy of Osceola County is somewhat diversified, the service sector still represents the single largest employment sector; accounting for 41,873 jobs or 51.98% of total employment in the County.

Based on statistics compiled for the second quarter of 2014, by the Florida Agency for Workforce Innovation, Osceola County employment by standard industry title was as follows:

**Osceola County Employment**

<u>Standard Industry Title</u>	<u>Total Jobs</u>	<u>Percentage of Total Jobs</u>
Agriculture, Forestry and Fishery	269	0.33%
Construction	4,213	5.23%
Manufacturing	1,289	1.60%
Transportation, Communications and Utilities	1,162	1.44%
Wholesale Trade	1,942	2.41%
Retail Trade	13,441	16.68%
Finance, Insurance and Real Estate	4,275	5.31%
Services	41,873	51.98%
Other	82	0.10%
Federal Government	358	0.44%
State Government	813	1.01%
Local Government	<u>10,841</u>	<u>13.46%</u>
	<u>80,558</u>	<u>100.00%</u>

With 80,558 jobs within the County, Osceola County is looking to guide its growth toward the areas of high wage job creation in underutilized employment sectors. It is also actively committed to recruiting new businesses as well as assisting targeted existing industries in their expansion and growth needs. The County and its partners, the University of Central Florida, the City of Kissimmee, and the City of St. Cloud, continued successful incubation programs in St. Cloud and Kissimmee.

**LONG-TERM FINANCIAL PLANNING:**

Osceola County is collaborating with University of Central Florida, University of Florida, University of South Florida, Florida International University, Florida Polytechnic University, and Florida’s High Tech Corridor Council to build the Florida Advanced Manufacturing Research Center (FAMRC). The goal is to create the world’s first industry-led consortium in advanced manufacturing of smart sensors. FAMRC will provide the foundation for a global center of excellence in smart sensor research development and will focus on next-generation advanced manufacturing technology.

The facility, a 100,000-square-foot, two-story, state-of-art R&D lab facility will leverage and compliment advanced semiconductor research accomplishments to date, initially focusing on the development of sensors used to drive commercialization of next-generation universal smart sensors and advanced photonics devices. A not-for-profit consortium that has been established to bring together industry, government, universities/college and suppliers to focus on advancing research, development, commercialization and manufacturing of smart sensor technologies. It will focus on new business incubation, manufacturability enhancement programs, and coordinating business and economic development with the goal of generating unprecedented growth in partner company revenues and high tech job creation in Florida. Located in and responsible for managing FAMRC, the consortium will focus the advanced technology commercialization in the following four program areas:

- Advanced Energy
- Advanced Materials and Manufacturing
- Manufacturing Competitiveness
- International Emerging Technologies

Based on an independent study conducted by Arduin Associates, ICAMR will create 20,000 high-tech manufacturing and research jobs in 10 years. High Tech earnings will increase \$400 million.

### **MAJOR INITIATIVES AND HIGHLIGHTS OF FISCAL YEAR 2013-14:**

While the County had many accomplishments to report during fiscal year 2013-14, some of the more significant items were:

#### ***Capital Projects***

- Development of a Stormwater Management Master Plan (SWMMP) for the Shingle Creek Basin to identify and prioritize stormwater needs in the project area
- Construction has begun to widen a portion of Poinciana Boulevard from two lanes to four lanes in an effort to alleviate traffic and make the road safer for motorists, cyclists, and pedestrians.
- Resurfacing of approximately 41.74 lane miles of paved roadways providing a safe passageway for citizens and visitors of Osceola County and extending the life of existing roadway infrastructure Construction of the Osceola Parkway Phase II
- Wall replacement in Buenaventura Lakes
- Ground-breaking of Poinciana Parkway which will plug thousands of Poinciana residents into Central Florida's regional transportation network
- Osceola County Amateur Radio Emergency Services (ARES) trained and certified 26 volunteers to serve the community during emergency/disaster situations
- Purchase of two new fire engines to service the county and increase the safety of the citizens of Osceola County
- Grand opening of Marydia Community Center---an investment in the community, located at 707 Sawdust Trail, will offer vocational, occupational, and educational programs for residents

#### ***Services***

- Launch of the TREATS (Training and Rescuing Eagerly Adoptable and Talented Shelterdogs) program to train animal shelter dogs which increase the chances of adoptions while simultaneously teaching residents of the Transition House respect and compassion to better navigate into mainstream society
- Commitment of \$1.2 million over the next four years to expand STEM (science, technology, engineering, and mathematics) programs in middle schools throughout the county to prepare students for the global workforce, attract business, higher-paying jobs, and grow the economy
- Assisting the Osceola County School District with the opening of new campuses for technical and adult education in Poinciana and St. Cloud to provide residents convenience of attending classes closer to home
- Opening of Sand Lake Road Station to offer commute by SunRail which citizens can begin utilizing by taking advantage of the Lynx's Kissimmee Downtown Xpress 208 from Downtown Kissimmee
- Opening of Scotty's Cove Conservation Area, an official canoe/kayak stop on the Shingle Creek Paddling Trail which marks the beginning of the Everglades system and the county's Regional Park and offers such amenities as a children's play area, two picnic pavilions, an open-air classroom, a walking/exercise trail and benches to enjoy the scenery
- New health center, The Center for Women and Family Health at Stadium Place, opened to provide greater health care access to maternity and women's health services for Osceola County residents
- Re-opening of a new and improved Shelby Cox Memorial Park with an expansion and replacement of sunscreen over play area, newly added barbeque, two picnic tables, and water fountain which improved the usability of the park by residents

- Opening of a permanent new community health center to include such services as adult and pediatric primary care, family planning, laboratory and dental to serve the residents of Intercession City, Campbell City and the surrounding communities
- Osceola County Veterans' Stand Down, a nationwide effort to provide services to homeless veterans by assisting veterans with food, shelter, clothing, health screenings, counseling, and referrals to a variety of other necessary services, such as housing, employment and substance abuse treatment
- Treatment of 1,350 of East Lake Tohopekaliga acres to enable navigation access - which will encourage recreational uses that contribute to the economic success of local businesses and help Osceola County's economic and recreational pursuits
- Twin Oaks 399-acre Conservation Area opened and offers a vast area for horseback riding, hiking, paddling and other activities, as well as a great view of Lake Tohopekaliga in honor of "Heroes and Horses," valiant veterans who have given so much to our country
- Re-opening of Steffee Landing now offers enhanced usability of the facility while maintaining its historical essence by making available an area for biking, canoeing, kayaking and paddle boarding

#### ***Other***

- "MyOsceola" smartphone application with Live Chat feature officially launched allowing citizens to connect and interact with their local government through multiple platforms – computers, tablets and smartphones
- Refinancing of \$83.5 million of bonds associated with existing Osceola Parkway freed up \$3.43 million of gas money that can be used on other projects. The savings are realized because of the reduction of interest rate from 5 percent to about 2.25 percent.
- Osceola County received the Commissioner's Business Recognition Award from the Osceola School District for its investment and commitment to fund an expansion of science, technology, engineering, and mathematics (STEM) programs

#### **RELEVANT FINANCIAL POLICIES:**

##### ***Cash Management***

Cash management is handled independently by each constitutional officer. With respect to the Board of County Commissioners, the Office of the Comptroller invests and disburses funds on their behalf as required by law, and applicable management directives, including the County's Finance Policy. The policy stresses safety of capital as the highest priority. Investment types were relatively conservative in nature and included demand deposits, money market accounts, local government external investment pools and federal instrumentalities.

The portfolio earned \$2,805,378 for a 0.684 % total return for the year. The higher earnings reflect the overall improvement of market conditions. Additional information of the County's investments can be found in Note 2 in the Notes to Financial Statements.

##### ***Risk Management***

Risk management is the process of managing the County's activities in order to minimize the potential adverse effects of certain types of losses. The main elements of the risk management program are risk control (loss reduction) and risk financing (restoration of the economic damages of losses incurred).

The County retains a certain amount of risk while seeking insurance coverage in excess of these amounts. The County remains self-insured for Workers Compensation up to \$750,000, for Health up to \$250,000 and for Dental insurance. Commercial insurance is purchased for all other risks, including property and casualty, general liability and automobile liability, with the County retaining risk in amounts ranging from \$1,000 to \$100,000 per occurrence.

**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 Osceola County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2013. This was the 24<sup>th</sup> consecutive year that Osceola County has achieved this prestigious award. To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR). This report must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Your elected County officials and their staffs are dedicated to providing responsive, efficient service to the citizens of Osceola County. The financial results of one year of those efforts are shown in this report. We extend our appreciation to the Constitutional Officers, the County Commissioners and their respective staffs for their assistance and cooperation throughout the year. Additionally, we appreciate the diligence of the accounting firm of Moore Stephens Lovelace, P.A. for all their helpful comments and advice on this report. Finally, we would like to express our appreciation to the staff of the Office of the Comptroller for their dedication and hard work in the completion of this report.

Respectfully Submitted,



Donald S. Fisher  
County Manager



Michael L. Kurek, CPA, CFE  
Comptroller

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**INDEPENDENT  
AUDITORS'  
REPORT**



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITOR'S REPORT

Honorable Board of County Commissioners  
Osceola County, Florida

### Report on the Financial Statements

We have audited the accompanying financial statements of governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Osceola County, Florida (the "County") as of and for the year ended September 30, 2014, 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 County'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 County'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 activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of September 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the general fund and each major special revenue fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

**INDEPENDENT AUDITOR'S REPORT**  
*(Concluded)*

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedules of Funding Progress and Employer Contributions – Other Postemployment Benefits Plan, 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 non-major fund financial statements and schedules, and 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 non-major fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements and schedules are fairly stated, in all material respects, in relation to the financial statements as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated March 13, 2015, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**

Certified Public Accountants

Orlando, Florida

March 13, 2015

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# **MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The County's Management's Discussion and Analysis (MD&A) presents an overview of the County's financial activities for the fiscal year ended September 30, 2014. The County's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section. Additional information is available in the transmittal letter that precedes the MD&A.

### ***Financial Highlights***

#### ***Government-wide Statements***

Osceola County's assets exceeded its liabilities and deferred inflows at September 30, 2014 by \$1,205.8 MM (*net position*). Of this amount, \$121.1 MM may be used to meet the government's ongoing obligations to citizens and creditors. The County's total assets at September 30, 2014, were \$1,877.6 MM. The County's total liabilities at September 30, 2014, were \$668.9 MM.

Total *net* position is comprised of the following:

- 1) Net Investment in Capital Assets of \$846.3 MM. This includes land, buildings, improvements other than buildings, vehicles, equipment, construction in-progress, intangibles, and infrastructure, net of accumulated depreciation, and reduced for outstanding debt related to the purchase and construction of those capital assets.
- 2) Net position of \$238.4 MM are restricted by constraints imposed from outside the County, such as debt covenants, grantors, laws or regulations.
- 3) Governmental unrestricted net position of \$106.8 MM represents the portion available to maintain the County's continuing obligations to citizens and creditors. Business-type unrestricted net position was \$14.4 MM.

The County's total *net* position increased \$53.5 MM in fiscal year ending September 30, 2014, with an increase of \$48.9 resulting from governmental activities and \$4.6 MM resulting from business-type activities. The increase in business activities results primarily from an increase in toll revenue and a decrease of operational expenses. The increase in the governmental activities resulted primarily from an increase in intergovernmental revenue, service charges, and miscellaneous revenue, and a decrease in expenditures for general government, economic environment, culture and recreation, and human services.

Total assets are comprised of the following:

- 1) Capital assets, net of accumulated depreciation, of \$1,330.7 MM. This includes land, buildings, improvements other than buildings, vehicles, equipment, construction in-progress, intangibles and infrastructure.
- 2) Current assets and non-current restricted assets (excluding capital assets) of \$547.0 MM.
- 3) The restricted assets of \$3.7 MM include cash and equivalents restricted by constraints imposed from outside the County such as debt covenants, grantors laws or regulations.

The County's total assets increased \$96.4 MM over the previous year, with an increase of \$31.0 MM in governmental and an increase of \$65.4 MM resulting from business-type activities. The increase in total assets in governmental activities resulted primarily from the additions to capital assets of \$30.6 of right of way donated to the County. The increase in business-type activities resulted primarily from an increase in the accounts receivable to Osceola Expressway Authority for a bond issue by the County on their behalf.

Total liabilities are comprised of the following:

- 1) Current liabilities of \$58.4 MM, of which \$20.8 MM is the current portion of outstanding bonded debt.
- 2) Non-current liabilities of \$668.9 MM, of which \$546.0 MM is the long-term portion of outstanding bonded debt.

The County's total liabilities increased by \$39.9 MM over the previous year, with a decrease of \$18.0 MM resulting from governmental activities and an increase of \$57.9 MM resulting from business-type activities. The decrease from governmental activities resulted primarily from scheduled payments of long term liabilities. The increase in business-type activities resulted primarily from the issues of the Poinciana Parkway Revenue Bond, Series 2014,

and the Osceola Parkway Refunding Bond, Series 2014. Information about these obligations can be found in the Notes to the Financial Statements, Note 9, Long Term Liabilities.

### ***Fund Statements***

At September 30, 2014, the County's governmental funds reported combined ending fund balances of \$396.3 MM, a decrease of \$17.9 MM in comparison with the prior fiscal year.

At September 30, 2014, unrestricted fund balance for the General Fund was \$78.1 MM or 41.2 % of General Fund operating revenue. Unrestricted fund balance includes committed, assigned, and unassigned fund balances.

Governmental funds revenues increased by \$22.4 MM or 6.5% compared to the prior fiscal year. The increase in governmental funds revenues resulted primarily from an increase in ad valorem taxes, sales taxes, intergovernmental revenues and miscellaneous revenues, due primarily to a modest increase in the economy. Other revenue categories had no significant changes.

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

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

### ***Government-Wide Financial Statements***

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

The *statement of net position* presents information on all of the County's assets less liabilities plus deferred inflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during fiscal year 2014. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes; accrued liabilities).

These financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include General Government, Public Safety, Physical Environment, Transportation, Economic Environment, Human Services, Culture/Recreation, and Court Related. The business-type activities of the County include Environmental Services (Landfill) and the Osceola Parkway.

### ***Fund Financial Statements***

A fund is a grouping of related accounts that is used to account for 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 generally accepted accounting principles and with finance-related legal requirements. All County 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 a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the *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 reconciliations to facilitate this comparison between *governmental funds* and *governmental activities*.

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, Tourist Development Council Fund, Countywide Fire District, and General Capital Outlay Fund which are considered to be major funds. The General Fund is the operating fund of the County, and includes the operating funds of the constitutional officers of the County. Data from other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the supplementary information section of this report.

### ***Proprietary Funds***

The County maintains two different types of proprietary funds. *Enterprise funds* are used to report business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the fiscal activities relating to Environmental Services (Landfill) and the Osceola Parkway. *Internal Service funds* are used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its Workers' Compensation Self-Insurance, Property and Casualty Insurance, Dental Self-Insurance, Health Self-Insurance, Disability and Life Insurance and Fleet Management. Since these services predominantly benefit governmental rather than business-type functions, they have been included within the government-wide financial statements as governmental activities.

### ***Fiduciary Funds***

Fiduciary funds are used to account for resources held for the benefit of outside parties. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. At the end of fiscal year 2014, the County's fiduciary funds consisted only of several agency funds.

### ***Notes to the Financial Statements***

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

***Government-wide Financial Analysis*** Net position may serve as a useful indicator of a government's financial position over time. In the case of the County, assets exceeded liabilities and deferred inflows by \$1,205.8 MM at the close of the fiscal year ended September 30, 2014. In addition to liabilities, the statement of net position includes a separate section for deferred inflows of resources in accordance with GASB No. 65. This represents an acquisition of net position by the government that is applicable to a future reporting period. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available. For the County, only one type of item qualifies for reporting in this category. It is the deferred credit on the issuance of the Transportation Improvement Refunding Bonds, Series 2014, reported in the proprietary and the government-wide statement of net position. At the end of fiscal year 2014, the County is able to report positive balances in net position for the government as a whole and separately for its governmental and business-type activities.

The largest portion of the County's net position (\$846.2 MM or 70.2%) reflects its investment in capital assets, less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to its citizens. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot generate funds to liquidate these liabilities.

An additional portion of the County's net position (\$238.4.0 MM or 19.8.0%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$121.1 MM or 10.0%) may be used to meet the government's ongoing obligations to citizens and creditors.

**Governmental Activities**

The County's total net position increased by \$53.5 MM in fiscal year ending September 30, 2014, with \$48.9 MM of the increase resulting from governmental activities. The increase was primarily due to increase in ad-valorem taxes, intergovernmental revenue, service charges, and miscellaneous revenues, and cost-cutting measures in general government, economic environment, culture and recreation, and human services expenditures.

**Business-type Activities**

Business-type activities increased the County's net position by \$4.6 MM, resulting primarily from an increase in toll revenues and a decrease in operational expenditures.

**Fund Financial Analysis**

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

**Osceola County, Florida  
Net Position  
(in millions)**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>
Current and Other Assets	\$ 442.0	\$ 278.8	\$103.2	\$ 31.5	\$ 545.2	\$ 310.3
Noncurrent Assets	1,225.7	1,357.9	106.7	113.0	1,332.4	1,470.9
Total Assets	<u>1,667.7</u>	<u>1,636.7</u>	<u>209.9</u>	<u>144.5</u>	<u>1,877.6</u>	<u>1,781.2</u>
Current Liabilities	53.4	56.1	5.0	9.7	58.4	65.8
Noncurrent Liabilities	449.4	464.7	161.1	98.5	610.5	563.2
Total Liabilities	<u>502.8</u>	<u>520.8</u>	<u>166.1</u>	<u>108.2</u>	<u>668.9</u>	<u>629.0</u>
Deferred Inflows of Resources						
Deferred Credit-Refunding Bonds	-	-	2.9	-	2.9	-
Net Position						
Net Investment in Capital Assets	821.4	794.8	24.8	16.3	846.2	811.1
Restricted for						
General Government	73.2	6.0	-	-	73.2	6.0
Public Safety	11.8	10.0	-	-	11.8	10.0
Physical Environment	2.2	0.1	-	-	2.2	0.1
Transportation	8.4	5.3	1.7	6.1	10.1	11.4
Economic Environment	17.8	16.3	-	-	17.8	16.3
Human Services	0.8	0.7	-	-	0.8	0.7
Culture and Recreation	13.2	85.9	-	-	13.2	85.9
Court Related	15.9	11.4	-	-	15.9	11.4
Debt Service	44.9	34.9	-	-	44.9	34.9
Capital Projects	48.5	9.4	-	-	48.5	9.4
Unrestricted	106.8	141.1	14.4	13.9	121.2	155.0
Total Net Position	<u>\$ 1,164.9</u>	<u>\$ 1,115.9</u>	<u>\$ 40.9</u>	<u>\$ 36.3</u>	<u>\$ 1,205.8</u>	<u>\$ 1,152.2</u>

**Osceola County, Florida**  
**Change in Net Position**  
(in millions)

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
<b>Revenues:</b>						
<b>Program Revenues:</b>						
Charges for Services	\$ 65.6	\$ 61.5	\$ 33.3	\$ 29.1	\$ 98.9	\$ 90.60
Operating Grants and Contributions	27.4	27.3	-	-	27.4	27.3
Capital Grants and Contributions	39.2	9.3	-	-	39.2	9.3
Property Taxes	133.3	128.6	-	-	133.3	128.6
Sales Taxes	41.5	38.4	-	-	41.5	38.4
Gas Taxes	14.0	13.9	-	-	14.0	13.9
Public Service Taxes	12.7	11.8	-	-	12.7	11.8
Communication Service Taxes	6.1	6.1	-	-	6.1	6.1
Resort Taxes	40.6	37.7	-	-	40.6	37.7
State Revenue Sharing	6.2	5.7	-	-	6.2	5.7
Interest Earnings	3.2	0.6	-	-	3.2	0.6
Miscellaneous	8.0	4.2	-	-	8.0	4.2
Total Revenues	397.8	345.1	33.3	29.1	431.1	374.2
<b>Expenses:</b>						
General Government	46.6	50.1	-	-	46.6	50.1
Public Safety	146.1	136.0	-	-	146.1	136.0
Physical Environment	4.1	2.0	-	-	4.1	2.0
Transportation	29.6	31.0	-	-	29.6	31.0
Economic Environment	32.3	28.1	-	-	32.3	28.1
Human Services	16.0	13.5	-	-	16.0	13.5
Culture and Recreation	24.8	20.4	-	-	24.8	20.4
Court Related	21.0	19.5	-	-	21.0	19.5
Interest and Fiscal Charges	20.0	26.9	-	-	20.0	26.9
Environmental Services	-	-	12.8	2.8	12.8	2.8
Parkway	-	-	24.3	9.8	24.3	9.8
Total Expenses	340.5	327.5	37.1	12.6	377.6	340.1
Excess in Net Position before Transfers	57.3	17.6	(3.8)	16.5	53.5	34.1
Transfers	(8.4)	8.4	8.4	(8.4)	-	-
Change in Net Position	\$ 48.9	\$ 26.0	\$ 4.6	\$ 8.1	\$ 53.5	\$ 34.1

**Governmental Funds**

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

As of the end of fiscal year 2014, the County's governmental funds reported combined ending fund balances of \$396.3 MM, a decrease of \$17.8 MM in comparison with the prior year. Based on GASB 54 fund balance is reported in five different categories, nonspendable, restricted, committed, assigned or unassigned. The total of the last three categories, which include only resources without a constraint on spending or for which the constraint on spending is imposed by the government itself, is termed unrestricted fund balance. Of the \$396.3 MM total fund balance, *unrestricted fund balance* is \$148.9 MM, and \$247.4 MM is restricted for specific purposes.

## ***Major Funds***

The General Fund, Tourist Development Council, Countywide Fire District, and General Capital Outlay are reported as major funds. The General Fund is the chief operating fund of the County which includes the operating funds of the constitutional officers of the County. The total fund balance in the general fund was \$80.8 MM, of which \$78.1 MM was unrestricted. The cash and cash equivalents balance at the end of the year was \$81.8 MM. The General Fund fund balance increased by \$4.6 MM from the previous year. This increase resulted primarily from increases in revenues in ad-valorem taxes, service charges, intergovernmental revenue, and miscellaneous revenues, and a decreased in expenditures in general government, economic environment, culture and recreation, and human services. As a measure of the General Fund's liquidity, it may be useful to compare both unrestricted fund balance and total fund balance to total fund revenues. Unrestricted fund balance represents 41.2 % of total General Fund operating revenue, while total fund balance represents 42.6% of that same amount. The GFOA's Best Practices recommends, at a minimum, that general-purpose governments, regardless of size, maintain unrestricted fund balance in their general fund of no less than two months of regular general fund operating revenues or regular general fund operating expenditures.

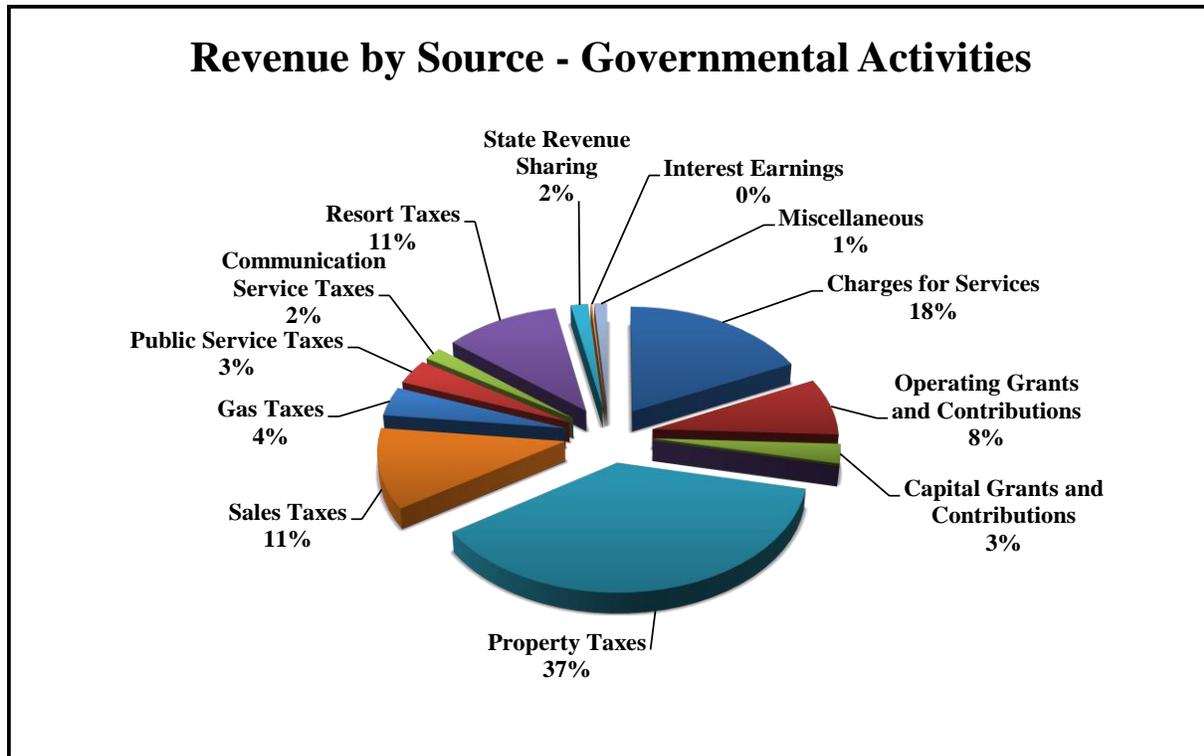
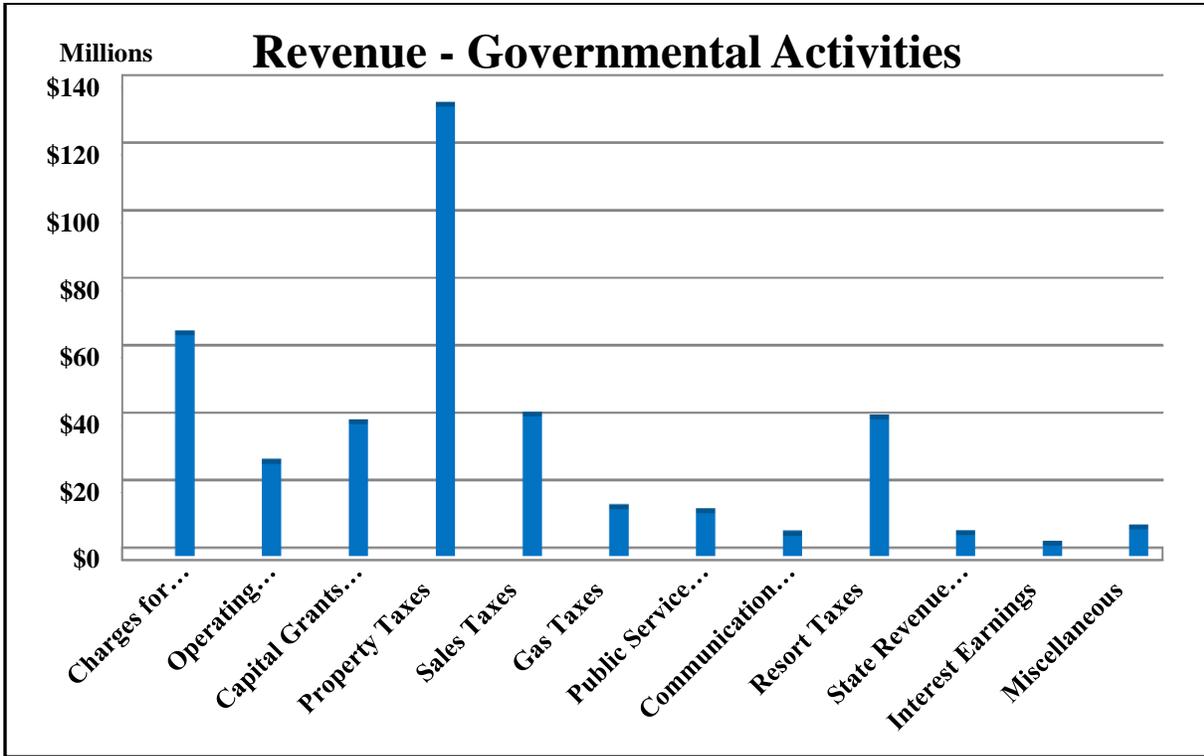
The Tourist Development Council fund provides funding for tourist development, major parks and the stadium. The principal funding source comes from the 6% Tourist Development Tax, which is used according to Florida Statutes, Section 125-0104. This tax is a levy on hotel rooms and other temporary lodging. This fund had a total combined fund balance as of September 30, 2014, of \$89.04 MM.

The Countywide Fire District was created in fiscal year ended September 30, 1990, as a means of providing fire protection service to the unincorporated areas of Osceola County. Its primary funding is provided by a special assessment and ad valorem taxes paid by property owners in the unincorporated area. As of September 30, 2014, the fund had a total fund balance of \$20.5 MM. The net increase in fund balance from operations during this year was \$6.9 MM, which was due primarily to collection of higher charges for services and a reduction in operating expenditures.

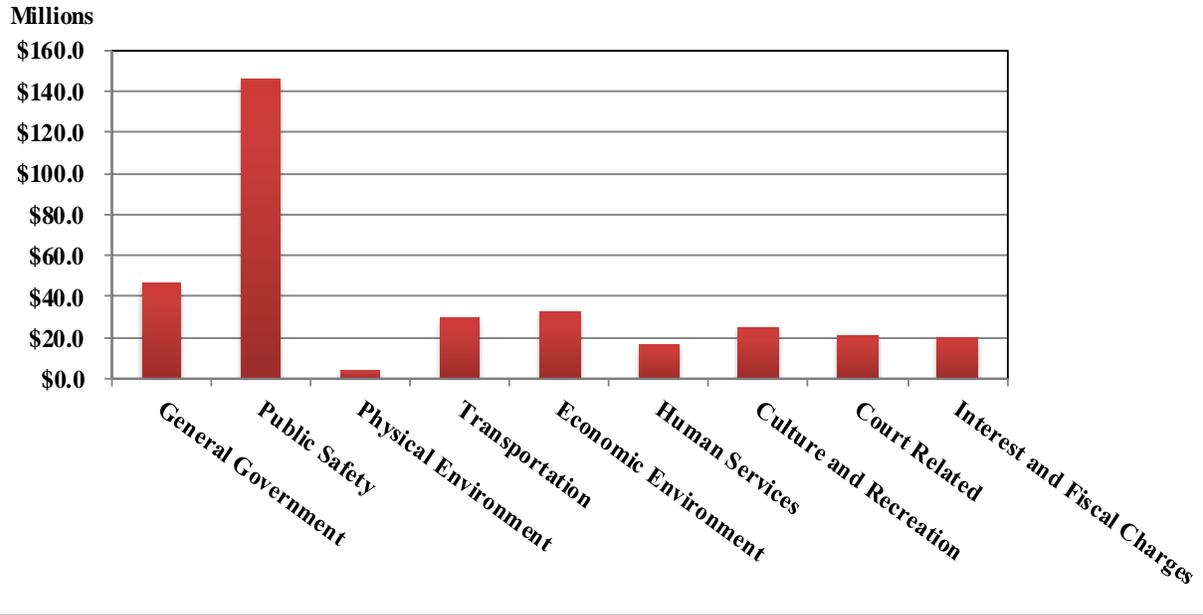
The General Capital Outlay Fund accounts for general capital projects in Osceola County. The primary source of revenue is transfers from General Fund and other governmental funds. This fund had a total fund balance as of September 30, 2014, of \$44.0 MM. The net decrease of \$0.1 MM in fund balance was the result of a transfer out to fund the Poinciana Parkway project.

## ***Proprietary Funds***

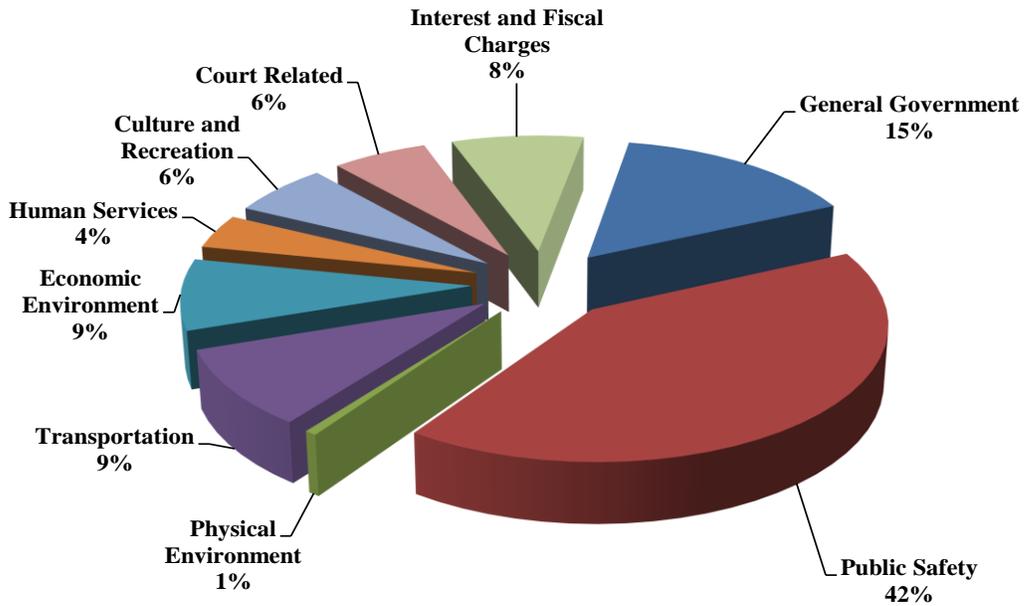
The County's proprietary fund statements provide the same type of information found in the government-wide financial statements but in more detail. Total assets of the enterprise funds as of September 30, 2014, were \$209.9 MM, deferred inflows were \$2.9, total liabilities were \$166.1 MM, and net position was \$40.9 MM. The Environmental Services (Landfill), the Toll Road fund, are reported as major funds. The Environmental Services (Landfill) Fund is used to account for the operation of the County's off-site collection centers and closure of the County's landfills. It operates like a business where the rates established by the County generate sufficient funds to pay the costs of current operations and provide for long-term closure care. As required by the Florida Department of Environmental Protection, the County has recorded a \$13.4 MM liability for landfill closure of which \$1.0 MM was recorded as due within one year. The Toll Roads fund includes Osceola Parkway Toll fund and the Poinciana Parkway Toll fund. The Osceola Parkway Toll fund was established to account for the operations and maintenance of the Osceola Parkway road, a county-owned toll road. The Poinciana Parkway Toll fund which was established to accounts for the operations and maintenance of the Poinciana Parkway toll road, this project has not been completed as of September 30, 2014.



## Expenditures - Governmental Activities



## Expenditures - Governmental Activities



### ***General Fund Budgetary Highlights***

The difference between the General Fund's original budgeted and final amended budgeted fund balances was a decrease of \$11.6 MM that was caused by the following amendments:

- Increase in intergovernmental revenues of \$.05 MM, resulted from budget amendments to adjust funding of several transportation and public safety grants.
- Increase in miscellaneous revenues of \$.35 MM, resulted from expected reimbursements of expenditures
- Increase in public safety expenditures of \$1.4 MM, required to adjust personal services, and medical expenditures in the Correction facility.
- Increase in transportation expenditures of \$5.9 MM, resulted primarily from an appropriation of \$4.6 MM from the reserves for capital undesignated to fund the Poinciana Boulevard Phase III, and the adjustment of carry forward balances for several road projects.
- Increase in transfers in of \$.8 MM, resulted primarily from increase in transfer to general fund from the capital outlay fund to cover expenditures related to the Florida Manufacturing Research Center.
- Increase in transfer out of \$5.2 MM, resulted from increase in transfers out in the Capital Improvement Revenue Fund of \$2.3 MM to the Road Impact Fee Fund for Osceola Parkway Phase II, and other transfers to fund the Children's Advocacy Center, the Florida Manufacturing Research Center, and to increase budget for the Fire Assessment subsidy .

The following is a review of significant differences between the final amended budget for the general fund and actual amounts.

- The decrease of \$4.5 MM in taxes resulted primarily from the actual collection of the ad valorem taxes during this fiscal year. As of September 30, 2014, the amount of ad valorem tax collected was 97% of the total tax levied.
- The increase of \$2.8 MM in intergovernmental revenue resulted from an increase in the collection of the State Share Revenues of \$.6 MM.. Also include an increase in collections of the Local Government Half-Cent Sales Taxes of \$.5 MM, \$1.2 MM collected from the State at the Clerk of the Court, and \$.5 MM in grants for public safety at the Sheriff's Office.
- An increase in service charges revenue of \$2.1 MM, resulted primarily from additional amount of \$1 MM collected at the Clerk of the Court for recording fees, and other fees, and \$1 MM in service charges collected at the Sheriff's Office.
- An increase of \$3.9 MM in miscellaneous revenue resulted primarily from a reimbursement by the Clerk of the Court of a prior year expenditure of \$2.9 MM, \$.6 MM from miscellaneous revenues not budgeted at the Sheriff's Office, and some other unbudgeted reimbursements.
- A decrease of \$6.7 MM in general government expenditures resulted primarily from strategic cost-cutting measures implemented by management, reducing salaries, professional services, communication services, repairs and maintenance, operating supplies and other current charges.
- A decrease of \$1.9 in economic environment expenditures resulted from expenditures budgeted but not expensed as of September 30, 2014. This amount includes \$1.1 in incentives for the STEM program, and the UCF-St. Cloud Incubator program.
- A decrease of \$1.6 MM in human services expenditures resulted primarily for lower expenditures for HCRA (Health Care Responsibility Act) than budgeted in the amount of \$1.1 MM, and other decrease in expenditures for professional services, and aids to private organizations.
- A decrease in culture and recreation expenditures of \$ 1.3 MM resulted primarily from budgeted projects that were not completed as of September 30,2014, and a decrease in expenditures in communications services, salaries, repairs and maintenance, machinery and equipment, and other current charges and obligations. The amount includes Shingle Creek project, Poinciana Scrub, Split Oak and Lake Lizzie, Holopaw Preserves, and other projects.
- An increase in transfers in of \$2.7 MM resulting primarily from a transfer of funds from a capital project to a special revenue fund to cover for Osceola Parkway Phase II expenditures.
- An increase in transfer out of \$2.5 MM resulted primarily from the transfer mentioned above for the Osceola Parkway Phase II expenditures.

### ***Capital Assets***

The County's investment in capital assets for its governmental and business-type activities as of September 30, 2014, totaled \$1,330.7 MM (net of accumulated depreciation) and included land, land right of way, work of arts/collections, buildings, improvements other than buildings, books, vehicles, equipment, infrastructure, intangible software, and construction in progress. Additional information of the County's capital assets can be found in the Notes to the Financial Statements (Note 5) of this report.

### ***Long-term Debt***

At the end of fiscal year 2014, the County had a total of \$566.4 MM in outstanding bond debt. The County's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds, voted debt and special assessment debt).

During the current fiscal year, the County's outstanding bonded debt increased by \$41.2 MM. This increase was the result of the issuance of the Poinciana Parkway Revenue Bonds, Series 2014, and the scheduled principal payments of outstanding debt during the year. Additional information on the County's long-term debt can be found in the Notes to the Financial Statements (Note 9) of this report.

### ***Construction Commitments***

At September 30, 2014, the County was committed or in the process of committing to various capital outlay expenditures. Among the more significant ones were (in millions):

• construction of Commuter Rail	\$ 23.4
• construction at Judge Property	21.6
• construction of Florida Advanced Manufacturing Research Facility	9.7
• improvements of the 800 Mhz Digital Communication Ph II	7.9
• construction of the Training Facility & Shooting Range	7.9
• expansion to the Poinciana Boulevard Phase III	7.1
• improvements to Boggy Creek Road Phase 1	5.2
• improvements at Osceola Parkway Phase II	4.8
• improvements at Osceola Parkway Phase I	3.9
• improvements at Overstreet Fire Station	2.1

### ***Economic Factors and Next Year's Budgets and Rates***

- The average unemployment rate for Osceola County during 2014 was 6.4%. This rate is slightly higher than that of the state averages.
- The assessed taxable value of real and personal property combined increased 3.7% in fiscal year 2014.
- The population estimate for Osceola County for fiscal year 2014 was 295,553 an increase of 2.5% from fiscal year 2013.
- During the current fiscal year, new residential construction in the County was valued at \$627.2 MM and commercial construction at \$89.9 MM, an increase of 137.4% and 98.0% respectively.
- Tourist statistical data shows a 4.6% increase in total visitors compared to fiscal year 2013.
- Fiscal year 2015 adopted budget was \$1,015,337,873.00; this represents a 16.5% increase compared to fiscal year 2014.

Primary changes to the County's expenditures for fiscal year 2014 include the following:

- Increase in promotional expenditures to market Kissimmee/St Cloud tourist area
- new capital projects
- For fiscal year 2014, the ad valorem tax operating millage rate for governmental funds remains the same (6.70) as fiscal year 2013. The library and EMS millage rates also remain the same as last fiscal year (.2566 and 1.0682 respectively).

***Requests for Information***

This financial report is designed to present users with a general overview of the County's finances and to demonstrate the County's accountability. Questions concerning any of the information provided in this report, or requests for additional financial information, should be directed to the Office of the Comptroller, Osceola County, 1 Courthouse Square, Suite 2100, Kissimmee, Florida 34741. This information is also available at our web page [www.osceola.org](http://www.osceola.org).

# **BASIC FINANCIAL STATEMENTS**

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF NET POSITION**  
September 30, 2014  
(In thousands)

	<b>Primary Government</b>			<b>Component Unit</b>
	<b>Governmental</b>	<b>Business-type</b>	<b>Total</b>	
	<b>Activities</b>	<b>Activities</b>		
<b>ASSETS</b>				
Current Assets				
Cash and Investments	\$ 404,802	\$ 26,292	\$ 431,094	\$ 569
Accounts Receivable, Net	3,431	1,268	4,699	-
Due from Other Governments	20,955	73,502	94,457	-
Due from Other Funds (Internal Balances)	(198)	198	-	-
Inventories	1,435	-	1,435	-
Prepaid Items	11,535	-	11,535	-
Restricted Current Assets				
Cash and Investments	-	1,985	1,985	-
<b>Total Current Assets</b>	<u>441,960</u>	<u>103,245</u>	<u>545,205</u>	<u>569</u>
Noncurrent Assets				
Restricted Assets				
Cash and Investments	-	1,765	1,765	-
Capital Assets				
Land and Improvements	164,332	1,985	166,317	-
Land Right of Way	240,253	43,447	283,700	-
Works of Art and Collections	2	-	2	-
Construction in Progress	243,541	-	243,541	-
Building and Improvements	393,173	5,579	398,752	-
Machinery and Equipment	124,391	2,782	127,173	-
Infrastructure	439,748	96,321	536,069	-
Intangibles	9,800	-	9,800	-
Less Accumulated Depreciation	(389,470)	(45,219)	(434,689)	-
Total Capital Assets, Net	<u>1,225,770</u>	<u>104,895</u>	<u>1,330,665</u>	<u>-</u>
<b>Total Noncurrent Assets</b>	<u>1,225,770</u>	<u>106,660</u>	<u>1,332,430</u>	<u>-</u>
<b>Total Assets</b>	<u>\$ 1,667,730</u>	<u>\$ 209,905</u>	<u>\$ 1,877,635</u>	<u>\$ 569</u>

Continued

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF NET POSITION - CONCLUDED**  
September 30, 2014  
(In thousands)

	<b>Primary Government</b>			<b>Component Unit</b>
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	
<b>LIABILITIES</b>				
Current Liabilities				
Accounts Payable	\$ 8,165	\$ 235	\$ 8,400	\$ 1
Accrued Liabilities	6,877	106	6,983	-
Accrued Interest	10,456	-	10,456	-
Due to Other Governments	1,033	-	1,033	-
Unearned Revenue	689	-	689	-
Deposits Payable	1,724	-	1,724	-
Claims Payable	4,436	-	4,436	-
Compensated Absences	855	5	860	-
Capital Lease	939	-	939	-
Notes Payable	1,093	-	1,093	-
Revenue Bonds Payable	17,140	2,705	19,845	-
Payable from Restricted Assets				
Landfill Closure Liability	-	980	980	-
Revenue Bonds Payable	-	1,005	1,005	-
<b>Total Current Liabilities</b>	<u>53,407</u>	<u>5,036</u>	<u>58,443</u>	<u>1</u>
Noncurrent Liabilities				
Payable from Restricted Assets				
Deposits Payable	-	42	42	-
Compensated Absences	13,415	86	13,501	-
Landfill Closure Liability	-	12,445	12,445	-
Claims Payable	2,079	-	2,079	-
Revenue Bonds Payable	399,925	145,646	545,571	-
Notes Payable	3,539	2,725	6,264	-
Other Post Employment Benefit Liability	23,941	149	24,090	-
Capital Lease	6,543	-	6,543	-
<b>Total Noncurrent Liabilities</b>	<u>449,442</u>	<u>161,093</u>	<u>610,535</u>	<u>-</u>
<b>Total Liabilities</b>	<u>502,849</u>	<u>166,129</u>	<u>668,978</u>	<u>1</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Credit-Refunding Bonds	-	2,869	2,869	-
<b>Total Deferred Inflows</b>	<u>-</u>	<u>2,869</u>	<u>2,869</u>	<u>-</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	821,408	24,795	846,203	-
Restricted for				
General Government	73,155	-	73,155	-
Public Safety	11,777	-	11,777	-
Physical Environment	2,206	-	2,206	-
Transportation	8,370	1,723	10,093	-
Economic Environment	17,790	-	17,790	-
Human Services	786	-	786	-
Culture and Recreation	13,180	-	13,180	-
Court Related	15,973	-	15,973	-
Debt Service	44,953	-	44,953	-
Capital Projects	48,531	-	48,531	-
Unrestricted	106,752	14,389	121,141	568
<b>Total Net Position</b>	<u>\$ 1,164,881</u>	<u>\$ 40,907</u>	<u>\$ 1,205,788</u>	<u>\$ 568</u>

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

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF ACTIVITIES**  
For the year ended September 30, 2014  
(In thousands)

FUNCTIONS/PROGRAMS	<b>Program Revenues</b>			
	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Primary Government</b>				
Governmental Activities				
General Government	\$ 46,642	\$ 13,736	\$ 350	\$ -
Public Safety	146,134	35,718	3,291	1,020
Physical Environment	4,066	1,651	488	21
Transportation	29,570	319	650	30,600
Economic Environment	32,258	89	12,193	-
Human Services	15,967	159	138	5,065
Culture/Recreation	24,846	5,390	216	500
Court-Related	21,015	8,530	10,064	-
Interest	20,020	-	-	2,032
<b>Total Governmental Activities</b>	<u>340,518</u>	<u>65,592</u>	<u>27,390</u>	<u>39,238</u>
Business-type Activities				
Landfill	12,789	18,152	-	-
Toll Roads	24,319	15,142	-	-
<b>Total Business-type Activities</b>	<u>37,108</u>	<u>33,294</u>	<u>-</u>	<u>-</u>
<b>Total Primary Government</b>	<u>\$ 377,626</u>	<u>\$ 98,886</u>	<u>\$ 27,390</u>	<u>\$ 39,238</u>
<b>Component Unit</b>	<u>\$ 12</u>	<u>\$ 41</u>	<u>\$ -</u>	<u>\$ -</u>

General Revenues  
Property Taxes  
Sales Taxes  
Gas Taxes  
Public Service Taxes  
Communication Service Tax  
Resort Tax  
State Revenue Sharing - unrestricted  
Interest Revenue  
Miscellaneous  
Transfers  
Total General Revenues and Transfers  
Change in Net Position  
Net Position - Beginning, as previously stated  
**Net Position - Ending**

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

**Net (Expense) Revenue and Changes in Net Position**

<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Component Unit</b>
\$ (32,556)	\$ -	\$ (32,556)	\$ -
(106,105)	-	(106,105)	-
(1,906)	-	(1,906)	-
1,999	-	1,999	-
(19,976)	-	(19,976)	-
(10,605)	-	(10,605)	-
(18,740)	-	(18,740)	-
(2,421)	-	(2,421)	-
(17,988)	-	(17,988)	-
<u>(208,298)</u>	<u>-</u>	<u>(208,298)</u>	<u>-</u>
-	5,363	5,363	-
-	(9,177)	(9,177)	-
-	(3,814)	(3,814)	-
<u>(208,298)</u>	<u>(3,814)</u>	<u>(212,112)</u>	<u>-</u>
-	-	-	29
133,320		133,320	-
41,481		41,481	-
14,002		14,002	-
12,728		12,728	-
6,108		6,108	-
40,583		40,583	-
6,195		6,195	-
3,169		3,169	-
8,056		8,056	-
(8,377)	8,377	-	-
<u>257,265</u>	<u>8,377</u>	<u>265,642</u>	<u>-</u>
48,967	4,563	53,530	29
1,115,914	36,344	1,152,258	539
<u>\$ 1,164,881</u>	<u>\$ 40,907</u>	<u>\$ 1,205,788</u>	<u>\$ 568</u>

**OSCEOLA COUNTY, FLORIDA**  
**BALANCE SHEET**  
 Governmental Funds  
 September 30, 2014  
 (In thousands)

	<b>001</b>	<b>104</b>	<b>134</b>
	<b>General Fund</b>	<b>Tourist Development Council</b>	<b>Countywide Fire District</b>
<b>ASSETS</b>			
Cash and Investments	\$ 81,825	\$ 74,504	\$ 20,593
Accounts Receivable, Net	1,308	472	1,257
Due from Other Funds	988	194	319
Due from Other Governments	5,705	5,838	62
Prepaid Items	288	9,378	48
Inventories	102	34	-
<b>Total Assets</b>	<b>\$ 90,216</b>	<b>\$ 90,420</b>	<b>\$ 22,279</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities			
Accounts Payable	\$ 3,041	\$ 864	\$ 428
Accrued Liabilities	3,905	275	1,308
Deposits	17	-	14
Due to Other Governments	745	243	-
Unearned Revenue	469	-	1
Due to Other Funds	1,212	1	-
<b>Total Liabilities</b>	<b>9,389</b>	<b>1,383</b>	<b>1,751</b>
Fund Balances			
Nonspendable	390	9,412	48
Restricted	2,358	79,625	-
Committed	22,799	-	20,480
Assigned	-	-	-
Unassigned	55,280	-	-
<b>Total Fund Balances</b>	<b>80,827</b>	<b>89,037</b>	<b>20,528</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 90,216</b>	<b>\$ 90,420</b>	<b>\$ 22,279</b>

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

315

General Capital Outlay	Nonmajor Governmental Funds	Total Governmental Funds
\$ 43,508	\$ 160,205	\$ 380,635
-	378	3,415
-	543	2,044
929	8,421	20,955
-	11	9,725
-	850	986
<u>\$ 44,437</u>	<u>\$ 170,408</u>	<u>\$ 417,760</u>
\$ 211	\$ 3,315	\$ 7,859
145	1,208	6,841
60	1,633	1,724
-	45	1,033
-	1,233	1,703
-	1,044	2,257
<u>416</u>	<u>8,478</u>	<u>21,417</u>
-	861	10,711
-	154,738	236,721
44,021	6,296	93,596
-	35	35
-	-	55,280
<u>44,021</u>	<u>161,930</u>	<u>396,343</u>
<u>\$ 44,437</u>	<u>\$ 170,408</u>	<u>\$ 417,760</u>

**OSCEOLA COUNTY, FLORIDA**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
as of September 30, 2014  
(In thousands)

**Total fund balances of governmental funds** \$ 396,343

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Capital assets are reported in the Statement of Net Position and at year-end consist of:

Capital assets, at cost	\$	1,615,240	
Less: Accumulated depreciation		(389,470)	
Less: Internal service fund capital assets reported below		<u>(388)</u>	
			1,225,382

Internal service funds are used by management to charge the costs of risk management services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. 19,859

Other assets are not available to pay for current period expenditures and, therefore, are deferred in the funds. 1,029

Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position. Long-term liabilities at year-end consist of:

Bonds payable		(405,985)	
Add: Deferred charge for premium (to be amortized over life of debt)		(11,080)	
Notes payable		(4,632)	
Accrued interest payable		(10,456)	
Accrued post-employment benefits other than pension (exclude \$45 related to internal service funds included above)		(23,896)	
Capital leases		(7,482)	
Compensated absences (excludes \$4 and \$66 related to internal service funds included above)		(14,201)	
			<u>(477,732)</u>

**Total net position of governmental activities** **\$ 1,164,881**

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

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**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
Governmental Funds  
For the Year Ended September 30, 2014  
(In thousands)

	<b>001</b>	<b>104</b>	<b>134</b>
	<b>General Fund</b>	<b>Tourist Development Council</b>	<b>Countywide Fire District</b>
<b>REVENUES</b>			
Taxes	\$ 129,786	\$ 40,583	\$ 13,538
Permits, Fees and Special Assessments	3,784	-	22,730
Intergovernmental	36,957	-	62
Charges for Services	11,553	3,258	6,909
Fines and Forfeitures	1,349	-	-
Interest Income	922	444	337
Miscellaneous	5,314	1,035	31
<b>Total Revenues</b>	<u>189,665</u>	<u>45,320</u>	<u>43,607</u>
<b>EXPENDITURES</b>			
Current			
General Government	43,396	2,957	-
Public Safety	97,613	-	42,271
Physical Environment	1,141	-	-
Transportation	7,847	-	-
Economic Environment	2,643	16,095	-
Human Services	9,795	-	-
Culture/Recreation	2,567	12,226	-
Court Related	17,502	-	-
Debt Service			
Principal	462	-	107
Interest	38	-	20
Other Debt Service Costs	-	-	-
Capital Projects	-	-	-
<b>Total Expenditures</b>	<u>183,004</u>	<u>31,278</u>	<u>42,398</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>6,661</u>	<u>14,042</u>	<u>1,209</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	16,363	194	2,504
Transfers (Out)	(18,428)	(7,375)	(5,004)
<b>Total Other Financing Sources and (Uses)</b>	<u>(2,065)</u>	<u>(7,181)</u>	<u>(2,500)</u>
<b>Net Change in Fund Balances</b>	4,596	6,861	(1,291)
<b>Fund Balances - Beginning</b>	<u>76,231</u>	<u>82,176</u>	<u>21,819</u>
<b>Fund Balances - Ending</b>	<u>\$ 80,827</u>	<u>\$ 89,037</u>	<u>\$ 20,528</u>

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

315

<b>General Capital Outlay</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ -	\$ 42,219	\$ 226,126
-	8,767	35,281
-	29,420	66,439
-	4,775	26,495
-	830	2,179
287	1,011	3,001
<u>1,016</u>	<u>1,714</u>	<u>9,110</u>
<u>1,303</u>	<u>88,736</u>	<u>368,631</u>
-	3,734	50,087
-	3,419	143,303
-	6,070	7,211
-	16,005	23,852
-	14,283	33,021
-	5,941	15,736
-	6,286	21,079
-	2,290	19,792
-	17,979	18,548
-	21,188	21,246
-	3	3
<u>420</u>	<u>23,765</u>	<u>24,185</u>
<u>420</u>	<u>120,963</u>	<u>378,063</u>
<u>883</u>	<u>(32,227)</u>	<u>(9,432)</u>
251	41,137	60,449
<u>(2,044)</u>	<u>(36,015)</u>	<u>(68,866)</u>
<u>(1,793)</u>	<u>5,122</u>	<u>(8,417)</u>
(910)	(27,105)	(17,849)
<u>44,931</u>	<u>189,035</u>	<u>414,192</u>
<u>\$ 44,021</u>	<u>\$ 161,930</u>	<u>\$ 396,343</u>

**OSCEOLA COUNTY, FLORIDA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**For The Year Ended September 30, 2014**  
(In thousands)

**Net change in fund balances - total governmental funds** \$ (17,849)

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

Governmental funds report capital purchases as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense. The amounts of the items that make up these differences in the treatment of capital assets are:

Capital outlay	\$	46,840	
Depreciation		<u>(29,440)</u>	17,400

In the statements of activities, only the loss on the sale/disposal of capital assets is reported. The change in net position differs from the change in fund balance by the cost (book value) of the capital assets sold/disposed. (184)

Contributions of capital assets increase net position in the statement of activities, but are not reported in the governmental funds because they are not financial resources. 30,600

The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amounts of the items that make up these differences in the treatment of long-term debt and related items are:

Principal repayments			
Bonds (includes payment on refunded bonds)	\$	16,590	
Bond premium amortization		956	
Notes		1,047	
Capital leases		<u>911</u>	19,504

*Continued*

**OSCEOLA COUNTY, FLORIDA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES - Concluded**  
**For The Year Ended September 30, 2014**  
(In thousands)

Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. This adjustment is as follows:

Other Post Employment Benefits Liability	(2,605)	
Change in accrued interest expense	302	
Compensated absences	(1,593)	
		(3,896)

Internal service funds are used by management to charge the costs of risk management services to other funds. The change in net position of the internal service fund is reported with governmental activities (excludes amounts for depreciation, compensated absences, and a transfer of capital assets).

3,392

**Change in net position of governmental activities**

\$ 48,967

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

**OSCEOLA COUNTY, FLORIDA**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

General Fund

For the Year Ended September 30, 2014

(In thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 134,334	\$ 134,334	\$ 129,786	\$ (4,548)
Permits, Fees and Special Assessments	4,708	4,708	3,784	(924)
Intergovernmental	34,147	34,196	36,957	2,761
Charges for Services	9,427	9,427	11,553	2,126
Fines and Forfeitures	1,402	1,402	1,349	(53)
Interest Income	501	501	922	421
Miscellaneous	1,075	1,379	5,314	3,935
<b>Total Revenues</b>	<u>185,594</u>	<u>185,947</u>	<u>189,665</u>	<u>3,718</u>
<b>EXPENDITURES</b>				
Current				
General Government	50,918	50,107	43,396	6,711
Public Safety	97,079	98,481	97,613	868
Physical Environment	1,323	1,331	1,141	190
Transportation	2,597	8,538	7,847	691
Economic Environment	4,237	4,527	2,643	1,884
Human Services	10,758	11,406	9,795	1,611
Culture/Recreation	3,681	3,832	2,567	1,265
Court Related	17,230	17,163	17,502	(339)
Debt Service				
Principal	462	462	462	-
Interest	38	38	38	-
<b>Total Expenditures</b>	<u>188,323</u>	<u>195,885</u>	<u>183,004</u>	<u>12,881</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	<u>(2,729)</u>	<u>(9,938)</u>	<u>6,661</u>	<u>16,599</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	12,803	13,624	16,363	2,739
Transfers (Out)	(10,702)	(15,939)	(18,428)	(2,489)
<b>Total Other Financing</b>				
<b>Sources and (Uses)</b>	<u>2,101</u>	<u>(2,315)</u>	<u>(2,065)</u>	<u>250</u>
<b>Net Change in Fund Balances</b>	(628)	(12,253)	4,596	16,849
<b>Fund Balances - Beginning</b>	<u>76,111</u>	<u>76,111</u>	<u>76,231</u>	<u>120</u>
<b>Fund Balances - Ending</b>	<u>\$ 75,483</u>	<u>\$ 63,858</u>	<u>\$ 80,827</u>	<u>\$ 16,969</u>

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

**OSCEOLA COUNTY, FLORIDA**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

Tourist Development Council

For the Year Ended September 30, 2014

(In thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 38,200	\$ 38,200	\$ 40,583	\$ 2,383
Charges for Services	3,435	3,435	3,258	(177)
Interest Income	205	205	444	239
Miscellaneous	266	266	1,035	769
<b>Total Revenues</b>	<u>42,106</u>	<u>42,106</u>	<u>45,320</u>	<u>3,214</u>
<b>EXPENDITURES</b>				
Current				
General Government	3,703	3,031	2,957	74
Economic Environment	16,238	16,916	16,095	821
Culture/Recreation	25,306	28,153	12,226	15,927
<b>Total Expenditures</b>	<u>45,247</u>	<u>48,100</u>	<u>31,278</u>	<u>16,822</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(3,141)</u>	<u>(5,994)</u>	<u>14,042</u>	<u>20,036</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Debt	-	-	-	-
Transfers In	140	140	194	54
Transfers (Out)	(7,343)	(7,343)	(7,375)	(32)
<b>Total Other Financing Sources and (Uses)</b>	<u>(7,203)</u>	<u>(7,203)</u>	<u>(7,181)</u>	<u>22</u>
<b>Net Change in Fund Balances</b>	(10,344)	(13,197)	6,861	20,058
<b>Fund Balances - Beginning</b>	<u>82,176</u>	<u>82,176</u>	<u>82,176</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 71,832</u>	<u>\$ 68,979</u>	<u>\$ 89,037</u>	<u>\$ 20,058</u>

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

**OSCEOLA COUNTY, FLORIDA**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

Countywide Fire District

For the Year Ended September 30, 2014

(In thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 14,140	\$ 14,140	\$ 13,538	\$ (602)
Permits, Fees and Special Assessments	22,024	22,024	22,730	706
Intergovernmental	52	52	62	10
Charges for Services	5,774	5,774	6,909	1,135
Interest Income	195	195	337	142
Miscellaneous	-	-	31	31
<b>Total Revenues</b>	<u>42,185</u>	<u>42,185</u>	<u>43,607</u>	<u>1,422</u>
<b>EXPENDITURES</b>				
Current				
Public Safety	41,725	44,316	42,271	2,045
Debt Service				
Principal	107	107	107	-
Interest	20	20	20	-
<b>Total Expenditures</b>	<u>41,852</u>	<u>44,443</u>	<u>42,398</u>	<u>2,045</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>333</u>	<u>(2,258)</u>	<u>1,209</u>	<u>3,467</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	2,095	2,186	2,504	318
Transfers (Out)	(4,988)	(5,004)	(5,004)	-
<b>Total Other Financing Sources and (Uses)</b>	<u>(2,893)</u>	<u>(2,818)</u>	<u>(2,500)</u>	<u>318</u>
<b>Net Change in Fund Balances</b>	(2,560)	(5,076)	(1,291)	3,785
<b>Fund Balances - Beginning</b>	<u>21,819</u>	<u>21,819</u>	<u>21,819</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 19,259</u>	<u>\$ 16,743</u>	<u>\$ 20,528</u>	<u>\$ 3,785</u>

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

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**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF NET POSITION**  
Proprietary Funds  
September 30, 2014  
(In thousands)

	<u>Business-type Activities - Enterprise Funds</u>			<b>Governmental Activities - Internal Service Funds</b>
	<u>401</u>	<u>407</u>		
	<b>Environmental Services Landfill</b>	<b>Toll Roads</b>	<b>Totals</b>	
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 25,459	\$ 833	\$ 26,292	\$ 24,167
Accounts Receivable, Net	1,256	12	1,268	16
Due from Other Governments	-	73,502	73,502	-
Due from Other Funds	198	-	198	15
Inventories	-	-	-	449
Prepaid Items	-	-	-	1,810
Restricted Current Assets				
Cash and Cash Equivalents	980	1,005	1,985	-
<b>Total Current Assets</b>	<u>27,893</u>	<u>75,352</u>	<u>103,245</u>	<u>26,457</u>
<b>Noncurrent Assets</b>				
Restricted Assets				
Cash and Cash Equivalents	41	1,724	1,765	-
Capital Assets				
Land and Improvements	1,985	-	1,985	-
Land Right of Way	-	43,447	43,447	-
Buildings and Improvements	2,506	3,073	5,579	234
Machinery and Equipment	1,871	911	2,782	1,291
Infrastructure	3,796	92,525	96,321	-
Less Accumulated Depreciation	(7,881)	(37,338)	(45,219)	(1,137)
Total Capital Assets, Net	<u>2,277</u>	<u>102,618</u>	<u>104,895</u>	<u>388</u>
<b>Total Noncurrent Assets</b>	<u>2,318</u>	<u>104,342</u>	<u>106,660</u>	<u>388</u>
<b>Total Assets</b>	<u>\$ 30,211</u>	<u>\$ 179,694</u>	<u>\$ 209,905</u>	<u>\$ 26,845</u>

Continued

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF NET POSITION - CONCLUDED**  
Proprietary Funds  
September 30, 2014  
(In thousands)

	<u>Business-type Activities - Enterprise Funds</u>			<b>Governmental Activities - Internal Service Funds</b>
	<u>401</u>	<u>407</u>		
	<b>Environmental Services Landfill</b>	<b>Toll Roads</b>	<b>Totals</b>	
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 129	\$ 106	\$ 235	\$ 306
Accrued Liabilities	37	69	106	36
Unearned Revenue	-	-	-	14
Claims Payable	-	-	-	4,436
Compensated Absences	5	-	5	4
Revenue Bonds Payable	-	2,705	2,705	-
Payable from Restricted Assets				
Landfill Closure Liability	980	-	980	-
Revenue Bonds Payable	-	1,005	1,005	-
<b>Total Current Liabilities</b>	<u>1,151</u>	<u>3,885</u>	<u>5,036</u>	<u>4,796</u>
<b>Noncurrent Liabilities</b>				
Payable from Restricted Assets				
Deposits Payable	41	1	42	-
Compensated Absences	84	2	86	66
Landfill Closure Liability	12,445	-	12,445	-
Claims Payable	-	-	-	2,079
Notes Payable	-	2,272	2,272	-
Revenue Bonds Payable	-	146,099	146,099	-
Other Post Employment Benefit Liability	149	-	149	45
<b>Total Noncurrent Liabilities</b>	<u>12,719</u>	<u>148,374</u>	<u>161,093</u>	<u>2,190</u>
<b>Total Liabilities</b>	<u>13,870</u>	<u>152,259</u>	<u>166,129</u>	<u>6,986</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Credit-Refunding Bonds	-	2,869	2,869	-
<b>Total Deferred Inflows</b>	<u>-</u>	<u>2,869</u>	<u>2,869</u>	<u>-</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	2,277	22,518	24,795	388
Restricted				
Transportation	-	1,723	1,723	-
Unrestricted	<u>14,064</u>	<u>325</u>	<u>14,389</u>	<u>19,471</u>
<b>Total Net Position</b>	<u>\$ 16,341</u>	<u>\$ 24,566</u>	<u>\$ 40,907</u>	<u>\$ 19,859</u>

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

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION**  
Proprietary Funds  
For The Year Ended September 30, 2014  
(In thousands)

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities- Internal Service Funds</b>
	<b><u>401</u></b>	<b><u>407</u></b>	<b>Totals</b>	
	<b>Environmental Services Landfill</b>	<b>Toll Roads</b>		
<b>Operating Revenues</b>				
Charges for Services	\$ 6,043	\$ 13,949	\$ 19,992	\$ 35,861
Special Assessments	11,891	-	11,891	-
Miscellaneous	<u>2</u>	<u>1,186</u>	<u>1,188</u>	<u>218</u>
<b>Total Operating Revenues</b>	<u>17,936</u>	<u>15,135</u>	<u>33,071</u>	<u>36,079</u>
<b>Operating Expenses</b>				
Personal Services	1,116	10	1,126	1,105
Contracted Services	11,489	3,808	15,297	1,451
Repairs and Maintenance	73	4,668	4,741	904
Supplies	91	-	91	1,456
Depreciation	77	1,955	2,032	53
Insurance	44	7	51	4,929
Utilities	7	60	67	11
Landfill Closure	2	-	2	-
Claims Expense	-	-	-	22,907
Miscellaneous	(110)	8,079	7,969	84
<b>Total Operating Expenses</b>	<u>12,789</u>	<u>18,587</u>	<u>31,376</u>	<u>32,900</u>
<b>Operating Income (Loss)</b>	<u>5,147</u>	<u>(3,452)</u>	<u>1,695</u>	<u>3,179</u>
<b>Nonoperating Revenues (Expenses)</b>				
Interest (Expense)	-	(4,323)	(4,323)	-
Debt Issuance Costs	-	(1,409)	(1,409)	-
Interest Revenue	198	7	205	138
Other Revenue (Expense)	<u>18</u>	<u>-</u>	<u>18</u>	<u>(7)</u>
<b>Total Nonoperating Revenues (Expenses)</b>	<u>216</u>	<u>(5,725)</u>	<u>(5,509)</u>	<u>131</u>
<b>Income (Loss) Before Transfers</b>	5,363	(9,177)	(3,814)	3,310
Transfers In	198	8,688	8,886	279
Transfers (Out)	<u>(450)</u>	<u>(59)</u>	<u>(509)</u>	<u>(239)</u>
<b>Change in Net Position</b>	5,111	(548)	4,563	3,350
<b>Total Net Position - Beginning</b>	<u>11,230</u>	<u>25,114</u>	<u>36,344</u>	<u>16,509</u>
<b>Total Net Position - Ending</b>	<u>\$ 16,341</u>	<u>\$ 24,566</u>	<u>\$ 40,907</u>	<u>\$ 19,859</u>

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

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**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF CASH FLOWS**  
Proprietary Funds  
For The Year Ended September 30, 2014  
(In thousands)

	<u>Business-type Activities - Enterprise Funds</u>			<b>Governmental Activities - Internal Service Funds</b>
	<u>401</u>	<u>407</u>	<b>Totals</b>	
	<b>Environmental</b>	<b>Toll</b>		
	<b>Services Landfill</b>	<b>Roads</b>		
<b>Cash Flows from Operating Activities</b>				
Receipts from Customers and Users	\$ 18,014	\$ 13,250	\$ 31,264	\$ 36,081
Payments to Suppliers	(12,954)	(14,774)	(27,728)	(30,651)
Payments to Employees	(1,127)	(9)	(1,136)	(1,267)
<b>Net Cash Provided (Used in) Operating Activities</b>	<u>3,933</u>	<u>(1,533)</u>	<u>2,400</u>	<u>4,163</u>
<b>Cash Flows from Noncapital Financing Activities</b>				
Transfers In	197	8,688	8,885	279
Transfers (Out)	(450)	(59)	(509)	(239)
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<u>(253)</u>	<u>8,629</u>	<u>8,376</u>	<u>40</u>
<b>Cash Flows from Capital and Related Financing Activities</b>				
Bond Issue Costs	-	(1,416)	(1,416)	-
Revenue Bond Payments	-	(87,745)	(87,745)	-
Debt Proceeds	-	84,775	84,775	-
Purchase of Capital Assets	(30)	-	(30)	-
Proceeds from Disposition of Capital Assets	24	-	24	4
Interest Payments	-	(4,316)	(4,316)	-
<b>Net Cash Provided (Used) in Capital and Related Financing Activities</b>	<u>(6)</u>	<u>(8,702)</u>	<u>(8,708)</u>	<u>4</u>
<b>Cash Flows from Investing Activities</b>				
Interest Revenue	198	7	205	138
<b>Net Cash Provided by Investing Activities</b>	<u>198</u>	<u>7</u>	<u>205</u>	<u>138</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	3,872	(8,695)	(4,823)	4,345
<b>Cash and Cash Equivalents at Beginning of Year</b>	<u>22,608</u>	<u>12,257</u>	<u>34,865</u>	<u>19,822</u>
<b>Cash and Cash Equivalents at End of Year</b>	<u>\$ 26,480</u>	<u>\$ 3,562</u>	<u>\$ 30,042</u>	<u>\$ 24,167</u>
<b>Cash and Cash Equivalents Classified As</b>				
Unrestricted Assets	\$ 25,459	\$ 833	\$ 26,292	\$ 24,167
Restricted Assets	1,021	2,729	3,750	-
<b>Total Cash and Cash Equivalents</b>	<u>\$ 26,480</u>	<u>\$ 3,562</u>	<u>\$ 30,042</u>	<u>\$ 24,167</u>

Continued

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF CASH FLOWS - CONCLUDED**  
Proprietary Funds  
For The Year Ended September 30, 2014  
(In thousands)

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities - Internal Service Funds</b>
	<b>401 Environmental Services Landfill</b>	<b>407 Toll Roads</b>	<b>Totals</b>	
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</b>				
Operating Income	\$ 5,147	\$ (3,452)	\$ 1,695	\$ 3,179
Depreciation Expense	77	1,955	2,032	53
Change in Assets and Liabilities				
(Increase) Decrease in Accounts Receivable	79	-	79	-
(Increase) Decrease in Due from Other Governments	1	-	1	1
(Increase) Decrease in Due from Other Funds	(2)	-	(2)	3
(Increase) Decrease in Inventories	-	-	-	(45)
(Increase) Decrease in Prepaid Items	-	-	-	239
Increase (Decrease) in Accounts Payable	(822)	(33)	(855)	(107)
Increase (Decrease) in Accrued Liabilities	3	-	3	7
Increase (Decrease) in Due to Other Governments	-	-	-	(10)
Increase (Decrease) in Due to Other Funds	-	-	-	(181)
Increase (Decrease) in Customer Deposits	11	(4)	7	-
Increase (Decrease) in Claims Payable	-	-	-	887
Increase (Decrease) in Unearned Revenue	-	-	-	14
Increase (Decrease) in Other Post Employment Benefits	8	-	8	115
Increase (Decrease) in Compensated Absences	(14)	1	(13)	8
Increase (Decrease) in Landfill Closure Costs	(555)	-	(555)	-
<b>Total Adjustments</b>	<b>(1,214)</b>	<b>1,919</b>	<b>705</b>	<b>984</b>
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>\$ 3,933</b>	<b>\$ (1,533)</b>	<b>\$ 2,400</b>	<b>\$ 4,163</b>

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

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF FIDUCIARY NET POSITION**  
 Fiduciary Funds - Agency Funds  
 September 30, 2014  
 (In thousands)

**ASSETS**

Cash and Investments	\$	23,878
Accounts Receivable, Net		2,752
Due from Other Governments		130
Deposits		1
<b>Total Assets</b>	<b>\$</b>	<b><u>26,761</u></b>

**LIABILITIES**

Accounts Payable	\$	885
Other Current Liabilities		273
Due to Other Governments		11,541
Deposits		11,996
Installment Tax Deposits		2,043
Escrow Payable		23
<b>Total Liabilities</b>	<b>\$</b>	<b><u>26,761</u></b>

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

**NOTES TO  
FINANCIAL  
STATEMENTS**

## **1. Summary of Significant Accounting Policies**

The financial statements of Osceola 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 County's more significant accounting policies are described below.

### **Reporting Entity**

Osceola County, Florida, was established by Article VIII, Section 1, of the Florida State Constitution. As of October 1, 1992, the County operates under a Home Rule Charter enacted by referendum in March 1992.

The accompanying financial statements of the County (the primary government) include the operations of the Board of County Commissioners (the Board), the Osceola County Library District (in special revenue funds), the Osceola County Water Districts No. 1 through No. 5 (no financial transactions), the East U.S. 192 Community Redevelopment Agency (no financial transactions), the West 192 Development Authority (no financial transactions), the Supervisor of Elections, Clerk of the Circuit Court, Sheriff, Tax Collector and Property Appraiser of the County. These entities provide services, including general government, public safety, physical environment, transportation, economic environment, human services, culture and recreation and court related.

The Board funds a portion or, in certain instances, all of the operating budgets of the County's constitutional officers. Florida Statutes require the applicable budget excess of the constitutional officers to be remitted back to the Board at the close of the fiscal year.

In accordance with generally accepted accounting principles, the accompanying financial statements present the County (the primary government) and its component units. A component unit is a legally separate organization for which the County is financially accountable.

The County is financially accountable if it appoints a voting majority of the organization's governing Board and, (1) it is able to impose its will on the organization, or (2) there is a potential for the organization to provide specific financial benefit to or impose specific financial burden on the County. Additionally, the County is required to consider other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the County's basic financial statements to be misleading or incomplete. Furthermore, GAAP requires that the accompanying financial statements allow the user to clearly distinguish between the primary government and its component units. Because of the closeness of their relationship with the primary government (County), some component units are blended as though they are part of the primary government. However, the GASB suggests that most component units should be discretely presented.

The application of these criteria results in the inclusion of the following component units in the County's financial statements. Because of the closeness of their relationship with the County, these component units are blended as special revenue funds in the County's combined financial statements.

### **Blended Component Units**

The financial statements also include various special districts, which are reported as blended component units. Blended component units are legally separated entities that are in substance parts of the County's operations, as they either have government bodies that are substantially the same as the Board or they provide their services nearly or exclusively to the County government. The financial transactions of these component units are merged with similar transactions of the County as part of the primary government.

- **Osceola County Library District** - The Library District was created by County Ordinance 79-2, adopted March 26, 1979, and serves to provide comprehensive library services and serves all County residents. The governing board of the Library District is composed of the Board, with a library advisory board appointed by the Board. This governing board levies the property taxes necessary to operate the Library District, adopts the annual budget, and approves debt issuances. This Library District is presented as a special revenue fund, and its assets and debt are included in the statement of net position.

1. **Summary of Significant Accounting Policies** (Continued)

- **Osceola County Water Districts No. 1 through No. 5** - These Water Districts were established to serve the entire County, which is part of the South Florida Water Management District. The governing board of these Water Districts is composed of the Board. The Water Districts had no assets, liabilities or fund equity, nor any revenues or expenditures as of and for the year ended September 30, 2014. The Districts were created as follows:

District No. 1 created by County Ordinance 87-6 on March 23, 1987

District No. 2 created by County Ordinance 87-12 on July 20, 1987

District No. 3 created by County Ordinance 87-13 on July 20, 1987

District No. 4 created by County Ordinance 87-14 on July 20, 1987

District No. 5 created by County Ordinance 01-14 on March 12, 2001

- **Osceola County Community Redevelopment Agency - East U.S. 192** - The East U.S. 192 Community Redevelopment Agency was created by resolution of the County on April 9, 2012, pursuant to Chapter 163, Part III, Florida Statutes for the purpose of renewing economic interest and improve the commercial diversity and viability of a redevelopment area along East U.S. 192. The governing body of the Agency is composed of the Board. The East U.S. 192 Community Redevelopment Agency had no assets or liabilities, or fund equity, nor any revenues or expenditures as of and for the year ended September 30, 2014.
- **West192 Development Authority** - The West192 Development Authority was created by resolution of the County on June 18, 2012, pursuant to Chapter 163, Part III, Florida Statutes for the purpose of renewing economic interest and improve the commercial diversity and viability of a redevelopment area along West U.S. 192. The governing body of the Agency is composed of the Board. The West U.S. 192 Community Redevelopment Agency had no assets or liabilities, or fund equity, nor any revenues or expenditures as of and for the year ended September 30, 2014.

**Discretely Presented Component Units**

- **Osceola County Housing Finance Authority** - The Housing Finance Authority was created by Ordinance 81-4 adopted September 28, 1981, to alleviate a shortage of housing and capital for investment in housing in the County. Its five-member board was initially appointed by the Board of County Commissioners. There is no budget approval required by the Board of County Commissioners, although there is an approval requirement for any bonded debt issuance, and the Board of County Commissioners has no obligation to pay its outstanding debt. The Housing Finance Authority had no significant transactions with the primary government or any of its other component units. It is classified as a governmental fund type.
- **Osceola County Health Facilities Authority** - The Health Facilities Authority was created by County Resolution on August 13, 1979, and serves to assist health facilities in the acquisition, construction, financing and refinancing of projects in any incorporated or unincorporated area within the geographical limits of the County. Its five-member board is appointed by the Board. The Health Facilities Authority is not legally required to adopt a budget however; the Board must authorize the issuance of bonded debt. Neither the Health Facilities Authority nor the Board has any legal obligation for repayment of the revenue bonds issued through the Health Facilities Authority. The Health Facilities Authority is classified as a governmental fund type, however, as an issuer of "conduit" debt obligations, it has no assets, liabilities, revenues, expenditures or fund balance as of and for the year ended September 30, 2014.

**1. Summary of Significant Accounting Policies (Continued)**

The application of the above criteria results in the exclusion of the following boards, agencies, commissions and authorities as component units of the County:

Anthem Park Community Development District	Osceola Soil and Water Conservation District
Bellalago Educational Facilities Benefit District	Osceola Marketplace Community Development District
Brighton Lakes Community Development District	Overoaks Community Development District
Celebration Community Development District	Portofino Vista Community Development District
Central Florida Regional Transportation Authority	Reedy Creek Improvement District
Champions Gate Community Development District	Remington Community Development District
City of Kissimmee	Reunion East Community Development District
City of Kissimmee Community Redevelopment Agency	Reunion West Community Development District
City of St. Cloud	School District of Osceola County
City of St. Cloud Community Redevelopment Agency	Shingle Creek Community Development District
Concorde Estates Community Development District	South Florida Water Management District
Crescent Lakes Common Facilities District	St. Johns River Water Management District
Cypress Woods Common Facilities District	Stevens Plantation Community Development District
Enterprise Community Development District	Stevens Plantation Improvement Project Dependent Special District
Flora Ridge Education Facilities Benefit District	Stoneybrook South Community Development District
Gramercy Farms Community Development District	Tapestry Community Development District
Greater Osceola Partnership for Economic Prosperity Agency	Tohopekaliga Water Authority District
Harmony Central Community Development District	VillaSol Community Development District
Harmony Community Development District	Water Cooperative of Central Florida
Harmony West Community Development District	Westside Community Development District
Indian Creek Common Facilities District	Windsor at Westside Community Development District
Indian Pointe Common Facilities District	Xentury City Community Development District
Indian Ridge Villas Common Facilities District	
Indian Ridge Villas Common Facilities District	
Kissimmee Utility Authority	
Osceola County Expressway Authority	

**Government-Wide and Fund Financial Statements**

The basic financial statements of the County are composed of the following:

- Government-Wide Financial Statements
- Fund Financial Statements
- Notes to Financial Statements

Government-Wide Financial Statements (the Statement of Net Position and the Statement of Activities) report information on the reporting government as a whole, except for its fiduciary activities.

These statements include separate columns for the governmental and business-type activities of the primary government and its component units. The effect of inter-fund activity has been eliminated from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely, to a significant extent, on fees and charges for services.

The Statement of Activities shows the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly related to a specific function or segment. *Program revenues* include: a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and, b) grants and contributions that are restricted to meeting specific requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as *general revenues*.

1. **Summary of Significant Accounting Policies** *(Continued)*

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

**Fund Financial Statements**

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

Fund financial statements for the County's governmental, proprietary, and fiduciary funds are presented after the government-wide financial statements. These statements show information about major funds individually and non-major funds in the aggregate for governmental funds. The fiduciary statements include financial information for the agency funds. The agency funds of the County primarily represent assets held by the County in a custodial capacity for other individuals or governments.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of the fund category, and the governmental and enterprise categories combined) for the determination of major funds. The remaining governmental non-major funds are combined in a column in the fund financial statements and detailed in the combining section.

**Governmental Major Funds**

- *General Fund* – The general fund is the operating fund of the County, and includes the operating funds of the constitutional officers of the County. It is used to account for all financial resources except those that are required to be accounted for in another fund.
- *Tourist Development Council* – The Tourist Development Council fund is used to account for the promotion of the County. It also provides for the operation of the stadium and major parks. The primary funding source comes from the Six Percent Tourist Development Tax levied on hotel rooms and temporary lodgings.
- *Countywide Fire District* – This fund was created in fiscal year 1990 as a means of providing fire protection service to the unincorporated areas of Osceola County. Primary funding is provided by a special assessment and ad valorem taxes paid by property owners in the unincorporated area.
- *General Capital Outlay*– This fund was established to allocate funding for general capital outlay projects and has been used to distinguish between capital projects funded from the infrastructure sales surtaxes and other revenue sources.

**Proprietary Major Funds**

- *Environmental Services (Landfill)* – This fund was established to account for the County's landfills, a recycling division and the hazardous waste division. In addition, estimated costs of closure and long-term care of the landfill operations are accounted for in this fund.
- *Toll Road Funds* – These funds were established to account for the business-type activities of the Osceola and Poinciana Parkway toll roads. Funding is provided by toll revenues, which are also used to pay the bonded debt on these roadways.

**1. Summary of Significant Accounting Policies (Continued)**

Additionally, the County reports internal service funds to account for payment of insurance claims and premiums, and fleet management; fiduciary funds to account for inmates' bond and personal funds as well as various other agency funds of the constitutional officers; non-major special revenue funds, debt service funds and capital projects funds.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

**Government-Wide Financial Statements**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Agency funds, however, report only assets and liabilities, therefore, they do not have a measurement focus; they do, however, use the accrual basis of accounting to recognize receivables and payables. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*. Program revenues include charges for services, special assessments, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the Statement of Activities to present the net cost of each program.

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

**Governmental Fund Financial Statements**

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

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. Governmental funds report fund balances either as non-spendable or spendable. Spendable balances are further classified as restricted, committed, assigned or unassigned, based on the extent to which there are external or internal constraints on the spending of these fund balances.

Non-spendable Fund Balance: Amounts that are (a) not in spendable form or (b) legally or contractually required to be maintained intact. "Not in spendable form" includes items that are not expected to be converted to cash (such as inventories and prepaid amounts) and generally items such as long-term amounts of loans and notes receivable, as well as property acquired for resale. The corpus (or principal) of a permanent fund is an example of an amount that is legally or contractually required to be maintained intact.

**1. Summary of Significant Accounting Policies (Continued)**

Spendable Fund Balance:

- Restricted Fund Balance – Amounts that can be spent only for specific purposes stipulated by (a) external resource providers such as creditors (by debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed Fund Balance – This classification includes amounts that can be spent only for specific purposes pursuant to constraints imposed by formal action (Resolution) of the highest level of County decision making authority, Osceola County's Board of County Commissioners. Such formal action (Resolution) may only be rescinded or lifted by Osceola County's Board of County Commissioners taking the same formal action (Resolution) that imposed the original constraint. Resources accumulated pursuant to stabilization arrangements are reported in this category only if they are specific and non-recurrent.
- Assigned Fund Balance – The classification includes amounts that are intended by the Board to be used for specific purposes, but are neither restricted nor committed. The Board has authorized the County Manager and/or his designee (such as the OMB Director and/or the Comptroller) as the official authorized to assign fund balance to a specific purpose as approved by the fund balance policy.
- Unassigned Fund Balance – Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that is spendable and that has not been restricted, committed, or assigned to specific purposes within the general fund. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Because of the spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

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

The County spends restricted amounts first, when both restricted and unrestricted fund balance is available, unless prohibited by legal documents, grant agreements or contracts. Additionally, the County uses committed fund balance, followed by assigned fund balance and then unassigned fund balance when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

**Proprietary Fund Financial Statements**

The County's enterprise funds and internal service funds are proprietary funds. In the accompanying financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when the related goods or services are delivered. Proprietary funds are presented using the *economic resources measurement focus*. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

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

**1. Summary of Significant Accounting Policies (Continued)**

Proprietary fund operating expenses include those expenses associated with the principal ongoing operations of the fund that are normally covered by operating revenues. Non-operating expenses include interest expense.

Amounts paid to acquire capital assets are capitalized as assets in the proprietary fund financial statements, rather than reported as expenses. Proceeds of long-term debt are recorded as a liability in the proprietary fund financial statements, rather than as another financing source. Amounts paid to reduce long-term indebtedness are reported as a reduction of the related liabilities, rather than as an expense. The County spends restricted amounts first, when both restricted and unrestricted net position are available, unless prohibited by legal documents, grant agreements or contracts.

**Cash and Cash Equivalents**

Cash and investments are defined as short-term highly liquid investments that are both readily convertible to known amounts of cash and have an original maturity of three months or less. This includes cash in banks, repurchase agreements with financial institutions, petty cash, cash with claims administrators and balances in Florida PRIME, formerly the State Board of Administration Investment Pool, the Florida Local Government Investment Trust, and the Florida Fixed Income Trust.

All funds participate in the pooled cash investment program. Investment income is allocated to individual funds based upon their average daily balance in the cash pool. Each fund's individual equity in the County's investment pool is considered to be a cash equivalent, since the funds can deposit or effectively withdraw cash at any time without prior notice or penalty. This methodology is also used in the statement of cash flows for the Proprietary funds.

**Investments**

Investments are stated at fair value on the balance sheet with unrealized gains and losses charged or credited to investment income. In accordance with authorized investment laws, the County invests in various U.S. Treasury and Agency securities.

**Property Taxes - Liens 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 rolls are certified by the County Property Appraiser. The Tax Collector mails, to each property owner on the assessment roll, a notice of taxes levied by the various governmental entities in the County. Taxes may be paid upon receipt of such notice with discounts at the rate of 4% if paid in the month of November, 3% if paid in the month of December, 2% if paid in the month of January, and 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 after 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. By May 31, of each 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	September 30
Beginning of fiscal year for which taxes have been levied	October 1
Tax bills rendered and due	November 1
Property tax payments:	
Maximum discount	November 30
Delinquent	April 1
Tax certificates sold (lien date)	May 31

**1. Summary of Significant Accounting Policies (Continued)**

**Inventories and Prepaid Items**

Inventories are stated at cost (first-in, first-out method). Inventories in the General, Special Revenue, and Internal Service funds consist of expendable supplies held for consumption. Inventories are recorded as expenditures at the time items are consumed (consumption method). Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Inventories and prepaid items reported in governmental fund statements are equally offset by non-spendable fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

**Restricted Assets**

Certain funds of the County are classified as restricted assets on the statement of net position because the restriction is either imposed by law through constitutional provisions or enabling legislation, or imposed externally by creditors, grantors, contributions, or laws or regulations of other governments; therefore, their use is limited by applicable laws and regulations.

Certain solid waste system enterprise fund assets are required to be segregated from other current assets. These assets are legally restricted for specific purposes, such as landfill closure and post-closure care.

**Capital Assets**

Capital assets, which include property, plant, and equipment infrastructure (e.g., roads, bridges, sidewalks, traffic signals, storm water drainage and similar items), and intangible assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$1,000 or more and an estimated useful life in excess of one year. Capital assets are valued at historical cost. Roads, bridges, traffic signals and storm water basins constructed prior to September 30, 1997, are reported at estimated historical cost. Donated capital assets are recorded at estimated fair market value at the time of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are completed.

The capital assets used in the operations of the Board of County Commissioners, Property Appraiser, Tax Collector, Clerk of the Circuit and County Courts and Supervisor of Elections are accounted for by the Board of County Commissioners, as the Board holds legal title and is accountable for them under Florida law. The Sheriff, under Florida law, is accountable for and thus maintains capital asset records pertaining to equipment used in their operations. The Sheriff's assets have been combined with the Board's governmental activities capital assets in the statement of net position.

Property, plant and equipment of the primary government, as well as the component units, are depreciated or amortized in the case of intangible assets, using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Building and Improvements	20-50
Books, Machinery and Equipment	3-10
Infrastructure	50
Intangibles	3-10

**Capitalization of Interest**

Interest costs related to bond issues are capitalized during the construction period for Proprietary activities only. GASB Statement No. 37 removes the requirement for governmental activities. These costs are netted against applicable interest earnings on construction fund investments. During the current period, the County did not have any capitalized interest.

1. **Summary of Significant Accounting Policies (Continued)**

**Arbitrage Rebate**

The U.S. Treasury has issued regulations on calculating the rebate due the federal government on arbitrage profits, calculating arbitrage penalties and determining compliance with the arbitrage rebate provisions of the Tax Reform Act of 1986. Arbitrage profits arise when the County temporarily invests the proceeds of tax exempt debt in securities with higher yields. As of September 30, 2014, the County did not have an arbitrage liability.

**Revenues Pledged to Secure Revenue Bonds**

All Revenue bonds are secured by a pledge of the revenues for that type of revenue bond as listed by the individual bond resolutions. The notes to the statements (Note 9) describe each of these pledges.

**Budgets and Budgetary Accounting**

The Board and other Constitutional Officers, governed by Florida Statutes, follow these procedures in establishing the budgetary data reflected in the accompanying financial statements:

- The Constitutional Officers submit, at various times, to the Board and to certain divisions within the Department of Revenue, State of Florida, a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means for financing them.
- The Department of Revenue, State of Florida, has the final authority on the operating budgets for the Tax Collector and Property Appraiser.
- The tentative budget is reviewed and/or modified by the Board after which public hearings are conducted pursuant to Section 200.065 of the Florida Statutes.
- Prior to October 1, the budget is legally enacted by approval of the Board.
- Revision to the total budget requires Board approval. Expenditures may not legally exceed appropriations at the fund level.
- Budgets are adopted on a basis consistent with GAAP.
- All governmental funds have legally adopted annual budgets.
- All encumbered and unencumbered appropriations lapse at the close of the fiscal year.

The combining budgetary comparison schedules for non-major special revenue, non-major debt service and non-major capital projects funds present comparisons of the legally adopted budget and actual data. Budgetary information is found in the Basic Financial Statements for the major funds of the County.

**Encumbrances**

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the general fund, special revenue funds and capital projects funds. While appropriations lapse at year-end, the County intends to honor purchase orders and contracts in process. Outstanding encumbrances at year end for major funds were \$ 6,415,295, which include \$ 1,544,935 for General Fund, \$ 1,832,280 for Tourist Development Council, \$ 417,956 for Countywide Fire District, and \$ 2,620,124 for General Capital Outlay. Outstanding encumbrances in the aggregate for nonmajor funds were \$ 16,925,973. Total encumbrances outstanding at year end were \$ 23,341,268. Encumbrances outstanding at year end are re-appropriated in the ensuing year's budget.

**Compensated Absences**

In accordance with GASB Statement 16, *Accounting for Compensated Absences*, the County accrues a liability for compensated absences, as well as certain other salary-related costs associated with the payment of compensated absences. The entire compensated absences liability, both short-term and long-term portions, is recorded in the government-wide financial statements and the separate proprietary fund financial statements. Compensated absences liabilities are liquidated by the governmental or proprietary fund paying the employee's salary and benefits. During fiscal year 2014, governmental funds, basically the General Fund and Countywide Fire District account for 98% of the compensated absences liability liquidated. Proprietary fund, mainly Environmental Services (Landfill), accounts for 2% of the compensated liability liquidated during this fiscal year.

1. **Summary of Significant Accounting Policies** *(Concluded)*

**Landfill Closure and Post-closure Care Costs**

Under the terms of the Florida Department of Environmental Protection regulations, the County is required to provide for long-term care for landfill operations for up to 30 years after final closure. The estimated costs of closure and post-closure care are recognized in the Environmental Services (Landfill) fund over the estimated useful life of the landfills based on the percentage of capacity used. An audited report is filed each year with the Florida Department of Environmental Protection. The liability on the face of the statement is equal to the total estimated cost of closure/post-closure care. The estimates are reviewed and adjusted each year for changes due to inflation, technology or applicable laws or regulations.

**Post-Employment Benefits Other than Pension (OPEB)**

In fiscal year 2008, the County implemented GASB Statement No. 45, "Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions." This standard is required of all governmental employers who provide Other Post-Employment Benefits (OPEB) for which the employer pays all or a part of the OPEB costs. Post-Employment liabilities are liquidated by the governmental or proprietary fund paying the employee's salary and benefits. During fiscal year 2014, governmental funds, basically the General Fund and Countywide Fire District account for 98% of the Post -Employment liability liquidated. Proprietary fund, mainly Environmental Services (Landfill), accounts for 2% of the Post-Employment liability liquidated during this fiscal year. Additional information on the County's OPEB liability can be found in Note 16.

**Use of Estimates**

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

**2. Cash and Investments**

**Deposits**

As of September 30, 2014, the carrying value of the Osceola County Board of County Commissioners (Board) and Constitutional Officer’s deposits in financial institutions totaled approximately \$152,844,888. In addition, cash on hand totaled \$49,149.

The total deposits include \$23,877,283 that is recorded in the agency funds of the County. These amounts are not reflected in the basic financial statements.

**Custodial Credit Risk for Deposits**

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the county will not be able to recover deposits or collateral securities that are in the possession of an outside party.

The county’s deposits are held by qualified public depositories (QPD), as defined in Section 280.02(26), *Florida Statutes*. The State Chief Financial Officer determines the collateral requirements and collateral pledging level for each QPD following guidelines outlined in Section 280.04, F.S., and Florida Department of Financial Services Rules, Chapter 69C-2, Florida Administrative Code. Therefore deposits are considered fully insured.

**Investments**

The value of the Board and Constitutional Officer’s investments with their respective Standard & Poor’s credit ratings was as follows (in thousands):

<u>Investment Type</u>	<u>Fair Value</u>	<u>Rating</u>
Florida PRIME	\$ 123,937	AAAm
Florida Local Government Investment Trust (FLGIT)	32,410	AAAf
Money Market Mutual Fund	28,492	AAAm
Florida Fixed Income Trust (FL-FIT)	10,072	Unrated
Federal Instrumentalities	110,481	AA+
<b>Total Investments</b>	<u>\$ 305,392</u>	

The Florida State Board of Administration (SBA) administers the Local Government Surplus Funds Trust Fund (Florida PRIME) and the Fund B Surplus Funds Trust Fund (Fund B). Florida PRIME is an external investment pool, not registered with the SEC; however, it is structured as an SEC regulated ‘Rule 2a-7 like’ money-market fund. Florida PRIME is governed by Chapters 215 and 218, *Florida Statutes*, and Chapter 19-7 of the *Florida Administrative Code*, which identifies the rules of the SBA. These rules provide guidance and establish the general operating procedures for the administration of the Florida PRIME. Additionally, the State of Florida, Office of the Auditor General performs the operational audit of the activities and investments of the SBA. The fair value of the county’s position in the pool approximates the value of the pool shares.

The Florida Local Government Investment Trust (FLGIT) is a public entity created via a trust indenture under the laws of the State of Florida. It was developed through the joint efforts of the Florida Association of Court Clerks and Comptrollers and the Florida Association of Counties. The FLGIT is an external investment pool, not subject to SEC or other regulatory oversight. It is accounted for as a fluctuating net asset value investment pool. The trust is governed by a Board of Trustees and has appointed Payden & Rygel as the investment advisor. The trust invests in U.S. government securities, asset-backed securities, mortgage backed securities and corporate bonds. The fair value of the county’s position in the pool approximates the value of the pool shares.

The Florida Fixed Income Trust (FL-FIT), also, is a public entity created via a trust indenture under the laws of the State of Florida in April 2010. FL-FIT is an external investment pool, not subject to SEC or other regulatory oversight. It is accounted for as a fluctuating net asset value investment pool. The trust is governed by a Board of Trustees and has appointed Wertz York Capital Management Group, LLC (Wertz York) as the investment manager. Wertz York Capital is a Tampa Bay based SEC Registered Investment Advisor. As of September 30, 2014, the county has invested in the FL-FIT 180+ Portfolio. This portfolio consisted of institutional money market

**2. Cash and Investments (Continued)**

funds (including Treasury, Government and Prime), short-term governmental bond funds and FDIC insured bank deposits. The fair value of the county's position in the pool approximates the value of the pool shares.

Fund B was composed of distressed securities resulting from the credit crisis that began in late 2007. The sale of all remaining Fund B collateral assets was completed on September 26, 2014. Once all expenses related to the termination of Fund B have been estimated and accrued, and in compliance with statutory requirements, the Fund will be closed down.

The following is a reconciliation of reported cash and investment balances in the financial statements (in thousands):

Statement of Net Position:	
Cash and Investments	\$ 431,094
Restricted Cash and Investments	3,750
Statement of Fiduciary Net Position:	
Cash and Investments	23,878
Less: Accrued Interest	<u>(306)</u>
<b>Total Cash and Investments*</b>	<b><u>\$ 458,416</u></b>

\*Fiduciary funds are not included in the Statement of Net Position.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the county manages interest rate risk by limiting individual investments maturities to no longer than five years. In addition, the average aggregate maturity of the investment portfolio is limited to a maximum of two years.

As of September 30, 2014, the investments of the Board of County Commissioners had the following maturities (in thousands):

	<b>Fair Market Value</b>	<b>Less Than 1 Year</b>	<b>1 - 5 Years</b>	<b>More than 10 Years</b>
Florida PRIME	\$ 123,937	\$ 123,937	\$ -	\$ -
Florida Local Government Investment Trust (FLGIT)	32,410	-	32,409	-
Money Market Mutual Fund	28,492	28,492	-	-
Florida Fixed Income Trust (FL-FIT)	10,072	10,072	-	-
Federal Instrumentalities	<u>110,481</u>	<u>-</u>	<u>110,362</u>	<u>119</u>
<b>Total Investments</b>	<b><u>\$ 305,392</u></b>	<b><u>\$ 162,501</u></b>	<b><u>\$ 142,771</u></b>	<b><u>\$ 119</u></b>

The weighted average of days to maturity (WAM) of the Florida PRIME, the Money market mutual fund and the FL-FIT at September 30, 2014 is 40 days, 47 days, and 257 days, respectively. The weighted average of years to maturity of the FLGIT is 1.82 years.

Prior to implementing its current investment policy, the county invested in several instruments with maturities longer than ten years. These instruments are backed by adjustable rate mortgages, which are being paid down gradually, and the county has elected to hold them until maturity or full payment, whichever comes first. The remaining fair market value balance invested in these securities is \$119,586.

**2. Cash and Investments (Concluded)**

**Credit Risk for Investments**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Section 218.415, *Florida Statutes*, limits the types of investments that a government can invest in unless specifically authorized in an investment policy. The Board's Investment Policy allows for investments in any stable or constant net asset value structured pool; any variable or fluctuating net asset value structured pool; negotiable direct obligations of the United States Government; bonds and debentures of Federal Instrumentalities; non-negotiable interest bearing time certificates of deposit or savings accounts; securities in collateralized investment trusts; repurchase agreements comprised of only those securities mentioned above.

Credit quality risk identified with S&P ratings, is provided in the table above. The FL-FIT is not rated by any nationally recognized statistical agency. The trust investments in registered investment companies consisted of funds that are AAA rated by a nationally recognized credit rating organization or consisted of underlying securities that are AAA rated or backed by the US Treasury or FDIC.

**Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The county's investment policy establishes asset allocation limits as follows:

Any Stable or Constant Net Asset Value structured pool	75% maximum
U.S. Treasury securities	50% maximum
Federal agencies and instrumentalities	50% maximum
Demand and time deposits	30% maximum
Any Variable or Fluctuating Net Asset Value structured pool	30% maximum
Securities in collateralized investment trusts	20% maximum
Repurchase agreements	20% maximum

**Custodial Credit Risk**

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the transaction, the county will not be able to recover the value of investments or collateral securities.

The Board's investment policy requires that all securities purchased or sold will be transferred only under the "delivery versus payment" (D.V.P.) method. U.S. government agency and instrumentality securities are held by the county's agent, in the county's name, in accordance with the county's investment policy requiring third party custody and safekeeping.

**3. Accounts Receivable**

Accounts receivable with related allowance for doubtful accounts at September 30, 2014, were as follows (in thousands):

<u>Activities</u>	<u>Outstanding Balance</u>	<u>Allowance for Doubtful Accounts</u>	<u>Net</u>
Governmental Activities	\$ 11,705	\$ (8,274)	\$ 3,431
Business-type Activities	1,270	(2)	1,268
<b>Total</b>	<u>\$ 12,975</u>	<u>\$ (8,276)</u>	<u>\$ 4,699</u>

The majority of the allowance for doubtful accounts in governmental funds pertains to receivables in the Countywide Fire District Fund, which provides emergency services to the public.

OSCEOLA COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
September 30, 2014

**4. Due from Other Governments**

Funds due from Other Governments as of September 30, 2014, are as follows (in thousands):

**Governmental Activities:**

Clerk of the Court Agency Fund	\$ 505
Federal and State Grants	1,826
Florida Department of Transportation	944
Florida Department of Revenue LOT	1,018
Florida Department of Revenue Gas & Fuel Tax	709
Florida Department of Revenue - Sales Tax	575
Interlocal Agreements and Other	387
Osceola Expressway Authority <sup>(1)</sup>	144
SMG Management	216
State of Florida- 911 Emergency	398
State of Florida - Discretionary Sales Taxes	4,138
State of Florida - Sales Taxes	2,637
State of Florida-Communications Service Tax	1,000
State of Florida-Public Service Tax	438
Tax Collector Agency Fund	5,934
Sheriff Agency Fund	55
Miscellaneous others	<u>31</u>
Total Governmental Funds	20,955

**Business-type Activities:**

Central Florida Expressway	1,521
Osceola Express Authority	<u>71,981</u>

**Grand Total** **\$ 94,457**

Note 1: Due from Osceola Expressway Authority is a non-current loan established to provide funding for the operating expenses related to Poinciana Parkway

OSCEOLA COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
September 30, 2014

**5. Capital Assets**

Capital asset activity for the year ended September 30, 2014, including the Sheriff, was as follows (in thousands):

	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Transfers and Reclassifications</b>	<b>Ending Balance</b>
<b>Governmental Activities</b>					
Capital assets not being depreciated/amortized					
Land	\$ 160,096	\$ 4,236	\$ -	\$ -	\$ 164,332
Land Right of Way	209,653	30,600	-	-	240,253
Work of Arts/Collections	2	-	-	-	2
Construction in Progress	<u>225,881</u>	<u>34,447</u>	<u>(16,781)</u>	<u>(6)</u>	<u>243,541</u>
Total not being Depreciated/Amortized	<u>595,632</u>	<u>69,283</u>	<u>(16,781)</u>	<u>(6)</u>	<u>648,128</u>
Capital assets being depreciated/amortized					
Buildings	312,861	1,269	-	-	314,130
Improvements Other Than Buildings	76,436	2,610	(3)	-	79,043
Books	7,927	562	-	-	8,489
Machinery & Equipment	105,251	17,493	(6,842)	-	115,902
Infrastructure	439,350	398	-	-	439,748
Intangibles	<u>8,115</u>	<u>2,600</u>	<u>(915)</u>	<u>-</u>	<u>9,800</u>
Total being Depreciated/Amortized	<u>949,940</u>	<u>24,932</u>	<u>(7,760)</u>	<u>-</u>	<u>967,112</u>
Total before Depreciation/Amortization	<u>1,545,572</u>	<u>94,215</u>	<u>(24,541)</u>	<u>(6)</u>	<u>1,615,240</u>
Less Accumulated Depreciation/Amortization for:					
Buildings	(68,423)	(6,893)	-	-	(75,316)
Improvements Other Than Buildings	(20,074)	(3,110)	1	-	(23,183)
Books	(4,492)	(782)	-	-	(5,274)
Machinery & Equipment	(78,447)	(9,058)	6,650	-	(80,855)
Infrastructure	(190,715)	(9,020)	-	-	(199,735)
Intangibles	<u>(5,445)</u>	<u>(577)</u>	<u>915</u>	<u>-</u>	<u>(5,107)</u>
Total Accumulated Depreciation/Amortization	<u>(367,596)</u>	<u>(29,440)</u>	<u>7,566</u>	<u>-</u>	<u>(389,470)</u>
Total being Depreciated/Amortized, Net	<u>582,344</u>	<u>(4,508)</u>	<u>(194)</u>	<u>-</u>	<u>577,642</u>
Governmental Activities, CA, Net	<u>\$ 1,177,976</u>	<u>\$ 64,775</u>	<u>\$ (16,975)</u>	<u>\$ (6)</u>	<u>\$ 1,225,770</u>
<b>Business-type Activities</b>					
Capital Assets not being Depreciated/Amortized					
Land	\$ 1,985	\$ -	\$ -	\$ -	\$ 1,985
Land Right of Way	<u>43,447</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>43,447</u>
Total not being Depreciated/Amortized	<u>45,432</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,432</u>
Capital Assets being Depreciated/Amortized					
Buildings	3,477	-	(40)	-	3,437
Improvements Other Than Buildings	2,142	-	-	-	2,142
Machinery & Equipment	2,890	17	(125)	-	2,782
Infrastructure	<u>96,307</u>	<u>14</u>	<u>-</u>	<u>-</u>	<u>96,321</u>
Total being Depreciated/Amortized	<u>104,816</u>	<u>31</u>	<u>(165)</u>	<u>-</u>	<u>104,682</u>
Total before Depreciation/Amortization	<u>150,248</u>	<u>31</u>	<u>(165)</u>	<u>-</u>	<u>150,114</u>
Less Accumulated Depreciation/Amortization for:					
Buildings	(1,383)	(68)	36	-	(1,415)
Improvements Other Than Buildings	(2,117)	(3)	-	-	(2,120)
Machinery & Equipment	(2,566)	(74)	123	-	(2,517)
Infrastructure	<u>(37,280)</u>	<u>(1,887)</u>	<u>-</u>	<u>-</u>	<u>(39,167)</u>
Total Accumulated Depreciation/Amortization	<u>(43,346)</u>	<u>(2,032)</u>	<u>159</u>	<u>-</u>	<u>(45,219)</u>
Total being Depreciated/Amortized, Net	<u>61,470</u>	<u>(2,001)</u>	<u>(6)</u>	<u>-</u>	<u>59,463</u>
Business-type Activities, CA, Net	<u>\$ 106,902</u>	<u>\$ (2,001)</u>	<u>\$ (6)</u>	<u>\$ -</u>	<u>\$ 104,895</u>

OSCEOLA COUNTY, FLORIDA  
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September 30, 2014

**5. Capital Assets (Concluded)**

Depreciation and amortization expense in governmental activities was charged to functions/programs as follows (in thousands):

General government	\$	6,542
Public safety		7,078
Physical environment		202
Transportation		9,589
Economic environment		272
Human services		238
Culture and recreation		3,940
Court related		1,579
<b>Total Depreciation and Amortization Expense Governmental Activities</b>	<b>\$</b>	<b>29,440</b>

**Construction Commitments**

At September 30, 2014, the County was committed or in the process of committing to various capital outlay expenditures. Among the more significant ones were (in thousands):

Commuter Rail	\$	23,430
Judge Property		21,619
Florida Advanced Manufacturing Research Facility		9,682
800 Mhz Digital Communication Ph II		7,984
Training Facility & Shooting Range		7,908
Poinciana Boulevard Phase III		7,114
Boggy Creek Road Phase I		5,215
Osceola Parkway Phase II		4,770
Osceola Parkway Phase I		3,941
Overstreet Fire Station		2,136

**Invested in Capital Assets**

The amount reported on the statement of net position as invested in capital assets, net of related debt, at September 30, 2014, consists of the following (in thousands):

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
Net Capital Assets	\$ 1,225,770	\$ 104,895	\$ 1,330,665
Less: Debt Related to purchase of capital assets			
Bonded indebtedness-net	(392,248)	(80,100)	(472,348)
Notes payable	(4,632)	-	(4,632)
Capital lease	(7,482)	-	(7,482)
Invested in capital assets, net of related debt	<u>\$ 821,408</u>	<u>\$ 24,795</u>	<u>\$ 846,203</u>

OSCEOLA COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
September 30, 2014

**6. Interfund Receivables and Payables**

Interfund balances at September 30, 2014, are as follows (in thousands):

**Due to/from Other Funds - Detail**

	<b>Payable Fund</b>					<b>Grand Total</b>
	<b>General Fund</b>	<b>Tourist Development Council Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>	<b>Proprietary Funds</b>	
Governmental Funds						
General Fund	\$ -	\$ 1	\$ 987	\$ 988	\$ -	\$ 988
Tourist Development	194	-	-	194	-	194
Countywide Fire	319	-	-	319	-	319
Other Governmental	<u>486</u>	<u>-</u>	<u>57</u>	<u>543</u>	<u>-</u>	<u>543</u>
Total Governmental	999	1	1,044	2,044	-	2,044
Proprietary Funds	<u>213</u>	<u>-</u>	<u>-</u>	<u>213</u>	<u>-</u>	<u>213</u>
<b>Grand Total</b>	<u>\$ 1,212</u>	<u>\$ 1</u>	<u>\$ 1,044</u>	<u>\$ 2,257</u>	<u>\$ -</u>	<u>\$ 2,257</u>

All amounts above are expected to be repaid within one year and resulted from amounts owed between elected official/agencies or amounts borrowed to cover cash flow needs, primarily associated with reimbursable grant programs.

**7. Capital Lease Obligations**

**Governmental Funds**

Outstanding capital lease obligations at September 30, 2014, are as follows:

The Board has a 5.97% interest rate lease purchase agreement on Firefighter Bunker Gear to be used by the County Fire District. The purchase price was \$592,940 and is reported in governmental activities machinery and equipment net of accumulated depreciation of \$238,093.64. Payments are due annually until 2016. The principal balance is \$232,714 and the annual requirements to amortize the installment capital lease as of September 30, 2014, are as follows (in thousands):

<b>Firefighter Bunker Gear</b>			
<b>Year Ended</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
<b>September 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2015	\$ 113	\$ 14	\$ 127
2016	119	7	126
<b>Totals</b>	<b>\$ 232</b>	<b>\$ 21</b>	<b>\$ 253</b>

The Board has a 2.65% interest rate lease purchase agreement for communications equipment to migrate to a P25 platform for emergency communications. The purchase price was \$11,837,938 and is reported in governmental activities machinery and equipment net of accumulated depreciation of \$1,409,399. Payments are due annually until 2022. The principal balance is \$7,250,278, and the annual requirements to amortize the installment capital lease as of September 30, 2014, are as follows (in thousands):

<b>P 25 Communications Equipment</b>			
<b>Year Ended</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
<b>September 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2015	\$ 826	\$ 192	\$ 1,018
2016	847	170	1,017
2017	870	148	1,018
2018	893	125	1,018
2019	917	101	1,018
2020	941	77	1,018
2021	966	52	1,018
2022	990	26	1,016
<b>Totals</b>	<b>\$ 7,250</b>	<b>\$ 891</b>	<b>\$ 8,141</b>

**8. Interfund Transfers**

Interfund transfers for the year ended on September 30, 2014, are as follows (in thousands):

<b>Transfers to General Fund from</b>	
Tourist Development Council Fund	\$ 1,655
Countywide Fire District	3,120
General Capital Outlay	510
Nonmajor Governmental Funds	10,358
Proprietary Funds	<u>720</u>
<b>Total Transfers to General Fund</b>	<b><u>\$ 16,363</u></b>
<b>Transfers to Tourist Development Council Fund from</b>	
General Fund	\$ 194
Nonmajor Governmental Funds	-
Proprietary Funds	<u>-</u>
<b>Total Transfers to Tourist Development Council Fund</b>	<b><u>\$ 194</u></b>
<b>Transfers to Countywide Fire District Fund from</b>	
General Fund	\$ 2,504
Proprietary Funds	<u>-</u>
<b>Total Transfers to Countywide Fire District Fund</b>	<b><u>\$ 2,504</u></b>
<b>Transfers to General Capital Outlay Fund from</b>	
General Fund	\$ 251
Nonmajor Governmental Funds	-
Proprietary Funds	<u>-</u>
<b>Total Transfers to General Capital Outlay Fund</b>	<b><u>\$ 251</u></b>
<b>Transfers to Nonmajor Governmental Funds from</b>	
General Fund	\$ 10,581
Tourist Development Council Fund	5,720
Countywide Fire District	99
Proprietary Funds	28
Nonmajor Governmental Funds	<u>24,709</u>
<b>Total Transfers to Nonmajor Governmental Funds</b>	<b><u>\$ 41,137</u></b>
<b>Total Transfers to Governmental Funds</b>	<b><u>\$ 60,449</u></b>
<b>Transfers to Proprietary Funds from</b>	
General Fund	\$ 4,482
General Capital Outlay	1,534
Countywide Fire District	279
Nonmajor Governmental Funds	<u>2,870</u>
<b>Total Transfers to Proprietary Funds</b>	<b><u>\$ 9,165</u></b>
<b>Total Transfers</b>	<b><u>\$ 69,614</u></b>

Generally transfers are used to: 1) move revenues from the fund that collects them to the fund that the budget requires to expend them, 2) move receipts restricted to the debt service from the funds collecting the receipts to the Debt Service Fund, or 3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. All interfund transfers are budgeted. They are adopted by the Board of County Commissioners as part of the annual budget.

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OSCEOLA COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
September 30, 2014

**9. General Long-Term Debt**

The following is a summary of long-term debt at September 30, 2014 (in thousands):

Fund	Debt	Principal Balance October 01, 2013	Additions	Deductions	Principal Balance September 30, 2014	Amount Due Within One Year	Amount Due After One Year
<b>Governmental-type Activities Bonds</b>							
234	Limited General Obligation Bonds, Series 2006	\$ 11,645	\$ -	\$ 695	\$ 10,950	\$ 720	\$ 10,230
238	Limited General Obligation Bonds, Series 2010	21,735	-	1,335	20,400	1,390	19,010
235	Infrastructure Sales Surtax Revenue Bonds, Series 2007	60,535	-	3,300	57,235	3,465	53,770
239	Infrastructure Sales Surtax Revenue Refunding Bonds, Series 2011	29,500	-	2,455	27,045	2,505	24,540
202	Sales Tax Revenue Bonds, Series 2009	46,005	-	960	45,045	985	44,060
237	Sales Tax Revenue Refunding Bonds, Series 2010	38,230	-	2,620	35,610	2,690	32,920
204	Tourist Development Tax (Fifth Cent) Revenue Bonds, Series 2012, (Rida Conference Center Phase One Project)	12,435	-	200	12,235	205	12,030
240	Tourist Development Tax Revenue Refunding & Improvement Bonds, Series 2012	74,790	-	2,330	72,460	2,375	70,085
236	Capital Improvement Revenue Bonds, Series 2009 A, B & C	124,950	-	2,620	122,330	2,725	119,605
210	West 192 Redevelopment Area Municipal Service Benefit Unit Special Assessments Bonds (Phase IIC), Series 2003	2,750	-	75	2,675	80	2,595
	Subtotal Governmental Bonds Payable	422,575	-	16,590	405,985	17,140	388,845
	Plus (Less) Unamortized Bond Premium (Discount)	12,036	-	956	11,080	-	11,080
	(Less) Deferred Loss on Refunding	-	-	-	-	-	-
	<b>Total Governmental-Type Bonds and Unamortized Charges</b>	<b>\$ 434,611</b>	<b>\$ -</b>	<b>\$ 17,546</b>	<b>\$ 417,065</b>	<b>\$ 17,140</b>	<b>\$ 399,925</b>
<b>Business-Type Activities Bonds</b>							
407	Transportation Improvement Bonds (Osceola Parkway Project), Series 2004	\$ 87,745	\$ -	\$ 87,745	\$ -	\$ -	\$ -
407	Transportation Improvement Refunding Bonds (Osceola Parkway Project), Series 2014	-	80,100	-	80,100	3,710	76,390
408	Expressway System Senior Lien Revenue Bonds (Poinciana Parkway Project), Series 2014A, B-1 & B-2	-	69,709	-	69,709	-	69,709

OSCEOLA COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
September 30, 2014

**9. General Long-Term Debt (Continued)**

Debt	Principal Balance October 01, 2013	Additions	Deductions	Principal Balance September 30, 2014	Amount Due Within One Year	Amount Due After One Year
<b>Business-Type Activities Bonds (Concluded)</b>						
Subtotal Governmental Bonds Payable	87,745	149,809	87,745	149,809	3,710	146,099
Plus (Less) Unamortized Bond Premium (Discount)	2,869	(447)	2,869	(447)	-	(447)
<b>Total Business-Type Bonds and Unamortized Bond Premium</b>	<u>90,614</u>	<u>149,362</u>	<u>90,614</u>	<u>149,362</u>	<u>3,710</u>	<u>145,652</u>
<b>Total Governmental and Business-Type Net Bonds</b>	<u>\$ 525,225</u>	<u>\$ 149,362</u>	<u>\$ 108,160</u>	<u>\$ 566,427</u>	<u>\$ 20,850</u>	<u>\$ 545,577</u>
<b>Other Long-Term Debt</b>						
<b>Governmental-Type Activities</b>						
<b>Capital Lease</b>						
Firefighter Bunker Gear	339	-	107	232	113	119
P25 Communications Equipment	8,054	-	804	7,250	826	6,424
Concurrency Management Agreement	4,737	-	585	4,152	613	3,539
The Wilder Companies/Loop Orlando LLC	942	-	462	480	480	-
Other Post Employment Benefits	21,299	3,482	840	23,941	-	23,941
Compensated Absences:						
Board of County Commissioners	5,854	7,230	6,194	6,890	413	6,477
Clerk of the Court	413	755	695	473	28	445
Tax Collector	610	319	487	442	27	415
Sheriff	5,431	4,299	3,623	6,107	366	5,741
Property Appraiser	289	207	207	289	17	272
Supervisor of Elections	72	66	69	69	4	65
<b>Total Other Long-Term Debt Governmental-Type Activities</b>	<u>\$ 48,040</u>	<u>\$ 16,358</u>	<u>\$ 14,073</u>	<u>\$ 50,325</u>	<u>\$ 2,888</u>	<u>\$ 47,437</u>
<b>Other Long-Term Debt Business-Type Activities</b>						
Landfill Closure	13,980	-	555	13,425	980	12,445
Other Post Employment Benefits	141	8	-	149	-	149
Compensated Absences						
Board of County Commissioners	104	1	14	91	6	85
FL Department of Transportation SIB Loan	-	2,725	-	2,725	-	2,725
<b>Total Other Long-Term Debt Business-Type Activities</b>	<u>14,225</u>	<u>2,734</u>	<u>569</u>	<u>16,390</u>	<u>986</u>	<u>15,404</u>
<b>Total Governmental and Business-Type Long-Term Debt</b>	<u>\$ 587,490</u>	<u>\$ 168,454</u>	<u>\$ 122,802</u>	<u>\$ 633,142</u>	<u>\$ 24,724</u>	<u>\$ 608,418</u>

**9. General Long Term Debt (Continued)**

**Principal and Interest Requirement to Maturity**

The following are the bonds annual debt service requirements as of September 30, 2014 (in thousands):

Year Ended September 30	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2015	\$ 17,140	\$ 20,138	\$ 37,278	\$ 3,710	\$ 2,828	\$ 6,538
2016	17,800	19,450	37,250	7,910	3,588	11,498
2017	18,530	18,710	37,240	8,550	3,410	11,960
2018	19,275	17,902	37,177	7,735	3,218	10,953
2019	20,145	17,031	37,176	8,065	3,043	11,108
2020-2024	115,085	70,599	185,684	49,871	14,710	64,581
2025-2029	72,990	45,716	118,706	2,421	24,899	27,320
2030-2034	62,280	29,106	91,386	5,969	28,151	34,120
2035-2039	52,635	11,960	64,595	10,267	27,575	37,842
2040-2044	10,105	508	10,613	16,376	21,282	37,658
2045-2049	-	-	-	28,935	3,346	32,281
	<u>\$ 405,985</u>	<u>\$ 251,120</u>	<u>\$ 657,105</u>	<u>\$ 149,809</u>	<u>\$ 136,050</u>	<u>\$ 285,859</u>

A description of the bonds and other long-term debt is as follows:

**A. Governmental-Type Activities**

**General Obligation Bonds**

**Outstanding  
Principal  
Balance  
09/30/2014  
(In thousands)**

\$15,295,000 Limited General Obligation Bonds, Series 2006, dated July 26, 2006, of which a portion is due on October 1 of each year beginning in 2007 through 2025. Interest at 4.00% to 4.50% due semi-annually on April 1 and October 1. Issued to finance the cost of acquisition of environmentally significant lands for the protection of water resources, wildlife habitat and public green space for passive recreation within the County, and pay costs associated with the issuance of the Series 2006 Bonds; payable from voter approved ad valorem tax revenues. \$10,950

\$24,295,000 Limited General Obligation Bonds, Series 2010, dated August 26, 2010, of which a portion is due on October 1 of each year beginning in 2012 through 2025; unamortized premium of \$898,498 at September 30, 2014. Interest at 3.00% to 4.00% due semi-annually on April 1 and October 1. Issued to refinance previously issued Osceola County, Florida Revenue Note, Draw No A-1-1 (Limited Obligation), dated November 1, 2007, and Osceola County Florida Note, draw A-1-2 (Limited Obligation), dated February 28, 2008, both of which originally financed the acquisition of environmentally significant lands for the protection of water resources, wildlife habitat, and public green space for passive recreation within the County; to finance the cost of acquisition of environmentally significant lands for the protection of water resources, wildlife habitat, and public green space for passive recreation within the County; and pay cost associated with the issuance of the Series 2010 Bonds; payable from voter approved ad valorem tax revenues. \$20,400

**9. General Long-Term Debt (Continued)**

**A. Governmental-Type Activities (Continued)**

**Revenue Bonds**

**Outstanding  
Principal  
Balance  
09/30/2014  
(In thousands)**

<p>\$75,000,000 Infrastructure Sales Surtax Revenue Bonds, Series 2007, dated June 06, 2007, of which a portion is due on October 1 of each year beginning in 2009 through 2024. Interest at 4.00% to 5.00% due semi-annually on April 1 and October 1; unamortized premium of \$2,696,564 at September 30, 2014. Issued to finance a portion of the cost of acquisition, construction and equipping of certain transportation improvements within the County; advance refund of a portion of the Series 2002 bonds, and pay costs associated with the issuance of the Series 2007 Bonds, including the financial guaranty insurance premium and the reserve account insurance policy premium; payable from one cent local infrastructure sales surtax revenues distributed to the County.</p>	<p>\$57,235</p>
<p>\$29,500,000 Infrastructure Sales Surtax Revenue Refunding Bonds, Series 2011, dated December 9, 2011, of which a portion is due October 1 of each year beginning in 2013 through 2022. Interest of 3.25% to 5.00% due semi-annually on April 1 and October 1; unamortized premium of \$2,715,883 at September 30, 2014. Issued to provide funds to advance refund a portion of the County’s outstanding Infrastructure Sales Surtax Revenue Bonds, Series 2002, and pay costs associated with the issuance of the Series 2011 Bonds; payable from one cent local infrastructure sales surtax revenues distributed to the County.</p>	<p>\$27,045</p>
<p>\$48,735,000 Sales Tax Revenue Bonds, Series 2009, dated January 15, 2009, of which a portion is due October 1 of each year beginning in 2010 through 2038; \$8,325,000 Term Bonds due on October 1, 2028; \$24,785,000 Term Bonds due on October 1, 2038. Interest at 3.00% to 5.375% due semi-annually on April 1 and October 1; unamortized discount of \$382,800 at September 30, 2014. Issued to finance the costs of acquisition, construction and improvement of various properties and facilities of the County, including without limitation, the acquisition of approximately 400 acres of right-of-way and stormwater management ponds for the purpose of extending and improving the County’s transportation system through six major developments of regional impact projects in east Osceola County, bordering Lake Tohopekaliga, the acquisition, construction and installation of facilities to provide an emergency operation center, the purchase of two firefighting ladder trucks and ancillary equipment and acquisition of approximately one half acre of real property contiguous to the County’s Administration Building and Courthouse. Payable from the local government half-cent sales tax distributed to the County.</p>	<p>\$45,045</p>
<p>\$43,470,000 Sales Tax Revenue Refunding Bonds, Series 2010, dated March 25, 2010, of which a portion is due on October 1 of each year beginning in 2010 through 2024. Interest at 3.00% to 5.00% due semi-annually on April 1 and October 1; unamortized premium of \$1,479,178 at September 30, 2014. Issued to refund the County’s outstanding Sales Tax Revenue Bonds, Series 1999, to fund required reserves, and pay costs associated with the issuance of the Series 2010 Bonds. Payable from local government half-cent sales tax distributed to the County.</p>	<p>\$35,610</p>
<p>\$12,565,000 Tourist Development Tax (Fifth Cent) Revenue Bonds, Series 2012, (Rida Conference Center Phase One Project), dated February 1, 2012 of which a portion is due October 1 of each year beginning in 2012 through 2041; \$1,220,000 in Term Bonds due October 1, 2012; \$1,545,000 in Term Bonds due October 1, 2026; \$1,750,000 in Term Bonds due October 1, 2031; and \$7,090,000 in Term Bonds due October 1, 2041. Interest at 2.83% to 6.44% due semi-annually on April 1 and October 1; unamortized discount of \$202,025 at September 30, 2014. Issued to provide funds to finance the acquisition, construction and equipping of an approximately 55,000 square foot Class A conference center located adjacent to the Omni Orlando Resort at ChampionsGate as part of the Rida</p>	<p>\$12,235</p>

**9. General Long-Term Debt (Continued)**

**Outstanding  
 Principal  
 Balance  
 09/30/2014  
 (In thousands)**

**A. Governmental-Type Activities (Continued)**

**Revenue Bonds (Concluded)**

Conference Center, fund a deposit into the Rida Senior Lien Reserve Account Subaccount, and pay costs associated with the issuance of the Series 2012 Bonds; payable from the fifth cent of the tourist development tax revenues distributed to the County and the RIDA Special Assessments.

\$74,790,000 Tourist Development Tax Revenue Refunding and Improvement Bonds, Series 2012, dated July 31, 2012, of which a portion is due October 1 of each year beginning 2013 through 2034; \$3,785,000 in Term Bonds due October 1, 2034. Interest at 3.00% to 5.00% due semi-annually on April 1 and October 1; unamortized premium of \$4,297,116 at September 30, 2014. Issued for the purpose of providing funds, to refund a portion of the Tourist Development Tax Revenue Bonds, Series 2002A and Subordinated Tourist Development Revenue Bond, Series 2009, finance and refinance the costs of acquisition, construction and equipping of certain capital improvements in the County, and pay costs associated with the issuance of the Series 2012 Bonds; payable from certain proceeds of tourist development tax revenues distributed to the County. \$72,460

\$132,250,000 Capital Improvement Revenue Bonds, Series 2009A, and Taxable Capital Improvement Revenue Bonds Series 2009B (Federally Taxable - Build America Bonds - Direct Subsidy), and 2009C (Federally Taxable – Build America Bonds - Recovery Zone Economic Development Bonds - Direct Subsidy) dated October 02, 2009, of which a portion is due on October 1 of each year beginning 2010 through 2039. Interest at 2.000 % to 6.946% due semi-annually on April 1, and October 1; unamortized premium of \$533,621 at September 30, 2014. Issued to finance construction of various capital projects, including road and ancillary improvements within the County, the construction of a parking garage adjacent to the Osceola County Courthouse and Administrative Building, the construction of a training facility for the Sheriff’s Department, the construction and equipping of a new community center in Marydia, other capital projects, fund the reserves, and pay the cost associated with the issuance of the Series 2009 Bonds. Payable from the proceeds of the local communications services tax levied by the County pursuant to Sections 202.19, 202.20 and 337.401, Florida Statutes, (excluding the communications services tax levied pursuant to Section 202.20 (3), Florida Statutes), and Resolution No. 00/01-143 adopted by the Board on July 2, 2001, (the “Communications Services Tax Revenues”) and the proceeds of the public service tax levied by the County pursuant to Section 166.231, Florida Statutes, the Act and Ordinance No. 6-15 enacted by the Board on May 1, 2006 (but not including the Communications Services Tax collected pursuant to Chapter 202, Florida Statutes, or Public Service tax retained by other entities pursuant to the Interlocal Agreements), any Issuer Bond Subsidy Payments and any additional security provided by the County pursuant to the Resolution. \$122,330

**Special Assessment Bonds**

\$4,415,000 West 192 Redevelopment Area Municipal Service Benefit Unit Special Assessment Bonds (Phase IIC), Series 2003, dated July 11, 2003, of which a portion is due on November 1 of each year beginning in 2007 through 2033; \$135,000 in Term Bonds due November 1, 2011; \$705,000 in Term Bonds due November 1, 2019; \$620,000 in Term Bonds due November 1, 2024; \$1,660,000 in Term Bonds due November 1, 2033. Interest at 5.00% to 5.50% due semi-annually on May 1 and November 1 beginning 2007 through 2033. Issued to complete installation of roadway landscaping and street lighting, pedestrian pathways, and crosswalks, roadway signage and transit facilities in the Phase IIC Benefit area. The project is part of an overall redevelopment effort of the County to enhance the \$2,675

**9. General Long-Term Debt (Continued)**

**Outstanding  
Principal  
Balance  
09/30/2014  
(In thousands)**

**A. Governmental-Type Activities (Concluded)**

**Special Assessments (Concluded)**

commercial viability of the West 192 MSBU; payable from the proceeds of capital special assessments lawfully levied and collected by the County upon property benefited by the 2003 Phase IIC project.

**B. Business-Type Activities**

\$80,100,000 Transportation Improvement Refunding Bonds (Osceola Parkway Project), Series 2014, dated September 9, 2014, of which the principal amount is due on April 1, 2024. Interest at 2.25% due semi-annually on April 1 and October 1; at September 30, 2014. Issued to refund the County's outstanding Transportation Improvement Bonds (Osceola Parkway Project), Series 2004, pay costs of the issuance related to the Series 2014 bonds, payable from the proceeds of the net revenues of Osceola Parkway plus a semi-annual County contribution from the constitution gas tax. Reedy Creek Improvement District still acts as a financial guaranty on behalf of the County. \$80,100

\$69,709,000 Expressway System Senior Lien Revenue Bonds, Series 2014A and Expressway System Senior Lien Revenue Capital Appreciation Bonds, Series 2014B-1 and Expressway System Senior Lien Revenue Convertible Capital Appreciation Bonds, Series 2014B-2 (Poinciana Parkway Project) dated March 27, 2014, of which a portion is due October 1 of each year beginning in 2019 through 2047; \$12,915,000 Term Bonds maturing on October 1, 2039; \$15,480 Term Bonds maturing on October 1, 2042. Interest at 3.17% to 6.25% due semi-annually on April 1, and October 1. Issued to finance the initial project of facilities designated as the Expressway System, pay costs of the issuance related to the Series 2014A, B-1, and B-2. \$69,709

**C. Other Governmental-Type Long-Term Debt**

The Board has a 5.97% interest rate lease purchase agreement on Firefighter Bunker Gear to be used by the County Fire District. The purchase price was \$592,940 Payments are due annually until October 2015. \$232

The Board has a 2.65% interest rate lease purchase for communications equipment to migrate to a P25 platform for emergency communications. The purchase price was \$11,837,938. Payments are due annually until December 2021. \$7,250

The County entered into a Concurrency Management participation agreement with Reedy Creek Improvement District for the development of various road improvements interchanges, and additional traffic lanes. This agreement was for \$11,333,273 with the first annual payment paid on October 1, 1998; with final payment is due October 1, 2019. \$4,152

The County entered into an agreement with The Wilder Companies, LTD., for the reimbursement of costs associated with land and road improvements in the development of The Loop, a shopping, dining and entertainment complex. The agreement totaled \$4,994,081 due annually on October 1, in ten equal installments. The first installment was paid on October 1, 2005; final payment is due October 1, 2014. \$480

**9. General Long-Term Debt (Continued)**

**Outstanding  
Principal  
Balance  
09/30/2014  
(In thousands)**

**C. Other Governmental-Type Long-Term Debt (Concluded)**

Compensated absences. The valuation of accrued leave benefits is calculated in accordance with GASB Statement No. 16. The liability is typically liquidated with the resources of the same fund that has paid the applicable employee's regular salaries and fringe benefits. The current portion of the accrued compensated absences liability, \$1,247,000 is estimated based on the percentage of employee's resignations and retirements over the previous years. \$14,270

Other Post Employment Benefit, for complete disclosure requirements see Notes to Financial Statements Number 16. \$23,941

**D. Other Business-Type Long-Term Debt**

Landfill closure, for complete disclosure requirements see Notes to Financial Statements Number 9. \$13,425

Compensated absences. The valuation of accrued leave benefits is calculated in accordance with GASB Statement No. 16. The liability is typically liquidated with the resources of the same fund that has paid the applicable employee's regular salaries and fringe benefits. The current portion of the accrued compensated absences liability, \$6,000 is estimated based on the percentage of employee's resignations and retirements over the previous years. \$91

Other Post Employment Benefit, for complete disclosure requirements see Notes to Financial Statements Number 10. \$149

In March 2014, a loan was approved for the fixed capital outlay portions of the construction of the Poinciana Parkway project in the total available amount of \$20,000,000. The first payment of this loan is due on April 1, 2017. Subsequent annual payments, including interest at 3.00%, are due on October 1 of each year through October 1, 2045. \$2,725

**E. Current Year Refunding**

On September 9, 2014, the County issued \$80,100,000 in Transportation Improvement Refunding Bonds (Osceola Parkway Project), Series 2014. The County used the proceeds of this bond issue to redeem the County's outstanding Transportation Improvement Bonds (Osceola Parkway Project), Series 2004 maturing each year through 2024. As a result, the liability for the redeemed bonds was removed from the Statement of Net Position. The transaction resulted in an economic gain (at present value) of \$10,575,567 and a reduction in future debt service of \$11,872,566.

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**9. Long-Term Debt (Continued)**

**Pledged Revenues (in thousands)**

	<u>Purpose of Issue</u>	<u>Revenue Pledged</u>	<u>Term of Commitment</u>
<b>Governmental-Type Activities:</b>			
Limited General Obligation Bonds, Series 2006	Capital Acquisitions	Ad-valorem Revenues (voted)	2006-2025
Limited General Obligation Bonds, Series 2010	Capital Acquisitions	Ad-valorem Revenues (voted)	2011-2025
Infrastructure Sales Surtax Revenue Bonds, Series 2007	Refunding and Capital Acquisition	Local Infrastructure Sales Surtax	2007-2024
Infrastructure Sales Surtax Revenue Refunding Bonds, Series 2011	Refunding	Local Infrastructure Sales Surtax	2011-2022
Sales Tax Revenue Bonds, Series 2009	Capital Acquisitions	Sales Tax Revenue	2009-2038
Sales Tax Refunding Revenue Bonds, Series 2010	Refunding	Sales Tax Revenue	2010-2024
Tourist Development Tax (Fifth Cent) Revenue Bonds, Series 2012, (Rida Conference Center Phase One Project)	Capital Acquisitions	Tourist Development Tax and Special Assessments	2012-2042
Tourist Development Tax Revenue Refunding & Improvement Bonds, Series 2012	Refunding and Capital Improvement	Tourist Development Tax	2012-2035
Capital Improvement Revenue Bonds, Series 2009 A, B, & C	Capital Acquisitions	Communications Service Tax and Public Service Tax	2010-2039
West 192 Redevelopment Area Municipal Service Benefit Unit Special Assesments Bonds, Series 2003	Redevelopment West 192 Road	Special Assessments	2003-2033
Total Governmental-Type Activities			
<b>Business-Type Activities:</b>			
Revenue Bonds:			
Osceola Parkway Project, Series 2014	Refunding and Improvement	Osceola Parkway Road Tolls Revenue	2015-2024
Poinciana Parkway Project, Series 2014 A, B-1, & B-2 <sup>(3)</sup>	Construction	Poinciana Parkway Road Tolls Revenue	2015-2048
Total Business-Type Activities			

Note 1: See Schedule of Debt Service Requirement

Note 2: Debt service includes extraordinary redemptions

Note 3: Construction phase, tolls revenue have not been collected

OSCEOLA COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
September 30, 2014

**9. Long-Term Debt (Concluded)**

<b>Amount Issued</b>	<b>Interest Rates</b>	<b>Amount Outstanding and/or Pledged (Includes Interest)<sup>(1)</sup></b>	<b>Total Pledged Revenue Estimated</b>	<b>% Amount Outstanding and/or Pledged to Total Pledged Revenue</b>	<b>Total Pledged Revenue Recognized For Year 2014</b>	<b>Debt Service as Portion of Revenue Pledged<sup>(2)</sup> For Year 2014</b>
\$ 15,295	4.00% - 4.50%	\$ 14,094	\$ 36,444	38.67%	\$ 3,037	38.95%
24,295	3.00% - 4.00%	24,667	36,444	67.68%	3,037	67.67%
75,000	4.00% - 5.00%	75,714	272,008	27.84%	24,728	25.01%
29,500	3.25% - 5.00%	33,289	197,824	16.83%	24,728	15.14%
48,735	3.00% - 5.375%	79,680	418,850	19.02%	16,754	19.04%
43,470	3.00% - 5.00%	45,440	167,540	27.12%	16,754	24.96%
12,565	2.83% - 6.44%	25,717	197,624	13.01%	7,058	13.18%
74,790	3.00% - 5.00%	107,890	426,111	25.32%	20,291	27.23%
132,250	2.00% - 6.946%	246,240	470,875	52.29%	18,835	42.94%
4,415	5.00% - 5.50%	4,374	4,374	100.00%	322	68.32%
<u>\$ 460,315</u>		<u>\$ 657,105</u>				
\$ 80,100	2.25%	\$ 89,942	161,073	55.84%	14,643	64.65%
69,709	3.17%-6.25%	195,917	-	0.00%	-	0.00%
<u>\$ 149,809</u>		<u>\$ 285,859</u>				

**10. Landfill Post Closure Costs**

The County is required by federal and state laws and regulations to place a final cover on closed landfill areas and perform certain maintenance and monitoring functions for up to 30 years after closure.

GASB Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Post-closure Care Costs*, requires the County to estimate the post-closure care costs. The County obtains these estimates from its consulting engineers and are adjusted for inflation. The liability associated with these costs is recognized in the Environmental Services (Landfill) enterprise fund. Actual costs may be different due to inflation, changes in technology, or changes in laws and regulations.

The following schedule reflects the payments and changes in estimates for the year ended September 30, 2014:

**LANDFILL POST CLOSURE COSTS  
 September 30, 2014**

	<b>Balance October 1, 2013</b>	<b>Payments &amp; Changes in Estimates</b>	<b>Balance September 30, 2014</b>
<b>Post-Closure Costs</b>			
Bass Road Landfill	\$ 5,699,000	\$ 206,935	\$ 5,492,065
Southport Landfill	8,281,000	348,087	7,932,913
<b>Total Estimated Costs</b>	<b>\$ 13,980,000</b>	<b>\$ 555,023</b>	<b>\$ 13,424,977</b>

The Southport Landfill and Bass Road Landfill are officially closed. Rule 62-701.730(9) (d), F.A.C. establishes a long-term care period of 5 years for C&D disposal areas and 30 years for Class I facilities. The Southport Landfill is in its sixth year of the 30 year long-term care period; the Bass Road Landfill is in its second year.

The County completed a review of its post-closure costs estimates. The liability was estimated strictly based on GASB Statement No. 18. requirements. The estimate was decreased based on this change of measurement. The effect of this change reduced post closure costs by \$10.03 million.

The Florida Department of Environmental Protection requires the County to make annual contributions to an escrow account to finance at least one year of post-closure costs. The County is in compliance with this requirement, and at September 30, 2014, held \$965,348 as a restricted part of the County funds with the Florida Prime State Board of Administration (SBA) to be used specifically for long term care of the landfills. The County expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional post-closure care requirements are determined; these costs may need to be covered by charges of activities related to the landfill or from future tax revenue.

Below is a summary of changes in the escrow account:

**LANDFILL ESCROW ACCOUNT  
 September 30, 2014**

<b>Disposal Facility</b>	<b>Beginning Balance</b>	<b>Deposits (a)</b>	<b>Withdrawals</b>	<b>Ending Balance</b>
Southport Class I	\$ 531,124	\$ 7,966	\$ -	\$ 539,090
Bass Road Class I	390,380	5,855	-	396,235
Bass Road C&D	43,844	658	-	44,502
	<b>\$ 965,348</b>	<b>\$ 14,480</b>	<b>\$ -</b>	<b>\$ 979,828</b>

(a) deposit dated 9/30/14

OSCEOLA COUNTY, FLORIDA  
 NOTES TO THE FINANCIAL STATEMENTS  
 September 30, 2014

**11. Conduit Debt**

The following bonds are not reported as liabilities in the accompanying basic financial statements. In order to provide financial assistance to private-sector entities, Osceola County has issued Industrial Development Authority Revenue Bonds, Housing and Finance Authority Revenue Bonds, and Health Facilities Authority Revenue Bonds. Neither the County, nor State of Florida nor any other political division thereof, is obligated in any manner for repayment of the Revenue Bonds.

As of September 30, 2014, Revenue Bonds outstanding were (in thousands):

**Osceola County Housing Finance Authority (Multi-Family Housing)**

<u>Project</u>	<u>Series</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<b>Original Issue</b>	<b>Outstanding</b>
				<u>Amount</u>	<u>Principal</u>
Arrow Ridge Apartments	1998A	24-Mar-1998	1-Oct-2032	\$ 13,400	\$ 10,515
Regatta Bay Apartments	2002A	1-Jun-2002	15-Sept-2035	12,920	12,920
Regatta Bay Apartments	2002B	1-Jun-2002	15-Sept-2035	5,400	2,060
Boca Palms Apartments	2013	1-Mar-2013	1-Mar-2048	4,250	4,250
St. Cloud Village Apartments	2013B	1-Jul-2013	1-Jul-2029	8,110	8,025
St. Cloud Village Apartments	2013C	1-Jul-2013	17-Jul-2048	7,900	7,900
<b>Total</b>				<u>\$ 51,980</u>	<u>\$ 45,670</u>

**Osceola County Industrial Development Authority**

<u>Project</u>	<u>Series</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<b>Original Issue</b>	<b>Outstanding</b>
				<u>Amount</u>	<u>Principal</u>
Wells Charter School	2001A	1-Nov-2001	1-Aug-2031	\$ 9,075	\$ 6,590
Canoe Creek Charter School	2001A	1-Feb-2002	1-Aug-2032	9,675	7,095
Eastern Sleep Products	2005A	1-Jun-2005	1-Jun-2025	4,500	2,983
<b>Total</b>				<u>\$ 23,250</u>	<u>\$ 16,668</u>

OSCEOLA COUNTY, FLORIDA  
 NOTES TO THE FINANCIAL STATEMENTS  
 September 30, 2014

**12. Fund Balance Classification**

Fund balances are presented in the following categories: non-spendable, restricted, committed, assigned and unassigned (see Note 1 for a description of these categories). A detailed schedule of fund balances at September 30, 2014, is as follows (in thousands):

<b>Fund Balance</b>	<b>General Fund</b>	<b>Tourist Development Council</b>	<b>Countywide Fire District</b>	<b>General Capital Outlay</b>	<b>Non-Major Governmental Funds</b>	<b>Total Governmental Funds</b>
Nonspendable:						
Inventory	\$ 288	\$ 34	\$ -	\$ -	\$ 849	\$ 1,171
Prepays	102	9,378	48	-	12	9,540
<b>Total Nonspendable fund balance</b>	<b>390</b>	<b>9,412</b>	<b>48</b>	<b>-</b>	<b>861</b>	<b>10,711</b>
Restricted for:						
General Government						
Support Services	-	65,560	-	-	-	65,560
Environmental Land	-	-	-	-	5,906	5,906
Special Taxing Unit Projects	-	-	-	-	112	112
Municipal Services Tax and Benefits Units	-	-	-	-	1,220	1,220
Traffic Education	69	-	-	-	-	69
Roadway Bank	288	-	-	-	-	288
Public Safety						
911 Revenue	-	-	-	-	1,383	1,383
Building and Permitting	-	-	-	-	5,293	5,293
Emergency Services	-	-	-	-	2,246	2,246
Special Programs as Approved by BOCC	-	-	-	-	2,645	2,645
Criminal Justice Education	-	-	-	-	16	16
Inmate Welfare Fund	-	-	-	-	194	194
Physical Environment						
Community Development Projects	-	-	-	-	2,103	2,103
Tree Bank	103	-	-	-	-	103
Transportation						
Building Maintenance	-	97	-	-	-	97
Transp Impact Fee	-	-	-	-	199	199
Road Construction Projects	-	-	-	-	8,074	8,074
Economic Environment						
CRA West & East 192 Road	-	-	-	-	736	736
Housing Program Section 8	-	-	-	-	1,018	1,018
West 192 Redevelopment MSBU	-	-	-	-	2,064	2,064
Homelessness, Shelter and Emergency Program	-	-	-	-	4	4
Special Recreation Facility Project	-	13,968	-	-	-	13,968
Human Services						
Mosquito Control	160	-	-	-	-	160
Housing	-	-	-	-	592	592
Neighborhood Stabilization Program	-	-	-	-	34	34

OSCEOLA COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
September 30, 2014

**12. Fund Balance Classification (Concluded)**

<b>Fund Balance</b>	<b>General Fund</b>	<b>Tourist Development Council</b>	<b>Countywide Fire District</b>	<b>General Capital Outlay</b>	<b>Non-Major Governmental Funds</b>	<b>Total Governmental Funds</b>
Culture/Recreation						
Community Development Projects	-	-	-	-	311	311
Library	-	-	-	-	6,038	6,038
Boating Improvement	-	-	-	-	524	524
Parks	1,113	-	-	-	5,194	6,307
Court Related						
Drug Court Programs	625	-	-	-	27	652
Court Facilities Projects	-	-	-	-	9,676	9,676
Communications, Computer Network Support	-	-	-	-	1,235	1,235
Homestead Foreclosure Mediation	-	-	-	-	193	193
Record Technology	-	-	-	-	4,217	4,217
Debt Service	-	-	-	-	44,953	44,953
Capital Projects						
Road Improvement Projects	-	-	-	-	48,531	48,531
Total restricted fund balance	<u>2,358</u>	<u>79,625</u>	<u>-</u>	<u>-</u>	<u>154,738</u>	<u>236,721</u>
Committed for:						
General Government						
Support Services	22,609	-	-	-	-	22,609
Public Safety						
Animal Control	31	-	-	-	-	31
Public Safety Projects	129	-	3,831	-	-	3,960
Radio Communication-800 MHZ System	-	-	-	-	2,042	2,042
Information Technology	-	-	512	-	-	512
Sheriff-Emergency Communications	-	-	1,380	-	-	1,380
Fire and Emergency Medical Services	-	-	14,581	-	-	14,581
Transportation						
Road Projects	-	-	-	44,021	-	44,021
Road Signals	-	-	-	-	4,233	4,233
Stormwater	-	-	-	-	21	21
Human Services						
Health Service Projects	3	-	-	-	-	3
Court Related Mediation	27	-	-	-	-	27
Debt Service	-	-	176	-	-	176
Total Committed Fund Balance	<u>22,799</u>	<u>-</u>	<u>20,480</u>	<u>44,021</u>	<u>6,296</u>	<u>93,596</u>
Assigned for:						
Debt service	-	-	-	-	35	35
Total Assigned Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35</u>	<u>35</u>
Unassigned Fund Balance	<u>55,280</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>55,280</u>
<b>Total Fund Balances</b>	<u>\$ 80,827</u>	<u>\$ 89,037</u>	<u>\$ 20,528</u>	<u>\$ 44,021</u>	<u>\$ 161,930</u>	<u>\$ 396,343</u>

**13. Commitments and Contingencies**

**Federal and State Grants**

Grant monies received and disbursed by the County are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Based upon prior experience, the County does not believe that such disallowances, if any, would have a material effect on the financial position of the County.

**Litigation**

The County is a defendant in various lawsuits in the normal course of business, some of which are covered by the County's risk management program. While the results of litigation and claims cannot be predicted with certainty, management believes the final outcome will not have a material adverse impact on the County's financial position.

**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. The County is self-insured for workers' compensation, dental and health insurance claims. Commercial insurance is purchased for all other risks including property and casualty, vehicles and public officials. Coverage is at levels such that the County does not retain a significant risk of loss.

**14. Insurance Programs**

**Health**

On October 1, 2008, the County implemented a self-insurance program for the health insurance. The County purchased a reinsurance policy for employee claims in excess of \$250,000 per occurrence. The liability of \$2,000,000 of accrued claims has been estimated based on average claims incurred during the year.

The schedule below presents the changes in the liability for accrued claims as of September 30, 2014, (in thousands):

<u>Year</u>	<u>Balance October 01</u>	<u>Claims Incurred and Adjustments</u>	<u>Claims Paid</u>	<u>Balance September 30</u>
2010	\$ 1,461	\$ 20,341	\$ 19,802	\$ 2,000
2011	2,000	15,008	15,008	2,000
2012	2,000	13,261	13,261	2,000
2013	2,000	12,681	12,681	2,000
2014	2,000	12,560	12,560	2,000

**Dental**

The County maintains a self-insurance program for the payment of employee dental claims. The program provides for County contributions into a self-insurance fund that is managed by the County and its administrative agent. It is the County's policy to charge to expense payments made for claims incurred.

**Property, Casualty and General Liability**

In 1994, the County adopted an insurance program for property and casualty and general liability insurance. All county insurance policies and premiums are processed and paid from this fund, including many varied special insurance policies such as vehicle insurance, crime, environmental liability, volunteer accident, aviation, excess property coverage, inmate medical care, etc.

**Workers' Compensation**

The County maintains a self-insurance program for the payment of workers' compensation claims. The program provides for County contributions into a self-insurance fund that is managed by the County and its administrative agent. It is the County's policy to charge to expense payments to be made for claims where such amounts are reasonably measurable and where liability is probable. Employee claims up to \$750,000 per occurrence are paid

**14. Insurance Programs (Concluded)**

from the assets of the self-insurance fund with amounts in excess of \$750,000 per occurrence being paid from a reinsurance policy purchased by the County. The liability for unpaid claims has been estimated based on an actuarial study.

The schedule below presents the changes in the liability for unpaid claims for the past five years (in thousands):

<u>Year</u>	<u>Balance October 01</u>	<u>Claims Incurred and Adjustments</u>	<u>Claims Paid</u>	<u>Balance September 30</u>
2010	\$ 5,076	\$ 400	\$ 1,264	\$ 4,212
2011	4,212	1,600	1,074	4,738
2012	4,738	1,819	1,313	5,244
2013	5,244	(314)	1,430	3,500
2014	3,500	972	721	3,751

Of the \$3,751,936 liability balance at September 30, 2014, \$1,742,870 is estimated to be due within one year, and \$2,009,066 is the long-term portion.

**Life, Long Term Disability, Short Term Disability and Voluntary Life**

The Life, Long Term Disability (LTD), Short Term Disability (STD) and Voluntary Life Internal Service Fund were established to facilitate the revenue collection and payments for these insurance coverages Countywide.

Settled claims have not exceeded the commercial coverage in any of the past five fiscal years and there has not been a significant reduction in coverage from that of the previous fiscal year.

**15. Pension Plans**

**Multiple Employer Defined Benefit Retirement Plan**

All full-time employees of the County participate in the Florida Retirement System (the System). The System was created by the Florida Legislature and is a cost-sharing, multiple-employer defined benefit public retirement plan available to governmental units within the state of Florida. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Florida Retirement System, Division of Retirement, P.O. Box 9000, Tallahassee, Florida 32315-9000, by e-mail at: [rep@dms.myflorida.com](mailto:rep@dms.myflorida.com), or by calling (850) 488-5706, or toll-free at (877) 377-1737.

Since July 1, 2001, the Florida Retirement System has provided for vesting of benefits after six years of creditable service. Members initially enrolled on or after July 1, 2011, vest after eight years of creditable service. Early retirement or reduced retirement may be taken after a member is vested and is within 20 years of their normal retirement age at a reduced retirement benefit.

**Normal Retirement Requirements**

<b>Normal Retirement Requirements</b>		
Regular, Elected Officers, and Senior Management Service	Before July 1, 2011	Vested with six years of service and age 62; or the age after 62 that the member becomes vested; or 30 years of service, regardless of age.
	On or After July 1, 2011	Vested with eight years of service and age 65; or the age after 65 that the member becomes vested; or 33 years of service, regardless of age.
Special Risk	Before July 1, 2011	Vested with six years of special risk service and age 55; or the age after 55 that the member becomes vested; or 25 years of service, consisting of both special risk service and up to four years of wartime military service, and age 52; or 25 years of special risk service, regardless of age; or 30 years of any creditable service, regardless of age.
	On or After July 1, 2011	Vested with eight years of special risk service and age 60; or the age after 60 that the member becomes vested; or 30 years of special risk service, regardless of age; or 33 years of any creditable service, regardless of age.

**15. Pension Plans (Concluded)**

Benefits and rates are determined by category as follows:

<b>Membership Category</b>	<b>Benefit Calculation</b>	<b>July 1, 2012</b>	<b>July 1, 2013</b>	<b>July 1, 2014</b>
Regular	1.60% times year of service times average compensation (5 highest service year, 8 year if enrolled after July 1, 2011) if age 62 or 30 years of service at any age (age 65 or 33 years if enrolled after July 1, 2011)	Employer - 5.18% Employee - 3.00%	Employer - 6.95% Employee - 3.00%	Employer - 7.37% Employee - 3.00%
Senior Management	2.00% times year of service times average compensation (5 highest service years, 8 years if enrolled after July 1, 2011) if age 62 or 30 years of service at any age (age 65 or 33 years if enrolled after July 1, 2011)	Employer - 6.30% Employee - 3.00%	Employer - 18.31% Employee - 3.00%	Employer - 21.14% Employee - 3.00%
Special Risk	2.00% times year of service times average compensation (5 highest service years, 8 years if enrolled after July 1, 2011) if age 55 or 25 years of service at any age (age 60 or 30 years if enrolled after July 1, 2011)	Employer - 14.90% Employee - 3.00%	Employer - 19.06% Employee - 3.00%	Employer - 19.82% Employee - 3.00%
Elected Officers	3.00% times year of service times average compensation (5 highest service years, 8 years if enrolled after 62 or 30 years July 1, 2011) if age of service at any age (age 65 or 33 years if enrolled after July 1, 2011)	Employer - 10.23% Employee - 3.00%	Employer - 33.03% Employee - 3.00%	Employer - 43.24% Employee - 3.00%

Included in the rate, the employer contributes 1.20% for a post-retirement health insurance subsidy. The System also provides disability and survivor's benefits. Benefits are established by State Statutes. The funding methods and determination of benefits payable are provided by various acts of the Florida Legislature. The County pays 100% of its required contributions under the plan. Effective July 1, 2011, all FRS members, excluding Deferred Retirement Option Program (DROP) members and re-employed retirees are required to contribute 3.00% of their salary to the System on a pre-tax basis. Employer contributed amounts were \$15,595,485, \$11,802,963, and \$10,216,958 for fiscal years 2014, 2013 and 2012, respectively, equal to the required contribution for each year. FRS member contributions were \$3,320,291, \$3,204,003, and \$3,208,695 for fiscal years 2014, 2013, and 2012 respectively.

During the year ended September 30, 2014, the System held no securities issued by the County.

**Multiple Employer Defined Contribution Retirement Plan**

Effective July 2002, the System offered its members the FRS Investment Plan as a second retirement plan option. The FRS Investment Plan is a defined contribution plan funded in part by employer contributions that are established by law. The employers' contribution is based on salary and FRS membership class, ranging from 3.30% for regular to 10.23% for Elected Officers. The employer's contribution rates are blended and apply for both defined benefit plan and the defined contribution plan. Participant contributions are 3.00% of their salary. Employees are vested after one year of service. Employees that do not elect a plan are automatically enrolled in the defined benefit plan. Participants of the defined benefit plan have one lifetime option of transferring the value of their plan to the FRS Investment Plan.

**16. Post-Employment Benefits Other than Pension**

**Plan Description**

Osceola County’s Board of County Commissioners (the “Board”) administers a single-employer defined benefit healthcare plan (the “Plan”). In accordance with Section 112.0801 of the Florida Statutes, because Osceola County provides a medical plan to active employees of the County and their eligible dependents, the County is also required to provide retirees with the opportunity to participate in this plan. The Plan provides Medical/Prescription, Dental and Life benefits to both active and eligible retired employees.

The post-employment benefits are extended to retirees and continued at the discretion of the Board, which reserves the right (subject to State Statute and any collective bargaining agreements) to change or terminate benefits and to change premium contributions required from retirees in the future as circumstances change.

Eligibility for participation in the Plan is limited to Osceola County’s current and retired employees and their eligible dependents that participate in and satisfy the Vesting, Disability, and Early or Normal Retirement provisions of the Florida Retirement System (FRS). At September 30, 2014, there were 2,171 active plan participants and 323 retired participants receiving benefits.

Eligible retirees may choose among the same Medical Plan options available for active employees of the County.

The Plan does not issue a publicly available financial report.

**Funding Policy**

Contribution rates are determined on an annual basis by the Board. In order to begin and maintain coverage, contributions are required from the retiree. For dependent coverage, the retiree is required to pay a premium as well. If any required contributions are not paid timely, the coverage for the retiree and/or the dependent(s) will cease.

The table below summarizes the total monthly contribution amounts required from retirees and their spouses as of September 30, 2014. These rates went into effect on October 1, 2013. Coverage for children of retirees is available (until their limiting age). However, the relatively few children covered and the relatively short duration of their coverage results in costs that are not material in the long run.

Monthly Premiums as of September 30, 2014					
Non-Medicare			Medicare		
	Open Access in Network	Open Access Plus	Coverage	Humana HMO	Humana PPO
Retiree	\$ 598.16	\$ 629.00	Retiree	\$ -	\$ 86.00
Plus 1	1,076.67	1,132.21	Spouse	-	86.00
Family	1,674.82	1,761.21	NA	NA	NA

In addition to the Health Insurance Subsidy paid by FRS, retired employees of Osceola County Sheriff’s Office receive a subsidy of \$6.34 per month for each credited year of service. This amount is limited to \$190.20 per month and in no event will the combined subsidy from FRS and the Sheriff’s office exceed the total cost of health insurance. This subsidy ceases after the retiree dies and does not continue to the spouse.

Members eligible for disability retirement are subject to the same premium requirements as regular retirees. An exception is made to law enforcement officers who have sustained catastrophic injuries in the line of duty. Premiums for such members and their dependents are paid by the County as prescribed by Section 112.19(2) (h) 1, Florida Statutes.

The surviving spouse of a retiree is eligible to continue coverage subject to premium payments applicable to an individual retiree (not a spouse).

OSCEOLA COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
September 30, 2014

**16. Post-Employment Benefits Other than Pension (Continued)**

In addition to the Health Insurance Subsidy paid by FRS, retired employees of Osceola County Sheriff's Office receive a subsidy of \$6.34 per month for each credited year of service. This amount is limited to \$190.20 per month and in no event will the combined subsidy from FRS and the Sheriff's office exceed the total cost of health insurance. This subsidy ceases after the retiree dies and does not continue to the spouse.

Members eligible for disability retirement are subject to the same premium requirements as regular retirees. An exception is made to law enforcement officers who have sustained catastrophic injuries in the line of duty. Premiums for such members and their dependents are paid by the County as prescribed by Section 112.19(2) (h) 1, Florida Statutes.

The surviving spouse of a retiree is eligible to continue coverage subject to premium payments applicable to an individual retiree (not a spouse).

	Sheriff	BOCC	Clerk of Courts	Tax Collector	Property Appraiser	Supervisor of Elections	County Total
Annual Required Contribution	\$ 1,785	\$ 1,338	\$ 186	\$ 84	\$ 58	\$ 18	\$ 3,469
Interest on Net OPEB							
Contribution	497	372	52	23	16	5	965
Adjustment to Annual Required Contribution	(485)	(364)	(51)	(23)	(16)	(5)	(944)
Adjusted Annual OPEB Cost	1,797	1,346	187	84	58	18	3,490
Contributions made	(433)	(324)	(45)	(20)	(14)	(4)	(840)
Increase in Net OPEB Obligation	1,364	1,022	142	64	44	14	2,650
Net OPEB Obligation - Beginning of Year	8,822	10,251	1,112	564	529	162	21,440
Net OPEB Obligation - End of Year	<u>\$ 10,186</u>	<u>\$ 11,273</u>	<u>\$ 1,254</u>	<u>\$ 628</u>	<u>\$ 573</u>	<u>\$ 176</u>	<u>\$ 24,090</u>
Per Covered Active Employee (In Actual Whole Dollars)	\$ 3,240	\$ 1,039	\$ 1,039	\$ 1,039	\$ 1,039	\$ 1,039	\$ 1,597
As % of Expected Payroll	6.5%	2.4%	2.4%	2.4%	2.4%	2.4%	3.5%

The County's annual OPEB cost, the percentage of annual expected employer contribution toward OPEB cost, and the net OPEB obligation for the current year and the preceding two years were as follows (in thousands):

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions toward the OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
9/30/2012	\$ 3,538	\$ 754	21.32%	\$ 18,565
9/30/2013	3,741	866	23.15%	21,440
9/30/2014	3,490	840	24.07%	24,090

**16. Post-Employment Benefits Other than Pension (Concluded)**

**Funded Status and Funding Progress**

The funded status of the plan as of July 1, 2013, the most recent actuarial valuation date, was as follows (in thousands):

Actuarial accrued liability (AAL)	\$	33,142
Actuarial value of plan assets		-
Unfunded actuarial accrued liability (UAAL)		33,142
Funded ratio (actuarial value of plan assets/AAL)		0.0%
Covered payroll (active plan members)		97,966
UAAL as a percentage of covered payroll		33.8%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and termination, mortality, and the healthcare costs trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**Actuarial Methods and Assumptions**

Calculations for financial reporting purposes are based on the benefits provided under the terms of the substantive plan (the plan as understood by the employer and the plan members) in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. Actuarial calculations reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

The actuarial methods are:

Actuarial cost method	Individual Entry Age Normal cost method
Amortization method	Level percentage of payroll (assumed rate of payroll growth is 4.0%)
Amortization period (closed)	24 year
Asset valuation method	Fair value

The actuarial assumptions are:

Investment rate of return	4.5%
Projected annual salaries increase	4.0%
Inflation rate	3.0%
Healthcare cost trend rate	8.5% for costs and 6% for premiums paid by employees, for the 2013 fiscal year, 8.0% for costs and 4.0% for premiums for fiscal year 2014, then 7.5% for both costs and premiums for fiscal year 2015, and decreasing ½% each subsequent year until reaching the ultimate value of 5%.

**17. Subsequent Events**

On February 19, 2015, Osceola County sold the Sales Tax Revenue Bonds, Series 2015A for the amount of \$58,660,000. The Series 2015A are payable from and secured by a lien upon the funds distributed to the County from Local Government Half-Cent Sales Tax. The Series 2015A Bonds are being issued to provide funds to finance the costs of acquisition, construction and installation of a center for technology research and development, and related ancillary site and transportation improvements, to fund all or a portion of required reserves, if any, and to pay costs associated with the issuance of the Series 2015A Bonds.

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**REQUIRED  
SUPPLEMENTARY  
INFORMATION**

**OSCEOLA COUNTY, FLORIDA**  
**OPEB SCHEDULE OF FUNDING PROGRESS**  
September 30, 2014  
(In thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2009	\$0	\$39,678	\$39,678	0.00%	\$110,084	36.04%
7/1/2011	\$0	\$31,559	\$31,559	0.00%	\$96,958	32.55%
7/1/2013	\$0	\$33,141	\$33,141	0.00%	\$97,966	33.83%

**OPEB SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
September 30, 2014  
(In thousands)

Year Ended September	Annual Required Contribution	Percentage Contributed	Annual OPEB Cost	Percentage Contributed
2012	\$3,472	21.72%	\$3,538	21.32%
2013	\$3,664	23.60%	\$3,741	23.15%
2014	\$3,468	24.60%	\$3,489	24.07%

**COMBINING AND  
INDIVIDUAL FUND  
STATEMENTS &  
SCHEDULES**

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
Nonmajor Governmental Funds  
September 30, 2014  
(In thousands)

	<b>Special Revenue Funds</b>	<b>Debt Service Funds</b>	<b>Capital Project Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>ASSETS</b>				
Cash and Investments	\$ 66,838	\$ 45,992	\$ 47,375	\$ 160,205
Accounts Receivable, Net	359	19	-	378
Due from Other Funds	543	-	-	543
Due from Other Governments	4,261	6	4,154	8,421
Prepaid Items	11	-	-	11
Inventories	850	-	-	850
<b>Total Assets</b>	<b>\$ 72,862</b>	<b>\$ 46,017</b>	<b>\$ 51,529</b>	<b>\$ 170,408</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities				
Accounts Payable	\$ 1,088	\$ -	\$ 2,227	\$ 3,315
Accrued Liabilities	437	-	771	1,208
Deposits	1,633	-	-	1,633
Due to Other Governments	45	-	-	45
Unearned Revenue	204	1,029	-	1,233
Due to Other Funds	1,044	-	-	1,044
<b>Total Liabilities</b>	<b>4,451</b>	<b>1,029</b>	<b>2,998</b>	<b>8,478</b>
Fund Balances				
Nonspendable	861	-	-	861
Restricted	61,254	44,953	48,531	154,738
Committed	6,296	-	-	6,296
Assigned	-	35	-	35
<b>Total Fund Balances</b>	<b>68,411</b>	<b>44,988</b>	<b>48,531</b>	<b>161,930</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 72,862</b>	<b>\$ 46,017</b>	<b>\$ 51,529</b>	<b>\$ 170,408</b>

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**Nonmajor Governmental Funds**  
**For the Year Ended September 30, 2014**  
(In thousands)

	<b>Special Revenue Funds</b>	<b>Debt Service Funds</b>	<b>Capital Project Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>REVENUES</b>				
Taxes	\$ 14,353	\$ 3,138	\$ 24,728	\$ 42,219
Permits, Fees and Special Assessments	8,151	616	-	8,767
Intergovernmental	26,887	2,533	-	29,420
Charges for Services	4,775	-	-	4,775
Fines and Forfeitures	830	-	-	830
Interest Income	420	230	361	1,011
Miscellaneous	1,713	-	1	1,714
<b>Total Revenues</b>	<u>57,129</u>	<u>6,517</u>	<u>25,090</u>	<u>88,736</u>
<b>EXPENDITURES</b>				
Current				
General Government	3,734	-	-	3,734
Public Safety	3,419	-	-	3,419
Physical Environment	6,070	-	-	6,070
Transportation	16,005	-	-	16,005
Economic Environment	14,283	-	-	14,283
Human Services	5,941	-	-	5,941
Culture/Recreation	6,286	-	-	6,286
Court Related	2,290	-	-	2,290
Debt Service				
Principal	-	16,590	1,389	17,979
Interest	-	20,741	447	21,188
Other Debt Service Costs	-	3	-	3
Capital Projects	-	-	23,765	23,765
<b>Total Expenditures</b>	<u>58,028</u>	<u>37,334</u>	<u>25,601</u>	<u>120,963</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(899)</u>	<u>(30,817)</u>	<u>(511)</u>	<u>(32,227)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	10,444	30,576	117	41,137
Transfers (Out)	(8,794)	-	(27,221)	(36,015)
<b>Total Other Financing Sources (Uses)</b>	<u>1,650</u>	<u>30,576</u>	<u>(27,104)</u>	<u>5,122</u>
<b>Net Change in Fund Balances</b>	751	(241)	(27,615)	(27,105)
<b>Fund Balances - Beginning</b>	<u>67,660</u>	<u>45,229</u>	<u>76,146</u>	<u>189,035</u>
<b>Fund Balances - Ending</b>	<u>\$ 68,411</u>	<u>\$ 44,988</u>	<u>\$ 48,531</u>	<u>\$ 161,930</u>

## NONMAJOR SPECIAL REVENUE FUNDS

### Board of County Commissioners

- **Transportation Trust (102)** - The Transportation Trust fund includes revenues and appropriations for transportation related expenditures such as construction and/or maintenance of roads, bridges, mass transit, and purchase of right-of-way. The funding sources include the 9th cent fuel tax (1 cent per gallon), the county fuel tax (1 cent per gallon), the local option fuel tax (6 cents per gallon), engineering fees, and transfers from the General Fund.
- **Drug Abuse Treatment (103)** - The Drug Abuse Treatment fund is authorized pursuant to Florida Statute § 893.165 for allocation to local substance abuse prevention, treatment or education programs, as designated by the Board of County Commissioners.
- **Library District (107)** - The Library District was created by County Ordinance 79-2, adopted on March 26, 1979. The fund accounts for the operation of six libraries, central services and support staff. The budget is funded primarily by voter approved ad valorem tax revenues. The Library District is a blended component unit of the County.
- **Law Enforcement Trust (109)** - Pursuant to Florida Statute § 932.7055, funds derived from forfeited property will be deposited in a special law enforcement trust established by the County Commissioners. The proceeds, along with interest, shall be used for school resource officers, crime prevention, safe neighborhood, drug abuse education and prevention programs, or for other law enforcement purposes including defraying costs of complex investigations, additional equipment or expertise, and providing matching funds to obtain federal grants. Funds are requested by the Sheriff from the Board of County Commissioners. The proceeds and interest may not be used to meet normal operating expenses of the law enforcement agency.
- **State Housing Initiative Partnership (111)** - The State Housing Initiative Partnership (S.H.I.P.) Program was established pursuant to Florida Statute § 420.907 and provides funding to local governments to assist eligible citizens to become homeowners.
- **911 Emergency Communications (112)** – The 911 Emergency Communications fund was established by County Ordinance 04-47 in December 2004. Subsequently, the 2007 Florida Legislature passed the Emergency Communications Number E911 Act (Florida Statute § 365.172). The law requires local exchange carriers and wireless providers operating in Florida to collect a monthly fee from users. A portion of the fee is distributed to the county to fund the costs associated with providing emergency communications.
- **Buenaventura Lakes (BVL) Municipal Services Benefit Unit (MSBU) (113)** – The Buenaventura Lakes (BVL) Municipal Benefit Unit is the largest municipal services benefit unit in Osceola County with approximately 26,000 residents. A full time staff of two provides support to the BVL community. Revenues are generated from special assessments levied upon the properties located in the MSBU. The assessment provides for a range of services (including but are not limited to street lighting, storm water management, landscape, and common area maintenance) to this community that lies in unincorporated Osceola County.
- **Neighborhood Stabilization Program (114)** - The Neighborhood Stabilization Program was created in fiscal year 2009 to track federal funds received for the Neighborhood Stabilization Program grant, as a result of the Housing and Economic Recovery Act of 2008. Funds from this program are used to purchase foreclosed homes or rehabilitate existing homes in the community. This includes Neighborhood Stabilization Program (114) and Neighborhood Stabilization Program 3 (122).
- **Court Facilities (115)** – The Court Facilities fund provides for the maintenance and/or construction of state court facilities. County Ordinance 10-32 authorized the imposition of a \$30 surcharge on any noncriminal traffic infractions pursuant to Florida Statute §318.18(13)(a)(1) or for criminal violations listed in Florida Statute §318.17.

## NONMAJOR SPECIAL REVENUE FUNDS

*(Continued)*

### Board of County Commissioners *(Continued)*

- **Library Endowment (117)** – The Library Endowment fund was established to account for endowment contributions made to the public library system.
- **Homelessness Prevention (118)** – The Homelessness Prevention fund is a federally funded program, sub-contracted to Osceola County by the State of Florida Department of Children and Families. The purpose of this program is to provide temporary assistance to homeless and at-risk households.
- **Environmental Lands (124)** – The Environmental Lands Conservation Program (ELCP) was created by Ordinance 04-28 to account for the acquisition and maintenance of environmentally significant lands as well as to support the department’s staff. This includes Environmental Land Acquisition (124), Environmental Land Maintenance (125), and GO Bonds, Series 2010 (126). The budget is funded by voter approved ad valorem tax revenues.
- **Court Related Technology (130)** – The Court Related Technology fund was established to administer the funds collected for court related technology, pursuant to Florida Statute §28.24(e), which authorizes the distribution to the County of a \$2 service fee charged by the Clerk of the Circuit Court on recordings.
- **Homestead Foreclosure Mediation (136)** – The Homestead Foreclosure Mediation fund was established in fiscal year 2010 pursuant to Administrative Order No. 2010-12 signed in July by the Ninth Judicial Circuit Court. The Residential Mortgage Foreclosure Mediation (RMFM) program is mandatory mediation for homestead residential mortgage foreclosures. The budget is funded by a fee assessed on the foreclosing entity.
- **Criminal Justice Training (139)** – The Criminal Justice Training fund was created to provide training to Criminal Justice personnel pursuant to Florida Statute §318.18(11) (c). The revenue source is a portion of the traffic fines levied by the state and county.
- **Boating Improvement (141)** – The Boating Improvement fund accounts for the county portion of recreational vessel registration fees. Pursuant to Florida Statute §328.72 the funds collected by the Tax Collector are distributed to the County for the purposes of providing recreational channel marking, public boat ramps and other improvement projects.
- **Building (148)** – The Building fund was established in fiscal year 2005-2006 to account for revenues and expenditures of the Building and Permitting Department.
- **192 Redevelopment Fund (149)** – The 192 Redevelopment Fund was established by County Ordinance 12-15 and 12-23 adopted in fiscal year 2012. The ordinances created the 192 Community Redevelopment Area (CRA). The CRA is funded by increment tax revenues received based on the taxable value of property within the redevelopment area. These funds will be used for community redevelopment purposes.
- **Community Development Block Grant (151)** – The Community Development Block Grant fund was established in fiscal year 2008-2009 to account for federal funds received for housing and community development. It primarily provides housing rehabilitation assistance and education.
- **Municipal Services Taxing Units (152)** - The Municipal Services Taxing Units fund was created pursuant to Florida Statute §125.01(1)(q) which authorizes the creation of Municipal Service Taxing Units (MSTU) to provide municipal services such as street lighting, water retention, common area landscaping and maintenance. Revenues are generated from ad valorem taxes levied on properties located in the MSTU.

## NONMAJOR SPECIAL REVENUE FUNDS

*(Continued)*

### Board of County Commissioners *(Concluded)*

- **Municipal Service Benefit Units (153)** - The Municipal Service Benefit Units (MSBU) funds were established through the Local Improvement and Assessment Ordinance (#10-10), pursuant to Florida Statute §125.01(1)(q) which authorizes the creation of MSBUs to provide municipal services such as street lighting, water retention, common area landscaping and maintenance. Revenues are generated from special assessments levied upon the properties located in the MSBU. This includes Subdivision Pond Maintenance MSBU (128), Street Lighting Maintenance MSBU (129) and Municipal Services Benefit Units (153).
- **Constitutional Gas Tax (154)** - The Constitutional Gas Tax fund includes revenues and appropriations for transportation related debt service, resurfacing projects and other transportation related expenditures pursuant to Florida Statute §206.47(7). The major revenue source is the 2 cents tax per gallon on motor fuel.
- **West 192 Redevelopment Area Municipal Services Benefit Unit (MSBU) (155)** - The West 192 fund was established to fund the maintenance of roadway improvements along U.S. 192 within an area known as the County's tourist corridor. Revenues are generated from special assessments levied upon the properties within the West 192 Redevelopment Municipal Service Benefit Unit (MSBU).
- **Federal and State Grant Fund (156)** – The Federal and State Grant fund was established in fiscal year 1995-1996 to account for funds received from Federal and State programs and agencies. The grants received are utilized for a variety of purposes.
- **Intergovernmental Radio Communication (158)** - The Intergovernmental Radio Communication fund accounts for revenues and expenditures to administer and maintain the County's radio communication system. Revenues are generated from traffic violations, transfers and contracts from other agencies and departments involved in the radio system.
- **Section 8 Housing (168)** - The Section 8 Housing fund was established in fiscal year 2000-2001 to account for federal funds received for the Housing and Urban Development Section 8 program. The purpose of the program is to provide families with housing opportunities and education.
- **Road Impact Fees (174)** – This fund was created to account for transportation impact fee revenues and expenditures within specific impact fee zones collected on developments that will have an effect on the County's transportation system. This includes Road Impact Fee Zone 1/Shared (174), Road Impact Fee Zone 2, 3, 4, 5, 6 (182-186) and Road Impact Fee Poinciana Overlay (187).
- **Fire Impact Fee (177)** - The Fire Impact Fee fund was established in fiscal year 2006-2007 to account for the revenues and expenditures of fire rescue impact fees for the purpose of providing growth-necessitated capital improvements to the fire rescue system pursuant to Ordinance 06-09.
- **Parks Impact Fee (178)** - The Parks Impact Fee fund was established in fiscal year 2006-2007 to account for the revenues and expenditures of parks and recreational facilities impact fees for the purpose of providing growth-necessitated capital improvements to the county park system pursuant to Ordinance 06-10.
- **Inmate Welfare (180)** - The Inmate Welfare fund was established for services provided to the County's jail inmates utilizing revenue generated from the jail commissary sales and print shop. Pursuant to Florida Statute § 951.23(9)(d), the Director of Corrections has the final authority over the use of the funds, and is not required to comply with the County's fiscal procedures.

## **NONMAJOR SPECIAL REVENUE FUNDS**

*(Concluded)*

### **Clerk of the Circuit Court**

- **Public Records Modernization** – The Public Records Modernization fund accounts for special recording fees collected and required to be held in trust by the Clerk. The funds are used exclusively for equipment, personnel training, and technical assistance in modernizing the official record system, pursuant to Florida Statute § 28.24(15) (d).
- **Public Records Information Technology** – The Public Records Information Technology fund accounts for special recording fees collected and required to be held in trust by the Clerk. The funds are used exclusively for court related technology needs, pursuant to Florida Statute § 28.24(12) (e).

### **Supervisor of Elections**

- **Grants** – The Grant Special Revenue fund is used to account for all revenues and expenditures applicable to the grants of the Supervisor of Elections.

### **Sheriff**

- **Special Revenue** – The Special Revenue fund accounts for a combination of special revenue funds which include Police Officer Training, Law Enforcement Trust Fund, Federal Forfeitures Fund, Justice Assistance Grants and Osceola County Investigative Bureau Training Fund.

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
Nonmajor Special Revenue Funds  
September 30, 2014  
(In thousands)

	<b>102</b>	<b>103</b>	<b>107</b>	<b>109</b>	<b>111</b>
	<b>Transportation</b>	<b>Drug</b>	<b>Library</b>	<b>Law</b>	<b>State</b>
	<b>Trust</b>	<b>Abuse</b>	<b>District</b>	<b>Enforcement</b>	<b>Housing</b>
	<b>Trust</b>	<b>Treatment</b>	<b>District</b>	<b>Trust</b>	<b>Initiative</b>
	<b>Partnership</b>				<b>Partnership</b>
<b>ASSETS</b>					
Cash and Investments	\$ 3,104	\$ 20	\$ 6,093	\$ 226	\$ 595
Accounts Receivable, Net	10	-	43	-	-
Due from Other Funds	-	-	33	-	-
Due from Other Governments	1,657	7	9	-	-
Prepaid Items	-	-	11	-	-
Inventories	849	-	1	-	-
<b>Total Assets</b>	<b>\$ 5,620</b>	<b>\$ 27</b>	<b>\$ 6,190</b>	<b>\$ 226</b>	<b>\$ 595</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
Liabilities					
Accounts Payable	\$ 218	\$ -	\$ 137	\$ -	\$ -
Accrued Liabilities	266	-	3	-	3
Deposits	31	-	-	-	-
Due to Other Governments	2	-	1	-	-
Unearned Revenue	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
<b>Total Liabilities</b>	<b>517</b>	<b>-</b>	<b>141</b>	<b>-</b>	<b>3</b>
Fund Balances					
Nonspendable	849	-	12	-	-
Restricted	-	27	6,037	226	592
Committed	4,254	-	-	-	-
<b>Total Fund Balances</b>	<b>5,103</b>	<b>27</b>	<b>6,049</b>	<b>226</b>	<b>592</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 5,620</b>	<b>\$ 27</b>	<b>\$ 6,190</b>	<b>\$ 226</b>	<b>\$ 595</b>

Continued

112	113	114	115	117	118	124
911 Emergency Communications	Buenaventura Lakes MSBU	Neighborhood Stabilization Program	Court Facilities	Library Endowment	Homelessness Prevention	Environmental Lands
\$ 597	\$ 121	\$ 43	\$ 9,527	\$ 1	\$ -	\$ 8,018
-	-	-	-	-	-	-
388	-	-	-	-	-	32
398	-	11	149	-	53	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,383</u>	<u>\$ 121</u>	<u>\$ 54</u>	<u>\$ 9,676</u>	<u>\$ 1</u>	<u>\$ 53</u>	<u>\$ 8,050</u>
\$ -	\$ -	\$ 18	\$ -	\$ -	\$ 2	\$ 31
-	9	2	-	-	-	10
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	47	-
-	9	20	-	-	49	41
-	-	-	-	-	-	-
1,383	112	34	9,676	1	4	8,009
-	-	-	-	-	-	-
<u>1,383</u>	<u>112</u>	<u>34</u>	<u>9,676</u>	<u>1</u>	<u>4</u>	<u>8,009</u>
<u>\$ 1,383</u>	<u>\$ 121</u>	<u>\$ 54</u>	<u>\$ 9,676</u>	<u>\$ 1</u>	<u>\$ 53</u>	<u>\$ 8,050</u>

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
Nonmajor Special Revenue Funds - Continued  
September 30, 2014  
(In thousands)

	<b>130</b>	<b>136</b>	<b>139</b>	<b>141</b>	<b>148</b>
	<b>Court Related Technology</b>	<b>Homestead Foreclosure Mediation</b>	<b>Criminal Justice Training</b>	<b>Boating Improvement</b>	<b>Building</b>
<b>ASSETS</b>					
Cash and Investments	\$ 1,361	\$ 200	\$ 34	\$ 526	\$ 7,003
Accounts Receivable, Net	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Due from Other Governments	59	-	8	3	1
Prepaid Items	-	-	-	-	-
Inventories	-	-	-	-	-
<b>Total Assets</b>	<u>\$ 1,420</u>	<u>\$ 200</u>	<u>\$ 42</u>	<u>\$ 529</u>	<u>\$ 7,004</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
Liabilities					
Accounts Payable	\$ 169	\$ 2	\$ -	\$ 5	\$ 14
Accrued Liabilities	16	5	-	-	72
Deposits	-	-	-	-	1,602
Due to Other Governments	-	-	-	-	23
Unearned Revenue	-	-	-	-	-
Due to Other Funds	-	-	26	-	-
<b>Total Liabilities</b>	<u>185</u>	<u>7</u>	<u>26</u>	<u>5</u>	<u>1,711</u>
Fund Balances					
Nonspendable	-	-	-	-	-
Restricted	1,235	193	16	524	5,293
Committed	-	-	-	-	-
<b>Total Fund Balances</b>	<u>1,235</u>	<u>193</u>	<u>16</u>	<u>524</u>	<u>5,293</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<u>\$ 1,420</u>	<u>\$ 200</u>	<u>\$ 42</u>	<u>\$ 529</u>	<u>\$ 7,004</u>

Continued

<b>149</b>	<b>151</b>	<b>152</b>	<b>153</b>	<b>154</b>	<b>155</b>	<b>156</b>
<b>192</b>	<b>Community</b>	<b>Municipal</b>	<b>Municipal</b>	<b>Constitutional</b>	<b>West 192</b>	<b>Federal</b>
<b>Redevelopment</b>	<b>Development</b>	<b>Services</b>	<b>Services</b>	<b>Gas</b>	<b>Redevelopment</b>	<b>and</b>
	<b>Block</b>	<b>Taxing</b>	<b>Benefit</b>	<b>Tax</b>	<b>Area</b>	<b>State</b>
	<b>Grant</b>	<b>Units</b>	<b>Units</b>		<b>MSBU</b>	<b>Grant</b>
\$ 745	\$ -	\$ 611	\$ 721	\$ 1,638	\$ 2,193	\$ -
-	-	-	-	-	3	26
-	-	1	-	-	30	-
-	12	-	-	649	4	946
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 745</u>	<u>\$ 12</u>	<u>\$ 612</u>	<u>\$ 721</u>	<u>\$ 2,287</u>	<u>\$ 2,230</u>	<u>\$ 972</u>

\$ 3	\$ -	\$ 55	\$ 30	\$ 40	\$ 161	\$ 24
6	5	-	-	-	5	7
-	-	-	-	-	-	-
-	-	8	-	-	-	-
-	-	-	-	-	-	11
-	7	-	20	-	-	930
<u>9</u>	<u>12</u>	<u>63</u>	<u>50</u>	<u>40</u>	<u>166</u>	<u>972</u>

-	-	-	-	-	-	-
736	-	549	671	2,247	2,064	-
-	-	-	-	-	-	-
<u>736</u>	<u>-</u>	<u>549</u>	<u>671</u>	<u>2,247</u>	<u>2,064</u>	<u>-</u>

<u>\$ 745</u>	<u>\$ 12</u>	<u>\$ 612</u>	<u>\$ 721</u>	<u>\$ 2,287</u>	<u>\$ 2,230</u>	<u>\$ 972</u>
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**OSCEOLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
Nonmajor Special Revenue Funds - Concluded  
September 30, 2014  
(In thousands)

	158	168	174	177	178
	<b>Intergovernmental Radio Communication</b>	<b>Section 8 Housing</b>	<b>Road Impact Fees</b>	<b>Fire Impact Fee</b>	<b>Parks Impact Fee</b>
<b>ASSETS</b>					
Cash and Investments	\$ 1,798	\$ 899	\$ 6,026	\$ 2,246	\$ 5,577
Accounts Receivable, Net	-	211	-	-	-
Due from Other Funds	-	-	-	-	-
Due from Other Governments	270	-	-	-	-
Prepaid Items	-	-	-	-	-
Inventories	-	-	-	-	-
<b>Total Assets</b>	<u>\$ 2,068</u>	<u>\$ 1,110</u>	<u>\$ 6,026</u>	<u>\$ 2,246</u>	<u>\$ 5,577</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
Liabilities					
Accounts Payable	\$ 18	\$ 7	\$ -	\$ -	\$ 68
Accrued Liabilities	8	16	-	-	4
Deposits	-	-	-	-	-
Due to Other Governments	-	-	-	-	-
Unearned Revenue	-	69	-	-	-
Due to Other Funds	-	-	-	-	-
<b>Total Liabilities</b>	<u>26</u>	<u>92</u>	<u>-</u>	<u>-</u>	<u>72</u>
Fund Balances					
Nonspendable	-	-	-	-	-
Restricted	-	1,018	6,026	2,246	5,505
Committed	2,042	-	-	-	-
<b>Total Fund Balances</b>	<u>2,042</u>	<u>1,018</u>	<u>6,026</u>	<u>2,246</u>	<u>5,505</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<u>\$ 2,068</u>	<u>\$ 1,110</u>	<u>\$ 6,026</u>	<u>\$ 2,246</u>	<u>\$ 5,577</u>

180

<b>Inmate Welfare</b>	<b>Public Records Modernization</b>	<b>Public Records Information Technology</b>	<b>Supervisor of Elections Grants</b>	<b>Sheriff's Special Revenue</b>	<b>Total Nonmajor Special Revenue Funds</b>
\$ 194	\$ 3,366	\$ 868	\$ -	\$ 2,487	\$ 66,838
66	-	-	-	-	359
-	-	-	-	59	543
-	-	-	-	25	4,261
-	-	-	-	-	11
-	-	-	-	-	850
<u>\$ 260</u>	<u>\$ 3,366</u>	<u>\$ 868</u>	<u>\$ -</u>	<u>\$ 2,571</u>	<u>\$ 72,862</u>
\$ 66	\$ 17	\$ -	\$ -	\$ 3	\$ 1,088
-	-	-	-	-	437
-	-	-	-	-	1,633
-	-	-	-	11	45
-	-	-	-	124	204
-	-	-	-	14	1,044
<u>66</u>	<u>17</u>	<u>-</u>	<u>-</u>	<u>152</u>	<u>4,451</u>
-	-	-	-	-	861
194	3,349	868	-	2,419	61,254
-	-	-	-	-	6,296
<u>194</u>	<u>3,349</u>	<u>868</u>	<u>-</u>	<u>2,419</u>	<u>68,411</u>
<u>\$ 260</u>	<u>\$ 3,366</u>	<u>\$ 868</u>	<u>\$ -</u>	<u>\$ 2,571</u>	<u>\$ 72,862</u>

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**Nonmajor Special Revenue Funds**  
**For the Year Ended September 30, 2014**  
(In thousands)

	<b>102</b>	<b>103</b>	<b>107</b>	<b>109</b>	<b>111</b>
	<b>Transportation Trust</b>	<b>Drug Abuse Treatment</b>	<b>Library District</b>	<b>Law Enforcement Trust</b>	<b>State Housing Initiative Partnership</b>
<b>REVENUES</b>					
Taxes	\$ 8,282	\$ -	\$ 4,255	\$ -	\$ -
Permits, Fees and Special Assessments	25	-	-	-	-
Intergovernmental	1,852	-	189	-	412
Charges for Services	27	-	83	-	10
Fines and Forfeitures	4	82	106	-	-
Interest Income	20	-	64	2	3
Miscellaneous	144	-	119	-	73
<b>Total Revenues</b>	<u>10,354</u>	<u>82</u>	<u>4,816</u>	<u>2</u>	<u>498</u>
<b>EXPENDITURES</b>					
Current					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Physical Environment	181	-	-	-	-
Transportation	11,560	-	-	-	-
Economic Environment	-	-	-	-	405
Human Services	-	-	-	-	-
Culture/Recreation	-	-	5,846	-	-
Court Related	-	-	119	-	-
<b>Total Expenditures</b>	<u>11,741</u>	<u>-</u>	<u>5,965</u>	<u>-</u>	<u>405</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(1,387)</u>	<u>82</u>	<u>(1,149)</u>	<u>2</u>	<u>93</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers In	3,497	-	33	76	-
Transfers (Out)	(1,553)	(58)	(548)	(202)	-
<b>Total Other Financing Sources (Uses)</b>	<u>1,944</u>	<u>(58)</u>	<u>(515)</u>	<u>(126)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	557	24	(1,664)	(124)	93
<b>Fund Balances - Beginning</b>	<u>4,546</u>	<u>3</u>	<u>7,713</u>	<u>350</u>	<u>499</u>
<b>Fund Balances - Ending</b>	<u>\$ 5,103</u>	<u>\$ 27</u>	<u>\$ 6,049</u>	<u>\$ 226</u>	<u>\$ 592</u>

112	113	114	115	117	118	124
911 Emergency Communications	Buenaventura Lakes MSBU	Neighborhood Stabilization Program	Court Facilities	Library Endowment	Homelessness Prevention	Environmental Lands
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 830
-	-	-	-	-	-	-
1,194	-	481	-	-	91	6
11	-	-	1,851	-	-	-
-	-	-	-	-	-	-
1	-	-	56	1	-	76
-	-	226	-	-	-	53
<u>1,206</u>	<u>-</u>	<u>707</u>	<u>1,907</u>	<u>1</u>	<u>91</u>	<u>965</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	100	-	-	-	-	5,789
-	-	-	-	-	-	-
-	-	-	-	-	91	-
-	-	696	-	-	-	-
-	-	-	-	119	-	-
-	-	-	352	-	-	-
<u>-</u>	<u>100</u>	<u>696</u>	<u>352</u>	<u>119</u>	<u>91</u>	<u>5,789</u>
<u>1,206</u>	<u>(100)</u>	<u>11</u>	<u>1,555</u>	<u>(118)</u>	<u>-</u>	<u>(4,824)</u>
388	-	-	-	-	-	32
<u>(1,956)</u>	<u>(429)</u>	<u>-</u>	<u>(640)</u>	<u>-</u>	<u>-</u>	<u>(147)</u>
<u>(1,568)</u>	<u>(429)</u>	<u>-</u>	<u>(640)</u>	<u>-</u>	<u>-</u>	<u>(115)</u>
(362)	(529)	11	915	(118)	-	(4,939)
<u>1,745</u>	<u>641</u>	<u>23</u>	<u>8,761</u>	<u>119</u>	<u>4</u>	<u>12,948</u>
<u>\$ 1,383</u>	<u>\$ 112</u>	<u>\$ 34</u>	<u>\$ 9,676</u>	<u>\$ 1</u>	<u>\$ 4</u>	<u>\$ 8,009</u>

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**Nonmajor Special Revenue Funds - Continued**  
**For the Year Ended September 30, 2014**  
(In thousands)

	<b>130</b>	<b>136</b>	<b>139</b>	<b>141</b>	<b>148</b>
	<b>Court Related Technology</b>	<b>Homestead Foreclosure Mediation</b>	<b>Criminal Justice Training</b>	<b>Boating Improvement</b>	<b>Building</b>
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	-	37	3,091
Intergovernmental	-	-	-	-	-
Charges for Services	690	118	-	-	100
Fines and Forfeitures	-	-	101	-	9
Interest Income	10	2	-	3	39
Miscellaneous	-	-	-	-	3
<b>Total Revenues</b>	<u>700</u>	<u>120</u>	<u>101</u>	<u>40</u>	<u>3,242</u>
<b>EXPENDITURES</b>					
Current					
General Government	-	-	-	-	59
Public Safety	-	-	-	-	2,405
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	-	-	-	-	-
Human Services	-	-	-	-	-
Culture/Recreation	-	-	-	138	-
Court Related	1,090	164	-	-	-
<b>Total Expenditures</b>	<u>1,090</u>	<u>164</u>	<u>-</u>	<u>138</u>	<u>2,464</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(390)</u>	<u>(44)</u>	<u>101</u>	<u>(98)</u>	<u>778</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers In	-	-	-	-	-
Transfers (Out)	(92)	(37)	(93)	(4)	(318)
<b>Total Other Financing Sources (Uses)</b>	<u>(92)</u>	<u>(37)</u>	<u>(93)</u>	<u>(4)</u>	<u>(318)</u>
<b>Net Change in Fund Balances</b>	(482)	(81)	8	(102)	460
<b>Fund Balances - Beginning</b>	<u>1,717</u>	<u>274</u>	<u>8</u>	<u>626</u>	<u>4,833</u>
<b>Fund Balances - Ending</b>	<u>\$ 1,235</u>	<u>\$ 193</u>	<u>\$ 16</u>	<u>\$ 524</u>	<u>\$ 5,293</u>

<b>149</b>	<b>151</b>	<b>152</b>	<b>153</b>	<b>154</b>	<b>155</b>	<b>156</b>
<b>192</b>	<b>Community</b>	<b>Municipal</b>	<b>Municipal</b>	<b>Constitutional</b>	<b>West 192</b>	<b>Federal</b>
<b>Redevelopment</b>	<b>Development</b>	<b>Services</b>	<b>Services</b>	<b>Gas</b>	<b>Redevelopment</b>	<b>and</b>
	<b>Block</b>	<b>Taxing</b>	<b>Benefit</b>	<b>Tax</b>	<b>Area</b>	<b>State</b>
	<b>Grant</b>	<b>Units</b>	<b>Units</b>		<b>MSBU</b>	<b>Grant</b>
\$ -	\$ -	\$ 986	\$ -	\$ -	\$ -	\$ -
-	-	-	853	-	1,559	-
-	1,554	-	-	3,867	-	5,966
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2	-	8	6	8	30	-
-	-	-	-	-	197	-
<u>2</u>	<u>1,554</u>	<u>994</u>	<u>859</u>	<u>3,875</u>	<u>1,786</u>	<u>5,966</u>
-	-	1,011	721	-	-	3
-	-	-	-	-	-	275
-	-	-	-	-	-	-
-	-	-	-	3,987	-	440
71	1,426	-	-	-	2,176	-
-	128	-	-	-	-	5,117
-	-	-	-	-	-	-
-	-	-	-	-	-	54
<u>71</u>	<u>1,554</u>	<u>1,011</u>	<u>721</u>	<u>3,987</u>	<u>2,176</u>	<u>5,889</u>
(69)	-	(17)	138	(112)	(390)	77
805	-	1	383	1,710	30	-
-	-	(73)	(152)	(944)	(65)	(77)
<u>805</u>	<u>-</u>	<u>(72)</u>	<u>231</u>	<u>766</u>	<u>(35)</u>	<u>(77)</u>
736	-	(89)	369	654	(425)	-
-	-	638	302	1,593	2,489	-
<u>\$ 736</u>	<u>\$ -</u>	<u>\$ 549</u>	<u>\$ 671</u>	<u>\$ 2,247</u>	<u>\$ 2,064</u>	<u>\$ -</u>

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**Nonmajor Special Revenue Funds - Concluded**  
**For the Year Ended September 30, 2014**  
(In thousands)

	<b>158</b>	<b>168</b>	<b>174</b>	<b>177</b>	<b>178</b>
	<b>Intergovernmental Radio Communication</b>	<b>Section 8 Housing</b>	<b>Road Impact Fees</b>	<b>Fire Impact Fee</b>	<b>Parks Impact Fee</b>
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Permits, Fees and Special Assessments	-	-	69	845	1,672
Intergovernmental	-	10,227	-	-	-
Charges for Services	572	-	-	-	-
Fines and Forfeitures	528	-	-	-	-
Interest Income	10	1	38	10	29
Miscellaneous	429	11	163	-	5
<b>Total Revenues</b>	<u>1,539</u>	<u>10,239</u>	<u>270</u>	<u>855</u>	<u>1,706</u>
<b>EXPENDITURES</b>					
Current					
General Government	1,908	-	-	-	-
Public Safety	-	-	-	-	-
Physical Environment	-	-	-	-	-
Transportation	-	-	18	-	-
Economic Environment	-	10,114	-	-	-
Human Services	-	-	-	-	-
Culture/Recreation	-	-	-	-	183
Court Related	-	-	-	-	-
<b>Total Expenditures</b>	<u>1,908</u>	<u>10,114</u>	<u>18</u>	<u>-</u>	<u>183</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(369)</u>	<u>125</u>	<u>252</u>	<u>855</u>	<u>1,523</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers In	626	-	2,322	-	-
Transfers (Out)	(66)	-	(206)	(3)	(16)
<b>Total Other Financing Sources (Uses)</b>	<u>560</u>	<u>-</u>	<u>2,116</u>	<u>(3)</u>	<u>(16)</u>
<b>Net Change in Fund Balances</b>	191	125	2,368	852	1,507
<b>Fund Balances - Beginning</b>	<u>1,851</u>	<u>893</u>	<u>3,658</u>	<u>1,394</u>	<u>3,998</u>
<b>Fund Balances - Ending</b>	<u>\$ 2,042</u>	<u>\$ 1,018</u>	<u>\$ 6,026</u>	<u>\$ 2,246</u>	<u>\$ 5,505</u>

180						Total
Inmate Welfare	Public Records Modernization	Public Records Information Technology	Supervisor of Elections Grants	Sheriff's Special Revenue	Nonmajor Special Revenue Funds	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	14,353
-	-	-	-	-	-	8,151
-	-	-	28	1,020	-	26,887
63	595	655	-	-	-	4,775
-	-	-	-	-	-	830
1	-	-	-	-	-	420
254	-	-	-	36	-	1,713
<u>318</u>	<u>595</u>	<u>655</u>	<u>28</u>	<u>1,056</u>	-	<u>57,129</u>
-	-	-	32	-	-	3,734
277	-	-	-	462	-	3,419
-	-	-	-	-	-	6,070
-	-	-	-	-	-	16,005
-	-	-	-	-	-	14,283
-	-	-	-	-	-	5,941
-	-	-	-	-	-	6,286
-	511	-	-	-	-	2,290
<u>277</u>	<u>511</u>	<u>-</u>	<u>32</u>	<u>462</u>	-	<u>58,028</u>
<u>41</u>	<u>84</u>	<u>655</u>	<u>(4)</u>	<u>594</u>	-	<u>(899)</u>
-	152	-	4	385	-	10,444
(26)	(357)	(656)	-	(76)	-	(8,794)
<u>(26)</u>	<u>(205)</u>	<u>(656)</u>	<u>4</u>	<u>309</u>	-	<u>1,650</u>
15	(121)	(1)	-	903	-	751
<u>179</u>	<u>3,470</u>	<u>869</u>	<u>-</u>	<u>1,516</u>	-	<u>67,660</u>
<u>\$ 194</u>	<u>\$ 3,349</u>	<u>\$ 868</u>	<u>\$ -</u>	<u>\$ 2,419</u>	-	<u>\$ 68,411</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Transportation Trust  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Taxes	\$ 7,708	\$ 8,282	\$ 574
Permits, Fees and Special Assessments	25	25	-
Intergovernmental	1,737	1,852	115
Charges for Services	19	27	8
Fines and Forfeitures	40	4	(36)
Interest Income	9	20	11
Miscellaneous	11	144	133
<b>Total Revenues</b>	<u>9,549</u>	<u>10,354</u>	<u>805</u>
<b>EXPENDITURES</b>			
Current			
Physical Environment	468	181	287
Transportation	12,495	11,560	935
<b>Total Expenditures</b>	<u>12,963</u>	<u>11,741</u>	<u>1,222</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(3,414)</u>	<u>(1,387)</u>	<u>2,027</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	3,497	3,497	-
Transfers (Out)	(1,553)	(1,553)	-
<b>Total Other Financing Sources (Uses)</b>	<u>1,944</u>	<u>1,944</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(1,470)	557	2,027
<b>Fund Balances - Beginning</b>	<u>4,546</u>	<u>4,546</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 3,076</u>	<u>\$ 5,103</u>	<u>\$ 2,027</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Drug Abuse Treatment  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Fines and Forfeitures	\$ 58	\$ 82	\$ 24
<b>Total Revenues</b>	<u>58</u>	<u>82</u>	<u>24</u>
<b>EXPENDITURES</b>			
Current	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>58</u>	<u>82</u>	<u>24</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	(58)	(58)	-
<b>Total Other Financing Sources (Uses)</b>	<u>(58)</u>	<u>(58)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	-	24	24
<b>Fund Balances - Beginning</b>	<u>3</u>	<u>3</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 3</u>	<u>\$ 27</u>	<u>\$ 24</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Library District  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Taxes	\$ 4,424	\$ 4,255	\$ (169)
Intergovernmental	203	189	(14)
Charges for Services	62	83	21
Fines and Forfeitures	103	106	3
Interest Income	51	64	13
Miscellaneous	83	119	36
<b>Total Revenues</b>	<u>4,926</u>	<u>4,816</u>	<u>(110)</u>
<b>EXPENDITURES</b>			
Current			
Culture/Recreation	6,332	5,846	486
Court Related	-	119	(119)
<b>Total Expenditures</b>	<u>6,332</u>	<u>5,965</u>	<u>367</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(1,406)</u>	<u>(1,149)</u>	<u>257</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	33	33
Transfers (Out)	(548)	(548)	-
<b>Total Other Financing Sources (Uses)</b>	<u>(548)</u>	<u>(515)</u>	<u>33</u>
<b>Net Change in Fund Balances</b>	(1,954)	(1,664)	290
<b>Fund Balances - Beginning</b>	<u>7,713</u>	<u>7,713</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 5,759</u>	<u>\$ 6,049</u>	<u>\$ 290</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Law Enforcement Trust  
 For the Year Ended September 30, 2014  
 (In thousands)

	<b>Budget</b>	<b>Actual Amounts</b>	<b>Variance With Budget</b>
<b>REVENUES</b>			
Interest Income	\$ 1	\$ 2	\$ 1
<b>Total Revenues</b>	1	2	1
<b>EXPENDITURES</b>			
Current	-	-	-
<b>Total Expenditures</b>	-	-	-
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	1	2	1
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	100	76	(24)
Transfers (Out)	(451)	(202)	249
<b>Total Other Financing Sources (Uses)</b>	(351)	(126)	225
<b>Net Change in Fund Balances</b>	(350)	(124)	226
<b>Fund Balances - Beginning</b>	350	350	-
<b>Fund Balances - Ending</b>	\$ -	\$ 226	\$ 226

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
State Housing Initiative Partnership  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 390	\$ 412	\$ 22
Charges for Services	16	10	(6)
Interest Income	2	3	1
Miscellaneous	-	73	73
<b>Total Revenues</b>	<u>408</u>	<u>498</u>	<u>90</u>
<b>EXPENDITURES</b>			
Current			
Economic Environment	<u>907</u>	<u>405</u>	<u>502</u>
<b>Total Expenditures</b>	<u>907</u>	<u>405</u>	<u>502</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(499)</u>	<u>93</u>	<u>592</u>
<b>Net Change in Fund Balances</b>	(499)	93	592
<b>Fund Balances - Beginning</b>	<u>499</u>	<u>499</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ -</u>	<u>\$ 592</u>	<u>\$ 592</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 911 Emergency Communications  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 1,373	\$ 1,194	\$ (179)
Charges for Services	6	11	5
Interest Income	-	1	1
<b>Total Revenues</b>	<u>1,379</u>	<u>1,206</u>	<u>(173)</u>
<b>EXPENDITURES</b>			
Current	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>1,379</u>	<u>1,206</u>	<u>(173)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	388	388
Transfers (Out)	(1,956)	(1,956)	-
<b>Total Other Financing Sources (Uses)</b>	<u>(1,956)</u>	<u>(1,568)</u>	<u>388</u>
<b>Net Change in Fund Balances</b>	(577)	(362)	215
<b>Fund Balances - Beginning</b>	<u>1,745</u>	<u>1,745</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 1,168</u>	<u>\$ 1,383</u>	<u>\$ 215</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Buenaventura Lakes Municipal Services Benefit Unit  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
<b>Total Revenues</b>	\$ -	\$ -	\$ -
<b>EXPENDITURES</b>			
Current			
Physical Environment	212	100	112
<b>Total Expenditures</b>	212	100	112
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(212)	(100)	112
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	(429)	(429)	-
<b>Total Other Financing Sources (Uses)</b>	(429)	(429)	-
<b>Net Change in Fund Balances</b>	(641)	(529)	112
<b>Fund Balances - Beginning</b>	641	641	-
<b>Fund Balances - Ending</b>	\$ -	\$ 112	\$ 112

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Neighborhood Stabilization Program  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 1,217	\$ 481	\$ (736)
Miscellaneous	62	226	164
<b>Total Revenues</b>	<u>1,279</u>	<u>707</u>	<u>(572)</u>
<b>EXPENDITURES</b>			
Current			
Human Services	1,302	696	606
<b>Total Expenditures</b>	<u>1,302</u>	<u>696</u>	<u>606</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(23)</u>	<u>11</u>	<u>34</u>
<b>Net Change in Fund Balances</b>	(23)	11	34
<b>Fund Balances - Beginning</b>	<u>23</u>	<u>23</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ -</u>	<u>\$ 34</u>	<u>\$ 34</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Court Facilities  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Charges for Services	\$ 2,060	\$ 1,851	\$ (209)
Interest Income	<u>26</u>	<u>56</u>	<u>30</u>
<b>Total Revenues</b>	<u>2,086</u>	<u>1,907</u>	<u>(179)</u>
<b>EXPENDITURES</b>			
Current			
Court Related	<u>1,628</u>	<u>352</u>	<u>1,276</u>
<b>Total Expenditures</b>	<u>1,628</u>	<u>352</u>	<u>1,276</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>458</u>	<u>1,555</u>	<u>1,097</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(640)</u>	<u>(640)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(640)</u>	<u>(640)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(182)	915	1,097
<b>Fund Balances - Beginning</b>	<u>8,761</u>	<u>8,761</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 8,579</u>	<u>\$ 9,676</u>	<u>\$ 1,097</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Library Endowment  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Interest Income	\$ -	\$ 1	\$ 1
<b>Total Revenues</b>	<u>-</u>	<u>1</u>	<u>1</u>
<b>EXPENDITURES</b>			
Current			
Culture/Recreation	<u>119</u>	<u>119</u>	<u>-</u>
<b>Total Expenditures</b>	<u>119</u>	<u>119</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(119)</u>	<u>(118)</u>	<u>1</u>
<b>Net Change in Fund Balances</b>	(119)	(118)	1
<b>Fund Balances - Beginning</b>	<u>119</u>	<u>119</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Homelessness Prevention  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 1,185	\$ 91	\$ (1,094)
<b>Total Revenues</b>	<u>1,185</u>	<u>91</u>	<u>(1,094)</u>
<b>EXPENDITURES</b>			
Current			
Economic Environment	<u>1,188</u>	<u>91</u>	<u>1,097</u>
<b>Total Expenditures</b>	<u>1,188</u>	<u>91</u>	<u>1,097</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(3)</u>	<u>-</u>	<u>3</u>
<b>Net Change in Fund Balances</b>	(3)	-	3
<b>Fund Balances - Beginning</b>	<u>4</u>	<u>4</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 1</u>	<u>\$ 4</u>	<u>\$ 3</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Environmental Lands  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Taxes	\$ 863	\$ 830	\$ (33)
Intergovernmental	-	6	6
Interest Income	25	76	51
Miscellaneous	4	53	49
<b>Total Revenues</b>	<u>892</u>	<u>965</u>	<u>73</u>
<b>EXPENDITURES</b>			
Current			
Physical Environment	<u>13,207</u>	<u>5,789</u>	<u>7,418</u>
<b>Total Expenditures</b>	<u>13,207</u>	<u>5,789</u>	<u>7,418</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(12,315)</u>	<u>(4,824)</u>	<u>7,491</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	32	32
Transfers (Out)	<u>(152)</u>	<u>(147)</u>	<u>5</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(152)</u>	<u>(115)</u>	<u>37</u>
<b>Net Change in Fund Balances</b>	(12,467)	(4,939)	7,528
<b>Fund Balances - Beginning</b>	<u>12,948</u>	<u>12,948</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 481</u>	<u>\$ 8,009</u>	<u>\$ 7,528</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Court Related Technology  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Charges for Services	\$ 749	\$ 690	\$ (59)
Interest Income	<u>5</u>	<u>10</u>	<u>5</u>
<b>Total Revenues</b>	<u>754</u>	<u>700</u>	<u>(54)</u>
<b>EXPENDITURES</b>			
Current			
Court Related	<u>1,177</u>	<u>1,090</u>	<u>87</u>
<b>Total Expenditures</b>	<u>1,177</u>	<u>1,090</u>	<u>87</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(423)</u>	<u>(390)</u>	<u>33</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(92)</u>	<u>(92)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(92)</u>	<u>(92)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(515)	(482)	33
<b>Fund Balances - Beginning</b>	<u>1,717</u>	<u>1,717</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 1,202</u>	<u>\$ 1,235</u>	<u>\$ 33</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Homestead Foreclosure Mediation  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Charges for Services	\$ 167	\$ 118	\$ (49)
Interest	<u>1</u>	<u>2</u>	<u>1</u>
<b>Total Revenues</b>	<u>168</u>	<u>120</u>	<u>(48)</u>
<b>EXPENDITURES</b>			
Current			
Court Related	<u>195</u>	<u>164</u>	<u>31</u>
<b>Total Expenditures</b>	<u>195</u>	<u>164</u>	<u>31</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(27)</u>	<u>(44)</u>	<u>(17)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(37)</u>	<u>(37)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(37)</u>	<u>(37)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(64)	(81)	(17)
<b>Fund Balances - Beginning</b>	<u>274</u>	<u>274</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 210</u>	<u>\$ 193</u>	<u>\$ (17)</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Criminal Justice Training  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Fines and Forfeitures	\$ 94	\$ 101	\$ 7
<b>Total Revenues</b>	<u>94</u>	<u>101</u>	<u>7</u>
<b>EXPENDITURES</b>			
Current	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>94</u>	<u>101</u>	<u>7</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	(97)	(93)	4
<b>Total Other Financing Sources (Uses)</b>	<u>(97)</u>	<u>(93)</u>	<u>4</u>
<b>Net Change in Fund Balances</b>	<u>(3)</u>	<u>8</u>	<u>11</u>
<b>Fund Balances - Beginning</b>	<u>8</u>	<u>8</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 5</u>	<u>\$ 16</u>	<u>\$ 11</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Boating Improvement  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Permits, Fees & Special Assessments	\$ 39	\$ 37	\$ (2)
Interest	<u>3</u>	<u>3</u>	<u>-</u>
<b>Total Revenues</b>	<u>42</u>	<u>40</u>	<u>(2)</u>
<b>EXPENDITURES</b>			
Current			
Culture/Recreation	<u>346</u>	<u>138</u>	<u>208</u>
<b>Total Expenditures</b>	<u>346</u>	<u>138</u>	<u>208</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(304)</u>	<u>(98)</u>	<u>206</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(4)</u>	<u>(4)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(4)</u>	<u>(4)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(308)	(102)	206
<b>Fund Balances - Beginning</b>	<u>626</u>	<u>626</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 318</u>	<u>\$ 524</u>	<u>\$ 206</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Building  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<b>Variance</b> <u>With Budget</u>
<b>REVENUES</b>			
Permits, Fees and Special Assessments	\$ 2,507	\$ 3,091	\$ 584
Charges for Services	66	100	34
Fines and Forfeitures	-	9	9
Interest Income	22	39	17
Miscellaneous	-	3	3
<b>Total Revenues</b>	<u>2,595</u>	<u>3,242</u>	<u>647</u>
<b>EXPENDITURES</b>			
Current			
General Government	63	59	4
Public Safety	<u>2,476</u>	<u>2,405</u>	<u>71</u>
<b>Total Expenditures</b>	<u>2,539</u>	<u>2,464</u>	<u>75</u>
<b>Excess (Deficiency) of Revenues</b>			
<b>Over (Under) Expenditures</b>	<u>56</u>	<u>778</u>	<u>722</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(318)</u>	<u>(318)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(318)</u>	<u>(318)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(262)	460	722
<b>Fund Balances - Beginning</b>	<u>4,833</u>	<u>4,833</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 4,571</u>	<u>\$ 5,293</u>	<u>\$ 722</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 192 Redevelopment  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 993	\$ -	\$ (993)
Interest Income	-	2	2
<b>Total Revenues</b>	<u>993</u>	<u>2</u>	<u>(991)</u>
<b>EXPENDITURES</b>			
Current			
General Government	43	-	43
Economic Environment	178	71	107
<b>Total Expenditures</b>	<u>221</u>	<u>71</u>	<u>150</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>772</u>	<u>(69)</u>	<u>(841)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	45	805	760
<b>Total Other Financing Sources (Uses)</b>	<u>45</u>	<u>805</u>	<u>760</u>
<b>Net Change in Fund Balances</b>	817	736	(81)
<b>Fund Balances - Beginning</b>	-	-	-
Increase (Decrease) in Reserve for Inventories	-	-	-
<b>Fund Balances - Ending</b>	<u>\$ 817</u>	<u>\$ 736</u>	<u>\$ (81)</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Community Development Block Grant  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 2,389	\$ 1,554	\$ (835)
<b>Total Revenues</b>	<u>2,389</u>	<u>1,554</u>	<u>(835)</u>
<b>EXPENDITURES</b>			
Current			
Economic Environment	2,261	1,426	835
Human Services	128	128	-
<b>Total Expenditures</b>	<u>2,389</u>	<u>1,554</u>	<u>835</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	-	-	-
<b>Fund Balances - Beginning</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Municipal Services Taxing Units  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Taxes	\$ 1,031	\$ 986	\$ (45)
Interest Income	-	8	8
<b>Total Revenues</b>	<u>1,031</u>	<u>994</u>	<u>(37)</u>
<b>EXPENDITURES</b>			
Current			
General Government	1,508	1,011	497
<b>Total Expenditures</b>	<u>1,508</u>	<u>1,011</u>	<u>497</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(477)</u>	<u>(17)</u>	<u>460</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	1	1
Transfers (Out)	(73)	(73)	-
<b>Total Other Financing Sources (Uses)</b>	<u>(73)</u>	<u>(72)</u>	<u>1</u>
<b>Net Change in Fund Balances</b>	(550)	(89)	461
<b>Fund Balances - Beginning</b>	<u>638</u>	<u>638</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 88</u>	<u>\$ 549</u>	<u>\$ 461</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Municipal Services Benefit Units  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Permits, Fees and Special Assessments	\$ 883	\$ 853	\$ (30)
Interest Income	-	6	6
Miscellaneous	42	-	(42)
<b>Total Revenues</b>	<u>925</u>	<u>859</u>	<u>(66)</u>
<b>EXPENDITURES</b>			
Current			
General Government	1,423	721	702
<b>Total Expenditures</b>	<u>1,423</u>	<u>721</u>	<u>702</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(498)</u>	<u>138</u>	<u>636</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	383	383	-
Transfers (Out)	(156)	(152)	4
<b>Total Other Financing Sources (Uses)</b>	<u>227</u>	<u>231</u>	<u>4</u>
<b>Net Change in Fund Balances</b>	(271)	369	640
<b>Fund Balances - Beginning</b>	<u>302</u>	<u>302</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 31</u>	<u>\$ 671</u>	<u>\$ 640</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Constitutional Gas Tax  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<b>Variance</b> <u>With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 3,652	\$ 3,867	\$ 215
Interest Income	8	8	-
<b>Total Revenues</b>	<u>3,660</u>	<u>3,875</u>	<u>215</u>
<b>EXPENDITURES</b>			
Current			
Transportation	5,148	3,987	1,161
<b>Total Expenditures</b>	<u>5,148</u>	<u>3,987</u>	<u>1,161</u>
<b>Excess (Deficiency) of Revenues</b>			
<b>Over (Under) Expenditures</b>	<u>(1,488)</u>	<u>(112)</u>	<u>1,376</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	1,710	1,710	-
Transfers (Out)	(1,631)	(944)	687
<b>Total Other Financing Sources (Uses)</b>	<u>79</u>	<u>766</u>	<u>687</u>
<b>Net Change in Fund Balances</b>	(1,409)	654	2,063
<b>Fund Balances - Beginning</b>	<u>1,593</u>	<u>1,593</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 184</u>	<u>\$ 2,247</u>	<u>\$ 2,063</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
West 192 Redevelopment Area Municipal Services Benefit Unit  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Permits, Fees and Special Assessments	\$ 1,626	\$ 1,559	\$ (67)
Interest Income	16	30	14
Miscellaneous	165	197	32
<b>Total Revenues</b>	<u>1,807</u>	<u>1,786</u>	<u>(21)</u>
<b>EXPENDITURES</b>			
Current			
Economic Environment	<u>2,688</u>	<u>2,176</u>	<u>512</u>
<b>Total Expenditures</b>	<u>2,688</u>	<u>2,176</u>	<u>512</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(881)</u>	<u>(390)</u>	<u>491</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	30	30
Transfers (Out)	<u>(65)</u>	<u>(65)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(65)</u>	<u>(35)</u>	<u>30</u>
<b>Net Change in Fund Balances</b>	(946)	(425)	521
<b>Fund Balances - Beginning</b>	<u>2,489</u>	<u>2,489</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 1,543</u>	<u>\$ 2,064</u>	<u>\$ 521</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Federal and State Grant  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 10,025	\$ 5,966	\$ (4,059)
<b>Total Revenues</b>	<u>10,025</u>	<u>5,966</u>	<u>(4,059)</u>
<b>EXPENDITURES</b>			
Current			
General Government	8	3	5
Public Safety	371	275	96
Transportation	2,803	440	2,363
Human Services	6,693	5,117	1,576
Court Related	60	54	6
<b>Total Expenditures</b>	<u>9,935</u>	<u>5,889</u>	<u>4,046</u>
<b>Excess (Deficiency) of Revenues     Over (Under) Expenditures</b>	<u>90</u>	<u>77</u>	<u>(13)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	(91)	(77)	14
<b>Total Other Financing Sources (Uses)</b>	<u>(91)</u>	<u>(77)</u>	<u>14</u>
<b>Net Change in Fund Balances</b>	(1)	-	1
<b>Fund Balances - Beginning</b>	-	-	-
<b>Fund Balances - Ending</b>	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ 1</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Intergovernmental Radio Communication  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Charges for Services	\$ 572	\$ 572	\$ -
Fines and Forfeitures	540	528	(12)
Interest Income	7	10	3
Miscellaneous	43	429	386
<b>Total Revenues</b>	<u>1,162</u>	<u>1,539</u>	<u>377</u>
<b>EXPENDITURES</b>			
Current			
General Government	<u>1,997</u>	<u>1,908</u>	<u>89</u>
<b>Total Expenditures</b>	<u>1,997</u>	<u>1,908</u>	<u>89</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(835)</u>	<u>(369)</u>	<u>466</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	626	626	-
Transfers (Out)	<u>(66)</u>	<u>(66)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>560</u>	<u>560</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(275)	191	466
<b>Fund Balances - Beginning</b>	<u>1,851</u>	<u>1,851</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 1,576</u>	<u>\$ 2,042</u>	<u>\$ 466</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Section 8 Housing  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 8,790	\$ 10,227	\$ 1,437
Interest	1	1	-
Miscellaneous	-	11	11
<b>Total Revenues</b>	<u>8,791</u>	<u>10,239</u>	<u>1,448</u>
<b>EXPENDITURES</b>			
Current			
Economic Environment	<u>9,684</u>	<u>10,114</u>	<u>(430)</u>
<b>Total Expenditures</b>	<u>9,684</u>	<u>10,114</u>	<u>(430)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(893)</u>	<u>125</u>	<u>1,018</u>
<b>Net Change in Fund Balances</b>	(893)	125	1,018
<b>Fund Balances - Beginning</b>	<u>893</u>	<u>893</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ -</u>	<u>\$ 1,018</u>	<u>\$ 1,018</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Road Impact Fees  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Permits, Fees & Special Assessments	\$ -	\$ 69	\$ 69
Interest	-	38	38
Miscellaneous	-	163	163
<b>Total Revenues</b>	<u>-</u>	<u>270</u>	<u>270</u>
<b>EXPENDITURES</b>			
Current			
Transportation	<u>430</u>	<u>18</u>	<u>412</u>
<b>Total Expenditures</b>	<u>430</u>	<u>18</u>	<u>412</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(430)</u>	<u>252</u>	<u>682</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	2,322	2,322	-
Transfers (Out)	<u>(206)</u>	<u>(206)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>2,116</u>	<u>2,116</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	1,686	2,368	682
<b>Fund Balances - Beginning</b>	<u>3,658</u>	<u>3,658</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 5,344</u>	<u>\$ 6,026</u>	<u>\$ 682</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Fire Impact Fee  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Permits, Fees and Special Assessments	\$ 135	\$ 845	\$ 710
Interest Income	4	10	6
<b>Total Revenues</b>	<u>139</u>	<u>855</u>	<u>716</u>
<b>EXPENDITURES</b>			
Current			
Public Safety	<u>1</u>	<u>-</u>	<u>1</u>
<b>Total Expenditures</b>	<u>1</u>	<u>-</u>	<u>1</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>138</u>	<u>855</u>	<u>717</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(3)</u>	<u>(3)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(3)</u>	<u>(3)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	135	852	717
<b>Fund Balances - Beginning</b>	<u>1,394</u>	<u>1,394</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 1,529</u>	<u>\$ 2,246</u>	<u>\$ 717</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Parks Impact Fee  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Permits, Fees and Special Assessments	\$ 612	\$ 1,672	\$ 1,060
Interest Income	13	29	16
Miscellaneous	-	5	5
<b>Total Revenues</b>	<u>625</u>	<u>1,706</u>	<u>1,081</u>
<b>EXPENDITURES</b>			
Current			
Culture/Recreation	<u>349</u>	<u>183</u>	<u>166</u>
<b>Total Expenditures</b>	<u>349</u>	<u>183</u>	<u>166</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>276</u>	<u>1,523</u>	<u>1,247</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(16)</u>	<u>(16)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(16)</u>	<u>(16)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	260	1,507	1,247
<b>Fund Balances - Beginning</b>	<u>3,998</u>	<u>3,998</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 4,258</u>	<u>\$ 5,505</u>	<u>\$ 1,247</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Inmate Welfare  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Charges for Services	\$ 59	\$ 63	\$ 4
Interest Income	1	1	-
Miscellaneous	<u>265</u>	<u>254</u>	<u>(11)</u>
<b>Total Revenues</b>	<u>325</u>	<u>318</u>	<u>(7)</u>
<b>EXPENDITURES</b>			
Current			
Public Safety	<u>350</u>	<u>277</u>	<u>73</u>
<b>Total Expenditures</b>	<u>350</u>	<u>277</u>	<u>73</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(25)</u>	<u>41</u>	<u>66</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(26)</u>	<u>(26)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(26)</u>	<u>(26)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(51)	15	66
<b>Fund Balances - Beginning</b>	<u>179</u>	<u>179</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 128</u>	<u>\$ 194</u>	<u>\$ 66</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Public Records Modernization  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Charges for Services	\$ -	\$ 595	\$ 595
Interest Income	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>595</u>	<u>595</u>
<b>EXPENDITURES</b>			
Current			
Court Related	-	511	(511)
<b>Total Expenditures</b>	<u>-</u>	<u>511</u>	<u>(511)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>84</u>	<u>84</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	152	152
Transfers (Out)	-	(357)	(357)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(205)</u>	<u>(205)</u>
<b>Net Change in Fund Balances</b>	-	(121)	(121)
<b>Fund Balances - Beginning</b>	<u>-</u>	<u>3,470</u>	<u>3,470</u>
<b>Fund Balances - Ending</b>	<u>\$ -</u>	<u>\$ 3,349</u>	<u>\$ 3,349</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Public Records Information Technology  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Charges for Services	\$ -	\$ 655	\$ 655
Interest Income	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>655</u>	<u>655</u>
<b>EXPENDITURES</b>			
Current	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>655</u>	<u>655</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	-	(656)	(656)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(656)</u>	<u>(656)</u>
<b>Net Change in Fund Balances</b>	-	(1)	(1)
<b>Fund Balances - Beginning</b>	<u>869</u>	<u>869</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 869</u>	<u>\$ 868</u>	<u>\$ (1)</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Supervisor of Elections Grants  
For the Year Ending September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ -	\$ 28	\$ 28
Interest Income	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>28</u>	<u>28</u>
<b>EXPENDITURES</b>			
Current			
General Government	-	32	(32)
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Other Debt Service Costs	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>32</u>	<u>(32)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>(4)</u>	<u>(4)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	4	4
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>4</u>	<u>4</u>
<b>Net Change in Fund Balances</b>	-	-	-
<b>Fund Balances - Beginning</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Sheriff's Special Revenue  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance With Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ -	\$ 1,020	\$ 1,020
Miscellaneous	-	36	36
<b>Total Revenues</b>	<u>-</u>	<u>1,056</u>	<u>1,056</u>
<b>EXPENDITURES</b>			
Current			
Public Safety	-	462	(462)
<b>Total Expenditures</b>	<u>-</u>	<u>462</u>	<u>(462)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>594</u>	<u>594</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	385	385
Transfers (Out)	-	(76)	(76)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>309</u>	<u>309</u>
<b>Net Change in Fund Balances</b>	-	903	903
<b>Fund Balances - Beginning</b>	<u>1,516</u>	<u>1,516</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 1,516</u>	<u>\$ 2,419</u>	<u>\$ 903</u>

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## NONMAJOR DEBT SERVICE FUNDS

- **Sales Tax Revenue Bonds** – This fund was established to account for payments of principal, interest and other debt service costs for the \$48,735,000 Sales Tax Revenue Bonds, Series 2009 (202) and the \$43,470,000 Sales Tax Revenue Refunding Bonds, Series 2010 (237).
- **Taxable Tourist Development Tax Revenue Bonds** - This fund accounts for payments of principal, interest and other debt service costs for the \$12,565,000 Taxable Tourist Development Tax (Fifth Cent) Revenue Bonds, Series 2012 (RIDA Conference Center Phase One Project) (204).
- **West 192 MSBU Special Assessment Bonds** - This fund was established to account for payments of principal, interest and other debt service costs for the \$4,415,000 Special Assessments Bonds, Series 2003 (210).
- **Limited General Obligation Bonds** - This fund accounts for payments of principal, interest and other debt service costs for the \$15,295,000 Limited General Obligation Bonds, Series 2006 (234) and \$24,295,000 Limited General Obligation Bonds, Series 2010 (238). These Bonds were issued to purchase environmentally significant land in the County for the Environmental Land Conservation Program (ELCP).
- **Infrastructure Sales Surtax Revenue Bonds** - This fund accounts for payments of principal, interest and other debt service costs for the \$75,000,000 Infrastructure Sales Surtax Revenue Bonds, Series 2007 (235) and \$29,500,000 Infrastructure Sales Surtax Revenue Refunding Bonds, Series 2011 (239).
- **Capital Improvement Revenue Bonds** - This fund accounts for payments of principal, interest and other debt service costs for the \$132,250,000 Capital Improvement Revenue Bonds, Series 2009 A, B, C (236).
- **Tourist Development Tax Revenue Bonds** – This fund accounts for payments of principal, interest and other debt service costs for the \$74,790,000 Tourist Development Tax Revenue Refunding and Improvement Bonds, Series 2012 (240).

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
 Nonmajor Debt Service Funds  
 September 30, 2014  
 (In thousands)

	<b>202</b>	<b>204</b>	<b>210</b>	<b>234</b>
	<b>Sales Tax Revenue Bonds</b>	<b>Taxable Tourist Development Tax Revenue Bonds</b>	<b>West 192 MSBU Special Assessment Bonds</b>	<b>Limited General Obligation Bonds</b>
<b>ASSETS</b>				
Cash and Investments	\$ 13,084	\$ 1,651	\$ 606	\$ 3,173
Accounts Receivable, Net	-	19	-	-
Due from Other Governments	-	-	3	3
<b>Total Assets</b>	<u>\$ 13,084</u>	<u>\$ 1,670</u>	<u>\$ 609</u>	<u>\$ 3,176</u>
<b>LIABILITIES</b>				
Unearned Revenue	\$ -	\$ -	\$ -	\$ -
<b>Total Liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Restricted	13,049	1,670	609	3,176
Assigned	35	-	-	-
<b>Total Fund Balances</b>	<u>13,084</u>	<u>1,670</u>	<u>609</u>	<u>3,176</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 13,084</u>	<u>\$ 1,670</u>	<u>\$ 609</u>	<u>\$ 3,176</u>

<b>235</b>	<b>236</b>	<b>240</b>	
<b>Infrastructure</b>	<b>Capital</b>	<b>Tourist</b>	<b>Total</b>
<b>Sales Surtax</b>	<b>Improvement</b>	<b>Development</b>	<b>Nonmajor</b>
<b>Revenue</b>	<b>Revenue</b>	<b>Tax Revenue</b>	<b>Debt Service</b>
<b>Bonds</b>	<b>Bonds</b>	<b>Bonds</b>	<b>Funds</b>
\$ 8,047	\$ 15,451	\$ 3,980	\$ 45,992
-	-	-	19
-	-	-	6
<u>\$ 8,047</u>	<u>\$ 15,451</u>	<u>\$ 3,980</u>	<u>\$ 46,017</u>
\$ -	\$ 1,029	\$ -	\$ 1,029
-	1,029	-	1,029
8,047	14,422	3,980	44,953
-	-	-	35
<u>8,047</u>	<u>14,422</u>	<u>3,980</u>	<u>44,988</u>
<u>\$ 8,047</u>	<u>\$ 15,451</u>	<u>\$ 3,980</u>	<u>\$ 46,017</u>

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**Nonmajor Debt Service Funds**  
**For the Year Ended September 30, 2014**  
(In thousands)

	<b>202</b>	<b>204</b>	<b>210</b>	<b>234</b>
	<b>Sales Tax Revenue Bonds</b>	<b>Taxable Tourist Development Tax Revenue Bonds</b>	<b>West 192 MSBU Special Assessment Bonds</b>	<b>Limited General Obligation Bonds</b>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ 3,138
Permits, Fees and Special Assessments	-	294	322	-
Intergovernmental	-	-	-	-
Interest Income	69	9	8	23
<b>Total Revenues</b>	<u>69</u>	<u>303</u>	<u>330</u>	<u>3,161</u>
<b>EXPENDITURES</b>				
Debt Service				
Principal	3,580	200	75	2,030
Interest	3,791	730	145	1,208
Other Debt Service Costs	-	-	1	1
<b>Total Expenditures</b>	<u>7,371</u>	<u>930</u>	<u>221</u>	<u>3,239</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(7,302)</u>	<u>(627)</u>	<u>109</u>	<u>(78)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	6,865	686	-	-
Transfers (Out)	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>6,865</u>	<u>686</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(437)	59	109	(78)
<b>Fund Balances - Beginning</b>	<u>13,521</u>	<u>1,611</u>	<u>500</u>	<u>3,254</u>
<b>Fund Balances - Ending</b>	<u>\$ 13,084</u>	<u>\$ 1,670</u>	<u>\$ 609</u>	<u>\$ 3,176</u>

<b>235 Infrastructure Sales Surtax Revenue Bonds</b>	<b>236 Capital Improvement Revenue Bonds</b>	<b>240 Tourist Development Tax Revenue Bonds</b>	<b>Total Nonmajor Debt Service Funds</b>
\$ -	\$ -	\$ -	\$ 3,138
-	-	-	616
-	2,033	500	2,533
<u>29</u>	<u>78</u>	<u>14</u>	<u>230</u>
<u>29</u>	<u>2,111</u>	<u>514</u>	<u>6,517</u>
5,755	2,620	2,330	16,590
4,173	7,499	3,195	20,741
<u>-</u>	<u>1</u>	<u>-</u>	<u>3</u>
<u>9,928</u>	<u>10,120</u>	<u>5,525</u>	<u>37,334</u>
<u>(9,899)</u>	<u>(8,009)</u>	<u>(5,011)</u>	<u>(30,817)</u>
10,021	7,984	5,020	30,576
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>10,021</u>	<u>7,984</u>	<u>5,020</u>	<u>30,576</u>
122	(25)	9	(241)
<u>7,925</u>	<u>14,447</u>	<u>3,971</u>	<u>45,229</u>
<u>\$ 8,047</u>	<u>\$ 14,422</u>	<u>\$ 3,980</u>	<u>\$ 44,988</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Sales Tax Revenue Bonds  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Interest Income	\$ 5	\$ 69	\$ 64
<b>Total Revenues</b>	<u>5</u>	<u>69</u>	<u>64</u>
<b>EXPENDITURES</b>			
Debt Service			
Principal	3,580	3,580	-
Interest	3,791	3,791	-
Other Debt Service Costs	<u>1</u>	<u>-</u>	<u>1</u>
<b>Total Expenditures</b>	<u>7,372</u>	<u>7,371</u>	<u>1</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(7,367)</u>	<u>(7,302)</u>	<u>65</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	<u>6,827</u>	<u>6,865</u>	<u>38</u>
<b>Total Other Financing Sources (Uses)</b>	<u>6,827</u>	<u>6,865</u>	<u>38</u>
<b>Net Change in Fund Balances</b>	(540)	(437)	103
<b>Fund Balances - Beginning</b>	<u>13,521</u>	<u>13,521</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 12,981</u>	<u>\$ 13,084</u>	<u>\$ 103</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Taxable Tourist Development Tax Revenue Bonds  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Permits, Fees and Special Assessments	\$ 220	\$ 294	\$ 74
Interest Income	<u>2</u>	<u>9</u>	<u>7</u>
<b>Total Revenues</b>	<u>222</u>	<u>303</u>	<u>81</u>
<b>EXPENDITURES</b>			
Debt Service			
Principal	200	200	-
Interest	730	730	-
Other Debt Service Costs	<u>1</u>	<u>-</u>	<u>1</u>
<b>Total Expenditures</b>	<u>931</u>	<u>930</u>	<u>1</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(709)</u>	<u>(627)</u>	<u>82</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	<u>686</u>	<u>686</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>686</u>	<u>686</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(23)	59	82
<b>Fund Balances - Beginning</b>	<u>1,611</u>	<u>1,611</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 1,588</u>	<u>\$ 1,670</u>	<u>\$ 82</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
West 192 MSBU Special Assessment Bonds  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Permits, Fees and Special Assessments	\$ 314	\$ 322	\$ 8
Interest Income	<u>1</u>	<u>8</u>	<u>7</u>
<b>Total Revenues</b>	<u>315</u>	<u>330</u>	<u>15</u>
<b>EXPENDITURES</b>			
Debt Service			
Principal	179	75	104
Interest	145	145	-
Other Debt Service Costs	<u>1</u>	<u>1</u>	<u>-</u>
<b>Total Expenditures</b>	<u>325</u>	<u>221</u>	<u>104</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(10)</u>	<u>109</u>	<u>119</u>
<b>Net Change in Fund Balances</b>	(10)	109	119
<b>Fund Balances - Beginning</b>	<u>500</u>	<u>500</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 490</u>	<u>\$ 609</u>	<u>\$ 119</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Limited General Obligation Bonds  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Taxes	\$ 3,262	\$ 3,138	\$ (124)
Interest Income	-	23	23
<b>Total Revenues</b>	<u>3,262</u>	<u>3,161</u>	<u>(101)</u>
<b>EXPENDITURES</b>			
Debt Service			
Principal	2,030	2,030	-
Interest	1,208	1,208	-
Other Debt Service Costs	1	1	-
<b>Total Expenditures</b>	<u>3,239</u>	<u>3,239</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>23</u>	<u>(78)</u>	<u>(101)</u>
<b>Net Change in Fund Balances</b>	23	(78)	(101)
<b>Fund Balances - Beginning</b>	<u>3,254</u>	<u>3,254</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 3,277</u>	<u>\$ 3,176</u>	<u>\$ (101)</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Infrastructure Sales Surtax Revenue Bonds  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Interest Income	\$ -	\$ 29	\$ 29
<b>Total Revenues</b>	<u>-</u>	<u>29</u>	<u>29</u>
<b>EXPENDITURES</b>			
Debt Service			
Principal	5,755	5,755	-
Interest	4,173	4,173	-
Other Debt Service Costs	<u>1</u>	<u>-</u>	<u>1</u>
<b>Total Expenditures</b>	<u>9,929</u>	<u>9,928</u>	<u>1</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(9,929)</u>	<u>(9,899)</u>	<u>30</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	<u>10,021</u>	<u>10,021</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>10,021</u>	<u>10,021</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	92	122	30
<b>Fund Balances - Beginning</b>	<u>7,925</u>	<u>7,925</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 8,017</u>	<u>\$ 8,047</u>	<u>\$ 30</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Capital Improvement Revenue Bonds  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 2,110	\$ 2,033	\$ (77)
Interest Income	10	78	68
<b>Total Revenues</b>	<u>2,120</u>	<u>2,111</u>	<u>(9)</u>
<b>EXPENDITURES</b>			
Debt Service			
Principal	2,620	2,620	-
Interest	7,499	7,499	-
Other Debt Service Costs	1	1	-
<b>Total Expenditures</b>	<u>10,120</u>	<u>10,120</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(8,000)</u>	<u>(8,009)</u>	<u>(9)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	7,984	7,984	-
<b>Total Other Financing Sources (Uses)</b>	<u>7,984</u>	<u>7,984</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(16)	(25)	(9)
<b>Fund Balances - Beginning</b>	<u>14,447</u>	<u>14,447</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 14,431</u>	<u>\$ 14,422</u>	<u>\$ (9)</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Tourist Development Tax Revenue Bonds  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 500	\$ 500	\$ -
Interest Income	-	14	14
<b>Total Revenues</b>	<u>500</u>	<u>514</u>	<u>14</u>
<b>EXPENDITURES</b>			
Debt Service			
Principal	2,330	2,330	-
Interest	<u>3,195</u>	<u>3,195</u>	<u>-</u>
<b>Total Expenditures</b>	<u>5,525</u>	<u>5,525</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(5,025)</u>	<u>(5,011)</u>	<u>14</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	<u>5,020</u>	<u>5,020</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>5,020</u>	<u>5,020</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(5)	9	14
<b>Fund Balances - Beginning</b>	<u>3,971</u>	<u>3,971</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 3,966</u>	<u>\$ 3,980</u>	<u>\$ 14</u>

## NONMAJOR CAPITAL PROJECT FUNDS

- **Sales Tax Revenue Bonds (302)** - This fund was established to account for the acquisition, construction, and improvement of various properties and facilities of the County funded by the Sales Tax Revenue Bonds, Series 2009.
- **Deficient Roads (305)** – This fund was established by the County’s Ordinance 06-38 in 2009 to recognize and reserve funds to be used for repairing deficiencies in roads that are ineligible for Impact Fee Revenue.
- **Local Option Sales Tax (306)** - This fund was established to account for projects funded by local infrastructure sales tax. In September 1990, local voters approved a one-cent sales tax for the County’s infrastructure needs, which are included in the Capital Improvements Projects. In October 1999, voters approved an extension of the authority to collect this tax until the year 2025. Per Florida Statutes 212.055(2), the proceeds must be expended to finance, plan, and construct infrastructure; to acquire land for public recreation; or conservation or protection of natural resources.
- **Capital Improvement Revenue Bonds (326, 327)** - This fund was established to account for projects funded with the Capital Improvement Revenue Bonds, Series 2009. The net proceeds of these bonds were primarily used for transportation capital projects (326) and infrastructure and equipment capital projects (327).

## MAJOR CAPITAL PROJECT FUNDS

- **General Capital Outlay (315)** - This fund accounts for general capital projects in Osceola County. The primary source of revenue is transfers from General Fund and other governmental funds.

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
Nonmajor Capital Project Funds  
September 30, 2014  
(In thousands)

	<b>302</b>	<b>305</b>	<b>306</b>	<b>326</b>	<b>Total</b>
	<b>Sales</b>		<b>Local</b>	<b>Capital</b>	<b>Nonmajor</b>
	<b>Tax</b>		<b>Option</b>	<b>Improvement</b>	<b>Capital</b>
	<b>Revenue</b>	<b>Deficient</b>	<b>Sales</b>	<b>Revenue</b>	<b>Project</b>
	<b>Bonds</b>	<b>Roads</b>	<b>Tax</b>	<b>Bonds</b>	<b>Funds</b>
<b>ASSETS</b>					
Cash and Investments	\$ -	\$ 2,827	\$ 27,508	\$ 17,040	\$ 47,375
Due from Other Governments	-	-	4,138	16	4,154
<b>Total Assets</b>	<u>\$ -</u>	<u>\$ 2,827</u>	<u>\$ 31,646</u>	<u>\$ 17,056</u>	<u>\$ 51,529</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
Liabilities					
Accounts Payable	\$ -	\$ -	\$ 535	\$ 1,692	\$ 2,227
Accrued Liabilities	-	2	147	622	771
<b>Total Liabilities</b>	<u>-</u>	<u>2</u>	<u>682</u>	<u>2,314</u>	<u>2,998</u>
Fund Balances					
Committed	-	-	-	-	-
Restricted	-	2,825	30,964	14,742	48,531
<b>Total Fund Balances</b>	<u>-</u>	<u>2,825</u>	<u>30,964</u>	<u>14,742</u>	<u>48,531</u>
<b>Total Liabilities, Deferrred Inflows of Resources and Fund Balances</b>	<u>\$ -</u>	<u>\$ 2,827</u>	<u>\$ 31,646</u>	<u>\$ 17,056</u>	<u>\$ 51,529</u>

**OSCEOLA COUNTY, FLORIDA**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
Nonmajor Capital Project Funds  
For the Year Ended September 30, 2014  
(In thousands)

	<b>302</b>	<b>305</b>	<b>306</b>	<b>326</b>	<b>Total</b>
	<b>Sales</b>		<b>Local</b>	<b>Capital</b>	<b>Nonmajor</b>
	<b>Tax</b>		<b>Option</b>	<b>Improvement</b>	<b>Capital</b>
	<b>Revenue</b>	<b>Deficient</b>	<b>Sales</b>	<b>Revenue</b>	<b>Project</b>
	<b>Bonds</b>	<b>Roads</b>	<b>Tax</b>	<b>Bonds</b>	<b>Funds</b>
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ 24,728	\$ -	\$ 24,728
Interest Income	6	19	161	175	361
Miscellaneous	-	-	1	-	1
<b>Total Revenues</b>	<u>6</u>	<u>19</u>	<u>24,890</u>	<u>175</u>	<u>25,090</u>
<b>EXPENDITURES</b>					
Debt Service					
Principal	-	-	1,389	-	1,389
Interest	-	-	447	-	447
Capital Projects	899	12	5,255	17,599	23,765
<b>Total Expenditures</b>	<u>899</u>	<u>12</u>	<u>7,091</u>	<u>17,599</u>	<u>25,601</u>
<b>Excess (Deficiency) of Revenues</b>					
<b>Over (Under) Expenditures</b>	<u>(893)</u>	<u>7</u>	<u>17,799</u>	<u>(17,424)</u>	<u>(511)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	-	117	-	117
Transfers (Out)	(39)	(102)	(24,758)	(2,322)	(27,221)
<b>Total Other Financing Sources (Uses)</b>	<u>(39)</u>	<u>(102)</u>	<u>(24,641)</u>	<u>(2,322)</u>	<u>(27,104)</u>
<b>Net Change in Fund Balances</b>	(932)	(95)	(6,842)	(19,746)	(27,615)
<b>Fund Balances - Beginning</b>	<u>932</u>	<u>2,920</u>	<u>37,806</u>	<u>34,488</u>	<u>76,146</u>
<b>Fund Balances - Ending</b>	<u>\$ -</u>	<u>\$ 2,825</u>	<u>\$ 30,964</u>	<u>\$ 14,742</u>	<u>\$ 48,531</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Sales Tax Revenue Bonds  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Interest Income	\$ -	\$ 6	\$ 6
<b>Total Revenues</b>	<u>-</u>	<u>6</u>	<u>6</u>
<b>EXPENDITURES</b>			
Capital Projects	<u>932</u>	<u>899</u>	<u>33</u>
<b>Total Expenditures</b>	<u>932</u>	<u>899</u>	<u>33</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(932)</u>	<u>(893)</u>	<u>39</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>-</u>	<u>(39)</u>	<u>(39)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(39)</u>	<u>(39)</u>
<b>Net Change in Fund Balances</b>	(932)	(932)	-
<b>Fund Balances - Beginning</b>	<u>932</u>	<u>932</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Deficient Roads  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Interest Income	\$ 13	\$ 19	\$ 6
<b>Total Revenues</b>	<u>13</u>	<u>19</u>	<u>6</u>
<b>EXPENDITURES</b>			
Capital Projects	<u>2,830</u>	<u>12</u>	<u>2,818</u>
<b>Total Expenditures</b>	<u>2,830</u>	<u>12</u>	<u>2,818</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(2,817)</u>	<u>7</u>	<u>2,824</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(102)</u>	<u>(102)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(102)</u>	<u>(102)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(2,919)	(95)	2,824
<b>Fund Balances - Beginning</b>	<u>2,920</u>	<u>2,920</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 1</u>	<u>\$ 2,825</u>	<u>\$ 2,824</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
Local Option Sales Tax  
For the Year Ended September 30, 2014  
(In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Taxes	\$ 23,510	\$ 24,728	\$ 1,218
Interest Income	118	161	43
Miscellaneous	-	1	1
<b>Total Revenues</b>	<u>23,628</u>	<u>24,890</u>	<u>1,262</u>
<b>EXPENDITURES</b>			
Debt Service			
Principal	1,389	1,389	-
Interest	447	447	-
Capital Projects	21,546	5,255	16,291
<b>Total Expenditures</b>	<u>23,382</u>	<u>7,091</u>	<u>16,291</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>246</u>	<u>17,799</u>	<u>17,553</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	117	117	-
Transfers (Out)	(24,758)	(24,758)	-
<b>Total Other Financing Sources (Uses)</b>	<u>(24,641)</u>	<u>(24,641)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(24,395)	(6,842)	17,553
<b>Fund Balances - Beginning</b>	<u>37,806</u>	<u>37,806</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 13,411</u>	<u>\$ 30,964</u>	<u>\$ 17,553</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 Capital Improvement Revenue Bonds  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget</u>
<b>REVENUES</b>			
Interest Income	\$ 173	\$ 175	\$ 2
<b>Total Revenues</b>	<u>173</u>	<u>175</u>	<u>2</u>
<b>EXPENDITURES</b>			
Capital Projects	<u>32,337</u>	<u>17,599</u>	<u>14,738</u>
<b>Total Expenditures</b>	<u>32,337</u>	<u>17,599</u>	<u>14,738</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(32,164)</u>	<u>(17,424)</u>	<u>14,740</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	<u>(2,322)</u>	<u>(2,322)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(2,322)</u>	<u>(2,322)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(34,486)	(19,746)	14,740
<b>Fund Balances - Beginning</b>	<u>34,488</u>	<u>34,488</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 2</u>	<u>\$ 14,742</u>	<u>\$ 14,740</u>

**OSCEOLA COUNTY, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULE**  
 General Capital Outlay  
 For the Year Ended September 30, 2014  
 (In thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Interest Income	\$ 41	\$ 41	\$ 287	\$ 246
Miscellaneous	-	1,052	1,016	(36)
<b>Total Revenues</b>	<u>41</u>	<u>1,093</u>	<u>1,303</u>	<u>210</u>
<b>EXPENDITURES</b>				
Capital Projects	<u>54,138</u>	<u>63,977</u>	<u>420</u>	<u>63,557</u>
<b>Total Expenditures</b>	<u>54,138</u>	<u>63,977</u>	<u>420</u>	<u>63,557</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(54,097)</u>	<u>(62,884)</u>	<u>883</u>	<u>63,767</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Debt	23,000	23,000	-	(23,000)
Transfers In	-	251	251	-
Transfers (Out)	<u>-</u>	<u>(2,044)</u>	<u>(2,044)</u>	<u>-</u>
<b>Total Other Financing Sources and (Uses)</b>	<u>23,000</u>	<u>21,207</u>	<u>(1,793)</u>	<u>(23,000)</u>
<b>Net Change in Fund Balances</b>	(31,097)	(41,677)	(910)	40,767
<b>Fund Balances - Beginning</b>	<u>44,931</u>	<u>44,931</u>	<u>44,931</u>	<u>-</u>
<b>Fund Balances - Ending</b>	<u>\$ 13,834</u>	<u>\$ 3,254</u>	<u>\$ 44,021</u>	<u>\$ 40,767</u>

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

## INTERNAL SERVICE FUNDS

**Workers Compensation Self-Insurance (501)** - In 1990, the County adopted a self-insurance program for Workers Compensation expenses. Workers compensation claims for the entire County including the Property Appraiser, Supervisor of Elections, Tax Collector and Clerk of the Court are paid from this fund.

**Property and Casualty Insurance (502)** - In 1994, the County adopted an insurance program for property and casualty and general liability insurance. All County insurance premiums are processed and paid from this fund, including many varied special insurance policies such as vehicle insurance, crime, environmental liability, volunteer accident, aviation, excess property coverage, inmate medical care, etc.

**Dental Self-Insurance (503)** - In 1990, the County adopted a dental self-insurance program. Dental claims for the entire County including the Property Appraiser, Supervisor of Elections and Tax Collector are paid out of this fund.

**Health Self-Insurance (504)** - In 2000, this fund was established to account for health insurance costs. In fiscal year 2009 the County implemented a self-insurance program for health insurance. Health premiums and claims for the entire County including the Property Appraiser, Supervisor of Elections and Tax Collector are paid out of this fund.

**Disability and Life Insurance (505)** - Long term disability (LTD), short-term disability (STD) and life insurance premiums for the entire County including the Property Appraiser, Supervisor of Elections and Tax Collector are paid out of this fund.

**Fleet Management (510)** – This fund was established in fiscal year 2009 to account for the operations and administration of the fleet maintenance and fuel activities.

**Sheriff's Office Health Self-Insurance** - In fiscal year 2013 the Sheriff's Office established this fund to account for health insurance costs. Health premiums and claims for the Sheriff's Office are paid out of this fund.

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF NET POSITION**  
Internal Service Funds  
September 30, 2014  
(In thousands)

	<b>501</b>	<b>502</b>	<b>503</b>
	<b>Workers</b>	<b>Property and</b>	<b>Dental Self-</b>
	<b>Compensation Self-</b>	<b>Casualty Insurance</b>	<b>Insurance</b>
	<b>Insurance</b>	<b>Insurance</b>	<b>Insurance</b>
	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>			
Current Assets			
Cash and Cash Equivalents	\$ 10,189	\$ 445	\$ 457
Accounts Receivable, Net	1	-	-
Due from Other Funds	14	-	-
Inventories	-	-	-
Prepaid Items	-	1,810	-
<b>Total Current Assets</b>	<u>10,204</u>	<u>2,255</u>	<u>457</u>
Noncurrent Assets			
Capital Assets			
Buildings and Improvements	-	-	-
Machinery and Equipment	-	-	-
Less Accumulated Depreciation	-	-	-
<b>Total Noncurrent Assets</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Assets</b>	<u>10,204</u>	<u>2,255</u>	<u>457</u>
<b>LIABILITIES</b>			
Current Liabilities			
Accounts Payable	39	110	-
Accrued Liabilities	2	2	2
Unearned Revenue	-	-	1
Claims Payable	1,743	-	101
Compensated Absences	-	-	-
<b>Total Current Liabilities</b>	<u>1,784</u>	<u>112</u>	<u>104</u>
Non-Current Liabilities			
Compensated Absences	2	2	1
Claims Payable	2,009	-	-
Other Post Employment Benefits	9	9	9
<b>Total Non-Current Liabilities</b>	<u>2,020</u>	<u>11</u>	<u>10</u>
<b>Total Liabilities</b>	<u>3,804</u>	<u>123</u>	<u>114</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	-	-	-
Unrestricted	6,400	2,132	343
<b>Total Net Position</b>	<u>\$ 6,400</u>	<u>\$ 2,132</u>	<u>\$ 343</u>

504	505	510	Sheriff's Office Health Self-	Total
Health Self- Insurance	Disability and Life Insurance	Fleet Management	Insurance	
\$ 9,951	\$ 596	\$ 358	\$ 2,171	\$ 24,167
-	-	15	-	16
-	-	1	-	15
-	-	449	-	449
-	-	-	-	1,810
<u>9,951</u>	<u>596</u>	<u>823</u>	<u>2,171</u>	<u>26,457</u>
-	-	234	-	234
-	-	1,291	-	1,291
-	-	(1,137)	-	(1,137)
-	-	388	-	388
<u>9,951</u>	<u>596</u>	<u>1,211</u>	<u>2,171</u>	<u>26,845</u>
106	-	51	-	306
2	3	25	-	36
12	1	-	-	14
2,000	-	-	592	4,436
-	-	4	-	4
<u>2,120</u>	<u>4</u>	<u>80</u>	<u>592</u>	<u>4,796</u>
1	1	59	-	66
-	-	70	-	2,079
9	9	-	-	45
<u>10</u>	<u>10</u>	<u>129</u>	<u>-</u>	<u>2,190</u>
<u>2,130</u>	<u>14</u>	<u>209</u>	<u>592</u>	<u>6,986</u>
-	-	388	-	388
7,821	582	614	1,579	19,471
<u>\$ 7,821</u>	<u>\$ 582</u>	<u>\$ 1,002</u>	<u>\$ 1,579</u>	<u>\$ 19,859</u>

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION**  
Internal Service Funds  
For the Year Ended September 30, 2014  
(In thousands)

	<b>501</b>	<b>502</b>	<b>503</b>
	<b>Workers</b>		
	<b>Compensation Self- Insurance</b>	<b>Property and Casualty Insurance</b>	<b>Dental Self- Insurance</b>
<b>OPERATING REVENUES</b>			
Charges for Services	\$ 3,059	\$ 4,456	\$ 701
Miscellaneous	100	9	-
<b>Total Operating Revenues</b>	<u>3,159</u>	<u>4,465</u>	<u>701</u>
<b>OPERATING EXPENSES</b>			
Personal Services	66	65	49
Contracted Services	188	95	-
Repairs and Maintenance	-	73	-
Supplies	-	-	-
Depreciation	-	-	-
Insurance	228	2,871	52
Utilities	-	-	-
Claims Expense	972	1,044	744
Miscellaneous	1	28	-
<b>Total Operating Expenses</b>	<u>1,455</u>	<u>4,176</u>	<u>845</u>
<b>Operating Income (Loss)</b>	<u>1,704</u>	<u>289</u>	<u>(144)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Interest Revenue	56	8	3
Other Revenue (Expense)	-	-	-
<b>Total Non-Operating Revenues (Expenses)</b>	<u>56</u>	<u>8</u>	<u>3</u>
<b>Income (Loss) Before Transfers</b>	1,760	297	(141)
Transfers In	-	-	-
Transfers (Out)	-	-	(22)
<b>Change in Net Position</b>	1,760	297	(163)
<b>Total Net Position - Beginning</b>	<u>4,640</u>	<u>1,835</u>	<u>506</u>
<b>Total Net Position - Ending</b>	<u>\$ 6,400</u>	<u>\$ 2,132</u>	<u>\$ 343</u>

504	505	510	Sheriff's Office Health Self- Insurance	Total
Health Self- Insurance	Disability and Life Insurance	Fleet Management		
\$ 14,391	\$ 594	\$ 3,021	\$ 9,639	\$ 35,861
108	-	1	-	218
<u>14,499</u>	<u>594</u>	<u>3,022</u>	<u>9,639</u>	<u>36,079</u>
49	48	828	-	1,105
87	-	4	1,077	1,451
-	-	831	-	904
1	-	1,455	-	1,456
-	-	53	-	53
1,259	507	12	-	4,929
-	-	11	-	11
12,927	-	-	7,220	22,907
23	1	31	-	84
<u>14,346</u>	<u>556</u>	<u>3,225</u>	<u>8,297</u>	<u>32,900</u>
<u>153</u>	<u>38</u>	<u>(203)</u>	<u>1,342</u>	<u>3,179</u>
64	4	2	1	138
-	-	(7)	-	(7)
<u>64</u>	<u>4</u>	<u>(5)</u>	<u>1</u>	<u>131</u>
217	42	(208)	1,343	3,310
279	-	-	-	279
(176)	(27)	(14)	-	(239)
320	15	(222)	1,343	3,350
<u>7,501</u>	<u>567</u>	<u>1,224</u>	<u>236</u>	<u>16,509</u>
<u>\$ 7,821</u>	<u>\$ 582</u>	<u>\$ 1,002</u>	<u>\$ 1,579</u>	<u>\$ 19,859</u>

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CASH FLOWS**  
Internal Service Funds  
For The Year Ended September 30, 2014  
(In thousands)

	<b>501</b>	<b>502</b>	<b>503</b>
	<b>Workers</b>	<b>Property and</b>	<b>Dental Self-</b>
	<b>Compensation Self</b>	<b>Casualty</b>	<b>Insurance</b>
	<b>Insurance</b>	<b>Insurance</b>	<b>Insurance</b>
<b>Cash Flows from Operating Activities</b>			
Receipts from Customers and Users	\$ 3,163	\$ 4,465	\$ 701
Payments to Suppliers	(1,151)	(3,781)	(750)
Payments to Employees	(67)	(247)	(45)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<u>1,945</u>	<u>437</u>	<u>(94)</u>
<b>Cash Flows from Noncapital Financing Activities</b>			
Transfers In	-	-	-
Transfers (Out)	-	-	(22)
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<u>-</u>	<u>-</u>	<u>(22)</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Proceed from Disposition of Capital Assets	-	-	-
<b>Net Cash Used in Capital and Related Financing Activities</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash Flows from Investing Activities</b>			
Interest Revenue	56	8	3
<b>Net Cash Provided by Investing Activities</b>	<u>56</u>	<u>8</u>	<u>3</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	2,001	445	(113)
<b>Cash and Cash Equivalents at Beginning of Year</b>	8,188	-	570
<b>Cash and Cash Equivalents at End of Year</b>	<u>\$ 10,189</u>	<u>\$ 445</u>	<u>\$ 457</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities</b>			
Operating Income (Loss)	\$ 1,704	\$ 289	\$ (144)
Depreciation Expense	-	-	-
Change in Assets and Liabilities			
(Increase) Decrease in Accounts Receivable	(1)	-	-
(Increase) Decrease in Due from Other Governments	1	-	-
(Increase) Decrease in Due from Other Funds	4	-	-
(Increase) Decrease in Inventories	-	-	-
(Increase) Decrease Prepaid Items	-	239	-
Increase (Decrease) in Accounts Payable	(25)	79	(4)
Increase (Decrease) in Accrued Liabilities	1	1	-
Increase (Decrease) in Due to Other Governments	-	-	-
Increase (Decrease) in Due to Other Funds	-	(181)	-
Increase (Decrease) in Claims Payable	251	-	44
Increase (Decrease) in Unearned Revenue	-	-	1
Increase (Decrease) in Other Post Employment Benefits	9	9	9
Increase (Decrease) in Compensated Absences	1	1	-
<b>Total Adjustments</b>	<u>241</u>	<u>148</u>	<u>50</u>
<b>Net Cash Provided by (Used in) Operating Activities</b>	<u>\$ 1,945</u>	<u>\$ 437</u>	<u>\$ (94)</u>

504	505	510	Sheriff's Office	
Health Self- Insurance	Disability and Life Insurance	Fleet Management	Health Self-Insurance	Total
\$ 14,498	\$ 594	\$ 3,021	\$ 9,639	\$ 36,081
(14,297)	(514)	(2,453)	(7,705)	(30,651)
(48)	(40)	(820)	-	(1,267)
<u>153</u>	<u>40</u>	<u>(252)</u>	<u>1,934</u>	<u>4,163</u>
279	-	-	-	279
(176)	(27)	(14)	-	(239)
<u>103</u>	<u>(27)</u>	<u>(14)</u>	<u>-</u>	<u>40</u>
-	-	4	-	4
-	-	4	-	4
<u>64</u>	<u>4</u>	<u>2</u>	<u>1</u>	<u>138</u>
<u>64</u>	<u>4</u>	<u>2</u>	<u>1</u>	<u>138</u>
320	17	(260)	1,935	4,345
9,631	579	618	236	19,822
<u>\$ 9,951</u>	<u>\$ 596</u>	<u>\$ 358</u>	<u>\$ 2,171</u>	<u>\$ 24,167</u>
\$ 153	\$ 38	\$ (203)	\$ 1,342	\$ 3,179
-	-	53	-	53
1	-	-	-	-
-	-	-	-	1
-	-	(1)	-	3
-	-	(45)	-	(45)
-	-	-	-	239
(23)	-	(134)	-	(107)
1	2	2	-	7
-	(10)	-	-	(10)
-	-	-	-	(181)
-	-	-	592	887
12	1	-	-	14
9	9	70	-	115
-	-	6	-	8
<u>-</u>	<u>2</u>	<u>(49)</u>	<u>592</u>	<u>984</u>
<u>\$ 153</u>	<u>\$ 40</u>	<u>\$ (252)</u>	<u>\$ 1,934</u>	<u>\$ 4,163</u>

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## **AGENCY FUNDS**

### **Board of County Commissioners**

- **Kissimmee Impact Fee (606)** - This fund was established in Fiscal Year 2009 to account for the portion of road impact fees collected and remitted by the City of Kissimmee, Florida, per an interlocal agreement.
- **School Impact Fee (608)** - To account for the collection of impact fees from residential housing construction and the distribution of those fees to the Osceola County School Board.
- **Bond Agency (617)** - To account for the disposition of cash bonds to be remitted to the Clerk of the Circuit Court.
- **Inmate Agency (619)** - To account for inmates' cash held by the Board during their incarceration.
- **Gaylord Palms Agency (621)** – This fund was established in Fiscal Year 2009 to account for the assessment fee remitted by Gaylord Palms Resort.

### **Sheriff**

To account for the collection and disbursement of cash bonds, fines and costs, individual deposits and suspense deposits.

### **Clerk of the Circuit Court**

To account for the assets held by the Clerk of the Courts in a trustee capacity or as an agent for individuals, private organizations and/or other governmental units.

### **Tax Collector**

To account for the collection and disbursement of general, delinquent and installment taxes, tags, titles and special assessment deposits.

**OSCEOLA COUNTY, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY FUNDS NET POSITION**  
 Fiduciary Funds - Agency Funds  
 September 30, 2014  
 (In thousands)

	<b>Board of County Commissioners</b>			
	<b>606 Kissimmee Impact Fee</b>	<b>608 School Impact Fee</b>	<b>617 Bond Agency</b>	<b>619 Inmate Agency</b>
<b>ASSETS</b>				
Cash and Investments	\$ 1,155	\$ 1,606	\$ 36	\$ 255
Accounts Receivable, Net	-	-	-	-
Deposits	-	-	-	-
Due from Other Governments	-	9	-	113
<b>Total Assets</b>	<b><u>\$ 1,155</u></b>	<b><u>\$ 1,615</u></b>	<b><u>\$ 36</u></b>	<b><u>\$ 368</u></b>
<b>LIABILITIES</b>				
Accounts Payable	\$ -	\$ -	\$ -	\$ 130
Other Current Liabilities	-	-	35	238
Due to Other Governments	1,155	1,615	1	-
Deposits	-	-	-	-
Installment Tax Deposits	-	-	-	-
Escrow Payable	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 1,155</u></b>	<b><u>\$ 1,615</u></b>	<b><u>\$ 36</u></b>	<b><u>\$ 368</u></b>

<u>BOCC - Continued</u>	<u>Sheriff</u>	<u>Clerk of the Circuit Court</u>	<u>Tax Collector</u>	
<u>621 Gaylord Palms Agency</u>	<u>Agency Funds</u>	<u>Agency Funds</u>	<u>Agency Funds</u>	<u>Total</u>
\$ -	\$ 1,349	\$ 12,668	\$ 6,809	\$ 23,878
-	-	191	2,561	2,752
-	-	1	-	1
-	-	8	-	130
<u>\$ -</u>	<u>\$ 1,349</u>	<u>\$ 12,868</u>	<u>\$ 9,370</u>	<u>\$ 26,761</u>
\$ -	\$ -	\$ -	\$ 755	\$ 885
-	-	-	-	273
-	31	2,190	6,549	11,541
-	1,318	10,678	-	11,996
-	-	-	2,043	2,043
-	-	-	23	23
<u>\$ -</u>	<u>\$ 1,349</u>	<u>\$ 12,868</u>	<u>\$ 9,370</u>	<u>\$ 26,761</u>

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF CHANGES IN NET POSITION AND LIABILITIES**  
All Agency Funds  
For the Year Ended September 30, 2014  
(In thousands)

	<b>Balance October 1, 2013</b>	<b>Additions</b>	<b>(Deductions)</b>	<b>Balance September 30, 2014</b>
<b><u>Board of County Commissioners</u></b>				
<b>Kissimmee Impact Fee (606)</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 1,155	\$ -	\$ -	\$ 1,155
<b>Total Assets</b>	<b>\$ 1,155</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,155</b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 1,155	\$ -	\$ -	\$ 1,155
<b>Total Liabilities</b>	<b>\$ 1,155</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,155</b>
<b>School Impact Fee (608)</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 1,623	\$ 15,556	\$ (15,573)	\$ 1,606
Due from Other Governments	-	9	-	9
<b>Total Assets</b>	<b>\$ 1,623</b>	<b>\$ 15,565</b>	<b>\$ (15,573)</b>	<b>\$ 1,615</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Governments	1,623	17,076	(17,084)	1,615
<b>Total Liabilities</b>	<b>\$ 1,623</b>	<b>\$ 17,076</b>	<b>\$ (17,084)</b>	<b>\$ 1,615</b>
<b>Bond Agency (617)</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 112	\$ 1,067	\$ (1,143)	\$ 36
Accounts Receivable, Net	1	-	(1)	-
<b>Total Assets</b>	<b>\$ 113</b>	<b>\$ 1,067</b>	<b>\$ (1,144)</b>	<b>\$ 36</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 1	\$ -	\$ (1)	\$ -
Other Current Liabilities	111	1,081	(1,157)	35
Due to Other Governments	1	18	(18)	1
<b>Total Liabilities</b>	<b>\$ 113</b>	<b>\$ 1,099</b>	<b>\$ (1,176)</b>	<b>\$ 36</b>
<b>Inmate Agency (619)</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 137	\$ 1,415	\$ (1,297)	\$ 255
Due from Other Governments	-	113	-	113
<b>Total Assets</b>	<b>\$ 137</b>	<b>\$ 1,528</b>	<b>\$ (1,297)</b>	<b>\$ 368</b>
<b>LIABILITIES</b>				
Accounts Payable	-	130	-	130
Other Current Liabilities	\$ 137	\$ 1,528	\$ (1,427)	\$ 238
<b>Total Liabilities</b>	<b>\$ 137</b>	<b>\$ 1,658</b>	<b>\$ (1,427)</b>	<b>\$ 368</b>

Continued

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF CHANGES IN NET POSITION AND LIABILITIES**  
All Agency Funds - Continued  
For the Year Ended September 30, 2014  
(In thousands)

	<b>Balance October 1, 2013</b>	<b>Additions</b>	<b>(Deductions)</b>	<b>Balance September 30, 2014</b>
<b><u>Board of County Commissioners (Concluded)</u></b>				
<b>Gaylord Palms Agency (621)</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 3,068	\$ -	\$ (3,068)	\$ -
<b>Total Assets</b>	<b>\$ 3,068</b>	<b>\$ -</b>	<b>\$ (3,068)</b>	<b>\$ -</b>
<b>LIABILITIES</b>				
Deposits	\$ 3,068	\$ -	\$ (3,068)	\$ -
<b>Total Liabilities</b>	<b>\$ 3,068</b>	<b>\$ -</b>	<b>\$ (3,068)</b>	<b>\$ -</b>
<b><u>Sheriff</u></b>				
<b>Confiscations</b>				
<b>ASSETS</b>				
Cash	\$ 401	\$ 625	\$ -	\$ 1,026
<b>Total Assets</b>	<b>\$ 401</b>	<b>\$ 625</b>	<b>\$ -</b>	<b>\$ 1,026</b>
<b>LIABILITIES</b>				
Deposits	\$ 401	\$ 625	\$ -	\$ 1,026
<b>Total Liabilities</b>	<b>\$ 401</b>	<b>\$ 625</b>	<b>\$ -</b>	<b>\$ 1,026</b>
<b>Individual/Suspense</b>				
<b>ASSETS</b>				
Cash	\$ 34	\$ 433	\$ (422)	\$ 45
<b>Total Assets</b>	<b>\$ 34</b>	<b>\$ 433</b>	<b>\$ (422)</b>	<b>\$ 45</b>
<b>LIABILITIES</b>				
Deposits	\$ 34	\$ -	\$ (19)	\$ 15
Due to Other Governments	-	440	(410)	30
<b>Total Liabilities</b>	<b>\$ 34</b>	<b>\$ 440</b>	<b>\$ (429)</b>	<b>\$ 45</b>
<b>Events Fund</b>				
<b>ASSETS</b>				
Cash	\$ 217	\$ 60	\$ (84)	\$ 193
<b>Total Assets</b>	<b>\$ 217</b>	<b>\$ 60</b>	<b>\$ (84)</b>	<b>\$ 193</b>

Continued

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF CHANGES IN NET POSITION AND LIABILITIES**  
All Agency Funds - Continued  
For the Year Ended September 30, 2014  
(In thousands)

	<b>Balance October 1, 2013</b>	<b>Additions</b>	<b>(Deductions)</b>	<b>Balance September 30, 2014</b>
<b><u>Sheriff (Continued)</u></b>				
<b>Events Fund (Concluded)</b>				
<b>LIABILITIES</b>				
Deposits	\$ 216	\$ -	\$ (24)	\$ 192
Due to Other Governments	1	73	(73)	1
<b>Total Liabilities</b>	<b><u>\$ 217</u></b>	<b><u>\$ 73</u></b>	<b><u>\$ (97)</u></b>	<b><u>\$ 193</u></b>
<b>Victim's Assistance Fund</b>				
<b>ASSETS</b>				
Cash	\$ 24	\$ -	\$ (1)	\$ 23
<b>Total Assets</b>	<b><u>\$ 24</u></b>	<b><u>\$ -</u></b>	<b><u>\$ (1)</u></b>	<b><u>\$ 23</u></b>
<b>LIABILITIES</b>				
Deposits	\$ 24	\$ -	\$ (1)	\$ 23
<b>Total Liabilities</b>	<b><u>\$ 24</u></b>	<b><u>\$ -</u></b>	<b><u>\$ (1)</u></b>	<b><u>\$ 23</u></b>
<b>Explorer's Fund</b>				
<b>ASSETS</b>				
Cash	\$ 5	\$ 135	\$ (120)	\$ 20
<b>Total Assets</b>	<b><u>\$ 5</u></b>	<b><u>\$ 135</u></b>	<b><u>\$ (120)</u></b>	<b><u>\$ 20</u></b>
<b>LIABILITIES</b>				
Deposits	\$ 5	\$ 129	\$ (114)	\$ 20
<b>Total Liabilities</b>	<b><u>\$ 5</u></b>	<b><u>\$ 129</u></b>	<b><u>\$ (114)</u></b>	<b><u>\$ 20</u></b>
<b>Adventure Camp</b>				
<b>ASSETS</b>				
Cash	\$ 28	\$ 23	\$ (20)	\$ 31
<b>Total Assets</b>	<b><u>\$ 28</u></b>	<b><u>\$ 23</u></b>	<b><u>\$ (20)</u></b>	<b><u>\$ 31</u></b>
<b>LIABILITIES</b>				
Deposits	\$ 28	\$ 5	\$ (2)	\$ 31
<b>Total Liabilities</b>	<b><u>\$ 28</u></b>	<b><u>\$ 5</u></b>	<b><u>\$ (2)</u></b>	<b><u>\$ 31</u></b>
<b>EP Murphy Golf</b>				
<b>ASSETS</b>				
Cash	\$ -	\$ 18	\$ (9)	\$ 9
<b>Total Assets</b>	<b><u>\$ -</u></b>	<b><u>\$ 18</u></b>	<b><u>\$ (9)</u></b>	<b><u>\$ 9</u></b>

Continued

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF CHANGES IN NET POSITION AND LIABILITIES**  
All Agency Funds - Continued  
For the Year Ended September 30, 2014  
(In thousands)

	<b>Balance October 1, 2013</b>	<b>Additions</b>	<b>(Deductions)</b>	<b>Balance September 30, 2014</b>
<b><u>Sheriff (Concluded)</u></b>				
<b>EP Murphy Golf (Concluded)</b>				
<b>LIABILITIES</b>				
Deposits	\$ -	\$ 18	\$ (9)	\$ 9
<b>Total Liabilities</b>	<b>\$ -</b>	<b>\$ 18</b>	<b>\$ (9)</b>	<b>\$ 9</b>
<b>Sheriff's Posse</b>				
<b>ASSETS</b>				
Cash	\$ 1	\$ 1	\$ -	\$ 2
<b>Total Assets</b>	<b>\$ 1</b>	<b>\$ 1</b>	<b>\$ -</b>	<b>\$ 2</b>
<b>LIABILITIES</b>				
Deposits	\$ 1	\$ 1	\$ -	\$ 2
<b>Total Liabilities</b>	<b>\$ 1</b>	<b>\$ 1</b>	<b>\$ -</b>	<b>\$ 2</b>
<b><u>Clerk of the Circuit Court</u></b>				
<b>Recording Agency Fund</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 2,106	\$ 49,664	\$ (46,693)	\$ 5,077
Due from other governments	-	8	-	8
Accounts Receivable, Net	48	17,948	(17,875)	121
<b>Total Assets</b>	<b>\$ 2,154</b>	<b>\$ 67,620</b>	<b>\$ (64,568)</b>	<b>\$ 5,206</b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 833	\$ 38,580	\$ (38,499)	\$ 914
Deposits	1,321	15,498	(12,527)	4,292
<b>Total Liabilities</b>	<b>\$ 2,154</b>	<b>\$ 54,078</b>	<b>\$ (51,026)</b>	<b>\$ 5,206</b>
<b>Fine and Forfeiture Agency Fund</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 1,424	\$ 17,737	\$ (17,774)	\$ 1,387
Accounts Receivable, Net	31	4,310	(4,301)	40
<b>Total Assets</b>	<b>\$ 1,455</b>	<b>\$ 22,047</b>	<b>\$ (22,075)</b>	<b>\$ 1,427</b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 747	\$ 11,059	\$ (10,900)	\$ 906
Deposits	708	7,085	(7,272)	521
<b>Total Liabilities</b>	<b>\$ 1,455</b>	<b>\$ 18,144</b>	<b>\$ (18,172)</b>	<b>\$ 1,427</b>

Continued

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF CHANGES IN NET POSITION AND LIABILITIES**  
All Agency Funds - Continued  
For the Year Ended September 30, 2014  
(In thousands)

	<b>Balance October 1, 2013</b>	<b>Additions</b>	<b>(Deductions)</b>	<b>Balance September 30, 2014</b>
<b><u>Clerk of the Circuit Court (Concluded)</u></b>				
<b>County Circuit/Civil Agency Fund</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 226	\$ 5,758	\$ (5,653)	\$ 331
Accounts Receivable, Net	46	4,445	(4,475)	16
<b>Total Assets</b>	<b><u>\$ 272</u></b>	<b><u>\$ 10,203</u></b>	<b><u>\$ (10,128)</u></b>	<b><u>\$ 347</u></b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 230	\$ 2,855	\$ (2,883)	\$ 202
Deposits	42	155	(52)	145
<b>Total Liabilities</b>	<b><u>\$ 272</u></b>	<b><u>\$ 3,010</u></b>	<b><u>\$ (2,935)</u></b>	<b><u>\$ 347</u></b>
<b>Bond Holding Agency Fund</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 282	\$ 1,135	\$ (1,044)	\$ 373
Deposits	111	10	(120)	1
<b>Total Assets</b>	<b><u>\$ 393</u></b>	<b><u>\$ 1,145</u></b>	<b><u>\$ (1,164)</u></b>	<b><u>\$ 374</u></b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ -	\$ 32	\$ -	\$ 32
Deposits	393	2,033	(2,084)	342
<b>Total Liabilities</b>	<b><u>\$ 393</u></b>	<b><u>\$ 2,065</u></b>	<b><u>\$ (2,084)</u></b>	<b><u>\$ 374</u></b>
<b>Tax Deeds Agency Fund</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 1,751	\$ 2,846	\$ (4,569)	\$ 28
<b>Total Assets</b>	<b><u>\$ 1,751</u></b>	<b><u>\$ 2,846</u></b>	<b><u>\$ (4,569)</u></b>	<b><u>\$ 28</u></b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ -	\$ 28	\$ -	\$ 28
Deposits	1,751	4,639	(6,390)	-
<b>Total Liabilities</b>	<b><u>\$ 1,751</u></b>	<b><u>\$ 4,667</u></b>	<b><u>\$ (6,390)</u></b>	<b><u>\$ 28</u></b>
<b>Other Civil Agency Fund</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 19,806	\$ 48,194	\$ (62,528)	\$ 5,472
Accounts Receivable, Net	18	10	(14)	14
<b>Total Assets</b>	<b><u>\$ 19,824</u></b>	<b><u>\$ 48,204</u></b>	<b><u>\$ (62,542)</u></b>	<b><u>\$ 5,486</u></b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 131	\$ 2,941	\$ (2,964)	\$ 108
Deposits	19,693	48,979	(63,294)	5,378
<b>Total Liabilities</b>	<b><u>\$ 19,824</u></b>	<b><u>\$ 51,920</u></b>	<b><u>\$ (66,258)</u></b>	<b><u>\$ 5,486</u></b>

Continued

**OSCEOLA COUNTY, FLORIDA**  
**STATEMENT OF CHANGES IN NET POSITION AND LIABILITIES**  
All Agency Funds - Concluded  
For the Year Ended September 30, 2014  
(In thousands)

	<b>Balance October 1, 2013</b>	<b>Additions</b>	<b>(Deductions)</b>	<b>Balance September 30, 2014</b>
<b><u>Tax Collector</u></b>				
<b>Tax Agency Fund</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 4,823	\$ 421,805	\$ (420,305)	\$ 6,323
Accounts Receivable, Net	2,337	217	-	2,554
Due from Other Governments	767	-	(767)	-
<b>Total Assets</b>	<b>\$ 7,927</b>	<b>\$ 422,022</b>	<b>\$ (421,072)</b>	<b>\$ 8,877</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 489	\$ 34,415	\$ (34,152)	\$ 752
Due to Other Governments	5,475	398,586	(398,002)	6,059
Installment Tax Deposits	1,925	4,433	(4,315)	2,043
Escrow Payable	38	1,144	(1,159)	23
<b>Total Liabilities</b>	<b>\$ 7,927</b>	<b>\$ 438,578</b>	<b>\$ (437,628)</b>	<b>\$ 8,877</b>
<b>DMV Agency Fund</b>				
<b>ASSETS</b>				
Cash and Investments	\$ 480	\$ 31,375	\$ (31,369)	\$ 486
Accounts Receivable, Net	10	49	(52)	7
<b>Total Assets</b>	<b>\$ 490</b>	<b>\$ 31,424</b>	<b>\$ (31,421)</b>	<b>\$ 493</b>
<b>DMV Agency Fund</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 2	\$ 53	\$ (52)	\$ 3
Due to Other Governments	488	31,271	(31,269)	490
<b>Total Liabilities</b>	<b>\$ 490</b>	<b>\$ 31,324</b>	<b>\$ (31,321)</b>	<b>\$ 493</b>
<b><u>Total - All Funds</u></b>				
<b>ASSETS</b>				
Cash and Investments	\$ 37,703	\$ 597,847	\$ (611,672)	\$ 23,878
Accounts Receivable, Net	2,491	26,979	(26,718)	2,752
Due from Other Governments	767	130	(767)	130
Deposits	111	10	(120)	1
<b>Total Assets</b>	<b>\$ 41,072</b>	<b>\$ 624,966</b>	<b>\$ (639,277)</b>	<b>\$ 26,761</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 492	\$ 34,598	\$ (34,205)	\$ 885
Other Current Liabilities	248	2,609	(2,584)	273
Due to Other Governments	10,684	502,959	(502,102)	11,541
Deposits	27,685	79,167	(94,856)	11,996
Installment Tax Deposits	1,925	4,433	(4,315)	2,043
Escrow Payable	38	1,144	(1,159)	23
<b>Total Liabilities</b>	<b>\$ 41,072</b>	<b>\$ 624,910</b>	<b>\$ (639,221)</b>	<b>\$ 26,761</b>

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# **DEBT SERVICE REQUIREMENTS**

**OSCEOLA COUNTY, FLORIDA**  
**REVENUE BONDS**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

**TOTAL DEBT SERVICE REQUIREMENT - ALL FUNDS**

<b>Fiscal Year</b>	<b>Principal Amount</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 20,850	\$ 22,966	\$ 43,816
2016	25,710	23,038	48,748
2017	27,080	22,120	49,200
2018	27,010	21,120	48,130
2019	28,210	20,074	48,284
2020	29,944	19,144	49,088
2021	31,380	18,161	49,541
2022	32,865	17,114	49,979
2023	34,443	16,021	50,464
2024	36,324	14,869	51,193
2025	28,183	15,174	43,357
2026	13,285	14,643	27,928
2027	10,786	14,165	24,951
2028	11,221	13,544	24,765
2029	11,936	13,089	25,025
2030	12,709	12,606	25,315
2031	13,483	12,058	25,541
2032	14,275	11,475	25,750
2033	15,167	10,853	26,020
2034	12,615	10,265	22,880
2035	12,971	9,459	22,430
2036	11,589	8,683	20,272
2037	12,174	7,924	20,098
2038	12,758	7,154	19,912
2039	13,410	6,315	19,725
2040	10,821	5,518	16,339
2041	3,371	5,070	8,441
2042	3,583	4,847	8,430
2043	2,876	4,643	7,519
2044	5,830	1,712	7,542
2045	6,140	1,390	7,530
2046	6,465	1,051	7,516
2047	7,640	672	8,312
2048	8,690	233	8,923
<b>Totals</b>	<b>\$ 555,794</b>	<b>\$ 387,170</b>	<b>\$ 942,964</b>

**OSCEOLA COUNTY, FLORIDA**  
**REVENUE BONDS**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
**(In thousands)**

Fiscal Year	GOVERNMENTAL BONDS			ENTERPRISE BONDS		
	Principal Amount	Interest	Total Debt Service	Principal Amount	Interest	Total Debt Service
2015	\$ 17,140	\$ 20,138	\$ 37,278	\$ 3,710	\$ 2,828	\$ 6,538
2016	17,800	19,450	37,250	7,910	3,588	11,498
2017	18,530	18,710	37,240	8,550	3,410	11,960
2018	19,275	17,902	37,177	7,735	3,218	10,953
2019	20,145	17,031	37,176	8,065	3,043	11,108
2020	21,010	16,147	37,157	8,934	2,997	11,931
2021	21,900	15,205	37,105	9,480	2,956	12,436
2022	22,880	14,184	37,064	9,985	2,930	12,915
2023	23,940	13,106	37,046	10,503	2,915	13,418
2024	25,355	11,957	37,312	10,969	2,912	13,881
2025	26,550	10,678	37,228	1,633	4,496	6,129
2026	13,285	9,664	22,949	-	4,979	4,979
2027	10,575	9,047	19,622	211	5,118	5,329
2028	11,050	8,467	19,517	171	5,077	5,248
2029	11,530	7,860	19,390	406	5,229	5,635
2030	12,050	7,222	19,272	659	5,384	6,043
2031	12,585	6,551	19,136	898	5,507	6,405
2032	13,115	5,845	18,960	1,160	5,630	6,790
2033	13,705	5,102	18,807	1,462	5,751	7,213
2034	10,825	4,386	15,211	1,790	5,879	7,669
2035	11,135	3,706	14,841	1,836	5,753	7,589
2036	9,645	3,049	12,694	1,944	5,634	7,578
2037	10,115	2,413	12,528	2,059	5,511	7,570
2038	10,610	1,746	12,356	2,148	5,408	7,556
2039	11,130	1,046	12,176	2,280	5,269	7,549
2040	8,400	398	8,798	2,421	5,120	7,541
2041	825	82	907	2,546	4,988	7,534
2042	880	28	908	2,703	4,819	7,522
2043	-	-	-	2,876	4,643	7,519
2044	-	-	-	5,830	1,712	7,542
2045	-	-	-	6,140	1,390	7,530
2046	-	-	-	6,465	1,051	7,516
2047	-	-	-	7,640	672	8,312
2048	-	-	-	8,690	233	8,923
<b>Totals</b>	<u>\$ 405,985</u>	<u>\$ 251,120</u>	<u>\$ 657,105</u>	<u>\$ 149,809</u>	<u>\$ 136,050</u>	<u>\$ 285,859</u>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

A. Governmental Bonds

**\$15,295,000 Limited General Obligation Bonds, Series 2006**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 720	4.000%	\$ 459	\$ 1,179
2016	750	4.000%	430	1,180
2017	780	4.125%	399	1,179
2018	810	4.200%	366	1,176
2019	845	4.250%	331	1,176
2020	880	4.300%	294	1,174
2021	920	4.375%	255	1,175
2022	960	4.375%	214	1,174
2023	1,000	4.500%	170	1,170
2024	1,045	4.500%	124	1,169
2025	1,095	4.500%	76	1,171
2026	1,145	4.500%	26	1,171
<b>Totals</b>	<b>\$ 10,950</b>		<b>\$ 3,144</b>	<b>\$ 14,094</b>

**\$24,295,000 Limited General Obligation Bonds, Series 2010**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 1,390	4.000%	\$ 665	\$ 2,055
2016	1,445	4.000%	609	2,054
2017	1,505	4.000%	550	2,055
2018	1,565	4.000%	488	2,053
2019	1,630	3.000%	432	2,062
2020	1,680	3.000%	382	2,062
2021	1,725	3.000%	332	2,057
2022	1,780	3.000%	279	2,059
2023	1,835	3.000%	225	2,060
2024	1,890	3.250%	167	2,057
2025	1,945	3.375%	103	2,048
2026	2,010	3.500%	35	2,045
<b>Totals</b>	<b>\$ 20,400</b>		<b>\$ 4,267</b>	<b>\$ 24,667</b>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

**\$75,000,000 Infrastructure Sales Surtax Revenue Bonds,**  
**Series 2007**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 3,465	5.00%	\$ 2,717	\$ 6,182
2016	3,640	5.00%	2,540	6,180
2017	3,820	5.00%	2,356	6,176
2018	4,005	5.00%	2,163	6,168
2019	4,205	5.00%	1,962	6,167
2020	4,405	4.00%	1,773	6,178
2021	4,585	5.00%	1,570	6,155
2022	4,810	5.00%	1,335	6,145
2023	5,050	5.00%	1,089	6,139
2024	9,390	5.00%	728	10,118
2025	9,860	5.00%	246	10,106
<b>Totals</b>	<u>\$ 57,235</u>		<u>\$ 18,479</u>	<u>\$ 75,714</u>

**\$29,500,000 Infrastructure Sales Surtax Revenue**  
**Refunding Bonds, Series 2011**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 2,505	5.00%	\$ 1,227	\$ 3,732
2016	2,580	5.00%	1,125	3,705
2017	2,705	5.00%	996	3,701
2018	2,840	5.00%	861	3,701
2019	2,980	5.00%	716	3,696
2020	3,130	5.00%	564	3,694
2021	3,280	5.00%	414	3,694
2022	3,425	5.00%	256	3,681
2023	3,600	3.25%	85	3,685
<b>Totals</b>	<u>\$ 27,045</u>		<u>\$ 6,244</u>	<u>\$ 33,289</u>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
**(In thousands)**

**\$48,735,000 Sales Tax Revenue Bonds, Series 2009**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 985	3.000%	\$ 2,202	\$ 3,187
2016	1,020	5.000%	2,167	3,187
2017	1,060	5.000%	2,125	3,185
2018	1,110	5.000%	2,077	3,187
2019	1,160	5.000%	2,030	3,190
2020	1,210	5.000%	1,978	3,188
2021	1,265	4.000%	1,922	3,187
2022	1,315	4.125%	1,870	3,185
2023	1,375	4.250%	1,814	3,189
2024	1,435	4.375%	1,753	3,188
2025	1,505	5.000%	1,684	3,189
2026	1,580	5.000%	1,607	3,187
2027	1,660	5.000%	1,526	3,186
2028	1,745	5.000%	1,441	3,186
2029	1,835	5.000%	1,351	3,186
2030	1,935	5.375%	1,254	3,189
2031	2,040	5.375%	1,150	3,190
2032	2,150	5.375%	1,039	3,189
2033	2,265	5.375%	923	3,188
2034	2,385	5.375%	801	3,186
2035	2,515	5.375%	671	3,186
2036	2,650	5.375%	535	3,185
2037	2,795	5.375%	392	3,187
2038	2,945	5.375%	241	3,186
2039	3,105	5.375%	82	3,187
<b>Totals</b>	<u>\$ 45,045</u>		<u>\$ 34,635</u>	<u>\$ 79,680</u>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

**\$43,470,000 Sales Tax Revenue Refunding Bonds, Series 2010**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 2,690	3.00%	\$ 1,482	\$ 4,172
2016	2,775	3.00%	1,400	4,175
2017	2,855	3.00%	1,316	4,171
2018	2,940	4.00%	1,214	4,154
2019	3,050	4.00%	1,094	4,144
2020	3,165	4.00%	970	4,135
2021	3,290	5.00%	825	4,115
2022	3,450	5.00%	656	4,106
2023	3,620	5.00%	479	4,099
2024	3,795	5.00%	294	4,089
2025	<u>3,980</u>	5.00%	<u>100</u>	<u>4,080</u>
<b>Totals</b>	<u>\$ 35,610</u>		<u>\$ 9,830</u>	<u>\$ 45,440</u>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

**\$12,565,000 Tourist Development Tax (Fifth Cent) Revenue Bonds,**  
**Series 2012, (Rida Conference Center Phase One Project)**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 205	2.83%	\$ 724	\$ 929
2016	210	3.11%	718	928
2017	215	3.43%	711	926
2018	225	4.25%	703	928
2019	235	4.25%	693	928
2020	240	4.25%	683	923
2021	255	4.25%	673	928
2022	265	4.25%	661	926
2023	275	6.02%	648	923
2024	290	6.02%	631	921
2025	310	6.02%	612	922
2026	325	6.02%	593	918
2027	345	6.02%	573	918
2028	370	6.44%	551	921
2029	390	6.44%	527	917
2030	415	6.44%	501	916
2031	445	6.44%	473	918
2032	470	6.44%	444	914
2033	500	6.35%	413	913
2034	535	6.35%	380	915
2035	570	6.35%	345	915
2036	605	6.35%	307	912
2037	645	6.35%	268	913
2038	685	6.35%	226	911
2039	730	6.35%	181	911
2040	775	6.35%	133	908
2041	825	6.35%	82	907
2042	880	6.35%	28	908
<b>Totals</b>	<u>\$ 12,235</u>		<u>\$ 13,482</u>	<u>\$ 25,717</u>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

**\$74,790,000 Tourist Development Tax Revenue Refunding  
and Improvement Bonds, Series 2012**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 2,375	3.000%	\$ 3,136	\$ 5,511
2016	2,445	4.000%	3,052	5,497
2017	2,545	4.000%	2,952	5,497
2018	2,645	5.000%	2,835	5,480
2019	2,780	5.000%	2,699	5,479
2020	2,920	5.000%	2,557	5,477
2021	3,065	5.000%	2,407	5,472
2022	3,215	5.000%	2,250	5,465
2023	3,380	5.000%	2,085	5,465
2024	3,545	5.000%	1,912	5,457
2025	3,725	5.000%	1,730	5,455
2026	3,910	4.000%	1,559	5,469
2027	4,065	4.000%	1,399	5,464
2028	4,230	4.000%	1,233	5,463
2029	4,400	4.000%	1,061	5,461
2030	4,575	4.000%	881	5,456
2031	4,760	4.000%	695	5,455
2032	4,950	4.000%	500	5,450
2033	5,145	4.125%	295	5,440
2034	1,845	5.000%	143	1,988
2035	1,940	5.000%	49	1,989
<b>Totals</b>	<u>\$ 72,460</u>		<u>\$ 35,430</u>	<u>\$ 107,890</u>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

**\$132,250,000 Capital Improvements Revenue Bonds,**  
**Series 2009 A, B, & C**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 2,725	2.000%	\$ 7,385	\$ 10,110
2016	2,850	2.000%	7,272	10,122
2017	2,955	2.000%	7,173	10,128
2018	3,045	2.000%	7,067	10,112
2019	3,165	2.000%	6,951	10,116
2020	3,280	4.000%	6,828	10,108
2021	3,410	4.000%	6,694	10,104
2022	3,550	4.000%	6,555	10,105
2023	3,690	4.000%	6,409	10,099
2024	3,840	4.000%	6,253	10,093
2025	4,000	6.721%	6,038	10,038
2026	4,175	6.721%	5,763	9,938
2027	4,360	6.721%	5,476	9,836
2028	4,550	6.721%	5,177	9,727
2029	4,745	6.721%	4,864	9,609
2030	4,955	6.721%	4,538	9,493
2031	5,160	6.796%	4,195	9,355
2032	5,355	6.946%	3,834	9,189
2033	5,595	6.946%	3,454	9,049
2034	5,850	6.946%	3,056	8,906
2035	6,110	6.946%	2,641	8,751
2036	6,390	6.946%	2,207	8,597
2037	6,675	6.946%	1,753	8,428
2038	6,980	6.946%	1,279	8,259
2039	7,295	6.946%	783	8,078
2040	7,625	6.946%	265	7,890
<b>Totals</b>	<u>\$ 122,330</u>		<u>\$ 123,910</u>	<u>\$ 246,240</u>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

**\$4,415,000 West 192 Redevelopment Area Municipal Service  
Benefit Unit Special Assessment Bonds (Phase IIC), Series 2003**

<b>Fiscal Year</b>	<b>Principal Due 11/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 80	5.00%	\$ 141	\$ 221
2016	85	5.00%	137	222
2017	90	5.00%	132	222
2018	90	5.00%	128	218
2019	95	5.00%	123	218
2020	100	5.00%	118	218
2021	105	5.25%	113	218
2022	110	5.25%	108	218
2023	115	5.25%	102	217
2024	125	5.25%	95	220
2025	130	5.25%	89	219
2026	140	5.50%	81	221
2027	145	5.50%	73	218
2028	155	5.50%	65	220
2029	160	5.50%	57	217
2030	170	5.50%	48	218
2031	180	5.50%	38	218
2032	190	5.50%	28	218
2033	200	5.50%	17	217
2034	210	5.50%	6	216
<b>Totals</b>	<u>\$ 2,675</u>		<u>\$ 1,699</u>	<u>\$ 4,374</u>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
**(In thousands)**

B. Enterprise Bonds

**\$80,100,000 Transportation Improvement Refunding Bonds**  
**(Osceola Parkway Project), Series 2014**

<b>Fiscal Year</b>	<b>Principal Due 4/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 3,710	2.250%	\$ 1,011	\$ 4,721
2016	7,910	2.250%	1,719	9,629
2017	8,550	2.250%	1,541	10,091
2018	7,735	2.250%	1,349	9,084
2019	8,065	2.250%	1,174	9,239
2020	8,255	2.250%	993	9,248
2021	8,490	2.250%	807	9,297
2022	8,770	2.250%	616	9,386
2023	9,145	2.250%	419	9,564
2024	9,470	2.250%	213	9,683
<b>Totals</b>	<b>\$ 80,100</b>		<b>\$ 9,842</b>	<b>\$ 89,942</b>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

**\$69,709,000 Poinciana Parkway Series 2014**

Fiscal Year	Principal Due 10/1	Interest Rate	Interest	Total Debt Service
2015	\$ -	\$ -	\$ 1,817	\$ 1,817
2016	-	-	1,869	1,869
2017	-	-	1,869	1,869
2018	-	-	1,869	1,869
2019	-	-	1,869	1,869
2020	679	3.360%	2,004	2,683
2021	990	3.890%	2,149	3,139
2022	1,215	4.220%	2,314	3,529
2023	1,358	4.530%	2,496	3,854
2024	1,499	4.710%	2,699	4,198
2025	1,633	4.880%	4,496	6,129
2026	-	-	4,979	4,979
2027	211	5.150%	5,118	5,329
2028	171	5.300%	5,077	5,248
2029	406	5.400%	5,229	5,635
2030	659	5.550%	5,384	6,043
2031	898	5.650%	5,507	6,405
2032	1,160	5.750%	5,630	6,790
2033	1,462	5.800%	5,751	7,213
2034	1,790	5.900%	5,879	7,669
2035	1,836	6.000%	5,753	7,589
2036	1,944	6.000%	5,634	7,578
2037	2,059	6.000%	5,511	7,570
2038	2,148	6.150%	5,408	7,556
2039	2,280	6.150%	5,269	7,549
2040	2,421	6.150%	5,120	7,541
2041	2,546	6.250%	4,988	7,534
2042	2,703	6.250%	4,819	7,522
2043	2,876	6.250%	4,643	7,519
2044	5,830	5.375%	1,712	7,542
2045	6,140	5.375%	1,390	7,530
2046	6,465	5.375%	1,051	7,516
2047	7,640	5.375%	672	8,312
2048	8,690	5.375%	233	8,923
<b>Totals</b>	<u>\$ 69,709</u>		<u>\$ 126,208</u>	<u>\$ 195,917</u>

**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**September 30, 2014**  
(In thousands)

C. Other Long Term Debt

**Concurrency Management Agreement**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 613	\$ 206	\$ 819
2016	642	177	819
2017	672	147	819
2018	706	113	819
2019	741	78	819
2020	778	41	819
<b>Totals</b>	<b>\$ 4,152</b>	<b>\$ 762</b>	<b>\$ 4,914</b>

**The Wilder Companies/Loop Note**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ 480	\$ 19	\$ 499
	<u>\$ 480</u>	<u>\$ 19</u>	<u>\$ 499</u>

**\$20,000,000 State Infrastructure Bank Loan**  
**2014**

<b>Fiscal Year</b>	<b>Principal Due 10/1</b>	<b>Interest Rate</b>	<b>Interest</b>	<b>Total Debt Service</b>
2015	\$ -	3.000%	\$ 25	\$ 25
2016	-	3.000%	82	82
2017	1,317	3.000%	129	1,446
2018	577	3.000%	23	600
2019	572	3.000%	28	600
2020	259	3.000%	10	269
<b>Totals</b>	<b>\$ 2,725</b>		<b>\$ 297</b>	<b>\$ 3,022</b>

**SECTION 8  
FINANCIAL DATA  
SCHEDULE**

**OSCEOLA COUNTY, FLORIDA**  
**SECTION 8 FINANCIAL DATA SCHEDULE**  
September 30, 2014

Line Item Number	Account Description	Section 8 Rental Voucher Program 14.871
<b>ASSETS</b>		
<b>Current Assets</b>		
	Cash	
111	Cash -Unrestricted	\$ 899,103
100	Total Cash	<u>899,103</u>
	Accounts and Notes Receivables:	
121	Accounts Receivable-PHA Projects	167,303
126	Accounts Receivable-Tenants	43,529
126.1	Allowance for Doubtful Accounts	<u>(43,529)</u>
120	Total Receivables, Net of Allowances for Uncollectibles	<u>167,303</u>
150	Total Current Assets	<u>1,066,406</u>
190	<b>Total Assets</b>	<u><u>\$ 1,066,406</u></u>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
312	Accounts Payable Less than 90 Days	\$ 13,058
321	Accrued Wage/Payroll Taxes Payable	9,726
342	Unearned Revenues	25,194
310	Total Current Liabilities	<u>47,978</u>
300	<b>Total Liabilities</b>	47,978
<b>EQUITY</b>		
<b>Contributed Capital</b>		
512	Unrestricted Net Position	<u>1,018,428</u>
513	Total Equity/Net Assets/Position	<u>1,018,428</u>
600	<b>Total Liabilites and Equity</b>	<u><u>\$ 1,066,406</u></u>

**OSCEOLA COUNTY, FLORIDA**  
SECTION 8 FINANCIAL DATA SCHEDULE - (Concluded)  
September 30, 2014

Line Item Number	Account Description	Section 8 Rental Voucher Program 14.871
	<b>REVENUE</b>	
706	HUD PHA Operating Grants	\$ 1,264,868
711	Investment Income - Unrestricted	1,328
714	Fraud Recovery	11,118
715	Other Revenue	8,962,064
700	<b>Total Revenue</b>	<u>10,239,378</u>
	<b>EXPENSES</b>	
	Administrative	
911	Administrative Salaries	331,422
914	Advertising and Marketing	4,545
915	Employee Benefit Contributions - Administrative	140,476
916	Office Expenses	32,142
918	Travel	6,477
919	Other	52,685
910	<b>Total Operating -Administrative</b>	<u>567,747</u>
942	Ordinary Maintenance and Operations- Materials and Labor	4,403
943	Ordinary Maintenance and Operations- Contracts	1,247
940	<b>Total Maintenance</b>	<u>5,650</u>
961.3	Worksmen's Compensation	2,994
961	<b>Total Insurance Premium</b>	<u>2,994</u>
962	Other General Expenses	5,290
969	<b>Total Operating Expenses</b>	<u>581,681</u>
970	<b>Excess of Operating Revenue Over Operating Expenses</b>	<u>9,657,697</u>
973	Housing Assistance Payment	1,164,460
973.5	HAP Portability-In	8,367,781
900	<b>Total Expenses</b>	<u>\$ 10,113,922</u>
100	<b>Excess of Total Revenue Over Total Expenses</b>	\$ 125,456
	MEMO Account Information	
1103	Beginning Equity	\$ 892,972
1117	Administrative Fee Equity	\$ 1,030,516
1118	Housing Assistance Payments Equity	\$ (12,088)
1119	Unit Months Available	2,360
1121	Number of Units Months Leased	2,360

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**(UNAUDITED)**

# **FINANCIAL TRENDS INFORMATION**

The Financial Trends Information schedules contain trend information to help users understand and assess how Osceola County's financial position has changed over time.

**Schedule 1**  
**Osceola County, Florida**  
**Net Position by Component**  
**Last Ten Fiscal Years (In thousands)**  
*(accrual basis of accounting)*

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Governmental Activities						
Invested in Capital						
Assets	\$ 488,086	\$ 529,874	\$ 546,200	\$ 620,515	\$ 667,782	\$ 681,081
Restricted	200,120	223,559	290,602	272,558	278,709	270,809
Unrestricted	<u>53,509</u>	<u>55,725</u>	<u>66,726</u>	<u>61,311</u>	<u>41,024</u>	<u>74,502</u>
Total Governmental						
Activities Net Position	<u>741,715</u>	<u>809,158</u>	<u>903,528</u>	<u>954,384</u>	<u>987,515</u>	<u>1,026,392</u>
Business-type Activities						
Invested in Capital						
Assets	7,839	7,378	8,051	8,755	8,674	9,818
Restricted	-	-	-	-	-	6,612
Unrestricted	<u>2,860</u>	<u>(3,645)</u>	<u>1,211</u>	<u>5,189</u>	<u>9,384</u>	<u>5,077</u>
Total Business-Type						
Activities Net Position	<u>10,699</u>	<u>3,733</u>	<u>9,262</u>	<u>13,944</u>	<u>18,058</u>	<u>21,507</u>
Primary Government						
Net Investment in Capital						
Assets	495,925	537,252	554,251	629,270	676,456	690,899
Restricted	200,120	223,559	290,602	272,558	278,709	270,809
Unrestricted	<u>56,369</u>	<u>52,080</u>	<u>67,937</u>	<u>66,500</u>	<u>50,408</u>	<u>79,579</u>
Total Government						
Net Position	<u>\$ 752,414</u>	<u>\$ 812,891</u>	<u>\$ 912,790</u>	<u>\$ 968,328</u>	<u>\$ 1,005,573</u>	<u>\$ 1,047,899</u>

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 692,212	\$ 700,150	\$ 794,806	\$ 821,408
222,113	245,859	179,951	236,721
<u>123,891</u>	<u>114,477</u>	<u>141,157</u>	<u>106,752</u>
<u>1,038,216</u>	<u>1,060,486</u>	<u>1,115,914</u>	<u>1,164,881</u>
11,776	13,866	16,288	24,795
4,697	5,582	6,076	1,723
<u>10,134</u>	<u>8,753</u>	<u>13,980</u>	<u>14,389</u>
<u>26,607</u>	<u>28,201</u>	<u>36,344</u>	<u>40,907</u>
703,988	714,016	811,094	846,203
222,113	251,441	186,027	236,721
<u>134,025</u>	<u>123,230</u>	<u>155,137</u>	<u>122,864</u>
<u>\$ 1,064,823</u>	<u>\$ 1,088,687</u>	<u>\$ 1,152,258</u>	<u>\$ 1,205,788</u>

**Schedule 2**  
**Osceola County, Florida**  
**Changes in Net Position,**  
**Last Ten Fiscal Years (In thousands)**  
*(accrual basis of accounting)*

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Expenses</b>										
Governmental Activities										
General Government	\$ 53,571	\$ 68,718	\$ 96,662	\$ 109,275	\$ 106,929	\$ 55,303	\$ 63,560	\$ 55,373	\$ 50,144	\$ 46,642
Public Safety	90,987	106,291	120,303	126,964	132,062	137,344	135,585	132,427	135,967	146,134
Physical Environment	14,011	3,959	2,501	3,345	2,738	2,621	1,785	2,076	1,989	4,066
Transportation	30,499	31,071	38,739	41,616	36,421	32,854	38,217	31,981	30,967	29,570
Economic Environment	32,102	39,693	22,134	19,787	22,916	23,501	27,203	30,242	28,120	32,258
Human Services	11,632	17,140	18,846	29,141	12,772	15,474	20,047	14,369	13,487	15,967
Culture and Recreation	17,352	22,749	25,598	22,544	22,090	21,705	20,527	20,775	20,431	24,846
Court Related	9,186	9,698	11,121	16,331	25,066	20,421	20,252	19,004	19,469	21,015
Interest and Fiscal Charges	8,198	11,050	12,221	13,759	15,312	22,639	22,889	23,166	26,786	20,020
Other Debt Service Charges	<u>22</u>	<u>-</u>	<u>-</u>	<u>-</u>						
Total Governmental										
Activities Expenses	<u>267,560</u>	<u>310,369</u>	<u>348,125</u>	<u>382,762</u>	<u>376,306</u>	<u>331,862</u>	<u>350,065</u>	<u>329,413</u>	<u>327,360</u>	<u>340,518</u>
Business-Type Activities										
Environmental Services	11,781	26,935	13,085	15,399	15,352	12,956	14,538	13,281	2,827	12,789
Water Treatment	1	-	-	-	-	-	-	-	-	-
Parkway	<u>9,110</u>	<u>12,282</u>	<u>13,071</u>	<u>10,722</u>	<u>9,277</u>	<u>10,559</u>	<u>10,561</u>	<u>9,746</u>	<u>9,801</u>	<u>24,319</u>
Total Business-Type										
Activities Expenses	<u>20,892</u>	<u>39,217</u>	<u>26,156</u>	<u>26,121</u>	<u>24,629</u>	<u>23,515</u>	<u>25,099</u>	<u>23,027</u>	<u>12,628</u>	<u>37,108</u>
Total Primary Government										
Expenses	<u>288,452</u>	<u>349,586</u>	<u>374,281</u>	<u>408,883</u>	<u>400,935</u>	<u>355,377</u>	<u>375,164</u>	<u>352,440</u>	<u>339,988</u>	<u>377,626</u>
<b>Program Revenues</b>										
Governmental Activities										
Charges for Services										
General Government	25,885	20,846	63,638	72,373	65,575	15,989	10,284	11,453	11,818	13,736
Public Safety	21,851	40,138	31,424	35,382	35,966	32,355	32,805	32,108	33,339	35,718
Physical Environment	326	-	445	519	1,577	755	1,003	1,419	1,569	1,651
Transportation	33,817	3,566	21,461	22,616	11,962	5,389	5,776	581	418	319
Economic Environment	1,589	2,689	3,337	327	4,525	2,718	2,323	794	47	89
Human Services	1,544	1,940	840	533	375	174	272	224	181	159
Culture and Recreation	3,057	3,043	4,140	5,379	4,394	3,910	3,991	3,938	4,857	5,390
Court-Related	16,662	15,399	18,922	2,685	3,796	7,993	8,237	7,972	9,248	8,530
Operating Grants and										
Contributions:										
General Government	815	412	1,001	834	2,892	35	21	534	319	350
Public Safety	988	1,431	533	3,530	2,480	2,028	1,381	3,193	3,148	3,291
Physical Environment	37	860	37	1,213	114	45	352	1,897	1,096	488
Transportation	-	1,307	462	38	-	-	5,443	-	-	650
Economic Environment	10,564	13,630	832	-	8,385	8,161	19,983	12,985	13,565	12,193
Human Services	9,732	777	10,373	6,557	74	6,255	-	-	-	138
Culture and Recreation	1,159	827	397	510	753	209	272	234	200	216
Court-Related	485	304	105	-	-	7,574	8,016	7,915	8,995	10,064
Capital Grants and										
Contributions										
General Government	43	492	2,078	1,748	701	1,272	938	-	78	-
Public Safety	-	-	140	398	-	1,390	473	439	419	1,020
Physical Environment	-	-	2,233	-	-	-	10	-	-	21
Transportation	-	24,485	5,929	141	2,449	15,502	8,902	14,004	4,755	30,600
Economic Environment	-	4,558	-	-	-	-	-	-	-	-
Human Services	-	-	-	-	-	-	205	-	1,468	5,065
Culture and Recreation	574	-	859	710	-	675	550	650	500	500
Interest	-	-	-	-	-	2,200	2,206	2,206	2,110	2,032
Total Governmental Activities										
Program Revenue	<u>\$ 129,128</u>	<u>\$ 136,704</u>	<u>\$ 169,186</u>	<u>\$ 155,493</u>	<u>\$ 146,018</u>	<u>\$ 114,629</u>	<u>\$ 113,443</u>	<u>\$ 102,546</u>	<u>\$ 98,130</u>	<u>\$ 132,220</u>

**Schedule 2**  
**Osceola County, Florida**  
**Changes in Net Position,**  
**Last Ten Fiscal Years (In thousands)**  
*(accrual basis of accounting)*

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Business-Type Activities</b>										
Charges for Services										
Environmental Services	\$ 12,481	\$ 15,817	\$ 18,041	\$ 17,735	\$ 16,603	\$ 16,934	\$ 17,070	\$ 17,365	\$ 16,891	\$ 18,152
Water Treatment	2	-	-	-	-	-	-	-	-	-
Osceola Parkway	7,097	11,531	11,330	10,812	10,460	10,699	11,172	11,677	12,225	15,142
Operating Grants and Contributions										
Environmental Services	-	1,739	-	-	-	-	-	-	-	-
Capital Grants and Contributions										
Osceola Parkway	-	-	-	-	-	-	311	-	-	-
<b>Total Business-Type Activities</b>	<u>19,580</u>	<u>29,087</u>	<u>29,371</u>	<u>28,547</u>	<u>27,063</u>	<u>27,633</u>	<u>28,553</u>	<u>29,042</u>	<u>29,116</u>	<u>33,294</u>
<b>Total Primary Government</b>										
Program Revenues	<u>148,708</u>	<u>165,791</u>	<u>198,557</u>	<u>184,040</u>	<u>173,081</u>	<u>142,262</u>	<u>141,996</u>	<u>131,588</u>	<u>127,246</u>	<u>165,514</u>
<b>Net (Expense)/Revenue</b>										
Governmental Activities	(138,432)	(173,665)	(178,939)	(227,269)	(230,288)	(217,233)	(236,622)	(226,867)	(229,230)	(208,298)
Business-Type Activities	(1,312)	(10,130)	3,215	2,426	2,434	4,118	3,454	6,015	16,488	(3,814)
<b>Total Primary Government</b>	<u>(139,744)</u>	<u>(183,795)</u>	<u>(175,724)</u>	<u>(224,843)</u>	<u>(227,854)</u>	<u>(213,115)</u>	<u>(233,168)</u>	<u>(220,852)</u>	<u>(212,742)</u>	<u>(212,112)</u>
<b>General Revenues and Other</b>										
<b>Changes in Net Position</b>										
<b>Governmental Activities</b>										
General Revenues										
Property Taxes	92,941	114,455	153,305	155,780	158,480	156,961	140,836	130,681	128,568	133,320
Sales Taxes	38,855	37,143	32,603	36,773	33,259	33,381	34,907	36,384	38,416	41,481
Gasoline Taxes	8,472	12,669	8,485	13,246	12,995	12,889	12,552	13,017	13,889	14,002
Public Service Taxes	8,035	9,098	9,323	9,561	9,779	10,957	12,179	11,135	11,756	12,728
Communication Service Tax	5,780	6,457	7,160	7,022	6,348	5,993	5,647	5,943	6,078	6,108
Franchise Fees	-	-	-	-	-	-	-	-	-	-
Resort Tax	32,044	33,269	34,199	36,665	31,175	30,727	32,105	34,209	37,661	40,583
State Revenue Sharing	11,083	5,469	5,481	4,654	4,941	5,058	5,179	5,355	5,727	6,195
Interest Revenue	5,762	14,019	22,287	15,548	7,557	5,386	3,191	3,405	604	3,169
Contracted Revenue	512	-	-	-	-	-	-	-	-	-
Gain (Loss) on Sale of Capital Asset	328	279	-	-	-	-	-	-	-	-
Insurance Claims										
Reimbursement	2,559	165	-	-	-	-	-	-	-	-
Other	5,095	9,053	-	-	-	3,847	3,277	4,332	4,246	8,056
Transfers	642	(968)	466	(1,125)	(1,116)	(1,411)	(1,427)	4,676	8,382	(8,377)
<b>Total Governmental Activities</b>	<u>212,108</u>	<u>241,108</u>	<u>273,309</u>	<u>278,124</u>	<u>263,418</u>	<u>263,788</u>	<u>248,446</u>	<u>249,137</u>	<u>255,327</u>	<u>257,265</u>
<b>Business-Type Activities</b>										
Public Service Taxes	1,375	-	-	-	-	-	-	-	-	-
Gas Taxes	-	1,375	1,375	-	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-	-	-	-
Interest Revenue	378	822	1,405	1,132	565	344	219	255	37	-
Insurance Claims										
Reimbursement	26	-	-	-	-	-	-	-	-	-
Other	89	-	-	-	-	-	-	-	-	-
Transfers	(642)	967	(466)	1,125	1,116	1,411	1,427	(4,676)	(8,382)	8,377
<b>Total Business-Type Activities</b>	<u>1,226</u>	<u>3,164</u>	<u>2,314</u>	<u>2,257</u>	<u>1,681</u>	<u>1,755</u>	<u>1,646</u>	<u>(4,421)</u>	<u>(8,345)</u>	<u>8,377</u>
<b>Total Primary Government</b>	<u>213,334</u>	<u>244,272</u>	<u>275,623</u>	<u>280,381</u>	<u>265,099</u>	<u>265,543</u>	<u>250,092</u>	<u>244,716</u>	<u>246,982</u>	<u>265,642</u>
<b>Change in Net Position</b>										
Governmental Activities	73,676	67,443	94,370	50,855	33,130	46,555	11,824	22,270	26,097	48,967
Business-Type Activities	(86)	(6,966)	5,529	4,683	4,115	5,873	5,100	1,594	8,143	4,563
<b>Total Primary Government</b>	<u>\$ 73,590</u>	<u>\$ 60,477</u>	<u>\$ 99,899</u>	<u>\$ 55,538</u>	<u>\$ 37,245</u>	<u>\$ 52,428</u>	<u>\$ 16,924</u>	<u>\$ 23,864</u>	<u>\$ 34,240</u>	<u>\$ 53,530</u>

**Schedule 3**  
**Osceola County, Florida**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years (In thousands**  
*(modified accrual basis of accounting)*

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund					
Reserved	\$ 2,118	\$ 2,832	\$ 1,691	\$ 1,405	\$ 8,695
Unreserved	37,981	43,616	57,264	61,138	51,572
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total General Fund	<u>\$ 40,099</u>	<u>\$ 46,448</u>	<u>\$ 58,955</u>	<u>\$ 62,543</u>	<u>\$ 60,267</u>
All Other Governmental Funds					
Reserved	\$ 75,612	\$ 76,110	\$ 22,733	\$ 29,235	\$ 30,056
Unreserved, Reported In					
Special Revenue Funds	132,048	156,650	181,053	213,562	199,338
Capital Projects Funds	-	-	93,047	36,670	54,521
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 207,660</u>	<u>\$ 232,760</u>	<u>\$ 296,833</u>	<u>\$ 279,467</u>	<u>\$ 283,915</u>

Note: Beginning in fiscal year 2011, fund balance classifications have been revised due to the implementation of GASB

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 8,652	\$ -	\$ -	\$ -	\$ -
63,961	-	-	-	-
-	8,613	1,206	136	390
-	2,413	1,954	2,043	2,358
-	4,474	7,426	12,865	22,799
-	28,556	17,720	4,936	-
-	44,647	49,249	56,251	55,280
<u>\$ 72,613</u>	<u>\$ 88,703</u>	<u>\$ 77,555</u>	<u>\$ 76,231</u>	<u>\$ 80,827</u>
\$ 44,955	\$ -	\$ -	\$ -	\$ -
213,442	-	-	-	-
121,070	-	-	-	-
-	1,105	11,142	10,814	10,321
-	290,432	285,973	253,143	234,363
-	50,980	50,056	73,407	70,797
-	65	61	597	35
<u>\$ 379,467</u>	<u>\$ 342,582</u>	<u>\$ 347,232</u>	<u>\$ 337,961</u>	<u>\$ 315,516</u>

**Schedule 4**  
**Osceola County, Florida**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years (In thousands)**  
*(modified accrual basis of accounting)*

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Revenues</b>										
Taxes	\$ 172,699	\$ 193,649	\$ 233,814	\$ 238,303	\$ 233,545	\$ 232,344	\$ 219,677	\$ 211,711	\$ 215,678	\$ 226,126
Permit Fees and										
Special Assessments	29,902	38,725	39,837	36,089	43,418	34,243	34,189	30,498	30,834	35,281
Intergovernmental	54,373	47,718	44,867	43,547	40,993	67,392	74,161	69,323	103,483	66,439
Charges for Services	57,959	56,570	68,654	66,492	43,355	33,176	24,591	23,439	23,794	26,495
Fines and Forfeitures	15,676	18,405	424	319	1,622	1,892	3,635	6,357	5,396	2,179
Interest	5,379	13,278	21,294	14,925	7,209	5,155	3,031	3,246	597	3,001
Miscellaneous	6,083	9,651	9,780	8,335	4,355	3,758	3,845	2,200	4,777	9,115
<b>Total Revenues</b>	<b>342,071</b>	<b>377,996</b>	<b>418,670</b>	<b>408,010</b>	<b>374,497</b>	<b>377,960</b>	<b>363,129</b>	<b>346,774</b>	<b>384,559</b>	<b>368,636</b>
<b>Expenditures</b>										
Current										
General Government	55,168	69,846	69,347	75,266	61,670	54,969	46,327	44,851	91,431	50,087
Public Safety	89,766	103,494	121,458	123,891	131,725	132,025	133,392	128,341	135,822	143,303
Physical Environment	13,907	3,826	2,411	23,261	4,987	2,337	10,780	3,549	3,044	7,211
Transportation	23,861	43,279	56,729	34,440	64,780	44,712	50,482	34,734	25,693	23,852
Economic Environment	36,694	42,545	22,044	19,600	22,805	23,187	26,902	34,006	31,930	33,021
Human Services	11,706	17,013	18,862	28,998	12,416	15,065	19,693	14,032	15,024	15,736
Culture and Recreation	16,238	21,944	23,852	20,722	27,705	21,800	17,757	20,331	21,732	21,079
Court Related	7,582	8,014	9,774	16,052	23,340	18,365	18,067	16,975	17,822	19,792
Capital Projects	15,852	35,818	54,112	56,956	47,753	74,372	26,494	51,197	24,969	24,185
Debt Service										
Principal	13,479	8,849	10,823	17,250	14,758	64,661	14,994	87,593	20,086	18,548
Interest	11,687	11,202	11,405	13,693	13,738	19,051	22,607	23,880	20,942	21,246
Bond Issuance Cost	-	-	-	10	823	2,487	-	-	-	-
Other Debt Service Costs	22	9	991	66	757	68	12	1,083	7	3
<b>(Total Expenditures)</b>	<b>(295,962)</b>	<b>(365,839)</b>	<b>(401,808)</b>	<b>(430,205)</b>	<b>(427,257)</b>	<b>(473,099)</b>	<b>(387,507)</b>	<b>(460,572)</b>	<b>(408,502)</b>	<b>(378,063)</b>
<b>Excess (deficiency) of</b>										
<b>Revenues over (under)</b>										
<b>Expenditures</b>	<b>46,109</b>	<b>12,157</b>	<b>16,862</b>	<b>(22,195)</b>	<b>(52,760)</b>	<b>(95,139)</b>	<b>(24,378)</b>	<b>(113,798)</b>	<b>(23,943)</b>	<b>(9,427)</b>
<b>Other Financing</b>										
<b>Sources (Uses):</b>										
Insurance Claims										
Reimbursement	2,518	-	-	-	-	-	-	-	-	-
Issuance of Refunding										
Bonds	-	-	13,065	-	-	-	-	-	-	-
Original Issue Discount	-	-	-	-	-	-	-	(214)	-	-
Premium	-	-	4,249	-	-	-	-	7,805	-	-
Payment to Bond										
Escrow Agent	-	-	(13,711)	-	-	-	-	(32,480)	-	-
Issuance of Debt	-	20,213	61,935	10,000	56,051	200,015	-	126,286	-	-
Bond Issue Costs	-	(281)	-	-	-	-	-	-	-	-
Bond Premium	-	-	-	-	-	3,700	-	-	-	-
Loan Proceeds	-	-	-	-	-	-	-	-	-	-
Contribution	-	-	-	-	-	-	-	-	-	-
Payment to Escrow Agent	-	-	-	-	-	-	-	-	-	-
Transfers to Other										
Governments	-	-	(4,152)	-	-	-	-	-	-	-
Transfers in	77,650	41,063	62,732	131,917	97,705	123,461	77,117	96,821	128,365	60,444
Transfers (out)	(77,008)	(42,031)	(62,266)	(133,822)	(98,677)	(124,138)	(73,534)	(90,918)	(115,017)	(68,866)
<b>Other Financing</b>										
<b>Sources (Uses)</b>	<b>3,160</b>	<b>18,964</b>	<b>61,852</b>	<b>8,095</b>	<b>55,079</b>	<b>203,038</b>	<b>3,583</b>	<b>107,300</b>	<b>13,348</b>	<b>(8,422)</b>
<b>Net Change in Fund Balances</b>	<b>\$ 49,269</b>	<b>\$ 31,121</b>	<b>\$ 78,714</b>	<b>\$ (14,100)</b>	<b>\$ 2,319</b>	<b>\$ 107,899</b>	<b>\$ (20,795)</b>	<b>\$ (6,498)</b>	<b>\$ (10,595)</b>	<b>\$ (17,849)</b>
<b>Debt Service as a Percentage</b>										
<b>of Noncapital</b>										
<b>Expenditures</b>	<b>8.8%</b>	<b>5.5%</b>	<b>6.6%</b>	<b>8.4%</b>	<b>9.0%</b>	<b>22.9%</b>	<b>11.7%</b>	<b>29.4%</b>	<b>11.5%</b>	<b>12.0%</b>

**(UNAUDITED)**

# **REVENUE CAPACITY INFORMATION**

The Revenue Capacity Information schedules present information to help the reader understand and assess Osceola County's ability to generate revenues through real property and other taxes.

**Schedule 5**

**Osceola County, Florida**

**Assessed Value and Actual Value of Taxable Property<sup>(1)(2)(3)(4)</sup>**

**Last Ten Fiscal Years (In thousands)**

Fiscal Year	Real Property		Personal Property		Centrally Assessed Property <sup>(3)</sup>	
	Assessed Value <sup>(4)</sup>	Estimated Actual Value	Assessed Value <sup>(4)</sup>	Estimated Actual Value	Assessed Value	Estimated Actual Value
2005	\$ 12,259,605	\$ 12,986,870	\$ 1,326,423	\$ 1,405,109	\$ 6,182	\$ 6,549
2006	14,717,778	15,283,259	1,420,128	1,474,692	3,790	3,936
2007	20,226,914	22,154,342	1,570,993	1,720,693	4,562	4,997
2008	24,673,342	25,228,366	1,652,151	1,689,316	4,495	4,596
2009	24,464,364	24,562,614	1,510,465	1,516,531	3,785	3,800
2010	19,971,753	19,832,923	1,531,250	1,520,606	4,129	4,100
2011	16,573,745	16,673,788	1,473,806	1,482,702	3,677	3,699
2012	15,288,985	15,942,633	1,356,605	1,414,604	4,083	4,258
2013	15,075,763	15,970,088	1,387,049	1,469,332	4,184	4,432
2014	15,668,183	16,739,512	1,403,246	1,499,194	4,365	4,663

- Notes:
- <sup>(1)</sup> Osceola County Property Appraiser
  - <sup>(2)</sup> State of Florida, Department of Revenue, Property Valuations and Tax Data
  - <sup>(3)</sup> Centrally assessed property consists of railroad and telegraph systems which are assessed by the State of Florida.
  - <sup>(4)</sup> Florida.com Property Tax Data Portal

	<b>Total</b>		<b>Total</b>
	<b>Assessed Value<sup>(4)</sup></b>	<b>Estimated Actual Value</b>	<b>Direct Tax Rate</b>
\$	13,592,210	\$ 14,398,528	6.4945
	16,141,696	16,761,886	6.7445
	21,802,469	23,880,032	6.7445
	26,329,988	26,922,278	5.6148
	25,978,614	26,082,946	5.7361
	21,507,132	21,357,629	6.7973
	18,051,228	18,160,189	7.1962
	16,649,673	17,361,494	7.1949
	16,466,996	17,443,852	7.1966
	17,075,794	18,243,370	7.1958

**Schedule 6**

**Osceola County, Florida**

**Direct and Overlapping Property Tax Rates <sup>(1)</sup>**

**Last Ten Fiscal Years**

*(rate per \$1,000 of assessed v*

	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
<b>Direct Rates</b>										
Basic Rate	5.9945	5.9945	5.9945	4.9820	5.1942	6.3396	6.7000	6.7000	6.7000	6.7000
Library	0.5000	0.5000	0.5000	0.4154	0.3776	0.2566	0.2566	0.2566	0.2566	0.2566
Environmental Land	-	0.2500	0.2500	0.2174	0.1643	0.2011	0.2396	0.2383	0.2400	0.2392
<b>Overlapping Rates</b>										
City of Kissimmee	4.2953	5.5453	5.5453	3.7058	3.7058	4.6253	4.6253	4.6253	4.6253	4.6253
City of St. Cloud	4.1790	4.1790	4.1790	3.6773	4.0450	4.0450	4.9128	4.9128	4.9128	5.1128
Osceola School District	8.5140	8.3670	7.7820	7.7720	7.5130	7.6630	7.7150	7.5770	7.3230	7.5090
So. Fl. Water Mgmt. Dist.	0.2840	0.2840	0.2840	0.2549	0.2549	0.2549	0.2549	0.1785	0.1757	0.1685
St. Johns River Wtr Mgmt.	-	-	-	0.4158	0.4158	0.4158	0.4158	0.3313	0.3313	0.3283
Everglades Construction	0.1000	0.1000	0.1000	0.0894	0.0894	0.0894	0.0894	0.0624	0.0613	0.0587
Okeechobee Basin	0.3130	0.3130	0.3130	0.2797	0.2797	0.2797	0.2797	0.1954	0.1919	0.1838
EMS MSTU	0.6659	0.6542	0.6542	0.6542	0.7054	0.8997	1.0682	1.0682	1.0682	1.0682
Alamo Estates	0.5265	0.5265	0.3863	0.3185	0.3641	0.3641	-	-	-	-
Amberley Park	0.5160	0.4928	0.4184	0.3535	0.3940	0.3500	-	-	-	-
Anorada	1.7526	1.9857	1.6128	1.3920	1.5323	1.5323	0.7500	1.3000	1.5000	2.1008
Ashley Oaks	0.2000	0.2000	-	-	-	-	-	-	-	-
Ashley Reserve	0.4513	0.4185	0.3321	0.2897	0.3080	-	-	-	-	-
Ashton Park	2.0000	-	-	-	-	-	-	-	-	-
Ashton Place	1.9011	1.8035	-	-	-	-	-	-	-	-
Bellalago	-	1.2500	0.5206	0.2500	0.2933	0.5125	0.5125	0.5800	0.3855	0.5806
Blackstone Landing Ph1	-	1.9000	1.0398	0.7896	1.0236	1.4200	1.6000	1.9500	1.0500	1.2723
Brighton Landings Ph1	-	-	-	-	-	1.2500	-	-	-	-
Brighton Place	1.2282	1.2294	1.2294	1.0807	1.1977	1.7017	-	-	-	-
Canoe Creek Estates	2.0000	-	-	-	-	-	-	-	-	-
Cornelius Place	2.8000	2.8000	2.6937	2.1948	2.8699	2.1767	-	-	-	-
Country Crossing	0.2798	0.2798	0.2798	0.2798	0.3829	1.0650	-	-	-	-
Country Green	2.8300	2.6906	2.4772	2.0667	2.5830	2.0500	-	-	-	-
Eagle Bay	-	-	-	-	-	0.6000	0.3500	-	-	-
Emerald Lakes	0.3810	0.3674	0.1215	0.1008	0.1002	0.1250	0.1875	0.1000	0.6500	0.3000
Fish Lake	-	-	-	-	-	0.6227	-	-	-	-
Fryer Oaks	1.0622	1.0102	0.9850	0.6787	0.7986	1.1250	-	-	-	-
Hamilton's Reserve	0.0986	0.0986	0.2000	0.2000	0.2138	0.3150	-	-	-	-
Hammock Point	0.1000	0.7500	0.6804	0.5818	0.6215	0.4000	-	0.6000	-	0.0800
Hammock Trails	-	-	-	-	-	-	3.7500	4.2000	2.7000	2.1531
Henry J Avenue	3.5282	3.2638	-	-	-	-	-	-	-	-
Heritage Key Villas	-	-	-	-	-	0.4700	-	-	-	-
Hickory Hollow	1.3877	1.3076	0.6000	0.5141	0.5642	0.4500	-	-	-	-
Hidden Heights Trail	0.1018	0.1001	0.0880	0.0771	0.0878	0.1029	0.5000	0.5200	0.8000	0.8254
Hidden Pines	0.8000	0.8000	0.8000	0.7190	0.9304	1.9525	4.0000	-	-	-
Hunters Ridge	3.7310	3.6335	3.6335	3.1430	3.6910	5.8490	-	-	-	-
Hyde Park	0.8907	0.8017	0.6111	0.5308	0.6226	0.7250	-	-	-	-
I-HOP	1.1000	1.0779	0.8200	0.7534	0.7526	0.9049	-	-	-	-
Indian Creek	2.0000	1.7578	0.9000	-	-	-	-	-	-	-
Indian Pointe	0.3580	0.3580	0.1700	0.1404	0.1679	0.1679	0.2500	-	-	-
Indian Ridge	3.7500	3.7500	2.7209	2.2702	2.8497	3.1750	3.1750	3.8000	3.4900	4.0000
Indian Ridge Villas	-	-	-	-	-	-	-	-	0.5000	0.5334
Indian Wells	4.0496	4.0496	2.9413	2.3049	2.8589	3.5300	3.5300	3.9500	5.6000	5.2000
Intercession City	0.5761	0.4935	0.4400	0.3605	0.3783	0.5043	0.7500	0.7500	0.4500	0.7830
Isle of Bellalago	-	-	-	-	-	-	-	4.7500	3.7100	2.5324
Johnson's Landing	2.4125	2.0167	1.2763	1.1294	1.3496	1.3496	-	-	-	-

**Schedule 6**

**Osceola County, Florida**

**Direct and Overlapping Property Tax Rates <sup>(1)</sup>**

**Last Ten Fiscal Years**

*(rate per \$1,000 of assessed v*

	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
Kings Crest	1.8000	1.7695	1.4792	1.2392	1.4264	1.3500	-	-	1.8000	1.1229
Kings Crest Woods	0.1564	0.1542	0.1542	0.1323	0.1515	0.5750	-	-	-	-
Kissimmee Isles	0.5000	0.4954	0.4200	0.3560	0.4027	0.5895	0.6250	0.6500	0.3400	0.6739
Legacy Park	-	-	-	-	-	0.4564	-	-	-	-
Lindfields	0.6437	0.6437	0.4690	0.3915	0.4305	0.4750	0.6800	1.6500	1.3200	1.2425
Little Creek Ph1	-	-	-	-	-	0.8855	-	-	-	-
Live Oak Springs	0.7519	0.7519	0.6839	0.5658	0.6480	0.6480	0.2000	0.5500	0.3000	0.4870
Lost Lake Estates	-	-	-	-	-	1.4000	-	-	-	-
Malibu Estates	0.0248	0.0419	0.0481	0.0424	0.0460	1.0000	-	-	-	-
Monica Terrace	2.9151	2.9151	3.0000	2.4624	2.7447	3.0739	-	-	-	-
Moreland Estates	1.0409	1.0409	0.8298	0.6929	0.8096	0.8350	-	-	-	-
Narcoossee Half Acres	1.8297	1.8297	1.4959	1.3465	1.4732	1.2500	-	-	-	-
Neptune Pointe	-	-	0.4000	0.3449	0.3751	-	-	-	-	-
Neptune Shores	2.8548	3.5516	3.5516	3.0352	3.4921	4.0743	-	-	-	-
North Shore Village	-	-	-	-	-	0.2890	-	-	-	-
Oak Pointe	0.1762	0.1762	0.5268	0.4705	0.5720	0.6575	-	-	-	-
Orange Vista	1.6965	1.6965	1.4795	1.1007	1.3062	1.0394	1.0000	-	-	-
Parkway Plaza	2.7674	2.5580	1.2219	0.9552	0.9388	0.5900	-	-	-	-
Pebble Point	0.5492	0.5492	0.4265	0.3638	0.4109	0.5655	-	-	-	-
Pine Grove Estates	0.5462	0.5462	0.5462	0.4552	0.5734	0.9500	-	-	-	-
Pleasant Hill Lakes	0.0111	0.1028	0.1635	0.1372	0.1453	0.2407	-	-	-	-
Quail Ridge	0.9812	0.9812	0.8700	0.7075	0.8287	1.3144	1.5000	2.0800	1.3000	1.2262
Quail Wood	0.1947	0.1947	0.2484	0.2484	0.2910	0.5578	1.0000	-	-	-
Raintree	1.4225	1.2000	0.7000	0.5808	0.6524	0.9411	1.1250	1.7000	1.2500	1.6100
Regal Bay	-	-	-	-	-	-	-	-	-	-
Regal Oak Shore Unit 8	1.3590	1.3590	2.1000	1.7572	1.9371	2.0260	-	-	-	-
Remington	0.6087	0.4100	0.3900	0.3176	0.3615	0.4789	0.5500	0.5000	0.4200	0.5432
Reserves at Pleasant Hill	4.0000	0.4200	0.3793	0.2841	0.3066	-	-	-	-	0.3800
Rolling Hills Estates	0.4000	0.4990	0.4990	0.4990	0.6067	0.9750	-	-	-	-
Royal Oaks Phase I	1.4000	1.4000	1.1608	1.0243	1.2524	1.3502	-	-	-	-
Royal Oaks Phases II-V	1.4500	1.4500	1.1235	0.8955	0.9963	1.1489	-	-	1.2500	1.2040
Sailfish Court	0.8000	0.8000	0.7442	0.6444	0.7276	0.7099	-	-	-	-
Saratoga Park	0.1000	0.1000	0.1000	0.1000	0.1272	0.7575	-	-	-	-
Shadow Oaks	-	-	-	-	-	0.4000	0.3000	0.2500	0.0750	0.3668
Silver Lake Estates	-	-	-	-	-	1.2500	-	-	-	-
Southport Bay	-	-	-	-	-	1.2500	-	-	-	-
Steeple Chase	-	-	-	-	-	0.7575	-	-	-	-
St. James' Park	1.4098	1.4098	1.2500	1.0725	1.2309	0.8190	-	-	0.8000	1.4860
The Oaks	0.2073	0.1920	0.1850	0.1550	0.1706	0.2861	0.4000	0.4444	0.3500	0.3016
Turnberry Reserve	-	-	-	-	-	1.2158	-	-	-	-
Vacation Villas	-	-	-	-	-	0.3500	-	-	-	-
Villagio	-	-	-	-	-	0.4500	-	-	-	-
Whispering Oaks	0.0917	0.1150	0.2300	0.1883	0.2405	0.7655	-	-	-	-
Wilderness	0.4700	0.4700	0.3900	0.3174	0.3713	0.4795	-	-	-	-
Windmill Point	1.5000	1.3722	0.9000	0.7392	0.8832	1.0898	-	1.0000	1.3700	-
Windward Cay	0.6000	0.5311	0.5311	0.4213	0.4846	0.6640	0.3500	0.5500	0.4500	0.5246
Winners Park	2.0000	1.6260	1.5181	1.2911	1.3199	1.3199	-	-	1.1000	1.8090
Wren Drive	0.1900	0.1900	0.1902	0.1902	0.2145	1.5000	-	-	-	-

Note: <sup>(1)</sup> The Property Tax Rate is based on tax years and applies to the tax year preceding the fiscal year.

**Schedule 7**  
**Osceola County, Florida**  
**Principal Property Tax Payers,**  
**Current Year and Nine Years Prior (In thousands)**

Taxpayer	2014			2005		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Westgate Properties/Resorts/Towers	\$ 774,138	1	4.53%			
The Walt Disney Company	587,162	2	3.44%	515,003	2	3.50%
Lando Resorts Corp.	385,273	3	2.26%	149,108	7	1.01%
Duke Energy Florida LLC.	282,423	4	1.65%			
Star Island/Vacation Break/Wyndham	267,324	5	1.57%			
Tempus Palms International	256,535	6	1.50%	234,205	4	1.59%
G. P. Limited Partnership	251,925	7	1.48%	229,634	5	1.56%
Silver Lake Resort	110,047	8	0.64%	72,117	14	0.49%
Omni-Championsgate Resort Hotel LLC	105,750	9	0.62%	108,929	10	0.74%
Osceola Regional Hospital Inc	98,060	10	0.57%	103,125	11	0.70%
Genon Florida LP	84,440	11	0.49%			
Florida Gas Transmission Co	66,570	12	0.39%			
Lowes Home Centers Inc.	65,384	13	0.38%	92,541	12	0.63%
Embarq Florida Inc/Sprint	60,839	14	0.36%	119,951	9	0.82%
Orlando Resort Development Gorup, Inc.	60,583	15	0.35%	60,516	17	0.41%
Walmart Stores/Sams Club	58,739	16	0.34%	70,833	15	0.48%
Metropolitan Life Insurance Co.	52,177	17	0.31%			
Timescape Resorts LLC	48,782	18	0.29%			
Adventist Health System Sunbelt Inc	47,987	19	0.28%			
IH2 Prop FL LP/IH3 Prop FL LPIH4 Prop FL LP	41,186	20	0.24%			
Central Florida Investment	-		-	548,960	1	3.73%
Fairfield Communities Inc	-		-	255,078	3	1.73%
Florida Power Corporation	-		-	196,585	6	1.34%
Reliant Energy Osceola, LLC	-		-	145,053	8	0.99%
Avatar Properties, Inc.	-		-	78,959	13	0.54%
Ginn-LA /Reunion	-		-	69,439	16	0.47%
Celebration World Resort Ltd.	-		-	51,268	18	0.35%
First Continental Corp	-		-	47,005	19	0.32%
O.P. Realty Partners, LLC	-		-	40,282	20	0.27%
Total taxable assessed value twenty largest taxpayers	3,705,324		21.70%	3,188,591		21.66%
Total taxable assessed value all other taxpayers	<u>13,370,470</u>		<u>78.30%</u>	<u>11,529,187</u>		<u>78.34%</u>
Total taxable assessed value all taxpayers	<u>\$ 17,075,794</u>		<u>100.00%</u>	<u>\$ 14,717,778</u>		<u>100.00%</u>

Source: Osceola County Property Appraiser.

**Schedule 8**  
**Osceola County, Florida**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years (In thousands)**

<b>Fiscal Year</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2005	\$ 96,573	\$ 92,511	95.79%	\$ 429	\$ 92,940	96.24%
2006	118,633	114,029	96.12%	425	114,454	96.48%
2007	160,275	153,238	95.61%	67	153,305	95.65%
2008	165,412	158,198	95.64%	13	158,211	95.65%
2009	166,848	160,246	96.04%	473	160,719	96.33%
2010	163,241	156,411	95.82%	550	156,961	96.15%
2011	146,230	140,208	95.88%	627	140,835	96.31%
2012	135,080	129,701	96.02%	979	130,680	96.74%
2013	132,459	128,224	96.80%	344	128,568	97.06%
2014	138,657	132,835	95.80%	485	133,320	96.15%

**Source:** Osceola County Property Appraiser and Florida Department of Revenue

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**(UNAUDITED)**  
**DEBT CAPACITY**  
**INFORMATION**

The Debt Capacity Information schedules present information to help the reader understand and assess Osceola County's debt burden and its ability to issue additional debt in the future.

**Schedule 9**  
**Osceola County, Florida**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years (In thousands, except Per Capita)**

Fiscal Year	Governmental-Type Activities				Business-Type Activities			Total Primary Government	Percentage of Personal Income <sup>(2)</sup>	Per Capita <sup>(2)</sup>
	Limited General Obligation Bonds <sup>(1)</sup>	Revenue Bonds	Special Assessment Bonds	Other Long Term Liabilities	Revenue Bonds	Capital Lease	Other Long Term Liabilities			
2005	-	204,200	18,805	9,168	109,735	106	-	342,014	6.58%	1,475
2006	15,295	196,775	18,350	13,116	108,220	69	-	351,825	6.16%	1,429
2007	15,295	251,450	15,965	12,098	106,480	-	-	401,288	6.31%	1,554
2008	14,740	243,780	7,995	21,044	104,330	-	-	391,889	5.89%	1,470
2009	14,165	289,236	5,500	19,951	102,120	-	-	430,972	6.32%	1,593
2010	37,865	412,641	4,885	8,816	99,200	-	-	563,407	7.99%	2,097
2011	37,245	399,831	4,320	7,816	95,820	-	-	545,032	7.26%	1,974
2012	35,345	402,455	2,885	16,050	91,945	-	-	548,680	6.99%	1,954
2013	33,380	386,445	2,750	14,072	87,745	-	-	524,392	n/a	1,819
2014	31,350	371,960	2,675	12,114	149,809	-	2,725	570,633	n/a	1,931

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements.  
<sup>(1)</sup> Limited General Obligation Bonds, Series 2006, issued July 26, 2006, Series 2010 issued August 26, 2010.  
<sup>(2)</sup> U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Accounts.

**Schedule 10**  
**Osceola County, Florida**  
**Ratios of General Bonded Debt Outstanding**  
**Last Nine Fiscal Years (In thousands except for Per Capita)**

<b>Limited General Obligation Bonds</b>					
<b>Fiscal Year</b>	<b>Series 2006<sup>(1)</sup></b>	<b>Series 2010<sup>(2)</sup></b>	<b>Total</b>	<b>Percentage of Estimated Actual Value of Taxable Property<sup>(3)</sup></b>	<b>Per Capita</b>
2006	\$ 15,295	\$ -	\$ 15,295	0.091%	\$ 62
2007	15,295	-	15,295	0.064%	59
2008	14,740	-	14,740	0.055%	55
2009	14,165	-	14,165	0.054%	52
2010	13,570	24,295	37,865	0.177%	141
2011	12,950	24,295	37,245	0.205%	135
2012	12,310	23,035	35,345	0.204%	126
2013	11,645	21,735	33,380	0.191%	116
2014	10,950	20,400	31,350	0.172%	106

Notes: Details regarding the County's outstanding debt can be found in the Notes to Financial Statements.

<sup>(1)</sup> Limited General Obligation Bonds, Series 2006, were issued July 26, 2006.

<sup>(2)</sup> Limited General Obligation Bonds, Series 2010, were issued August 26, 2010.

<sup>(3)</sup> Source: State of Florida, Department of Revenue, Division of Ad Valorem Tax.

**Schedule 11**  
**Osceola County, Florida**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years (In thousands)**

**Governmental-Type Activities**

**Half-Cent Sales Tax Bonds**

<b>Fiscal Year</b>	<b>Half-Cent Sales Tax Revenue</b>	<b>Interest Revenue</b>	<b>Net Available Revenue</b>	<b>Debt Service</b>		<b>Coverage</b>
				<b>Principal</b>	<b>Interest</b>	
2005	\$ 14,621	\$ 30	\$ 14,651	\$ 1,620	\$ 2,557	3.51
2006	15,490	52	15,542	1,690	2,488	3.72
2007	15,385	70	15,455	1,760	2,415	3.70
2008	15,350	59	15,409	1,840	2,337	3.69
2009	13,731	62	13,793	1,925	2,664	3.01
2010	13,760	85	13,845	2,010	4,476	2.13
2011	14,328	62	14,390	1,100	4,084	2.78
2012	14,844	69	14,913	3,390	3,992	2.02
2013	15,640	17	15,657	3,480	3,894	2.12
2014	16,754	70	16,824	3,580	3,791	2.28

Note: Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.

**Schedule 11 (continued)**  
**Osceola County, Florida**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years (In thousands)**

**Governmental-Type Activities**

**Infrastructure Sales Tax Bonds**

<b>Fiscal Year</b>	<b>Infrastructure Sales Tax Revenue</b>	<b>Interest Revenue</b>	<b>Net Available Revenue</b>	<b>Debt Service</b>		<b>Coverage</b>
				<b>Principal</b>	<b>Interest</b>	
2005	\$ 24,235	\$ 21	\$ 24,256	\$ 1,815	\$ 2,916	5.13
2006	21,653	81	21,734	1,870	2,860	4.59
2007	21,343	94	21,437	1,930	2,801	4.53
2008	21,423	146	21,569	1,990	5,023	3.08
2009	19,528	21	19,549	4,710	5,550	1.91
2010	19,621	71	19,692	4,895	5,354	1.92
2011	20,579	31	20,610	5,105	5,139	2.01
2012	21,541	32	21,573	5,320	4,792	2.13
2013	22,775	12	22,787	5,550	4,399	2.29
2014	24,728	30	24,758	5,755	4,173	2.49

Note: Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements

**Schedule 11 (continued)**  
**Osceola County, Florida**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years (In thousands)**

**Governmental-Type Activities**

**Capital Improvement Bonds**

<b>Fiscal Year</b>	<b>Public Service Tax Revenue</b>	<b>Comm-unications Service Tax Revenue</b>	<b>Gross Non-Ad Valorem Revenue</b>	<b>Interest Revenue</b>	<b>Net Available Revenue</b>	<b>Debt Service</b>		<b>Coverage</b>
						<b>Principal</b>	<b>Interest</b>	
2005	n/a	n/a	\$ 125,573	\$ 71	\$ 125,644	\$ 6,205	\$ 372	19.10
2006	n/a	n/a	129,791	18	129,809	480	62	239.50
2007	n/a	n/a	107,318	12	107,330	240	42	380.60
2008	n/a	n/a	100,345	8	100,353	240	32	368.94
2009	n/a	n/a	84,830	4	84,834	240	21	325.03
2010 <sup>(1)</sup>	10,957	5,993	81,881	128	82,009	240	2,792	27.05
2011 <sup>(2)</sup>	12,179	5,647	73,106	70	73,176	2,365	5,569	9.22
2012 <sup>(2)</sup>	11,135	5,943	n/a	78	17,156	2,420	5,498	2.17
2013 <sup>(2)</sup>	11,756	6,078	n/a	23	17,857	2,515	5,399	2.26
2014 <sup>(3)</sup>	12,727	6,108	n/a	78	18,913	2,620	5,467	2.34

Notes: <sup>(1)</sup> Interest payment is presented net of federal subsidy of \$1.096 million.  
<sup>(2)</sup> Interest payment is presented net of federal subsidy of \$2.206 million.  
<sup>(3)</sup> Interest payment is presented net of federal subsidy of \$2.032 million.  
Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.

Schedule 11 (continued)  
Osceola County, Florida  
Pledged-Revenue Coverage  
Last Ten Fiscal Years (In thousands)

Governmental-Type Activities

Tourist Development Tax Bonds

Fiscal Year	Gross 2nd - 4th Cent Tourist Development Tax Revenue	Gross 5th Cent Tourist Development Tax Revenue	RIDA Special Assessments	Interest Revenue	Net Available Revenue	Debt Service		Coverage
						Principal	Interest	
2005	\$ 16,027	n/a	n/a	\$ 27	\$ 16,054	\$ 920	\$ 3,571	3.57
2006	16,635	n/a	n/a	56	16,691	1,360	3,541	3.41
2007	17,099	n/a	n/a	71	17,170	1,400	3,499	3.50
2008	18,332	n/a	n/a	65	18,397	1,445	3,452	3.76
2009	15,587	n/a	n/a	21	15,608	1,490	3,401	3.19
2010	15,363	n/a	n/a	28	15,391	1,545	3,582	3.00
2011	16,052	n/a	n/a	12	16,064	1,845	3,584	2.96
2012	17,105	5,702	217	17	23,041	1,670	4,372	3.81
2013	18,830	6,277	281	10	25,398	1,870	2,925	5.30
2014	20,291	6,764	294	23	27,372	2,530	3,925	4.24

Note: Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.

**Schedule 11 (continued)**  
**Osceola County, Florida**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years (In thousands)**

**Governmental-Type Activities**

**West 192 Special Assessment Bonds**

<b>Fiscal Year</b>	<b>Capital Special Assessment Revenue</b>	<b>Interest Revenue</b>	<b>Net Available Revenue</b>	<b>Debt Service Principal</b>	<b>Debt Service Interest</b>	<b>Coverage</b>
2005	\$ 1,798	\$ 111	\$ 1,909	\$ 365	\$ 1,047	1.35
2006	1,869	417	2,286	455	1,026	1.54
2007	2,078	458	2,536	475	948	1.78
2008	1,748	202	1,950	7,970	767	0.22
2009	1,435	29	1,464	2,495	370	0.51
2010	1,272	18	1,290	615	283	1.44
2011	938	8	946	565	249	1.16
2012	531	6	537	1,435	200	0.33
2013	308	2	310	135	150	1.09
2014	322	4	326	75	145	1.48

Note: Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.

**Schedule 11 (concluded)**  
**Osceola County, Florida**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years (In thousands)**

**Business-Type Activities**

**Transportation Improvement Bonds**

Fiscal Year	Gross Toll Revenue	Payments from Osceola County	Interest Revenue	Less Operating Expense	Net Available Revenue	Debt Service		Coverage
						Principal	Interest	
2005	\$ 11,310	\$ 1,375	\$ 159	\$ (2,139)	\$ 10,705	\$ 1,200	\$ 4,803	1.78
2006	11,461	1,375	299	(2,316)	10,819	1,515	4,779	1.72
2007	11,265	1,375	385	(2,311)	10,714	1,740	4,749	1.65
2008	10,787	1,375	206	(2,090)	10,278	2,150	4,714	1.50
2009	10,447	1,375	41	(2,613)	9,250	2,210	4,642	1.35
2010	10,699	1,375	36	(2,472)	9,638	2,920	4,532	1.29
2011	11,172	1,375	22	(2,341)	10,228	3,380	4,433	1.31
2012	11,677	1,375	13	(2,196)	10,869	3,875	4,294	1.33
2013	12,225	1,375	4	(2,244)	11,360	4,200	4,139	1.36
2014	13,949	688	7	(6,546)	8,098	5,125	4,316	0.86

Notes: Operating expenses do not include interest, depreciation, amortization expenses or payments to Reedy Creek and transfers to general fund are included.  
Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.

**Schedule 12**  
**Osceola County, Florida**  
**Historical Population Distribution Factors for Infrastructure Sales Surtax Revenues**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Osceola County</b>	<b>City of Kissimmee</b>	<b>City of St. Cloud</b>	<b>School District of Osceola County</b>
2005	63.7%	18.2%	8.1%	10.0%
2006	53.4%	15.0%	6.7%	25.0%
2007	53.2%	15.0%	6.8%	25.0%
2008	53.5%	14.3%	7.2%	25.0%
2009	53.9%	14.0%	7.1%	25.0%
2010	54.0%	13.7%	7.3%	25.0%
2011	54.0%	13.7%	7.3%	25.0%
2012	54.0%	13.7%	7.3%	25.0%
2013	53.5%	13.5%	8.0%	25.0%
2014	53.5%	13.3%	8.2%	25.0%

**Source:** Florida Department of Revenue

**Schedule 13**  
**Osceola County, Florida**  
**Historical Infrastructure Sales Surtax Revenues**  
**Last Ten Fiscal Years (In thousands)**

<b>Fiscal Year</b>	<b>Infrastructure Sales Surtax Revenues</b>	<b>Percentage Change</b>
2005	\$ 24,235	21.8%
2006 <sup>(1)</sup>	21,653	-10.7%
2007	21,343	-1.4%
2008	21,423	0.4%
2009	19,528	-8.8%
2010	19,621	0.5%
2011	20,579	4.9%
2012	21,541	4.7%
2013	22,775	5.7%
2014	24,728	8.6%

Notes: <sup>(1)</sup> Commencing January 1, 2006, the distribution factor for the School District of Osceola County increased from 10% to 25%. See the table entitled "Osceola County, Florida Historical Population Distribution Factors." Schedule 12.

**Schedule 14**  
**Osceola County Florida**  
**West 192 Redevelopment Area**  
**Municipal Services Benefit Unit, Phase IIC**  
**Description of Real Property**

The Phase IIC Project was constructed and installed in the portion of the West 192 Municipal Services Benefit Unit (MSBU), which runs from State Road 535 east to Hoagland Boulevard and Airport Road. For non-residential property lying within the boundaries of the Phase IIC benefit area, the County determined which non-residential property benefited by the project. It consists primarily of businesses and attractions catering to the tourist trade, including hotels and motels, rental units and other lodging establishments (including timeshares), shopping centers, recreational businesses and other businesses. Additional information regarding the nature and value of the commercial property within the Phase IIC Benefit Area is set forth below.

<b>Department of Revenue Use Code <sup>(1)</sup></b>	<b>Number of Parcels</b>	<b>Percentage of Total Parcels</b>	<b>Average Assessed Value</b>	<b>Highest Assessed Value</b>	<b>Total Assessed Value</b>	<b>Percentage of Total Assessed Value</b>
Automotive/Service Stations	6	0.45%	\$ 516,483	\$ 861,800	\$ 3,098,900	0.93%
Hotels/Motels	31	2.31%	1,233,080	8,088,200	38,225,480	11.49%
Offices	6	0.45%	231,500	438,900	1,389,000	0.42%
Parking Lots/Mobile Home Parks	8	0.60%	1,913,651	10,779,200	15,309,206	4.60%
Recreational Businesses <sup>(2)</sup>	7	0.52%	1,807,371	8,144,900	12,651,600	3.80%
Rental Property <sup>(3)</sup>	1,129	84.19%	122,077	354,800	137,824,823	41.42%
Restaurants	17	1.27%	608,553	1,143,100	10,345,400	3.11%
Shopping Centers	34	2.54%	1,632,515	8,543,800	55,505,500	16.68%
Timeshares	3	0.22%	9,880,467	23,243,800	29,641,400	8.91%
Vacant Commercial Property <sup>(4)</sup>	94	7.01%	256,155	5,444,400	24,078,553	7.24%
Warehouse/Manufacturing	6	0.45%	780,883	947,500	4,685,300	1.41%
	<u>1,341</u>	<u>100.00%</u>			<u>\$ 332,755,162</u>	<u>100.00%</u>

- Notes:
- (1) "Business Use" is determined by using the Property Appraiser's Department of Revenue Use Codes as assigned to each parcel, and may not always reflect actual business activity on the parcel.
  - (2) "Recreational Businesses" include theaters / auditoriums and tourist attractions.
  - (3) "Rental Property" was identified through occupational licensing of short-term rental property.
  - (4) "Vacant Commercial Property" includes undeveloped property zoned for commercial use.

**Schedule 15**  
**Osceola County, Florida**  
**West 192 Redevelopment Area**  
**Municipal Service Benefit Unit, Phase IIC**  
**Top Property Owners by Taxable Value**

<b>Owner</b>	<b>Number of Parcels</b>	<b>Sum of Taxable Value</b>	<b>Percentage of Total Taxable Value</b>
O P Realty Partners LLC	1	\$ 23,243,800	19.51%
Siesta Lago LLC	1	10,779,200	9.05%
Ramco HHF Kissimmee LLC	4	9,337,700	7.84%
Saratoga Resort Villas LLC	4	9,133,600	7.67%
Wal-Mart Stores East LP	2	8,544,300	7.17%
Midevil Times Florida Inc	5	8,145,500	6.84%
Target Corp T-1918	1	7,920,600	6.65%
Len Ot Holdings LLC	2	7,337,900	6.16%
Sams East Inc	2	6,101,400	5.12%
Club Sevilla Condo Assoc	1	5,865,000	4.92%
Kissimmee Value Outlet Shops	1	3,387,900	2.84%
Maingate East Development Inc	1	2,962,500	2.49%
HTN Holdings LLC	2	2,720,600	2.28%
192 Flea Market Outlet Inc	1	2,152,400	1.81%
Shan Motel Co	1	2,095,900	1.76%
Central Florida Investments Inc	4	2,047,700	1.72%
City of Kissimmee C/O Hoagland Partners	1	2,010,200	1.69%
Kwon Byung Hak	1	1,890,400	1.59%
Osceola Mini-Storage Trust	2	1,782,100	1.50%
Satisfaction Corp	1	1,690,500	1.42%
	<u>38</u>	<u>\$ 119,149,200</u>	<u>100.00%</u>

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**(UNAUDITED)**  
**DEMOGRAPHIC  
AND ECONOMIC  
INFORMATION**

The Demographic and Economic Information schedules offer information to help users understand Osceola County's socioeconomic environment and to facilitate comparisons of financial statement information over time and among governments.

**Schedule 16**  
**Osceola County, Florida**  
**Demographic and Economic Statistics**  
**Last Ten Calendar Years**

<b>Year</b>	<b>Population</b> <sup>(1)</sup>	<b>Personal Income</b> <sup>(4)</sup> (in thousands)	<b>Per Capita Personal Income</b> <sup>(4)</sup>	<b>Median Age</b> <sup>(2)</sup>	<b>School Enrollment</b> <sup>(3)</sup>	<b>Unemployment Rate</b> <sup>(4)</sup>
2005	231,926	\$ 5,410,239	\$ 23,327	34.3	46,892	3.8%
2006	246,259	5,959,508	24,200	34.7	49,182	3.4%
2007	258,283	6,447,184	24,962	34.9	51,062	4.1%
2008	266,609	6,773,082	25,405	35.1	51,480	8.7%
2009	270,618	6,814,171	25,180	34.6	50,654	12.8%
2010	268,685	7,053,527	26,149	35.6	52,303	12.7%
2011	276,163	7,503,530	27,171	35.6	56,243	11.3%
2012	280,866	7,851,188	27,316	35.6	55,832	9.4%
2013	288,361	\$ 8,065,185	27,019	n/a	57,538	7.2%
2014	295,553	n/a	n/a	35.9	58,851	6.4%

Notes: <sup>(1)</sup> For the years prior to 2010, the source is the U.S. Department of Commerce, Bureau of Economic Analysis <http://www.bea.gov>. For 2010 forward the source for population is estimated by the U.S. Census Bureau & the University of Florida, Bureau of Economic and Business Research

<sup>(2)</sup> Florida Statistical Abstract, Bureau of Economic Research, University of Florida is the source for years 2005 and earlier <http://www.bebr.ufl.edu>.

<sup>(3)</sup> Osceola County School District <http://www.osceola.k12.fl.us>

<sup>(4)</sup> <http://edr.state.fl.us/content/area-profiles/county/osceola.pdf>

**Schedule 17**  
**Osceola County, Florida**  
**Principal Employers**  
**Current Year and Ten Years Prior**

<b>Employer</b>	<b>2014</b>			<b>2005</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total County Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total County Employment</b>
Osceola County Public Schools	6,593	1	8.18%	4,323	1	n/a
Walt Disney World	3,700	2	4.59%	1,450	3	n/a
Wal-Mart Stores, Inc.	2,730	3	3.39%	-	-	n/a
Gaylord Palms Resort and	1,553	4	1.93%	-	-	n/a
Osceola County Board of County Commission	3,556	5	4.41%	1,563	2	n/a
Osceola Regional Medical Center	1,400	6	1.74%	522	8	n/a
Publix Supermarkets	1,350	7	1.68%	-	-	n/a
Florida Hospital Celebration/Kissimmee	2,050	8	2.54%	1,504	5/6	n/a
McLane/Suncoast Incorporated	900	9	1.12%	-	-	n/a
Omni ChampionsGate Resort	750	10	0.93%	-	-	n/a
<b>Total Largest Employers</b>	<b>24,582</b>		<b>30.5%</b>	<b>9,362</b>		
<b>Total All Other Employers</b>	<b>55,976</b>			<b>n/a</b>		
<b>Total Employment</b>	<b>80,558</b>			<b>9,362</b>		

Sources: Florida Department of Economic Opportunity (DEO)  
ChooseOsceola Economic Development <http://www.chooseosceola.com>  
Osceola County CAFR - Fiscal Year 2005

**Schedule 18**  
**Osceola County, Florida**  
**Total Property Value, Commercial Construction Value,**  
**and Residential Construction Value**  
**Last Ten Years ( In thousands except Number of Units)**

<b>January</b>	<b>Total</b>	<b>Commercial</b>	<b>Residential Construction <sup>(2)</sup></b>	
			<b>Property</b>	<b>Construction</b>
<b>01</b>	<b>Value <sup>(1)</sup></b>	<b>Value <sup>(2)(3)</sup></b>	<b>Number of</b>	<b>Value</b>
			<b>Units</b>	
2005	\$ 16,141,696	\$ 375,940	7,443	\$ 974,492
2006	21,802,469	118,536	6,420	1,183,051
2007	26,362,009	257,737	2,148	609,042
2008	25,978,614	278,401	910	367,679
2009	21,507,132	138,352	1,122	108,075
2010	18,093,147	156,630	1,168	83,766
2011	16,738,209	69,267	503	59,866
2012	16,447,267	107,729	1,198	165,229
2013	17,099,425	45,422	1,999	264,213
2014	18,197,033	89,953	2,879	627,176

Notes: <sup>(1)</sup> Source: Osceola County Property Appraiser  
<sup>(2)</sup> Source: Osceola County Building Department  
<sup>(3)</sup> Estimate for Unincorporated Osceola County, Florida

**Schedule 19**  
**Osceola County, Florida**  
**Tourist Statistical Data**  
**Estimated Number of Overnight Visitors and Mode of Transportation**  
**Last Ten Years (In thousands)**

<b>Year <sup>(1)</sup></b>	<b>Air Visitors</b>	<b>Auto Visitors</b>	<b>Train/Bus Visitors</b>	<b>Total Visitors</b>	<b>% Change</b>
2005	3,666	2,340	45	6,051	-0.2%
2006	3,658	2,185	30	5,873	-2.9%
2007	3,803	2,312	66	6,181	5.2%
2008	3,862	2,176	100	6,138	-0.7%
2009	3,296	2,003	62	5,361	-12.7%
2010	3,297	2,004	57	5,358	-0.1%
2011	3,555	2,395	73	6,023	12.4%
2012	3,746	2,676	77	6,499	7.9%
2013	3,709	3,047	81	6,837	5.2%
2014	3,876	3,185	84	7,145	4.5%

Notes: <sup>(1)</sup> Data is on calendar year basis.  
Source: Experience Kissimmee

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**(UNAUDITED)**  
**OPERATING**  
**INFORMATION**

The Operating Information schedules contain data to help users understand Osceola County's operations and resources as well as to provide a context for understanding and assessing its economic condition.

**Schedule 20**  
**Osceola County, Florida**  
**Full Time Equivalent County Government Employees by Function/Program**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>General Government</b>	<b>Public Safety</b>	<b>Physical Environment</b>	<b>Transportation</b>	<b>Economic Environment</b>	<b>Human Services</b>	<b>Culture and Recreation</b>	<b>Court Related</b>	<b>Total</b>
2005	232	680	39	218	5	100	272	17	1,563
2006	262	740	40	216	5	107	291	16	1,677
2007	273	814	43	264	24	65	280	16	1,779
2008	255	857	41	205	6	75	256	18	1,713
2009	217	816	40	184	6	54	245	21	1,583
2010	195	857	46	151	5	26	231	22	1,533
2011	191	723	54	194	11	49	199	42	1,463
2012 <sup>(1)</sup>	416	1,335	51	192	7	42	125	137	2,305
2013	402	1,328	42	182	6	46	116	141	2,263
2014	391	1,342	40	177	5	37	62	168	2,222

Note: <sup>(1)</sup> Beginning with fiscal year 2012 total includes Constitutional Officers. Data for Constitutional Officers was not available in prior years. Constitutional Offices are as follow:

- Sources: Osceola County Sheriff's Office  
Osceola County Tax Collector's Office  
Osceola County Supervisor of Elections  
Osceola County Clerk of the Court  
Osceola County Property Appraiser

**Schedule 21**  
**Osceola County, Florida**  
**Operating Indicators by Function/Program**  
**Last Ten Fiscal Years**

<b>Function/Program</b>	<b>Fiscal Year</b>									
	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
<b>General Government</b>										
Building Department <sup>(1)</sup>										
Number of Residential Permits	4,954	4,156	2,138	910	1,122	1,168	1,457	2,282	3,039	3,491
Number of Commercial Permits	71	184	610	1,330	822	795	738	897	935	1,130
<b>Public Safety</b>										
Fire Protection <sup>(2)</sup>										
Emergency Responses	24,150	23,896	22,568	20,097	19,491	21,125	22,735	22,939	23,864	24,268
Inspections	1,604	5,539	16,086	8,642	6,208	2,018	3,142	4,252	4,478	3,924
Corrections <sup>(3)</sup>										
Average Daily Inmate Population	907	873	996	1,149	1,137	1,005	992	919	816	861
Osceola County Sheriff <sup>(4)</sup>										
Number of 911 Calls answered (estimated)	n/a	308,376	286,639	493,870	379,600	366,301	361,160	369,029	375,478	391,316
<b>Human Services <sup>(5)</sup></b>										
Section 8 Housing										
Osceola Vouchers	-	-	196	196	196	193	202	202	202	202
Portable Vouchers	-	-	598	606	621	687	833	872	982	1,097
<b>Transportation <sup>(6)</sup></b>										
Lane Miles Maintained	-	-	-	-	-	-	2,171	2,172	2,173	2,194
<b>Culture and Recreation <sup>(7)</sup></b>										
Park Sites Maintained	19	19	22	22	22	22	25	25	22	31
Library Books Circulated	789,470	931,373	1,071,161	1,183,150	1,348,724	1,384,754	1,409,896	1,238,513	1,238,207	1,165,553

Notes: <sup>(1)</sup> Building Department - Permit Plus System, Osceola County  
<sup>(2)</sup> Fire Rescue & Emergency Medical Services Department, Osceola County  
<sup>(3)</sup> Corrections Department, Osceola County  
<sup>(4)</sup> Osceola County Sheriff Finance Department  
<sup>(5)</sup> Section 8 Department, Osceola County  
<sup>(6)</sup> Public Works Department, Osceola County  
<sup>(7)</sup> Osceola County Government <http://www.osceola.org>

**Schedule 22**  
**Osceola County, Florida**  
**Capital Asset Statistics by Function/Program**  
**Last Ten Fiscal Years**

<u>Function/Program</u>	<u>Fiscal Year</u>									
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Public Safety <sup>(1)</sup></b>										
Fire Department										
Fire Stations	14	14	14	15	16	16	16	16	15	15
Sheriff:										
Stations	4	4	4	4	4	3	3	3	3	3
Patrol Units	255	295	309	308	275	280	273	275	273	279
<b>Transportation <sup>(2)</sup></b>										
Miles of Streets										
Paved Miles	733	761	854	861	868	876	876	877	877	887
Unpaved Miles	211	206	148	145	142	137	137	137	137	122
<b>Culture and Recreation</b>										
Parks and Recreation										
Parks <sup>(3)</sup>	19	19	22	22	22	22	25	25	31	31
Boat Ramps	11	12	12	12	12	12	12	12	12	12
Stadium	1	1	1	1	1	1	1	1	1	1
Soccer Complex	1	1	1	1	1	1	1	1	1	1
Softball Complex	1	1	1	1	1	1	1	1	1	1
Tennis Courts	2	2	2	2	2	2	3	3	3	3
Racquet Ball Courts	2	4	4	4	4	4	4	4	4	4
Community Centers	2	3	4	4	4	4	4	4	5	5
Libraries	7	7	7	7	7	6	6	6	6	6
Nature Center	-	-	-	-	-	-	-	-	1	1

**Notes:** <sup>(1)</sup> Emergency Management, Osceola County  
<sup>(2)</sup> Public Works Department, Osceola County  
<sup>(3)</sup> Parks Department and Natural Resources Department, Osceola County

**Schedule 23**  
**Osceola County, Florida**  
**Insurance Coverage**  
**September 30, 2014**

Workers' Compensation	Self-funded
Workers' Compensation Excess	\$1,000,000 per Occurance (\$750,000 Self-Insured Retention)
Workers' Compensation (Volunteers)	Self-funded
Accident Policy (Volunteers )	\$10,000
General Liability	\$1,000, (\$100,000 SIR) \$5,000,000 General Aggregate \$3,000,000 Products / Completed Operations Aggregate \$75,000,000 Per Occurrence / \$500,000 Deductible
Property	
Public Entity Employee Benefit Plans Administrative Liability - Claims Made Cover	\$1,000,000 Each Employee Limit/\$3,000,000 Aggregate Limit \$100,000 SIR - Each Employee Retention Loss & Loss Expense
Public Entity Law Enforcement Liability	\$1,000,000 Each Wrongful Act Limit / \$2,000,000 Aggregate Limit \$100,000 SIR - Each Wrongful Act
Public Entity Management Liability	\$1,000,000 Each Wrongful Act / \$2,000,000 Aggregate Limit \$100,000 SIR Each Wrongful Act
Public Entity Employment Practices Liability	\$2,000,000 Each Wrongful Employment Practices Offense Limit / \$3,000,000 Aggregate Limit \$100,000 SIR - Each Wrongful Act
Umbrella Excess Liability	\$5,000,000 (\$10,000 Retained Limit Any One Occurrence or Offense)
Automobile Liability	\$6,000,000 Combined Single Limit \$100,000 Deductible
Comprehensive Collision	\$10,000 deductible \$10,000 deductible
Money and Securities, Per Occurrence	\$250,000,Varies by Location, \$10,000 deductible
Employee Fidelity	\$1,000,000
Electronic Data Equipment	\$1,000 Deductible
Emergency Care Services EMT's and Paramedics (covered under County's General Liability coverage)	\$1,000,000 per Occurrence \$5,000,000 Excess Coverage
Services for Contracted Physicians Serving as Medical Directors, Jail and Emergency Services-Separate Policies	\$1,000,000 Each Claim / \$3,000,000 Aggregate Limit \$25,000 Each Claim Deductible
Law Enforcement/Firefighters Death Benefits	\$68,889/\$68,889/\$195,618 per State Statute
Jail Nurses Medical Professional Liability - Claims Made	\$2,000,000 Each Claim / \$4,000,000 Aggregate \$0 Deductible
Inmate Medical Care - Excess Policy	\$40,000 Retention/\$250,000 Limits
Accident Policy - Community Corrections	\$10,000
Environmental Liability, Including Above and Underground Tanks	\$1,000,000 (\$10,000 Deductible)
Passenger Boat Liability	\$1,000,000 (2,500 Deductible)
Health Insurance	Self-funded
Health Insurance Excess	Claims in Excess of \$250,000 per Covered Insured
Dental Insurance	

Source: Osceola County Risk Management

**Schedule 24**  
**Osceola County, Florida**  
**Miscellaneous Statistics 2014**

<b>Area in square miles</b>	1,506
<b>Government Facilities and Services</b>	
Sheriff's Protection	
Number of Sheriff Personnel and Officers <sup>(1)</sup>	631
<b>Facilities and Services not Included in the Reporting Entity</b>	
Education <sup>(2)</sup>	
K-12 students	58,798
Elementary Schools	24
Middle Schools	8
High Schools	8
Multi-Level Schools	19
Alternative Programs and Adult Education	7
Higher Education Institutions <sup>(3)</sup>	5
Hospitals <sup>(4)</sup>	
Hospitals	5
Transportation	
Airports - Orlando International Airport (MCO)and Kissimmee Gateway Airport (ISM)	2
Bus Service - Lynx Local and Regional Bus Service	1

Notes: <sup>(1)</sup> Osceola County Sheriff Finance Department

<sup>(2)</sup> School District, Osceola County, Florida <http://www.osceola.k12.fl.us>

<sup>(3)</sup> Economic Development Department, Osceola County <http://www.chooseosceola.org>

<sup>(4)</sup> Kissimmee, Florida <http://www.visitkissimmee.com>

# **COMPLIANCE SECTION**



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

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

Honorable Board of County Commissioners  
Osceola 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 governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Osceola County, Florida (the "County") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated March 13, 2015.

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

Honorable Board of County Commissioners  
Osceola County, Florida

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's financial statements are free of 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 have issued a management letter to the Board of County Commissioners, Osceola County, Florida, dated March 13, 2015, presenting certain required disclosures and comments pursuant to the *Rules of the Auditor General*, Chapter 10.550.

### **Purpose of this Report**

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

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
March 13, 2015



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

Honorable Board of County Commissioners  
Osceola County, Florida

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

We have audited the compliance of Osceola County, Florida (the "County") with the types of compliance requirements described in the U.S. Office of Management and Budget ("OMB") Circular A-133 *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 its major federal programs and major state projects for the year ended September 30, 2014. 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 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 the County's compliance based on our audit. 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.550, *Rules of the Auditor General*. Those standards, OMB Circular A-133, 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 major state project identified in the accompanying schedule of findings and questioned costs 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 major state projects for the year ended September 30, 2014.

### **Report on Internal Control over Compliance**

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program or major state project in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 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 on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 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**

We have audited the basic financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 13, 2015, 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 County's basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for the purposes of additional analysis, as required by OMB Circular A-133, Chapter 69I-5, *Schedule of Expenditures of State Financial Assistance*, Rules of the Department of Financial Services, and Chapter 10.550, *Rules of the Auditor General*, and is not a required part of the financial statements. 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 financial statements. The information has been subjected to the auditing procedures applied in the audit

Honorable Board of County Commissioners  
Osceola County, Florida

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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
March 13, 2015

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
As of September 30, 2014

Federal/State Agency, Pass-through Entity, Federal Program/State Project	CFDA/ CSFA Number	Contract/Grant Number	Federal/State Expenditures	Payments to Subrecipients
<b>Federal Awards</b>				
U.S. Department of Housing and Urban Development				
Community Development Block Grant	14.218	B-11-UC-12-0020	\$ 240,246	\$ 240,246
Community Development Block Grant	14.218	B-12-UC-12-0020	496,645	496,645
Community Development Block Grant	14.218	B-13-UC-12-0020	816,445	145,749
Neighborhood Stabilization Program (NSP3)	14.218	B-11-UN-12-0023	502,667	-
Program Total			<u>2,056,003</u>	<u>882,640</u>
Passed Through Florida Department of Economic Opportunity				
Community Development Block Grant Small Cities Program				
Neighborhood Stabilization Program (NSP1)	14.228	10DB-4X-06-59-01-F19	193,470	-
U.S. Department of Housing and Urban Development Passed through				
Florida Department of Children & Families				
Emergency Solutions Grant	14.231	GPZ05	43,699	-
U.S. Department of Housing and Urban Development				
Shelter Plus Care	14.238	FL0376C4H071000	45,242	-
ARRA - Homeless Prevention & Rapid Re-Housing Program	14.257	GFZ27	2,364	-
U.S. Department of Housing and Urban Development				
Section 8 Housing Choice Voucher Program - Housing	14.871	N/A	1,250,704	-
Section 8 Housing Choice Voucher Program - Portables	14.871	N/A	8,863,217	-
Program Total			<u>10,113,921</u>	<u>-</u>
Total U.S. Department of Housing and Urban Development			<u>12,454,699</u>	<u>882,640</u>
U.S. Department of Justice				
Enhancing Adult Drug Court Services, Coordination and Treatment				
	16.585	2010-DC-BX-0075	64,746	-
Passed through Florida Office of the Attorney General				
Victims of Crime Act (VOCA)				
	16.575	V12213	53,500	-
State Criminal Aliens Assistance Program (SCAAP)	16.606	2011-AP-BX-0041	10,000	-
U.S. Department of Justice, Office of Justice Programs,				
Bureau of Justice Assistance - JAG Program Cluster				
Direct Awards				
Edward Byrne Memorial Justice Assistance Grant Program 2010	16.738	2010-DJ-BX-1630	3,365	-
Edward Byrne Memorial Justice Assistance Grant Program 2011	16.738	2011-DJ-BX-2629	18,294	12,700
Edward Byrne Memorial Justice Assistance Grant Program 2012	16.738	2012-DJ-BX-0153	5,973	-
Edward Byrne Memorial Justice Assistance Grant Program 2013	16.738	2013-DJ-BX-0232	21,692	9,200
Passed Through the Florida Department of Law Enforcement				
OCIB Sheriff's Office	16.738	2013-JAGC-OSCE-5-D7-	19,292	19,292
Healing Tree	16.738	2014-JAGC-OSCE-5-E5-123	23,093	23,093
Sheriff- Crime Event	16.738	2014-JAGC-OSCE-3-E5-171	48,245	48,245
Outpatient Treatment- Transition House	16.738	2014-JAGC-OSCE-5-E5-120	650	650
Juvenile Drug Court	16.738	2014-JAGC-OSCE-1-E5-122	2,875	-
Intensive Outpatient - Reentry	16.738	2014-JAGC-OSCE-2E5-121	17,592	17,592
Total JAG Program Cluster			<u>161,070</u>	<u>130,772</u>
Federal Forfeiture Program (Osceola County Sheriff's Office)	16.922	FL-049-0000	57,800	-
Total U.S. Department of Justice			<u>347,116</u>	<u>130,772</u>

Continued

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
As of September 30, 2014

<b>Federal/State Agency, Pass-through Entity, Federal Program/State Project</b>	<b>CFDA/ CSFA Number</b>	<b>Contract/Grant Number</b>	<b>Federal/State Expenditures</b>	<b>Payments to Subrecipients</b>
U.S. Department of Transportation, Federal Highway Administration passed through Florida Department of Transportation Doverplum Avenue	20.205	432593-1-58-01	\$ 440,000	\$ -
Alcohol Impaired Driving Countermeasures Incentives Grants	20.601	ARA19	<u>150,000</u>	<u>-</u>
Total U.S. Department of Transportation			<u>590,000</u>	<u>-</u>
U.S. Election Assistance Commission, Passed Through the Florida Department of State, Division of Elections Help America Vote Act (Osceola County Supervisor of Elections)	90.401	2013-2014-0001	27,404	-
U.S. Department of Health and Human Services Substance Abuse and Mental Health Services Administration, Substance Abuse and Treatment Enhancing Adult Drug Court Services, Coordination and Treatment	93.243	5H79TI023410-02	238,813	-
Health Resources and Services Administration Passed Through the Florida Department of Health Health Department Construction Grant	93.526	1C8ACS21327-01-00	5,064,841	-
Administration for Children and Families, Office of Child Support Enforcement Passed through the Florida Department of Revenue Child Support Enforcement (Osceola County Clerk of Court)	93.563	CD349	<u>633,661</u>	<u>-</u>
Total U.S. Department of Health and Human Services			<u>5,937,315</u>	<u>-</u>
U.S. Department of Homeland Security Passed through Florida Division of Emergency Management Emergency Management Preparedness Grant (EMPG) FY 14	97.042	14-FG-1M-06-59-01-116	54,164	-
Emergency Management Preparedness Grant (EMPG) FY 15	97.042	15-FG-4D-06-59-01-116	24,794	-
Community Emergency Response Team (CERT)	97.042	14-CI	6,966	-
Program Total			<u>85,924</u>	<u>-</u>
Passed through Florida Division of Emergency Management Homeland Security Issue 5	97.067	14-DS-L5-06-59-01	682	-
Homeland Security Issue 7	97.067	14-DS-C9-06-59-01-178	24,263	-
Homeland Security Issue 11	97.067	13-DS-97-06-59-01-404	15,778	-
Program Total			<u>40,723</u>	<u>-</u>
U.S. Department of Homeland Security, Federal Emergency Management Agency passed through the Orange County Sheriff's Office Urban Area Securities Initiative (Osceola County Sheriff's Office)	97.067	13-DS-22-06-58-02-231	<u>40,275</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>166,922</u>	<u>-</u>
Executive Office of the President- Office of National Drug Control Policy Passed through the U.S. Drug Enforcement Agency High Intensity Drug Trafficking Areas (Osceola County Sheriff's Office)	95.001	G12CF0006A	111	-
High Intensity Drug Trafficking Areas (Osceola County Sheriff's Office)	95.001	G13CF0006A	46,064	-
High Intensity Drug Trafficking Areas (Osceola County Sheriff's Office)	95.001	G14CF0006A	74,375	-
Program Total			<u>120,550</u>	<u>-</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 19,644,005</u>	<u>\$ 1,013,412</u>

**OSCEOLA COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
As of September 30, 2014

<b>Federal/State Agency, Pass-through Entity, Federal Program/State Project</b>	<b>CFDA/ CSFA Number</b>	<b>Contract/Grant Number</b>	<b>Federal/State Expenditures</b>	<b>Payments to Subrecipients</b>
<b>State Financial Assistance</b>				
Florida Division of Emergency Management				
Emergency Management Preparedness Assistance (EMPA) FY 14	31.063	14-BG-83-06-59-01-049	\$ 88,141	\$ -
Emergency Management Preparedness Assistance (EMPA) FY 15	31.063	15-BG-83-06-59-01-049	19,883	-
Program Total			<u>108,024</u>	
Hazard Analysis (FY13)	31.067	13-CP-11-06-59-01-390	<u>3,707</u>	-
Total Florida Division of Emergency Management			<u>111,731</u>	-
Florida Department of Agriculture and Consumer Services				
Mosquito Control	42.003	20315	29,456	-
Florida Department of State				
State Aid to Libraries	45.030	14-ST-51	188,732	-
Florida Housing Finance Corporation				
Statewide Housing Initiatives Program (SHIP)	52.901	N/A	405,238	-
State Infrastructure Bank Loan Agreement				
Poinciana Parkway	55.020	ARC81	4,164,530	-
Florida Department of Children and Families				
Criminal Justice, Mental Health and Substance Abuse Reinvestment	60.115	LHZ24	83,661	66,161
Florida Department of Health				
Emergency Medical Services (EMS) Grant	64.005	C2049	<u>92,233</u>	<u>32,314</u>
<b>TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE</b>			<u>\$ 5,075,581</u>	<u>\$ 98,475</u>

**Note 1:** Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance includes the federal and state grant activity of Osceola County, Florida, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of State, Local Governments, and Nonprofit Organizations, Chapter 215.97, Florida Statutes, and Rule 69I-5.003 (I)(f), F.A.C. Therefore, amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.



**OSCEOLA COUNTY, FLORIDA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*Continued*)**

**For the Year Ended September 30, 2014**

**SECTION II - FINANCIAL STATEMENT FINDINGS SECTION**

None reported.

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

**Federal**

None reported.

**State**

None reported.

**SECTION IV - PRIOR-YEAR AUDIT FINDINGS**

**Federal**

None reported.

**State**

None reported.



## INDEPENDENT ACCOUNTANT'S REPORT

Honorable Board of County Commissioners  
Osceola County, Florida

We have examined Osceola County, Florida's (the "County") compliance with the requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2014. 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 and, accordingly, included 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 examination provides 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 fiscal year ended September 30, 2014.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
March 13, 2015



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Board of County Commissioners  
Osceola County, Florida

### Report on the Financial Statements

We have audited the financial statements of Osceola County, Florida (the "County"), as of and for the fiscal year ended September 30, 2014, and have issued our report thereon dated March 13, 2015.

### Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.55, *Rules of the Auditor General*.

### Other Reports and Schedule

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, 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 in Accordance with OMB Circular A-133 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, Section 601, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated March 13, 2015, should be considered in conjunction with this management letter.

### Prior Audit Findings

Section 10.554(1)(i)1., *Rules of the Auditor General*, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective action has been taken to address finding and recommendation 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

Section 10.554(1)(i)5.a., *Rules of the Auditor General*, requires that we report 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 describe in Section 218.503(1), Florida Statutes.

Honorable Board of County Commissioners  
Osceola County, Florida

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

### **Annual Financial Report**

Section 10.554(1)(i)5.b., *Rules of the Auditor General*, requires that we report the result of our determination as to whether the annual financial report for the County for the fiscal year ended September 30, 2014, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2014. In connection with our audit, we determined that these two reports were in agreement.

### **Other Matters**

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.

Section 10.554(1)(i)3., *Rules of the Auditor General*, requires that we address 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 have 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, and applicable management, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**

Certified Public Accountants

Orlando, Florida  
March 13, 2015

**OSCEOLA COUNTY  
CLERK OF THE CIRCUIT COURT**

**FINANCIAL STATEMENTS**

**Year Ended September 30, 2014**

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MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITOR'S REPORT

To the Honorable Armando Ramirez,  
Clerk of the Circuit Court Osceola County, Florida

### Report on the Financial Statements

We have audited the accompanying financial statements of the Osceola County, Florida Clerk of the Circuit Court (the "Clerk") as of and for the fiscal year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the Clerk's financial statements, as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Clerk'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 Clerk's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Clerk as of September 30, 2014, and the respective changes in financial position, and the respective budgetary comparisons for the General Fund, Public Records Modernization Trust Fund, and Public Records Information Technology for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

To the Honorable Armando Ramirez,  
Clerk of the Circuit Court Osceola County, Florida

### **Emphasis of Matter**

As described in Note 1 to the financial statements, the accompanying financial statements were prepared for the purpose of complying with Section 218.39, Florida Statutes, and Section 10.557(3), *Rules of the Auditor General for Local Governmental Entity Audits*. These financial statements are not intended to be a complete presentation of the financial position of Osceola County, Florida, as of September 30, 2014, and the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### **Other Matters**

#### *Supplemental Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying supplemental information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 2, 2015, on our consideration of the Clerk'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 Clerk's internal control over financial reporting and compliance.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**

Certified Public Accountants

Orlando, Florida

April 2, 2015

**OSCEOLA COUNTY CLERK OF THE CIRCUIT COURT**

**BALANCE SHEET - GOVERNMENTAL FUNDS**

**September 30, 2014**

	<u>General</u>	<u>Public Records Modernization Trust Fund</u>	<u>Public Records Information Technology</u>	<u>Total Governmental Funds</u>
<b>Assets</b>				
Cash and investments	\$ 1,746,227	\$ 3,365,631	\$ 868,283	\$ 5,980,141
Due from other funds	57,583	-	-	57,583
Due from other governments	66,852	-	-	66,852
Prepays	61,124	-	-	61,124
Total assets	<u>\$ 1,931,786</u>	<u>\$ 3,365,631</u>	<u>\$ 868,283</u>	<u>\$ 6,165,700</u>
<b>Liabilities and fund balances</b>				
Liabilities:				
Accounts payable	\$ 464,642	\$ 16,678	\$ -	\$ 481,320
Accrued liabilities	183,330	-	-	183,330
Due to other county units	413,705	-	-	413,705
Due to other governments	494,761	-	-	494,761
Unearned revenue	375,348	-	-	375,348
Total liabilities	<u>1,931,786</u>	<u>16,678</u>	<u>-</u>	<u>1,948,464</u>
Fund balances:				
Restricted for records modernization	-	3,348,953	-	3,348,953
Restricted for information technology	-	-	868,283	868,283
Total fund balances	<u>-</u>	<u>3,348,953</u>	<u>868,283</u>	<u>4,217,236</u>
Total liabilities and fund balances	<u>\$ 1,931,786</u>	<u>\$ 3,365,631</u>	<u>\$ 868,283</u>	<u>\$ 6,165,700</u>

The accompanying notes are an integral part of the financial statements.

# OSCEOLA COUNTY CLERK OF THE CIRCUIT COURT

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

Year Ended September 30, 2014

	<u>General</u>	<u>Public Records Modernization Trust Fund</u>	<u>Public Records Information Technology</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>				
Intergovernmental	\$ 9,760,860	\$ -	\$ -	\$ 9,760,860
Fees, fines and service charges	2,942,527	595,853	655,355	4,193,735
Miscellaneous	7,494	-	-	7,494
Total revenues	12,710,881	595,853	655,355	13,962,089
<b>Expenditures</b>				
Current				
General government:				
Personal services	9,355,446	-	-	9,355,446
Operating	1,117,836	408,284	-	1,526,120
Capital outlay	370,433	103,111	-	473,544
Total expenditures	10,843,715	511,395	-	11,355,110
Excess of revenues over expenditures	1,867,166	84,458	655,355	2,606,979
<b>Other financing sources (uses)</b>				
Transfers in	1,012,849	151,684	-	1,164,533
Transfers out:				
Osceola County Board of County Commissioners	(408,724)	-	-	(408,724)
Interfund	(151,684)	(357,128)	(655,721)	(1,164,533)
Remittances to Florida Department of Revenue	(2,319,607)	-	-	(2,319,607)
Total other financing sources (uses)	(1,867,166)	(205,444)	(655,721)	(2,728,331)
Net change in fund balances	-	(120,986)	(366)	(121,352)
Fund balances, at beginning of year	-	3,469,939	868,649	4,338,588
Fund balances, at end of year	\$ -	\$ 3,348,953	\$ 868,283	\$ 4,217,236

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY CLERK OF THE CIRCUIT COURT**

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS**

**September 30, 2014**

**Assets**

Cash	\$ 12,668,148
Accounts receivable	191,763
Due from other county units	7,966
Total assets	<u>\$ 12,867,877</u>

**Liabilities**

Due to other funds	\$ 57,583
Due to other county units	389,136
Due to other governments	1,742,656
Deposits	10,678,502
Total liabilities	<u>\$ 12,867,877</u>

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY CLERK OF THE CIRCUIT COURT**

**STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS - BUDGET AND ACTUAL  
GENERAL FUND**

**Year Ended September 30, 2014**

	<u>General Fund</u>			
	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 8,573,276	\$ 8,573,276	\$ 9,760,860	\$ 1,187,584
Fees, fines and service charges	3,028,232	3,028,232	2,942,527	(85,705)
Miscellaneous	-	-	7,494	7,494
Total revenues	<u>11,601,508</u>	<u>11,601,508</u>	<u>12,710,881</u>	<u>1,109,373</u>
<b>Expenditures</b>				
Current				
General government:				
Personal services	9,233,080	9,233,080	9,355,446	(122,366)
Operating	2,137,428	2,137,428	1,117,836	1,019,592
Capital outlay	231,000	231,000	370,433	(139,433)
Total expenditures	<u>11,601,508</u>	<u>11,601,508</u>	<u>10,843,715</u>	<u>757,793</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>1,867,166</u>	<u>1,867,166</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	1,012,849	1,012,849
Transfers out:				
Osceola County Board of County Commissioners	-	-	(408,724)	(408,724)
Interfund	-	-	(151,684)	(151,684)
Remittances to Florida Department of Revenue	-	-	(2,319,607)	(2,319,607)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,867,166)</u>	<u>(1,867,166)</u>
Net change in fund balances	-	-	-	-
Fund balances, at beginning of year	-	-	-	-
Fund balances, at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY CLERK OF THE CIRCUIT COURT**

**STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS - BUDGET AND ACTUAL  
PUBLIC RECORDS MODERNIZATION TRUST FUND**

**Year Ended September 30, 2014**

	<u>Public Records Modernization Trust Fund</u>			
	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Fees, fines and service charges	\$ -	\$ -	\$ 595,853	\$ 595,853
Total revenues	<u>-</u>	<u>-</u>	<u>595,853</u>	<u>595,853</u>
<b>Expenditures</b>				
Current				
General government:				
Operating	-	-	408,284	(408,284)
Capital outlay	-	-	103,111	(103,111)
Total expenditures	<u>-</u>	<u>-</u>	<u>511,395</u>	<u>(511,395)</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>84,458</u>	<u>84,458</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	151,684	151,684
Transfers out:				
Interfund	(357,128)	(357,128)	(357,128)	-
Total other financing sources (uses)	<u>(357,128)</u>	<u>(357,128)</u>	<u>(205,444)</u>	<u>151,684</u>
Net change in fund balances	(357,128)	(357,128)	(120,986)	236,142
Fund balances, at beginning of year	<u>-</u>	<u>-</u>	<u>3,469,939</u>	<u>3,469,939</u>
Fund balances, at end of year	<u>\$ (357,128)</u>	<u>\$ (357,128)</u>	<u>\$ 3,348,953</u>	<u>\$ 3,706,081</u>

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY CLERK OF THE CIRCUIT COURT**

**STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS - BUDGET AND ACTUAL  
PUBLIC RECORDS INFORMATION TECHNOLOGY**

**Year Ended September 30, 2014**

	<u>Public Records Information Technology</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Fees, fines and service charges	\$ -	\$ -	\$ 655,355	\$ 655,355
Total revenues	<u>-</u>	<u>-</u>	<u>655,355</u>	<u>655,355</u>
<b>Expenditures</b>				
Current				
General government:				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>655,355</u>	<u>655,355</u>
<b>Other financing sources (uses)</b>				
Transfers out:				
Interfund	<u>(655,720)</u>	<u>(655,720)</u>	<u>(655,721)</u>	<u>(1)</u>
Total other financing sources (uses)	<u>(655,720)</u>	<u>(655,720)</u>	<u>(655,721)</u>	<u>(1)</u>
Net change in fund balances	<u>(655,720)</u>	<u>(655,720)</u>	<u>(366)</u>	<u>655,354</u>
Fund balances, at beginning of year	<u>-</u>	<u>-</u>	<u>868,649</u>	<u>868,649</u>
Fund balances, at end of year	<u>\$ (655,720)</u>	<u>\$ (655,720)</u>	<u>\$ 868,283</u>	<u>\$ 1,524,003</u>

The accompanying notes are an integral part of the financial statements.

**CLERK OF THE CIRCUIT COURT  
OSCEOLA COUNTY, FLORIDA**

**NOTES TO FINANCIAL STATEMENTS**

**Year Ended September 30, 2014**

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

Osceola County is a political subdivision of the State of Florida located in the central portion of the state. The County was established under Article VIII, Section (1), *Constitution of the State of Florida*. The County operates under a Home Rule Charter.

The Clerk of the Circuit Court (the “Clerk”) is an elected Constitutional Officer of the County. For financial statement and reporting purposes, the Clerk is a separate constitutional officer, as provided by Chapter 218, *Florida Statutes*. However, the Clerk does not meet the definition of a legally separate organization and is not considered to be a component unit. Accordingly, the Clerk is considered to be part of the primary government of Osceola County, Florida (the “County”) and the financial activities of the Clerk are included as such in the County’s annual financial report, along with the other Constitutional Officers and the Osceola County Board of County Commissioners (the “Board”). The financial statements contained herein represent the financial transactions of the Clerk only. There are no component units for the Clerk to consider for inclusion in the fund financial statements.

The Clerk is a fee officer whose operating budget is funded solely from fees, fines, and service charges relating to various statutory court and non-court services provided by the office. No funds are received from the Board other than applicable fees.

The accounting policies of the Clerk conform to accounting principles generally accepted in the United States of America, as applicable to governmental units. The following is a summary of the more significant policies:

**Basis of Presentation**

These financial statements are fund financial statements that have been prepared in conformity with the accounting principles and reporting guidelines established by the Governmental Accounting Standards Board (“GASB”) and are presented to comply with the requirements of Section 218.39, *Florida Statutes*, and Section 10.557(3) of the *Rules of the Auditor General for Local Governmental Entity Audits*.

**Fund Accounting**

The financial activities of the Clerk are recorded in separate funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent, and the means by which spending activities are controlled.

The purposes of the Clerk’s various funds are categorized and described as follows:

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Governmental Fund Types:**

***General Fund***

The General Fund is used to account for all revenues and expenditures applicable to the general operations of the Clerk that are not required either legally or by accounting principles generally accepted in the United States of America to be accounted for in another fund. The General Fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources, rather than upon net income determination).

***Special Revenue Funds***

Public Records Modernization Trust Fund – This fund accounts for the proceeds of specific revenue sources pursuant to *Florida Statute 28.24(12)(d)*, that are legally restricted to expenditures for equipment and maintenance of equipment, personnel training, and technical assistance in modernizing the Clerk’s public records systems.

Public Records Information Technology Fund – This fund accounts for the proceeds of specific revenue sources pursuant to *Florida Statute 28.24(12)(e)*, that are legally restricted to expenditures for court-related technology needs.

**Fiduciary Fund Type:**

Agency Funds – The Agency Funds account for the assets held by the Clerk in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. These are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. A statement of net assets is presented for the Agency Fund. However, a statement of changes in net assets is not presented since there are no operations in the Agency Fund, only assets and liabilities.

**Basis of Accounting**

Basis of accounting refers to the method by which revenues and expenditures are recognized in the accounts and reported in the fund financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Governmental Funds and Agency Funds are maintained on the modified accrual basis. Under the modified accrual basis, revenues are recognized when they are received in cash or when they are considered both measurable and available and, as such, are susceptible to accrual. Expenditures are recorded when the liability is incurred and/or will be paid from expendable available financial resources.

The Clerk considers receivables collected within 30 days after year end to be available and susceptible to accrual as revenues of the current year. The following major revenues are considered susceptible to accrual: intergovernmental revenue, charges for services, and interest earned. Intergovernmental revenue, consisting of a cost reimbursement grant, is recognized as revenue as the related expenditures are incurred.

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)

### **Budgets and Budgetary Accounting**

During the 2009 legislative session, the Florida Legislature reduced statewide funding for Clerk's budgets. The Legislature changed any future budget to a State fiscal year of July 1 to June 30. The Clerk's funding process was also changed to an appropriation from the State of Florida (the "State") rather than the existing revenue model. All court revenues will be collected and disbursed monthly to the State. The fiscal year for the Clerk continues to be from October 1 to September 30, and any unexpended appropriation for the Court's budget is rolled into the subsequent State's fiscal year.

Expenditures are controlled by appropriations in accordance with the budget requirements set forth in the *Florida Statutes*. Formal budgetary integration is employed as a management control device during the year for the Clerk's General Fund. Appropriations lapse at the close of the fiscal year to the extent they have not been expended, except for the Clerk's funds, which lapse at the end of the State's fiscal year on June 30th. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

The Clerk follows these procedures in establishing the budgetary data reflected in the financial statements:

Section 218.35 of the *Florida Statutes* provides the budget requirements for county fee officers and refers to budget requirements of Section 28.36 of the *Florida Statutes* for court-related functions of the Clerk. The budget must be balanced and segregated by funds. The proposed budget is required to be filed with the county governing authority by September 1 preceding the fiscal year of the budget. Subsequent balanced budget amendments relating to non-court operations may be approved by the Clerk.

Section 28.36 of the *Florida Statutes* requires the Clerk to prepare a separate budget for the court-related functions of the Clerk. Only those functions specified by Section 28.35(3)(a) of the *Florida Statutes* may be funded from court-related fees, service charges, court costs, and fines retained by the Clerk. The proposed budget is filed with the Clerk's Operations Corporation (the "Corporation") by October 1 preceding the fiscal year of the budget, in the format required by the Corporation. The Corporation verifies that the proposed budget is limited to court-related functions. Section 28.36 also defines the maximum annual budget permitted. With the 2009 legislative changes, the Corporation submits a legislative budget request for all clerks that will result in an appropriation by the Florida Legislature.

Increases to the court functions budget must be submitted to and approved by the Corporation. Transfers of approved budget funds between accounts and appropriation categories (personal services, operating expenses, capital outlay, and non-operating) may be approved by the Clerk.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Budgets and Budgetary Accounting (Continued)**

The budgeted revenues and expenditures in the accompanying budgetary comparison statement reflect the Clerk's original adopted budget and the final budget with all amendments approved by the Clerk or the Corporation. Budgetary authority is exercised at the fund level. Revenues and expenditures for the Public Records Modernization Trust Fund and the Public Records Information Technology Fund were budgeted in the current year in the General Fund. Expenditures for the Public Records Modernization Trust Fund are authorized on a five-year budget in the Public Records Modernization Trust Fund Report. The amounts included in the budgetary comparison statement reflect actual amounts spent in the current year. The total amounts available to be budgeted for the Public Records Modernization Trust Fund and the Public Records Information Technology Fund for the current year were \$590,000 and \$1,261,559, respectively.

**Investments**

Investments in external investment pools that follow Securities and Exchange Commission ("SEC") Rule 2a-7 regulations are reported at amortized cost, which approximates fair value.

**Capital Assets**

Capital assets purchased in the Governmental Fund Types are recorded as expenditures (capital outlay) at the time of purchase. The tangible personal property used by the Clerk is reported to and recorded by the Board as capital assets, at cost, in the statement of net assets in the government-wide financial statements of the County. The Clerk maintains custodial responsibility for the capital assets used by the Clerk.

**Compensated Absences**

Employees accrue vacation leave based on their employment date or seniority date and length of employment. They may accrue from 12 to 22.5 days of vacation per year. Annual leave in excess of 30 days is forfeited on December 31 following the end of the fiscal year. Employees are not paid for vacation leave in lieu of taking a vacation. An employee is paid for earned vacation leave only upon separation.

Employees earn one day of sick leave for each month of employment. Upon separation, employees who have at least 20 years of continuous service will be paid for all accrued hours of sick leave. Employees with less than 20 years and two or more years of continuous service will be paid for all hours in excess of 40 hours.

The Clerk uses the vesting method to calculate the liability for compensated absences. The Clerk does not, nor is he legally required to, accumulate expendable available financial resources to liquidate these obligations. Accordingly, the liability for compensated absences is not reported in the General Fund, but is included in the statement of net assets in the government-wide financial statements of the County.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Transfers In and Out**

The Clerk collects fees pursuant to Section 28.24(12)(e), *Florida Statutes*, that are legally restricted to expenditures for court-related information technology needs. These fees are accounted for in a special revenue fund. The amount needed to fund the General Fund’s court-related information technology expenditures is recorded as a transfer in by the General Fund and as a transfer out by the special revenue fund on the financial statements of the Clerk. Unexpended amounts are transferred back to the special revenue fund at the end of the fiscal year.

In accordance with Section 218.36, *Florida Statutes*, all general fund non-court-related revenues in excess of non-court-related expenditures during the fiscal year are distributed to the Board within 31 days following the end of the fiscal year. Accordingly, such amounts are recorded as liabilities due to other county units and as transfers out to the Board on the financial statements of the Clerk.

**NOTE 2 – CASH AND INVESTMENTS**

As of September 30, 2014, the Clerk had the following in cash and investments:

	<u>Carrying Amount</u>
Cash on Hand	\$ 12,760
Deposits in Qualified Public Depositories	16,507,199
Florida PRIME	<u>2,128,330</u>
Total Cash and Investments	<u>\$ 18,648,289</u>

**Credit Risk**

The Clerk’s investment practices are governed by Section 218.415(17), *Florida Statutes*, and include the following investments:

1. The Florida PRIME (formerly the Local Government Surplus Trust Funds Investment Pool) administered by the State Board of Administration, or any authorized intergovernmental investment pool;
2. SEC-registered money market funds with the highest credit quality rating from a nationally-recognized rating agency;
3. Interest-bearing time deposits or savings accounts in qualified public depositories; and
4. Direct obligations of the U.S. Treasury.

The Clerk does not have an investment policy that would further limit its investment choices.

## NOTE 2 – CASH AND INVESTMENTS (*Continued*)

### **Credit Risk** (*Continued*)

Florida PRIME is administered by the Florida State Board of Administration (“SBA”). Florida PRIME is an external investment pool that is not a registrant with the SEC; however, the SBA has adopted operating procedures consistent with the requirements for a SEC Rule 2a-7 fund. Florida PRIME is governed by Chapter 19-7 of the *Florida Administrative Code*, which identifies the Rules of the SBA. These rules provide guidance and establish the general operating procedures for the administration of Florida PRIME. Additionally, the State of Florida, Office of the Auditor General, performs the operational audit of the activities and investments of the SBA. The fair value of the Clerk’s position in the pool approximates the value of pool shares. Investments in Florida PRIME are not evidenced by securities that exist in physical or book entry form. The current rating for the Florida PRIME is AAAM by Standards and Poor’s. The weighted average days to maturity of the Florida PRIME at September 30, 2014, are between 20 and 60 days.

As of September 30, 2014, the Clerk’s Public Records Special Revenue Funds had \$2,128,330 invested in Pool A.

The SBA issues separate financial statements that may be obtained from its website, <https://www.sbafla.com/prime>, or by calling (850) 488-4406.

### **Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a failure of the counterparty, the government’s deposits may not be returned to it or the organization may not be able to recover the value of its investments that are in possession of an outside party.

Qualified public depositories of public funds are required to provide collateral each month pursuant to Section 280.04, *Florida Statutes*. The collateral is held by the Florida Division of Treasury or other custodian with full legal rights maintained by the Florida Division of Treasury to transfer ownership. Any loss not covered by the pledged securities and deposit insurance would be assessed by the Florida Division of Treasury and paid by the other public depositories.

The Clerk’s deposits are, therefore, considered fully insured or collateralized. Bank balances at September 30, 2014, were \$25,058,036.

## NOTE 3 – EMPLOYEES’ RETIREMENT AND BENEFIT PLANS

### **Retirement Plan**

All full-time and permanent, part-time employees of the Clerk are eligible to participate in the Florida Retirement System (the “FRS”). The FRS includes various plans, including a defined benefit pension plan, which is primarily a cost-sharing, multiple-employer, defined benefit, public employee pension plan. The defined benefit plan is administered by the State of Florida, Department of Management Services, Division of Retirement.

**NOTE 3 – EMPLOYEES’ RETIREMENT AND BENEFIT PLANS (Continued)**

**Retirement Plan (Continued)**

Information as to benefits, contribution rates, and vesting requirements by membership category, is provided in the Osceola County, Florida annual financial report. Contributions and benefits are established by Section 121.71, *Florida Statutes*. Participating employer contributions are based upon actuarially determined blended rates established by the State Legislature, expressed as percentages of annual covered payroll, are adequate to accumulate sufficient assets to pay benefits when due. Beginning July 1, 2011, a 3% employee contribution was required by active employees.

The contributions paid for the years ended September 30, 2014, 2013, and 2012, were \$575,334, \$414,725, and \$313,531, respectively, which is equal to the required contribution for each year.

Employees are required to contribute 3% towards the FRS. Employee withholdings for this purpose amounted to \$171,150, \$180,328, and \$188,068 for the fiscal years ended September 30, 2012 through 2014, respectively, which were equal to the required contribution for each fiscal year.

The FRS issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the Division of Retirement, Post Office Box 9000, Tallahassee, Florida 32315-9000, or by calling (850) 907-6500.

**NOTE 4 – LONG-TERM LIABILITIES**

A summary of changes in the long-term liabilities of the Clerk is as follows:

	<u>Balance</u> <u>October 1, 2013</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>September 30, 2014</u>
Liability for compensated absences	\$ 413,185	\$ 754,640	\$ 694,552	\$ 473,272

Of the \$473,272 liability for accrued compensated absences, management estimates that \$313,754 will be due and payable within one year. The long-term liabilities are not reported in the financial statements of the Clerk since they are not payable from available resources at September 30, 2014. As discussed in Note 1, they are reported in the statement of net assets in the government-wide financial statements of the County.

**NOTE 5 – OTHER POST-EMPLOYMENT BENEFITS**

The Clerk participates in the County’s plan covering other post-employment benefits. For a detailed plan description and any liability for employees of the Clerk, see the Osceola County, Florida Comprehensive Annual Financial Report for the fiscal year ended September 30, 2014.

**NOTE 6 – RISK MANAGEMENT**

Osceola County maintains a self-insured risk management program that provides for coverage of risks of loss related to workers' compensation claims. This fund is administered by a third-party administrator. The Clerk makes payments to the County based upon payroll exposure in the amounts needed to pay prior and current year claims. The contribution required for the year ended September 30, 2014, was \$17,651. Excess coverage with a commercial carrier is also in force for each claim exceeding \$500,000.

**NOTE 7 – INTERFUND RECEIVABLES AND PAYABLES**

Individual fund interfund receivable and payable balances at September 30, 2014, are as follows:

<b>Fund</b>	<b>Interfund Receivable</b>	<b>Interfund Payable</b>
General	\$ 57,583	\$ -
Fiduciary: Other Civil	-	57,583
Total all funds	<u>\$ 57,583</u>	<u>\$ 57,583</u>

The General Fund carries a \$57,583 balance due from the Other Civil Agency Fund, which is not expected to be repaid within the subsequent fiscal year. The balance was created as a result of the General Fund providing a cash reserve for the Other Civil Agency Fund's returned checks for child support payments.

**NOTE 8 – EVALUATION OF SUBSEQUENT EVENTS**

The Clerk has evaluated subsequent events through April 2, 2015, the date which the financial statements were available to be issued.

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## **SUPPLEMENTARY INFORMATION**

# OSCEOLA COUNTY CLERK OF THE CIRCUIT COURT

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS

Year Ended September 30, 2014

	Balance September 30, 2013	Additions	Deletions	Balance September 30, 2014
<b>Recording Agency Fund</b>				
Assets:				
Cash	\$ 2,106,133	\$ 49,663,844	\$ (46,693,073)	\$ 5,076,904
Due from other county units	-	7,966	-	7,966
Accounts receivable	48,043	17,948,420	(17,875,529)	120,934
Total assets	<u>\$ 2,154,176</u>	<u>\$ 67,620,230</u>	<u>\$ (64,568,602)</u>	<u>\$ 5,205,804</u>
Liabilities:				
Due to other county units	\$ 65,824	\$ 3,809,559	\$ (3,808,649)	\$ 66,734
Due to other governments	766,709	34,770,722	(34,690,811)	846,620
Deposits	1,321,643	15,497,628	(12,526,821)	4,292,450
Total liabilities	<u>\$ 2,154,176</u>	<u>\$ 54,077,909</u>	<u>\$ (51,026,281)</u>	<u>\$ 5,205,804</u>
<b>Fine &amp; Forfeiture Agency Fund</b>				
Assets:				
Cash	\$ 1,423,597	\$ 17,737,152	\$ (17,773,712)	\$ 1,387,037
Accounts receivable	30,913	4,309,642	(4,300,838)	39,717
Total assets	<u>\$ 1,454,510</u>	<u>\$ 22,046,794</u>	<u>\$ (22,074,550)</u>	<u>\$ 1,426,754</u>
Liabilities:				
Due to other county units	\$ 285,760	\$ 4,257,006	\$ (4,220,714)	\$ 322,052
Due to other governments	460,863	6,801,602	(6,678,833)	583,632
Deposits	707,887	7,084,904	(7,271,721)	521,070
Total liabilities	<u>\$ 1,454,510</u>	<u>\$ 18,143,512</u>	<u>\$ (18,171,268)</u>	<u>\$ 1,426,754</u>
<b>County Circuit/Civil Agency Fund</b>				
Assets:				
Cash	\$ 225,420	\$ 5,757,968	\$ (5,652,537)	\$ 330,851
Accounts receivable	46,140	4,445,210	(4,475,268)	16,082
Total assets	<u>\$ 271,560</u>	<u>\$ 10,203,178</u>	<u>\$ (10,127,805)</u>	<u>\$ 346,933</u>
Liabilities:				
Due to other county units	\$ 200	\$ 2,580	\$ (2,430)	\$ 350
Due to other governments	229,636	2,852,114	(2,880,080)	201,670
Deposits	41,724	155,134	(51,945)	144,913
Total liabilities	<u>\$ 271,560</u>	<u>\$ 3,009,828</u>	<u>\$ (2,934,455)</u>	<u>\$ 346,933</u>

# OSCEOLA COUNTY CLERK OF THE CIRCUIT COURT

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS (Continued)

Year Ended September 30, 2014

	Balance September 30, 2013	Additions	Deletions	Balance September 30, 2014
<b>Bond Holding Agency Fund</b>				
Assets:				
Cash	\$ 281,778	\$ 1,134,523	\$ (1,042,894)	\$ 373,407
Accounts receivable	-	1,860	(1,000)	860
Due from other county units	110,843	8,601	(119,444)	-
Total assets	\$ 392,621	\$ 1,144,984	\$ (1,163,338)	\$ 374,267
Liabilities:				
Due to other governments	\$ -	\$ 32,542	\$ -	\$ 32,542
Deposits	392,621	2,033,393	(2,084,289)	341,725
Total liabilities	\$ 392,621	\$ 2,065,935	\$ (2,084,289)	\$ 374,267
<b>Tax Deeds Agency Fund</b>				
Assets:				
Cash	\$ 1,751,212	\$ 2,845,566	\$ (4,568,941)	\$ 27,837
Liabilities:				
Due to other governments	\$ -	\$ 27,837	\$ -	\$ 27,837
Deposits	1,751,212	4,638,604	(6,389,816)	-
Total liabilities	\$ 1,751,212	\$ 4,666,441	\$ (6,389,816)	\$ 27,837
<b>Other Civil Agency Fund</b>				
Assets:				
Cash	\$ 19,805,801	\$ 48,194,273	\$ (62,527,962)	\$ 5,472,112
Accounts receivable	17,912	10,385	(14,127)	14,170
Total assets	\$ 19,823,713	\$ 48,204,658	\$ (62,542,089)	\$ 5,486,282
Liabilities:				
Due to other funds	\$ 100,572	\$ 2,241,227	\$ (2,284,216)	\$ 57,583
Due to other governments	30,388	699,813	(679,846)	50,355
Deposits	19,692,753	48,979,839	(63,294,248)	5,378,344
Total liabilities	\$ 19,823,713	\$ 51,920,879	\$ (66,258,310)	\$ 5,486,282
<b>Total</b>				
Assets:				
Cash	\$ 25,593,941	\$ 125,333,326	\$ (138,259,119)	\$ 12,668,148
Accounts receivable	143,008	26,715,517	(26,666,762)	191,763
Due from other county units	110,843	16,567	(119,444)	7,966
Total assets	\$ 25,847,792	\$ 152,065,410	\$ (165,045,325)	\$ 12,867,877
Liabilities:				
Due to other funds	\$ 100,572	\$ 2,241,227	\$ (2,284,216)	\$ 57,583
Due to other county units	351,784	8,077,111	(8,031,793)	389,136
Due to other governments	1,487,596	45,184,630	(44,929,570)	1,742,656
Deposits	23,907,840	78,389,502	(91,618,840)	10,678,502
Total liabilities	\$ 25,847,792	\$ 133,892,470	\$ (146,864,419)	\$ 12,867,877



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

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

To the Honorable Armando Ramirez,  
Clerk of the Circuit Court Osceola 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 Osceola County, Florida Clerk of the Circuit Court (the "Clerk") as of and for the fiscal year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the Clerk's basic financial statements, and have issued our report thereon dated April 2, 2015.

**Internal Control over Financial Reporting**

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

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

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of prior year findings and recommendations as item 2013-001 to be a material weakness.

*A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of prior year findings and recommendations as items 2013-002, 2013-003, 2013-008 and 2013-009 to be significant deficiencies.

To the Honorable Armando Ramirez,  
Clerk of the Circuit Court Osceola County, Florida

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Clerk’s financial statements are free of 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*.

**Clerk’s Response to Findings**

The Clerk’s response to the findings identified in our audit is described in the accompanying schedule of prior year findings and recommendations. The Clerk’s response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

We noted certain other matters that we reported to management in a separate letter dated April 2, 2015.

**Purpose of this Report**

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



**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
April 2, 2015



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

### INDEPENDENT ACCOUNTANT'S REPORT

To the Honorable Armando Ramirez,  
Clerk of the Circuit Court Osceola County, Florida

We have examined the Osceola County, Florida Clerk of the Circuit Court's (the "Clerk") compliance with the requirements of Sections 28.35, 28.36, and 218.415, *Florida Statutes*, during the year ended September 30, 2014. Management is responsible for the Clerk's compliance with those requirements. Our responsibility is to express an opinion on the Clerk's compliance based on our examination.

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

In our opinion, the Clerk complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2014.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**

Certified Public Accountants

Orlando, Florida

April 2, 2015



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITOR'S MANAGEMENT LETTER

To the Honorable Armando Ramirez,  
Clerk of the Circuit Court Osceola County, Florida

We have audited the financial statements of the Osceola County, Florida Clerk of the Circuit Court (the "Clerk") as of and for the fiscal year ended September 30, 2014, and have issued our report thereon dated April 2, 2015.

### **Auditor's Responsibility**

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

### **Other Reports and Schedule**

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* and Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, Section 601, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports, which are dated April 2, 2015, should be considered in conjunction with this management letter.

### **Prior Audit Findings**

Section 10.554(1)(i)1., *Rules of the Auditor General*, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report.

### **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.

### **Other Matters**

- 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.
- Section 10.554(1)(i)3., *Rules of the Auditor General*, requires that we address 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 have any such findings.

To the Honorable Armando Ramirez,  
Clerk of the Circuit Court Osceola County, Florida

**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, and applicable management, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
April 2, 2015

**OSCEOLA COUNTY CLERK OF THE CIRCUIT COURT**  
**SCHEDULE OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS**  
**Fiscal Year Ended September 30, 2014**

<b>Finding Number</b>	<b>Description</b>	<b>Resolved</b>	<b>Partially Resolved</b>	<b>Not Resolved</b>	<b>Finding Type</b>
2013-001	Cash Reconciliation			X	Material Weakness
2013-002	Approve Journal Entries		X		Significant Deficiency
2013-003	Excess Fee payment		X		Significant Deficiency
2013-004	Pay Rate Changes	X			
2013-005	Account Payable - Vendors	X			
2013-006	Check Logs	X			
2013-007	Purchase Cards	X			
2013-008	Budget Process			X	Significant Deficiency
2013-009	Year-End Closing			X	Significant Deficiency
10-01	Information Technology (I.T.) Disaster Recovery Plan	X			
10-02	Failure to Achive Performance measurment Standards	X			
12-02	Deposits in Non-Interest Registry Account	X			
12-03	Outstanding Account Recivable	X			

**CLERK OF THE CIRCUIT COURT OSCEOLA COUNTY**  
**SCHEDULE OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS (*Continued*)**  
**Fiscal Year Ended September 30, 2014**

**Type: Material Weakness**

**2013-001 CASH RECONCILIATION**

**Criteria:** Timely preparation of complete and accurate bank reconciliations is a key to maintaining adequate control over both cash receipts and disbursements.

**Condition:** During our current year audit of the Clerk's financial statements, it was noted that bank reconciliations were completed after year-end for the whole year.

**Cause:** Due to several changes in management positions during the year, cash reconciliations were not prepared or reviewed timely.

**Effect:** Deposits and withdrawals that were not properly reconciled timely resulted in unreconciled differences in the Clerk's bank reconciliation at year end. Unreconciled items were noted in all of the Clerk's reconciliations at year end. Unreconciled amounts should be investigated and not be allowed to carry over from month to month.

**Recommendation:** We recommend that the bank reconciliations be performed and reviewed for accuracy and completeness on a timely basis by the accounting manager. This process should include tests of mathematical accuracy and tracing of items on the reconciliation to the relevant source documents. The composition of unreconciled differences should be determined and followed up on, and any journal entries deemed necessary, should be recorded. If necessary, the accounting clerk who prepares the reconciliations should be given additional training and instruction on how to prepare them accurately and completely.

**Current Year Status:** In the current year, we noted that pooled cash bank reconciliations were not timely completed and included un-reconciled amounts of \$36,788. We do not consider this finding resolved.

**Management's Response**

Cash reconciliations have improved from this time last year, but more time is needed to research the open items. The first part of the process was to get caught up to date on the reconciliation. Research is now being done to accurately book all reconciling items. Processes are in place to meet the standard for reconciliations.

**Type: Significant Deficiency**

**2013-002 APPROVE JOURNAL ENTRIES**

**Criteria:** All entries should be initialed by a preparer and the individual approving them in order to attribute responsibility to the appropriate individuals.

**Condition:** During our testing of the Clerk's journal entry process, some transactions did not document that the entries were reviewed or approved.

**Cause:** Due to management turnover in the current year, journal entries were not being reviewed.

**CLERK OF THE CIRCUIT COURT OSCEOLA COUNTY**  
**SCHEDULE OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS (*Continued*)**  
**Fiscal Year Ended September 30, 2014**

**Effect:** Absence of an adequate review process could lead to improper posting, or misleading the information being reported in the Clerk's financial statements.

**Recommendation:** We recommend that the Clerk implement procedures to ensure that all journal entries are reviewed and proper approval has been documented.

**Current Year Status:** In the current year, we noted that only daily cash receipts and wires were posted in the system without review or approval in the transaction's supporting documentation. Due to improvements made in the current year, we consider this finding to be partially resolved.

**Management's Response**

All general journal entries are normally reviewed and appropriate approvals obtained. The daily entries are the subject of this Audit finding. The Clerk's office has now made the necessary changes to have the daily entries reviewed and approved prior to entry into financial system.

**Type: Significant Deficiency**

**2013-003 EXCESS FEE PAYMENT**

**Criteria:** *Florida Statute* 218.36 requires that all unexpended balances at the end of each fiscal year be refunded to the Board of County Commissioners 30 days after the end of the fiscal year.

**Condition:** During the Clerk's preparation of its financial statements, it was noted that the Clerk did not properly refund all of its unexpended balances per the *Florida Statute* requirements. This was due to an unreconciled item noted during the closing process.

**Cause:** Due to the fact that cash reconciliation and journal entries were not properly prepared or reviewed timely, excess fees were not properly calculated.

**Effect:** The Clerk refunded the remaining balance of its unexpended balances on March 11, 2014.

**Recommendation:** We recommend that the Clerk enhance its year-end closing procedures to ensure compliance with *Florida Statutes*.

**Current Year Status:** In the current year, we noted improvement in management's year-end closing procedures. However, additional amounts were submitted to the County on February 5, 2015 and the finding was not fully resolved to our satisfaction.

**Management's Response**

The county has received excess fee payment pre-audit on time. If there are any audit adjustments that would impact the fee, any additional payments are made as soon as they become known. In the current year, audit adjustments were made that prompted the additional payment. Due care will be used in future instance to ensure total payment is calculated correctly and remitted.

**CLERK OF THE CIRCUIT COURT OSCEOLA COUNTY**  
**SCHEDULE OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS (*Continued*)**  
**Fiscal Year Ended September 30, 2014**

**Type: Significant Deficiency**

**2013-008 BUDGET PROCESS**

**Condition:** During our testing of the Clerk's budget, we noted that the Finance Department did not post the budget information to the accounting system.

**Criteria:** Posting the approved budget to the accounting system is a control process to enable management to properly monitor the Clerk's financial activities. The budgeted information will not allow the Clerk's expenditures to exceed the approved amount for each financial line item without proper approval.

**Cause:** Management did not post the Clerk's approved budget to the accounting system.

**Effect:** Management has no control over the expenditures that exceed the approved budget amount.

**Recommendation:** We recommend that the approved budget be posted to the accounting system and proper documentation be implemented for each amendment.

**Current Year Status:** This finding was not resolved.

**Management's Response:**

FY 2014 budget was compiled by previous administration with work papers and files unavailable to current staff. Reconstruction of the budget for input into the system for the fiscal year was untimely. However, FY 2015 budget has been loaded into the accounting system. The initial meeting with the executives and the directors was held to inform them of the budget and how it will be used to gauge performance.

**Type: Significant Deficiency**

**2013-009 YEAR-END CLOSING**

**Condition:** During our testing of the Clerk's trial balance, we noted that the Finance Department did not close period 13 of the fiscal year ended September 30, 2012.

**Criteria:** For proper reporting of fund balance, the accounting system needs to be closed for proper rollover information to the subsequent year.

**Cause:** Due to several changes in management positions during the year, the closing processes were not completed timely.

**Effect:** Fund balance was not properly rolled over for fiscal year 2013.

**Recommendation:** We recommend that the year-end closing process be prepared and documented after the audit process is completed.

**CLERK OF THE CIRCUIT COURT OSCEOLA COUNTY**  
**SCHEDULE OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS (*Continued*)**  
**Fiscal Year Ended September 30, 2014**

**Current Year Status:** In the current year, the Fund balance was properly closed, however, several adjusting entries were made by the Clerk based on our audit. A list of these adjusting entries was attached to the management representation letter. We consider this finding to be partially resolved.

**Management's Response:**

The Clerk's Office understands the full requirements to resolve this issue. Processes will be in place to have the fund balance closed in a timely manner.

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**OSCEOLA COUNTY SHERIFF**

**FINANCIAL STATEMENTS**

**Year Ended September 30, 2014**

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MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITOR'S REPORT

To the Honorable Robert E. Hansell  
Osceola County Sheriff  
Kissimmee, Florida

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Osceola County Sheriff (the "Sheriff") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the Sheriff's financial statements, as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 opinion.

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Sheriff as of September 30, 2014, and the respective change in financial position and cash flows, where applicable, and the budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

To the Honorable Robert E. Hansell  
Osceola County Sheriff

### **Emphasis-of-Matter**

As described in Note 1 to the financial statements, the accompanying financial statements were prepared for the purpose of complying with Section 218.39, Florida Statutes, and Section 10.557(3), *Rules of the Auditor General for Local Governmental Entity Audits*. These financial statements are not intended to be a complete presentation of financial position of Osceola County, Florida as of September 30, 2014, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### **Other Matters**

#### *Supplemental Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying supplemental information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 5, 2015, on our consideration of the Sheriff's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Sheriff's internal control over financial reporting and compliance.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**

Certified Public Accountants

Orlando, Florida  
February 5, 2015

# OSCEOLA COUNTY SHERIFF

## BALANCE SHEET - GOVERNMENTAL FUNDS

September 30, 2014

### ASSETS

	<b>General Fund</b>	<b>Special Revenue Fund</b>	<b>Total Governmental Funds</b>
Cash	\$ 3,160,922	\$ 2,486,870	\$ 5,647,792
Accounts receivable	214,546	-	214,546
Due from other governments	52,914	24,728	77,642
Due from Board of County Commissioners	5,535	58,947	64,482
Due from other fund	14,131	-	14,131
TOTAL ASSETS	<b>\$ 3,448,048</b>	<b>\$ 2,570,545</b>	<b>\$ 6,018,593</b>

### LIABILITIES AND FUND BALANCE

#### LIABILITIES

Accounts payable and accrued liabilities	\$ 542,090	\$ 3,448	\$ 545,538
Accrued wages and benefits	1,662,901	-	1,662,901
Due to Board of County Commissioners	1,084,998	-	1,084,998
Due to other governments	-	10,597	10,597
Unearned revenue	38,300	123,533	161,833
Due to other fund	-	14,131	14,131
TOTAL LIABILITIES	3,328,289	151,709	3,479,998

#### FUND BALANCE

Restricted - Training	-	2,418,836	2,418,836
Assigned - PC Program	119,759	-	119,759
TOTAL FUND BALANCE	119,759	2,418,836	2,538,595

TOTAL LIABILITIES AND FUND BALANCE	<b>\$ 3,448,048</b>	<b>\$ 2,570,545</b>	<b>\$ 6,018,593</b>
------------------------------------	---------------------	---------------------	---------------------

The accompanying notes are an integral part of the financial statements.

# OSCEOLA COUNTY SHERIFF

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

Year Ended September 30, 2014

	General Fund	Special Revenue Fund	Total Governmental Funds
REVENUES			
Intergovernmental	\$ 1,249,443	\$ 1,019,729	\$ 2,269,172
Charges for services	926,819	-	926,819
Interest income	5,185	-	5,185
Miscellaneous revenue	567,842	35,840	603,682
	2,749,289	1,055,569	3,804,858
TOTAL REVENUES			
EXPENDITURES			
Current:			
Public Safety:			
Salaries and benefits	47,201,134	142,958	47,344,092
Operating expenditures	9,346,576	258,685	9,605,261
Capital outlay	4,256,833	60,205	4,317,038
	60,804,543	461,848	61,266,391
TOTAL EXPENDITURES			
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(58,055,254)	593,721	(57,461,533)
OTHER FINANCING SOURCES (USES)			
Transfers from Board of County Commissioners	57,906,252	384,617	58,290,869
Transfers to Board of County Commissioners	(1,084,998)	(76,163)	(1,161,161)
	56,821,254	308,454	57,129,708
TOTAL OTHER FINANCING SOURCES			
NET CHANGE IN FUND BALANCE	(1,234,000)	902,175	(331,825)
FUND BALANCE AT BEGINNING OF YEAR	1,353,759	1,516,661	2,870,420
FUND BALANCE AT END OF YEAR	\$ 119,759	\$ 2,418,836	\$ 2,538,595

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY SHERIFF**

**STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND**

**Year Ended September 30, 2014**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance With</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget Positive (Negative)</b>
REVENUES				
Intergovernmental	\$ 799,822	\$ 799,822	\$ 1,249,443	\$ 449,621
Charges for services	-	-	926,819	926,819
Interest income	-	-	5,185	5,185
Miscellaneous revenue	-	-	567,842	567,842
TOTAL REVENUES	<u>799,822</u>	<u>799,822</u>	<u>2,749,289</u>	<u>1,949,467</u>
EXPENDITURES				
Current:				
Public Safety:				
Salaries and benefits	46,194,915	46,194,915	47,201,134	(1,006,219)
Operating expenditures	9,780,199	9,486,176	9,346,576	139,600
Capital outlay	3,964,960	4,258,983	4,256,833	2,150
TOTAL EXPENDITURES	<u>59,940,074</u>	<u>59,940,074</u>	<u>60,804,543</u>	<u>(864,469)</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(59,140,252)</u>	<u>(59,140,252)</u>	<u>(58,055,254)</u>	<u>1,084,998</u>
OTHER FINANCING SOURCES (USES)				
Transfers from Board of County Commissioners	57,906,252	57,906,252	57,906,252	-
Transfers to Board of County Commissioners	-	-	(1,084,998)	(1,084,998)
TOTAL OTHER FINANCING SOURCES (USES)	<u>57,906,252</u>	<u>57,906,252</u>	<u>56,821,254</u>	<u>(1,084,998)</u>
NET CHANGE IN FUND BALANCE	<u>(1,234,000)</u>	<u>(1,234,000)</u>	<u>(1,234,000)</u>	<u>-</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>1,234,000</u>	<u>1,234,000</u>	<u>1,353,759</u>	<u>119,759</u>
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,759</u>	<u>\$ 119,759</u>

**Explanatory Note**

The Sheriff provides public safety services to other jurisdictions that are not budgeted by the Board of County Commissioners. The Sheriff adopts an internal budget for these activities, which is included in the budgeted amounts above. Any excess revenues over expenditures at the end of the fiscal year are remitted to the Board of County Commissioners, along with any unspent appropriations. Revenues budgeted internally totaled \$1,945,553. These budgeted revenues were offset by related budgeted expenditures of \$1,190,986 for salaries, benefits and \$190,766 for operating and \$406,277 for capital.

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY SHERIFF**

**STATEMENT OF NET POSITION –  
PROPRIETARY FUND TYPE – INTERNAL SERVICE FUND**

**September 30, 2014**

<b>Assets</b>	
Cash	\$ 2,171,491
Total current assets	<u>2,171,491</u>
<b>Liabilities</b>	
Claims payable	592,266
Total current liabilities	<u>592,266</u>
<b>Net Position</b>	
Unrestricted	1,579,225
Total net position	<u><u>\$ 2,171,491</u></u>

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY SHERIFF**

**STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN NET POSITION –  
PROPRIETARY FUND TYPE – INTERNAL SERVICE FUND**

**Year Ended September 30, 2014**

<b>Operating revenues:</b>	
Charges for services	\$ 9,639,380
<b>Total operating revenues</b>	<u>9,639,380</u>
<b>Operating expenses:</b>	
Contractual	1,076,368
Claims expense	7,220,459
<b>Total operating expenses</b>	<u>8,296,827</u>
Operating income	1,342,553
<b>Nonoperating Revenues/(Expenses)</b>	
Interest revenue	<u>672</u>
<b>Change in net position</b>	1,343,225
<b>Net position at beginning of year</b>	<u>236,000</u>
<b>Net position at end of year</b>	<u><u>\$ 1,579,225</u></u>

The accompanying notes are an integral part of the financial statements.

# OSCEOLA COUNTY SHERIFF

## STATEMENT OF CASH FLOWS – PROPRIETARY FUND TYPE – INTERNAL SERVICE FUND

Year Ended September 30, 2014

### Cash flows from operating activities

Cash received for charges for services	\$ 9,639,380
Payments to suppliers	<u>(7,704,561)</u>
Net cash provided by operating activities	<u>1,934,819</u>

### Cash flows from investing activities

Interest received	<u>672</u>
Net cash provided by investing activities	<u>672</u>

Net change in cash and cash equivalents	1,935,491
Cash and cash equivalents, beginning of year	<u>236,000</u>
Cash and cash equivalents, end of year	<u>\$ 2,171,491</u>

### Reconciliation of operating income to net cash provided by operating activities

Operating income	\$ 1,342,553
Increase in claims payable	<u>592,266</u>
Net cash provided by operating activities	<u>\$ 1,934,819</u>

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY SHERIFF**

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS**

**September 30, 2014**

**ASSETS**

ASSETS  
Cash

\$ 1,348,365

TOTAL ASSETS \$ 1,348,365

**LIABILITIES**

LIABILITIES

Deposits

\$ 1,317,483

Due to Other Governments

905

Due to Board of County Commissioners

29,977

TOTAL LIABILITIES \$ 1,348,365

The accompanying notes are an integral part of the financial statements.

# OSCEOLA COUNTY SHERIFF

## NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2014

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies used in the preparation of these financial statements.

#### **Reporting Entity**

The Osceola County Sheriff (the “Sheriff”) is a separately elected county official established pursuant to the Constitution of the State of Florida. These financial statements are not intended to be a complete presentation of financial position of Osceola County, Florida as of September 30, 2014, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. These financial statements are presented to comply with the requirements of Section 218.39, Florida Statutes, and Section 10.557(3) of the *Rules of the Auditor General for Local Governmental Entity Audits*. The Sheriff’s General Fund is combined with the Board of County Commissioners’ (the “Board”) and other constitutional officers’ general funds in the Osceola County, Florida Comprehensive Annual Financial Report (“CAFR”) to properly reflect the county-wide General Fund.

Blended Component Unit – In fiscal year 2013, the Sheriff established the Osceola County Sheriff’s Office Health Plan Trust (the “Trust”) to administer the Sheriff’s employee health, and dental insurance programs. Assets necessary to fund the programs are transferred to the Trust; however, under the terms of the Trust Agreement, the Sheriff retains control of the assets. Due to the substantive economic relationship between the Sheriff and the Trust, the financial activities of the Trust are reported in the accompanying basic financial statements as an internal service fund.

#### **Description of Funds**

The accounting records are organized on the basis of funds and are classified for reporting purposes into four basic fund types:

General Fund - The General Fund is a governmental fund used to account for all revenues and expenditures applicable to the general operations of the Sheriff. The General Fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses and balances of financial resources, rather than upon net income determination).

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)

### **Description of Funds (*Continued*)**

Special Revenue Fund - The Special Revenue Fund is a governmental fund used to account for all revenues and expenditures applicable to the grants, federal and state forfeiture, and training fund of the Sheriff. The Special Revenue Fund measurement focus is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources, rather than upon net income determination).

Internal Service Fund - The Insurance Fund, a proprietary fund, is used to account for the revenues and expenses of the Employee Group Health and Dental Insurance Programs for the Sheriff.

Fiduciary Fund - The Sheriff maintains an Agency Fund, which is used to account for assets held by the Sheriff as agent. Agency funds are custodial in nature and do not involve measurement of results of operations. A statement of net assets is presented for the Agency Fund. However, a statement of changes in net assets is not presented since there are no operations in the Agency Fund only assets and liabilities.

### **Basis of Accounting and Presentation**

The accounts of the Governmental Funds are maintained on the modified accrual basis of accounting. Under the modified accrual basis of accounting, expenditures are recorded at the time liabilities are incurred and revenues are recorded when received in cash or when they are considered both measurable and available and, as such, susceptible to accrual.

The extent to which General Fund revenues exceed General Fund expenditures is reflected as a liability in compliance with Florida Statutes.

The Internal Service Fund is reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized when incurred. Operating revenues and expenses consist of contributions for insurance purposes and the payments for claims and related expenses. Nonoperating revenue consists of investment income.

Agency Funds are accounted for under the economic resources method and accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenditures are recognized when incurred.

### **Budgetary Requirements and Basis**

Expenditures are controlled by appropriations in accordance with the budget requirements set forth in Section 30.49(2)(a), Florida Statutes, and Board policy. The budgeted revenues and expenditures in these financial statements reflect all amendments approved by the Sheriff and the Board. Budgetary control is required at the fund level. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Capital Assets

Capital assets consist of equipment used in the Sheriff's operations and are recorded as expenditures in the General Fund at the time assets are received and a liability is incurred. These assets are capitalized at cost. Depreciation is computed using the straight-line method over five years. Donated and confiscated capital assets are recorded at fair value at the time received.

### Transfers

In accordance with Florida Statutes, all General Fund unexpended balances at year end are owed to the Board. These excess fees are reported as transfers (from). Appropriations from the Board are presented as transfers to.

### Fund Balances

Fund balances in the General Fund, Special Revenue Fund, and Internal Service Fund are reported in the following categories as of September 30, 2014:

Restricted - Includes fund balance amounts in the Special Revenue Fund that are constrained for specific purposes which are externally imposed by third parties (grantors, contributors) or amounts constrained due to constitutional provisions or enabling legislation.

Assigned - Includes fund balance amounts in the General Fund intended to be used by the Sheriff for specific purposes that are not restricted. The authority for assigning fund balance can be expressed by the Sheriff or by his designee.

Unassigned - Includes fund balance that is spendable and that has not been restricted, committed, or assigned to a specific purpose. Excess resources of an unassigned nature are returned to the Board at year-end and, therefore, this category should always be zero.

When both restricted and unrestricted (assigned and unassigned) fund resources are available for use, it is the Sheriff's policy to generally use restricted resources first and then unrestricted resources.

## NOTE 2 - CASH AND INVESTMENTS

### Cash

Cash consists of various demand deposit accounts, which are insured by the Federal Deposit Insurance Corporation or are covered by the State of Florida collateral pool, a multiple, financial institution pool with the ability to assess its members for collateral shortfalls if a member institution fails.

**NOTE 2 - CASH AND INVESTMENTS (Continued)**

**Investments**

Florida Statutes 28.33, 218.415, 219.075 and the Sheriff's investment policy authorize investments in certificates of deposit, savings accounts, repurchase agreements, the Local Government Surplus Funds Trust Fund administered by the Florida State Board of Administration, and obligations of the U.S. Government and Government Agencies unconditionally guaranteed by the U.S. Government. The Sheriff had no investments at September 30, 2014.

**NOTE 3 - CAPITAL ASSETS**

The Sheriff's capital assets consist of equipment. Capital assets acquired with a value of \$1,000 or greater are recorded as capital outlay expenditures. The following is a summary of the changes related to capital assets for the year ended September 30, 2014:

	<b>Equipment</b>	
	<b>Cost</b>	<b>Accumulated Depreciation</b>
Balance – October 1, 2013	\$ 34,038,844	\$ 22,465,077
Additions	3,921,414	3,945,350
Retirements	(2,666,392)	(2,563,922)
Balance – September 30, 2014	<u>\$ 35,293,866</u>	<u>\$ 23,846,505</u>

For the fiscal year ended September 30, 2014, depreciation expense of \$3,945,350 is reflected in the Osceola County, Florida CAFR in the statement of activities under public safety expenses.

**NOTE 4 - PENSION PLAN**

**Plan Description**

The Sheriff's employees participate in the Florida Retirement System ("FRS"), a multiple-employer, cost-sharing, defined-benefit retirement system, administered by the Florida Department of Management Services. The Sheriff's employees have the option of choosing between either a defined contribution plan or a defined benefit plan. As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. For a detailed plan description, see the Osceola County, Florida CAFR for the fiscal year ended September 30, 2014.

**NOTE 4 - PENSION PLAN (Continued)**

**Funding Policy**

The Sheriff's contributions to the FRS for fiscal years ended September 30, 2012 through 2014 were approximately \$3,308,040, \$3,870,477 and \$4,902,711, respectively, which were equal to the required contribution for each fiscal year.

Employees are required to contribute 3% towards the FRS. Employee withholdings for this purpose amounted to \$825,303, \$817,847 and \$839,810 for the fiscal years ended September 30, 2012 through 2014, respectively, which were equal to the required contribution for each fiscal year.

**NOTE 5 - INSURANCE COVERAGE**

The Sheriff participates in the Florida Sheriff's Self-Insurance Fund Program administered by the Florida Sheriff's Association. This program is considered a public-entity risk pool, which purchases insurance policies on behalf of its members. The pool's members are not obligated for risks associated with such coverage. Coverage under this program includes general liability, watercraft, personal property, confiscated/impounded equipment, flash roll money, broad form money and securities, and public employee blanket bonds. The Sheriff carries separate insurance policies with commercial carriers for aircraft, workers' compensation, disability, health and dental insurance. The Sheriff also participates in Osceola County's Self-Insurance Program for auto coverage. For additional information related to this program, see the Osceola County, Florida CAFR for the fiscal year ended September 30, 2014.

**NOTE 6 - LONG-TERM LIABILITIES**

The Sheriff accrues a liability for employees' rights to receive compensation for future absences when certain conditions are met. The Sheriff is not legally required and does not accumulate expendable available financial resources to liquidate this obligation.

A summary of changes in long-term liabilities for the fiscal year ended September 30, 2014 is as follows:

	<u>Balance October 1, 2013</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance September 30, 2014</u>
Compensated absences	\$5,430,736	\$4,299,332	\$3,623,378	\$6,106,690

**NOTE 7 - LITIGATION**

Various lawsuits and claims in the ordinary course of the Sheriff's operations are pending. The majority of these are workers' compensation claims. The Sheriff is also party to litigation under which it may be required to pay certain monies upon the decision of the courts. However, it is the opinion of the Sheriff's attorney that the potential amount of the Sheriff's liability in these matters will not be material to the basic financial statements. Accordingly, no provision has been made in the basic financial statements for these contingencies.

**NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS**

All eligible employees of the Sheriff participate in the Osceola County, Florida plan. A detailed plan description and the amount of any liability for the employees of the Sheriff, has been reported in the September 30, 2014 Osceola County, Florida CAFR.

**NOTE 9 - INSURANCE PROGRAMS**

On October 1, 2014, the Sheriff implemented a self-insurance program for health and dental insurance. The Sheriff purchased a reinsurance policy for employee claims in excess of \$150,000 per occurrence. The liability of \$592,266 of accrued claims has been estimated based on average claims incurred during the year.

The schedule below presents the changes in the liability for accrued claims for the past year:

<u>Year</u>	<u>Balance October 1, 2013</u>	<u>Claims Incurred</u>	<u>Claims Paid</u>	<u>Balance September 30, 2014</u>
2014	<u>\$ -</u>	<u>\$7,220,458</u>	<u>\$6,628,192</u>	<u>\$592,266</u>

## **SUPPLEMENTAL SECTION**

**OSCEOLA COUNTY SHERIFF**

**COMBINING STATEMENT OF CHANGES IN  
ASSETS AND LIABILITIES - ALL AGENCY FUNDS**

**Year Ended September 30, 2014**

	Balance October 1, 2013	Additions	(Deletions)	Balance September 30, 2014
<u>CONFISCATIONS</u>				
Assets				
Cash	\$ 401,092	\$ 624,646	\$ -	\$ 1,025,738
Liabilities				
Deposits	\$ 401,092	\$ 624,646	\$ -	\$ 1,025,738
<u>INDIVIDUAL/SUSPENSE</u>				
Assets				
Cash	\$ 34,110	\$ 432,763	\$ (421,866)	\$ 45,007
Liabilities				
Due to other governments	\$ 300	\$ 386,143	\$ (386,254)	\$ 189
Due to Board of County Commissioners	22	53,746	(23,791)	29,977
Deposits	33,788	-	(18,947)	14,841
	\$ 34,110	\$ 439,889	\$ (428,992)	\$ 45,007
<u>EVENTS FUND</u>				
Assets				
Cash	\$ 217,096	\$ 60,112	\$ (84,243)	\$ 192,965
Liabilities				
Due to other governments	\$ 998	\$ 73,015	\$ (73,297)	\$ 716
Deposits	216,098	-	(23,849)	192,249
	\$ 217,096	\$ 73,015	\$ (97,146)	\$ 192,965
<u>VICTIM'S ASSISTANCE FUND</u>				
Assets				
Cash	\$ 23,577	\$ 103	\$ (631)	\$ 23,049
Liabilities				
Deposits	\$ 23,577	\$ -	\$ (528)	\$ 23,049
<u>EXPLORER'S FUND</u>				
Assets				
Cash	\$ 4,505	\$ 135,716	\$ (120,294)	\$ 19,927
Liabilities				
Deposits	\$ 4,505	\$ 128,980	\$ (113,558)	\$ 19,927
<u>ADVENTURE CAMP</u>				
Assets				
Cash	\$ 28,103	\$ 22,446	\$ (19,978)	\$ 30,571
Liabilities				
Deposits	\$ 28,103	\$ 4,688	\$ (2,220)	\$ 30,571
<u>EP MURPHY GOLF</u>				
Assets				
Cash	\$ 4	\$ 18,122	\$ (9,006)	\$ 9,120
Liabilities				
Deposits	\$ 4	\$ 18,122	\$ (9,006)	\$ 9,120
<u>SHERIFF'S POSSE</u>				
Assets				
Cash	\$ 1,488	\$ 500	\$ -	\$ 1,988
Liabilities				
Deposits	\$ 1,488	\$ 500	\$ -	\$ 1,988
<u>TOTAL - ALL AGENCY FUNDS</u>				
Assets				
Cash	\$ 709,975	\$ 1,294,408	\$ (656,018)	\$ 1,348,365
Liabilities				
Deposits	\$ 708,655	\$ 776,936	\$ (168,108)	\$ 1,317,483
Due to other governments	1,298	459,158	(459,551)	905
Due to Board of County Commissioners	22	53,746	(23,791)	29,977
	\$ 709,975	\$ 1,289,840	\$ (651,450)	\$ 1,348,365

See Independent Auditor's Report.

## **COMPLIANCE SECTION**



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

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

To the Honorable Robert E. Hansell  
Osceola County Sheriff  
Kissimmee, Florida

We have audited the financial statements of the Osceola County Sheriff (the "Sheriff") as of and for the year ended September 30, 2014, and have issued our report thereon dated February 5, 2015. 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.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Sheriff's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Sheriff's internal control. Accordingly, we do not express an opinion on the effectiveness of the Sheriff'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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

To the Honorable Robert E. Hansell  
Osceola County Sheriff

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Sheriff's financial statements are free of 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 that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Sheriff in a separate letter dated February 5, 2015.

### **Purpose of this Report**

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

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A.".

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
February 5, 2015



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT ACCOUNTANT'S REPORT**

To the Honorable Robert E. Hansell  
Osceola County Sheriff  
Kissimmee, Florida

We have examined the Sheriff of Osceola County, Florida's (the "Sheriff") compliance with the requirements of Section 218.415, Florida Statutes, during the fiscal year ended September 30, 2014. Management is responsible for the Sheriff's compliance with those requirements. Our responsibility is to express an opinion on the Sheriff's compliance based on our examination.

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

In our opinion, the Sheriff complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2014.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**

Certified Public Accountants

Orlando, Florida  
February 5, 2015



MOORE STEPHENS  
LOVELACE, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

## **INDEPENDENT AUDITOR'S MANAGEMENT LETTER**

To the Honorable Robert E. Hansell  
Osceola County Sheriff  
Kissimmee, Florida

We have audited the basic financial statements of the Osceola County Sheriff, Florida (the "Sheriff") as of and for the fiscal year ended September 30, 2014, and have issued our report thereon dated February 5, 2015.

### **Auditor's Responsibility**

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

### **Other Reports and Schedule**

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* and Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, Section 601, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports, which are dated February 5, 2015, should be considered in conjunction with this management letter.

### **Prior Audit Findings**

Section 10.554(1)(i)1., *Rules of the Auditor General*, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address observations made in the preceding annual financial audit report.

### **Other Matters**

- 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.
- Section 10.554(1)(e)3., *Rules of the Auditor General*, requires that we address 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 have any such findings.

To the Honorable Robert E. Hansell  
Osceola County Sheriff

- 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.

**Purpose of this Letter**

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

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A." The signature is written in a cursive, flowing style.

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
February 5, 2015

Special-Purpose Financial Statements

Tax Collector  
Osceola County, Florida

*September 30, 2014*  
*with Independent Auditor's Report*



**Law, Redd, Crona & Munroe, P.A.**

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**Tax Collector  
Osceola County, Florida**

**Special-Purpose Financial Statements**

**Year Ended September 30, 2014**

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## Independent Auditor's Report

The Honorable Tax Collector  
Osceola County, Florida

We have audited the accompanying special-purpose financial statements of the Tax Collector of Osceola County, Florida (Tax Collector), as of and for the year ended September 30, 2014, and the related notes to the special-purpose 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 special-purpose 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 special-purpose financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these special-purpose financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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 special-purpose financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special-purpose financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the special-purpose 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 special-purpose 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 special-purpose financial statements.

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

## **Opinion**

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of the General Fund and Agency Funds of the Tax Collector of Osceola County, Florida, as of September 30, 2014, and the respective changes in financial position, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the special-purpose financial statements that collectively comprise the Tax Collector's special-purpose financial statements. The Combining Statement of Changes in Assets and Liabilities-All Agency Funds is presented for purposes of additional analysis and is not a required part of the special-purpose financial statements.

The Combining Statement of Changes in Assets and Liabilities-All Agency Funds is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the special-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the special-purpose financial statements or to the special-purpose financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Statement of Changes in Assets and Liabilities-All Agency Funds is fairly stated, in all material respects, in relation to the special-purpose financial statements as a whole.

### *Special-Purpose Financial Statements*

As discussed in Note 1, the accompanying special-purpose financial statements were prepared for the purpose of complying with Section 218.39(2), *Florida Statutes* and Section 10.557(4), *Rules of the Auditor General for Local Governmental Entity Audits*, and are intended to present the financial position, and the changes in financial position, where applicable, of only that portion that is attributable to the transactions of the Tax Collector. They do not purport to, and do not, present fairly the financial position of Osceola County, Florida, as of September 30, 2014, and the changes in its financial position, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to these matters.

The Honorable Tax Collector  
Osceola County, Florida  
Page Three

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 16, 2015, on our consideration of the Tax Collector's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Tax Collector's internal control over financial reporting and compliance.

*Law, Redd, Crona & Munroe P.A.*

**Law, Redd, Crona & Munroe, P.A.**

Tallahassee, Florida

January 16, 2015

Tax Collector  
Osceola County, Florida

Balance Sheet  
General Fund

September 30, 2014

**Assets**

Cash and investments	\$ 3,441,738
Due from other funds	39,002
Due from other county units	2,163
Due from other governments	<u>2,734</u>
Total assets	<u>\$ 3,485,637</u>

**Liabilities and fund balance**

Liabilities:

Accounts payable and accrued liabilities	\$ 160,428
Due to other county units	3,096,738
Due to other governments	<u>228,471</u>
Total liabilities	3,485,637

Fund balance	<u>0</u>
Total liabilities and fund balance	<u>\$ 3,485,637</u>

The accompanying notes are an integral part of the special-purpose financial statements.

Tax Collector  
Osceola County, Florida

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
General Fund

Year Ended September 30, 2014

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>(Negative)</b>
<b>Revenues</b>				
Charges for services	\$ 10,526,892	\$ 10,526,892	\$ 10,641,785	\$ 114,893
Interest	14,480	14,480	12,896	(1,584)
Total revenues	10,541,372	10,541,372	10,654,681	113,309
<b>Expenditures</b>				
Current				
General government:				
Personal services	6,505,009	6,505,009	6,190,969	314,040
Operating	1,170,544	1,170,544	1,051,023	119,521
Capital outlay	103,513	103,513	87,659	15,854
Total expenditures	7,779,066	7,779,066	7,329,651	449,415
Excess of revenues over expenditures	2,762,306	2,762,306	3,325,030	562,724
<b>Other financing uses</b>				
Transfers out:				
Osceola County Board of County Commissioners	(2,762,306)	(2,762,306)	(3,096,559)	(334,253)
Other Government Agencies	0	0	(228,471)	(228,471)
Total other financing uses	(2,762,306)	(2,762,306)	(3,325,030)	(562,724)
Net change in fund balance	0	0	0	0
Fund balance, at beginning of year	0	0	0	0
Fund balance, at end of year	\$ 0	\$ 0	\$ 0	\$ 0

The accompanying notes are an integral part of the special-purpose financial statements.

Tax Collector  
Osceola County, Florida

Statement of Fiduciary Assets and Liabilities  
Agency Funds

September 30, 2014

**Assets**

Cash and investments	\$ 6,808,295
Accounts receivable	2,561,714
Due from other governments	<u>106</u>
Total assets	<u>\$ 9,370,115</u>

**Liabilities**

Accounts payable	\$ 754,844
Due to other funds	39,002
Due to other county units	5,883,229
Due to other governments	627,289
Installment tax deposits	2,042,873
Escrow payable	<u>22,878</u>
Total liabilities	<u>\$ 9,370,115</u>

The accompanying notes are an integral part of the special-purpose financial statements.

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Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**1. Summary of Significant Accounting Policies**

Osceola County (County) is a political subdivision of the State of Florida located in the central portion of the state. The County was established under Article VIII, Section (1), *Constitution of the State of Florida*. The County operates under a Home Rule Charter.

The Tax Collector is an elected Constitutional Officer of the County. For financial statement and reporting purposes, the Tax Collector is a separate constitutional officer as provided by Chapter 218, *Florida Statutes*. However, the Tax Collector does not meet the definition of a legally separate organization and is not considered to be a component unit. Accordingly, the Tax Collector is considered to be part of the primary government of Osceola County, Florida (County) and the financial activities of the Tax Collector are included as such in the Osceola County annual financial report, along with the other Constitutional Officers and the Osceola County Board of County Commissioners (Board). The financial statements contained herein represent the financial transactions of the Tax Collector only. There are no component units for the constitutional officers to consider for inclusion in their fund financial statements.

The accounting policies of the Tax Collector conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the more significant policies:

**Basis of Presentation**

These special-purpose financial statements are fund financial statements that have been prepared in conformity with the accounting principles and reporting guidelines established by the Governmental Accounting Standards Board (GASB) and accounting practices prescribed by the State of Florida, Office of the Auditor General.

**Fund Accounting**

The financial activities of the Tax Collector are recorded in separate funds. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**1. Summary of Significant Accounting Policies (continued)**

The purposes of the Tax Collector's various funds are categorized and described as follows:

*Governmental Fund Type*

General Fund — The General Fund is used to account for all revenues and expenditures applicable to the general operations of the Tax Collector that are not required either legally or by accounting principles generally accepted in the United States of America to be accounted for in another fund.

*Fiduciary Fund Type*

Agency Funds — The Agency Funds are used to account for assets held by the Tax Collector in a trustee capacity or as an agent for individuals, private organizations and/or other governmental units. These are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Such assets include receipts for property taxes, tourist development taxes, vehicle registrations, driver license fees, and hunting and fishing licenses.

**Basis of Accounting**

Basis of accounting refers to the method by which revenues and expenditures are recognized in the accounts and reported in the fund financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the General Fund and Agency Funds are maintained on the modified accrual basis. Under the modified accrual basis, revenues are recognized when they are received in cash or when they are considered both measurable and available and, as such, are susceptible to accrual. Expenditures are recorded when the liability is incurred and/or will be paid from expendable available financial resources.

The Tax Collector considers receivables collected within 30 days after year end to be available and susceptible to accrual as revenues of the current year. In accordance with that definition, charges for services and interest earned are considered to be susceptible to accrual.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**1. Summary of Significant Accounting Policies (continued)**

**Budgets and Budgetary Accounting**

Expenditures are controlled by appropriations in accordance with the budget requirements set forth in the *Florida Statutes*. Budgets are adopted only for governmental funds.

The Tax Collector follows these procedures in establishing the budgetary data reflected in the special-purpose financial statements:

Section 195.087, *Florida Statutes*, governs the preparation, adoption and administration of the annual budget of the Tax Collector. The budget and subsequent budget amendments of the Tax Collector are submitted to the Ad Valorem Tax Division of the Florida Department of Revenue for approval. A copy of the budget is concurrently provided to the Osceola County Board of County Commissioners.

Line item expenditures in excess of budget are authorized to the extent that total expenditures do not exceed the total budgeted expenditures. Budget amendments are defined as line-item changes which either increase or decrease the total budget. Budget amendments and budget transfers between appropriation categories (personal services, operating expenses, capital outlay, debt service and non-operating) must be approved in writing by the Florida Department of Revenue. Transfers between expense items within the same appropriation category do not need written approval from the Florida Department of Revenue. The budget is prepared on the modified accrual basis of accounting. General Fund appropriations lapse at the close of the fiscal year to the extent they have not been expended.

The budgeted revenues and expenditures in the accompanying special-purpose Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund, reflect all approved amendments.

**Investments**

Investments in external investment pools that follow SEC Rule 2a-7 regulations are reported at amortized cost, which approximates fair value.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**1. Summary of Significant Accounting Policies (continued)**

**Prepaid Items**

Certain payments to vendors (such as rent) are made in advance of the accounting period to which the cost relates. These payments are reported under the purchases method, i.e., expenditures are recorded when payment is made.

**Capital Assets**

Capital assets purchased in the General Fund costing \$1,000 or more and having a useful life in excess of one year are recorded as expenditures (capital outlay) at the time of purchase. The tangible personal property used by the Tax Collector is reported to and recorded by the Board as capital assets, at cost, in the statement of net assets in the government-wide financial statements of the County. The Tax Collector maintains custodial responsibility for the capital assets used by the Tax Collector.

The Tax Collector also utilizes certain computer equipment and software for vehicle and boat registrations and driver's license processing which belongs to the State of Florida Department of Highway Safety and Motor Vehicles (DMV). The cost of this equipment is not recognized in the statement of net assets in the government-wide financial statements of the County as title to the equipment is held by DMV.

**Compensated Absences**

Employees accrue vacation leave based on their employment date and length of employment. They may accumulate from 12 to 25 days of vacation per year. Annual leave in excess of 30 days as of December each year can be paid to employees during January, if funding is available, to reduce any eligible cash benefit upon termination of employment. Upon termination of employment, the employee can receive a cash benefit, based upon the employee's current wage rate and the annual leave not taken.

Sick leave is accumulated at the rate of one day for each full calendar month of continuous employment. Upon termination of employment, an employee can receive a cash benefit for sick leave hours in excess of 24 days. The payout is based upon excess hours, a years of service percentage and the employee's current wage rate.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**1. Summary of Significant Accounting Policies (continued)**

The Tax Collector uses the vesting method option to calculate the liability for compensated absences. The Tax Collector does not, nor is she legally required to, accumulate expendable available financial resources to liquidate these obligations. Accordingly, the liability for compensated absences is not reported in the General Fund, but is included in the Statement of Net assets in the government-wide financial statements of Osceola County, Florida.

**Unused Fees**

The Tax Collector of Osceola County is a fee officer whose operating budget is funded solely from fees and commissions relating to various statutory services provided by the office, including but not limited to: real and tangible property tax collections, tag and title collections, boat title and registration collections, local business tax collections, tourist development tax collections, and the sale of hunting and fishing licenses. No funds are received from the Board other than applicable fees. In accordance with Section 218.36, *Florida Statutes*, the Tax Collector distributes all general fund revenues in excess of expenditures to each governmental agency in the same proportion as the fees paid by the governmental unit bear to the total fee income received by the Tax Collector. Accordingly, such amounts are reported as a liability and as operating transfers out to the Board of County Commissioners or deducted from fees earned for amounts distributed to other governmental units.

**Related Organizations – Service Fees and Common Expenses**

The Tax Collector's charges for services include \$7,784,426 received from the Board as fees for real and tangible property tax, local business tax and tourist development tax collections.

Certain expenses, which are common to the Board and most Constitutional Officers, are reported as expenses of the Board and, therefore, are not budgeted by or allocated to the Tax Collector. These expenses relating to the Tax Collector's Osceola County Government complex facilities are: occupancy costs, janitorial service, utilities and property insurance.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**2. Cash and Investments**

**Cash**

The Tax Collector maintains two cash accounts at a bank designated by the Florida Division of Treasury as a qualified public depository. At September 30, 2014, the carrying amount of the Tax Collector's deposit with the financial institution was \$10,214,582 and the bank balance was \$9,068,238. Deposits whose values exceed the limits of Federal depository insurance are entirely insured or collateralized pursuant to Chapter 280, *Florida Statutes*.

Additionally, as of September 30, 2014, the Tax Collector had cash on hand of \$25,350.

**Investments**

*Credit Risk*

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation.

The Tax Collector is authorized to invest in all state-approved investments identified in Section 218.415(17), *Florida Statutes*, which include:

- 1) The Florida PRIME (formerly the Local Government Surplus Funds Trust Fund) administered by the State Board of Administration or any authorized intergovernmental investment pool;
- 2) Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally-recognized rating agency;
- 3) Interest-bearing time deposits or savings accounts in qualified public depositories;
- 4) Direct obligations of the U.S. Treasury.

The Tax Collector has no investment policy that would further limit its investment choices.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**2. Cash and Investments (continued)**

The Tax Collector invests in the Florida PRIME administered by the Florida State Board of Administration (SBA). The Florida PRIME is an external investment pool that is not a registrant with the SEC; however, the SBA has adopted operating procedures consistent with the requirements for a SEC Rule 2a-7 fund. The Florida PRIME is governed by Chapter 19-7 of the *Florida Administrative Code*, which identifies the Rules of the SBA. These rules provide guidance and establish the general operating procedures for the administration of the Florida PRIME. Additionally, the State of Florida, Office of the Auditor General performs the operational audit of the activities and investments of the SBA. Throughout the year and as of September 30, 2014, the Florida PRIME contained certain floating rate and adjustable rate securities that were indexed based on the prime rate and/or one and three-month LIBOR rates.

These floating rate and adjustable rate securities are used to hedge against interest risk and provide diversification to the portfolio. Exposure to a single issuer is limited to 5% of the portfolio's amortized cost. The current rating for the Florida PRIME is AAAM by Standard and Poor's. The dollar weighted average days to maturity of the Florida PRIME at September 30, 2014 is 39 days. The fair value of the Tax Collector's position in the pool approximates the value of the pool shares. At September 30, 2014, the Tax Collector had \$10,101 invested with Florida PRIME.

The State Board of Administration issues separate financial statements that may be obtained from its website, the address of which is <https://www.sbafla.com/prime>, or by calling 850-488-4406.

*Custodial Credit Risk*

Custodial credit risk is the risk that, in the event of a failure of the counterparty, the government's deposits may not be returned to it or the organization may not be able to recover the value of its investments that are in the possession of an outside party.

Qualified public depositories of public funds are required to provide collateral each month pursuant to Section 280.04, *Florida Statutes*. The collateral is held by the Florida Division of Treasury or other custodian with full legal rights maintained by the Florida Division of Treasury to transfer ownership. Any loss not covered by the pledged securities and deposit insurance would be assessed by the Florida Division of Treasury and paid by the other public depositories. The Tax Collector's deposits are therefore considered fully insured or collateralized.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**2. Cash and Investments (continued)**

The investment in the Florida PRIME is not classified as to custodial risk since the investment is not evidenced by securities that exist in physical or book entry form.

*Interest Rate Risk*

Interest rate risk is the risk that changes in interest rates that will adversely affect the fair value of an investment. The Tax Collector limits interest rate risk for the money market fund by utilizing an overnight sweep agreement to invest excess cash balances.

**3. Employees' Retirement and Benefit Plans**

All full-time and permanent part-time employees of the Tax Collector are eligible to participate in the Florida Retirement System (FRS). The FRS includes various plans, including a defined benefit pension plan, which is primarily a cost-sharing multiple-employer defined benefit public employee pension plan. The defined benefit plan is administered by the State of Florida, Department of Management Services, Division of Retirement.

Information as to benefits, contribution rates and vesting requirements by membership category, is provided in the Osceola County, Florida Annual Financial Report. Contributions and benefits are established by Section 121.71, *Florida Statutes*.

Participating employer contributions are based upon actuarially determined blended rates established by the State of Florida, that expressed as percentages of annual covered payroll, are adequate to accumulate sufficient assets to pay benefits when due. Beginning July 1, 2011, active employees are required to contribute three percent of their gross compensation to the retirement plan. The employer contributions paid for the years ended September 30, 2014, 2013, and 2012 were \$449,949, \$291,897, and \$222,400, respectively, which is equal to the required contribution for each year.

The Florida Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the Division of Retirement, Post Office Box 9000, Tallahassee, Florida 32315-9000, or by calling 850-488-5706.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**4. Long-Term Liabilities**

A summary of changes in the long-term liabilities of the Tax Collector follows:

	<u>Balance</u> <u>October 1, 2013</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>September 30, 2014</u>
Liability for compensated absences	\$610,483	\$318,735	\$487,115	\$442,103

Of the \$442,103 liability for accrued compensated absences, management estimates that \$205,978 will be due and payable within one year. The long-term liabilities are not reported in the financial statements of the Tax Collector since they are not payable from available resources at September 30, 2014. They are reported in the Statement of Net Assets in the government-wide financial statements of Osceola County, Florida.

**5. Other Post-Employment Benefits**

The Tax Collector participates in the County's plan covering other post-employment benefits. For a detailed plan description and any liability for employees of the Tax Collector, see the Osceola County, Florida CAFR for the fiscal year ended September 30, 2014.

**6. Commitments**

***Operating Leases and Service Agreements:*** The Tax Collector is committed under various operating leases as lessee for office space, license and software service agreements, and armored car service. Certain of these leases and agreements contain provisions for renewal options, with stated increases for future payments.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**6. Commitments (continued)**

At September 30, 2014, aggregate future minimum payments under non-cancelable operating leases and service agreements with remaining terms equal to or exceeding one year are as follows:

<b>Fiscal Year Ending September 30,</b>	
2015	\$ 371,349
2016	374,267
2017	346,931
2018	305,779
2019	314,953
Total Minimum Payments	<u><u>\$ 1,713,279</u></u>

Lease expenditures incurred under operating leases and service agreements for the year ended September 30, 2014 were \$112,334 and \$251,518, respectively.

**7. Risk Management**

Osceola County maintains a self-insured risk management program that provides for coverage of risks of loss related to worker's compensation claims. This fund is administered by a third-party administrator. The Tax Collector makes payments to the County based upon payroll exposure in the amounts needed to pay prior and current year claims. The contribution required for the year ended September 30, 2014 was \$17,864.

Excess coverage with a commercial carrier is also in force for each claim exceeding \$750,000.

The Tax Collector also makes payments to the County for self-insured dental coverage, which is also administered by a third-party administrator. The contribution required for the year ended September 30, 2014 was \$24,559. The County's annual liability for dental benefits is capped at \$1,000 per covered individual.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**8. Interfund Receivables and Payables**

Individual fund interfund receivables and payable balances at September 30, 2014 are as follows:

<b>Fund</b>	Interfund Receivable	Interfund Payable
General	\$ 39,002	\$ 0
Fiduciary:		
Tax Agency Fund	0	39,002
Total all funds	\$ 39,002	\$ 39,002

**9. Encumbrances**

Encumbrances represent commitments related to unperformed contracts for goods or services. They do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. The Tax Collector had no outstanding encumbrances at September 30, 2014.

**10. Fund Balance**

The Governmental Accounting Standards Board's Statement No. 54, effective for fiscal years beginning after June 15, 2010, requires that all fund balances be classified into one of the following categories: Nonspendable, Restricted, Committed, Assigned, and Unassigned. As described in Note 1, the financial statements of the Tax Collector are fund statements considered to be special-purpose financial statements consistent with accounting practices prescribed by the Auditor General, State of Florida. Accordingly, the reclassification of fund balances is made at the county-wide financial statement level rather than in these Special-Purpose Financial Statements. Had the fund balance been reclassified in the Special-Purpose Financial Statements, the entire balance would be considered Unassigned and have a zero balance at September 30, 2014.

Tax Collector  
Osceola County, Florida

Notes to Special-Purpose Financial Statements

September 30, 2014

**11. Contingencies**

Various suits and claims arising in the ordinary course of operations are pending against the Tax Collector. These primarily relate to property assessments within the County. The ultimate effect of such litigation cannot be ascertained at this time. In the opinion of management for the Tax Collector, the liabilities which may arise from such action would not result in losses which would materially affect the financial position of the Tax Collector or its operations.

**12. Subsequent Events**

The Tax Collector has evaluated subsequent events through January 16, 2015, the date the financial statements were available to be issued.

*Supplementary Information*

Tax Collector  
Osceola County, Florida

Combining Statement of Changes in Assets and Liabilities  
All Agency Funds

For the year ended September 30, 2014

	<b>Balance September 30, 2013</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance September 30, 2014</b>
<b>Tax Agency Fund</b>				
Assets				
Cash and investments	\$ 4,823,291	\$ 421,803,997	\$ 420,304,704	\$ 6,322,584
Accounts receivable	2,337,454	217,049	0	2,554,503
Due from other funds	15,334	0	15,334	0
Due from other county units	751,382	0	751,382	0
Total assets	<u>\$ 7,927,461</u>	<u>\$ 422,021,046</u>	<u>\$ 421,071,420</u>	<u>\$ 8,877,087</u>
Liabilities				
Accounts payable	\$ 489,140	\$ 34,414,879	\$ 34,152,181	\$ 751,838
Due to other funds	0	6,211,582	6,172,580	39,002
Due to other county units	5,375,016	207,108,282	206,603,194	5,880,104
Due to other governments	100,478	185,265,507	185,225,593	140,392
Installment tax deposits	1,924,525	4,433,231	4,314,883	2,042,873
Escrow payable	38,302	1,143,675	1,159,099	22,878
Total liabilities	<u>\$ 7,927,461</u>	<u>\$ 438,577,156</u>	<u>\$ 437,627,530</u>	<u>\$ 8,877,087</u>
<b>DMV Agency Fund</b>				
Assets				
Cash and investments	\$ 479,791	\$ 31,375,235	\$ 31,369,315	\$ 485,711
Accounts receivable	10,022	49,398	52,209	7,211
Due from other governments	85	42	21	106
Total assets	<u>\$ 489,898</u>	<u>\$ 31,424,675</u>	<u>\$ 31,421,545</u>	<u>\$ 493,028</u>
Liabilities				
Accounts payable	\$ 2,291	\$ 52,798	\$ 52,083	\$ 3,006
Due to other funds	0	1,726,937	1,726,937	0
Due to other county units	2,739	37,000	36,614	3,125
Due to other governments	484,868	29,507,070	29,505,041	486,897
Total liabilities	<u>\$ 489,898</u>	<u>\$ 31,323,805</u>	<u>\$ 31,320,675</u>	<u>\$ 493,028</u>

	<b>Balance September 30, 2013</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance September 30, 2014</b>
<b>Total</b>				
Assets				
Cash and investments	\$ 5,303,082	\$ 453,179,232	\$ 451,674,019	\$ 6,808,295
Accounts receivable	2,347,476	266,447	52,209	2,561,714
Due from other funds	15,334	0	15,334	0
Due from other county units	751,382	0	751,382	0
Due from other governments	85	42	21	106
Total assets	<u>\$ 8,417,359</u>	<u>\$ 453,445,721</u>	<u>\$ 452,492,965</u>	<u>\$ 9,370,115</u>
Liabilities				
Accounts payable	\$ 491,431	\$ 34,467,677	\$ 34,204,264	\$ 754,844
Due to other funds	0	7,938,519	7,899,517	39,002
Due to other county units	5,377,755	207,145,282	206,639,808	5,883,229
Due to other governments	585,346	214,772,577	214,730,634	627,289
Installment tax deposits	1,924,525	4,433,231	4,314,883	2,042,873
Escrow payable	38,302	1,143,675	1,159,099	22,878
Total liabilities	<u>\$ 8,417,359</u>	<u>\$ 469,900,961</u>	<u>\$ 468,948,205</u>	<u>\$ 9,370,115</u>

See independent auditor's report.

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Independent Auditor's Report on Internal Control Over Financial Reporting  
and on Compliance and Other Matters Based on an Audit of  
Special-Purpose Financial Statements  
Performed in Accordance with *Government Auditing Standards*

*September 30, 2014*



## Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Special-Purpose Financial Statements Performed in Accordance with *Government Auditing Standards*

The Honorable Tax Collector  
Osceola County, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the special-purpose financial statements of the Tax Collector of Osceola County, Florida (the Tax Collector), as of and for the year ended September 30, 2014, and the related notes to the special-purpose financial statements, and have issued our report thereon dated January 16, 2015.

### **Internal Control Over Financial Reporting**

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

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

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

The Honorable Tax Collector  
Osceola County, Florida  
Page Two

### **Compliance and Other Matters**

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

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Tax Collector'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 Tax Collector's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

We have issued a management letter to the Tax Collector of Osceola County, Florida, dated January 16, 2015, presenting certain required disclosures and comments pursuant to the *Rules of the Auditor General*, Chapter 10.550.



**Law, Redd, Crona & Munroe, P.A.**

Tallahassee, Florida

January 16, 2015

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Independent Accountant's Report on Compliance  
With Local Government Investment Policies

*September 30, 2014*



**Law, Redd, Crona & Munroe, P.A.**  
*Certified Public Accountants*

## Independent Accountant's Report

The Honorable Tax Collector  
Osceola County, Florida

We have examined Osceola County Tax Collector's compliance with local government investment policies provided in Chapter 218.415, *Florida Statutes*, during the year ended September 30, 2014. Management is responsible for Osceola County Tax Collector's compliance with those requirements. Our responsibility is to express an opinion on Osceola County Tax Collector's compliance based on our examination.

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

In our opinion, Osceola County Tax Collector complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2014.

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

*Law Redd Crona & Munroe P.A.*

**Law, Redd, Crona & Munroe, P.A.**

Tallahassee, Florida

January 16, 2015

## Management Letter

*September 30, 2014*



## Management Letter

The Honorable Tax Collector  
Osceola County, Florida

### **Report on the Special-Purpose Financial Statements**

We have audited the special-purpose financial statements of the Tax Collector of Osceola County, Florida (Tax Collector), as of and for the fiscal year ended September 30, 2014, and have issued our report thereon dated January 16, 2015.

### **Auditor's Responsibility**

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

### **Other Reports**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Special-Purpose Financial Statements Performed in Accordance with *Government Auditing Standards*, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, Section 601, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports, which are dated January 16, 2015, 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. We reported no findings or recommendations in the preceding annual financial report.

The Honorable Tax Collector  
Osceola County, Florida  
Page Two

### **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 name or official title and legal authority for the primary government of the reporting entity are disclosed in Note 1 of the Notes to Special-Purpose Financial Statements. The Tax Collector has no component units.

### **Other Matters**

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.

Section 10.554(1)(i)3., *Rules of the Auditor General*, requires that we address 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 have any such findings.

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

### **Purpose of This Letter**

Pursuant to Chapter 119, *Florida Statutes*, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America requires us to indicate that 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, and applicable management, and is not intended to be and should not be used by anyone other than those specified parties.



**Law, Redd, Crona & Munroe, P. A.**

Tallahassee, Florida

January 16, 2015

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**OSCEOLA COUNTY PROPERTY APPRAISER**

**FINANCIAL STATEMENTS**

**Year Ended September 30, 2014**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Honorable Katrina S. Scarborough  
Osceola County Property Appraiser  
Kissimmee, Florida

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Osceola County, Florida Property Appraiser (the "Property Appraiser"), as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the Property Appraiser's basic financial statements, as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 opinion.

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Property Appraiser as of September 30, 2014, and the respective change in financial position, and the budgetary comparison for the general fund for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

To the Honorable Katrina S. Scarborough  
Osceola County Property Appraiser

**Emphasis-of-Matter**

As described in Note 1 to the financial statements, the accompanying financial statements were prepared for the purpose of complying with Section 218.39, *Florida Statutes*, and Section 10.557(3), *Rules of the Auditor General for Local Governmental Entity Audits*. These financial statements are not intended to be a complete presentation of financial position of Osceola County, Florida as of September 30, 2014, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2014, on our consideration of the Property Appraiser's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Property Appraiser's internal control over financial reporting and compliance.



**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
December 5, 2014

# OSCEOLA COUNTY PROPERTY APPRAISER

## BALANCE SHEET - GENERAL FUND

September 30, 2014

### ASSETS

Cash	\$ 482,718
Other assets	3,254
	<hr/>
TOTAL ASSETS	\$ 485,972
	<hr/> <hr/>

### LIABILITIES AND FUND BALANCE

#### LIABILITIES

Accounts payable	\$ 17,701
Accrued liabilities	80,307
Due to Board of County Commissioners	377,047
Due to other governments	10,917
	<hr/>

TOTAL LIABILITIES 485,972

#### FUND BALANCE

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TOTAL LIABILITIES AND FUND BALANCE \$ 485,972

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The accompanying notes are an integral part of the financial statements.

# OSCEOLA COUNTY PROPERTY APPRAISER

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - GENERAL FUND

Year Ended September 30, 2014

REVENUES		
Charges for services	\$	143,691
Intergovernmental revenues		84,899
Miscellaneous income		<u>11,897</u>
	TOTAL REVENUES	<u>240,487</u>
EXPENDITURES		
Current:		
General government:		
Salaries and benefits		4,358,807
Operating expenditures		923,374
Capital outlay		<u>230,478</u>
	TOTAL EXPENDITURES	<u>5,512,659</u>
	DEFICIENCY OF REVENUES UNDER EXPENDITURES	(5,272,172)
OTHER FINANCING SOURCES (USES)		
Transfers from Board of County Commissioners		5,639,559
Transfers to Board of County Commissioners		<u>(367,387)</u>
	TOTAL OTHER FINANCING SOURCES	<u>5,272,172</u>
	NET CHANGE IN FUND BALANCE	-
FUND BALANCE - BEGINNING OF YEAR		<u>-</u>
FUND BALANCE - END OF YEAR	\$	<u><u>-</u></u>

The accompanying notes are an integral part of the financial statements.

# OSCEOLA COUNTY PROPERTY APPRAISER

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - GENERAL FUND - BUDGET AND ACTUAL

Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ 148,200	\$ 148,200	\$ 143,691	\$ (4,509)
Intergovernmental revenues	-	-	84,899	84,899
Miscellaneous income	-	-	11,897	11,897
TOTAL REVENUES	<u>148,200</u>	<u>148,200</u>	<u>240,487</u>	<u>92,287</u>
<b>EXPENDITURES</b>				
Current:				
General government:				
Salaries and benefits	4,386,249	4,410,565	4,358,807	51,758
Operating expenditures	1,000,079	1,028,079	923,374	104,705
Capital outlay	60,000	254,115	230,478	23,637
Non-operating	163,813	95,000	-	95,000
TOTAL EXPENDITURES	<u>5,610,141</u>	<u>5,787,759</u>	<u>5,512,659</u>	<u>275,100</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(5,461,941)</u>	<u>(5,639,559)</u>	<u>(5,272,172)</u>	<u>367,387</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from Board of County				
Commissioners	5,461,941	5,639,559	5,639,559	-
Transfers to Board of County				
Commissioners	-	-	(367,387)	(367,387)
TOTAL OTHER FINANCING SOURCES	<u>5,461,941</u>	<u>5,639,559</u>	<u>5,272,172</u>	<u>(367,387)</u>
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements.

# OSCEOLA COUNTY PROPERTY APPRAISER

## NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2014

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies used in the preparation of these financial statements.

#### **Reporting Requirement**

The Osceola County, Florida Property Appraiser (the "Property Appraiser") is a separately elected county official, established pursuant to the Constitution of the State of Florida. These financial statements are not intended to be a complete presentation of financial position of Osceola County, Florida as of September 30, 2014, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. These financial statements are presented to comply with the requirements of Section 218.39, Florida Statutes, and Section 10.557(3) of the *Rules of the Auditor General for Local Governmental Entity Audits*. The Property Appraiser's General Fund is combined with the Board of County Commissioners' (the "Board") and other constitutional officers' general funds in the Osceola County, Florida Comprehensive Annual Financial Report ("CAFR") to properly reflect the county-wide General Fund.

#### **Description of Fund**

The accounting records are organized on the basis of funds and classified for reporting purposes into one basic fund type:

General Fund - The General Fund is a governmental fund used to account for all revenues and expenditures applicable to the general operations of the Property Appraiser. The General Fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses and balances of financial resources, rather than upon net income determination).

#### **Basis of Accounting and Presentation**

The accounts of the General Fund are maintained on the modified accrual basis. Under the modified accrual basis of accounting, expenditures are recorded at the time liabilities are incurred and revenues are recorded when received in cash or when they are considered both measurable and available and, as such, susceptible to accrual. The extent to which General Fund revenues exceed General Fund expenditures is reflected as a liability in compliance with Florida Statutes.

## **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

### **Budgetary Requirements and Basis**

Expenditures are controlled by appropriations in accordance with the budgetary requirements set forth in the Florida Statutes. The budgeted revenues and expenditures in these financial statements reflect all amendments approved by the Florida Department of Revenue. The budget is adopted on a basis consistent with generally accepted accounting principles.

### **Transfers**

In accordance with Florida Statutes, all unexpended balances at year end are owed to the Board. These excess fees are reported as transfers (out). Appropriations from the Board are presented as transfers in.

### **Estimates**

The preparation of these financial statements requires management to make estimates that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amount of revenues and expenditures during the reporting period. Actual results could differ from these estimates.

## **NOTE 2 - CASH AND INVESTMENTS**

### **Cash**

Cash consists of various demand deposit accounts, which are insured by the Federal Deposit Insurance Corporation or are covered by the State of Florida collateral pool, a multiple, financial institution pool with the ability to assess its members for collateral shortfalls if a member institution fails.

### **Investments**

Florida Statutes 218.415, 219.075, and the Property Appraiser's investment policy authorizes investments in certificates of deposit, savings accounts, repurchase agreements, the Local Government Surplus Funds Trust Fund, administered by the Florida State Board of Administration, and obligations of the U.S. Government and Government Agencies unconditionally guaranteed by the U.S. Government. The Property Appraiser had no investments at September 30, 2014.

**NOTE 3 - PENSION PLAN**

**Plan Description**

The Property Appraiser’s employees participate in the Florida Retirement System (“FRS”), a multiple-employer, cost-sharing, defined-benefit retirement system, administered by the Florida Department of Administration. As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the state of Florida. For a detailed plan description, see the Osceola County, Florida CAFR for the fiscal year ended September 30, 2014.

**Funding Policy**

The Property Appraiser’s contributions to the FRS for fiscal years ended September 30, 2012 through 2014 were: \$158,965, \$200,917, and \$344,841, respectively, which were equal to the required contribution for each fiscal year.

Employees are required to contribute 3% towards the FRS. Employee withholdings for this purpose amounted to \$85,089, \$85,590, and \$88,766 for the fiscal years ended September 30, 2012 through 2014, respectively, which were equal to the required contribution for each fiscal year.

**NOTE 4 - INSURANCE COVERAGE**

The Property Appraiser participates in the County’s self-insurance and commercial programs. Osceola County is self-insured for workers’ compensation and dental claims. Commercial insurance is purchased for all other risks, including property and casualty, vehicle, public officials, medical, life, and long-term disability. Purchased coverage is at levels such that the County does not retain risk of loss, and the amount of claims settlements did not exceed insurance coverage during the past three fiscal years. Payments are made to the County in the amounts needed to pay prior-year and current-year claims. All required payments have been made during the fiscal year.

**NOTE 5 - LONG-TERM LIABILITIES**

The Property Appraiser incurs a liability for employees’ rights to receive compensation for future absences when certain conditions are met. The Property Appraiser is not legally required and does not accumulate expendable, available financial resources to liquidate this obligation. A summary of changes in long-term liabilities for the fiscal year ended September 30, 2014 is as follows:

	Balance October 1, 2013	Additions	Deletions	Balance September 30, 2014
Compensated absences	\$289,002	\$207,371	\$(206,964)	\$289,408

**NOTE 6 - COMMITMENTS AND CONTINGENCIES**

Various lawsuits and claims arising in the ordinary course of operations are pending against the Property Appraiser. These primarily relate to property assessments within the County. The ultimate effect of such litigation cannot be ascertained at this time. In the opinion of the Property Appraiser's management, the liabilities that may arise from such action would not result in losses that would materially affect the financial position of the Property Appraiser or its changes in financial position.

**NOTE 7 - OTHER POST-EMPLOYMENT BENEFITS**

All eligible employees of the Property Appraiser participate in the Osceola County, Florida plan. A detailed plan description and the amount of any liability for the employees of the Property Appraiser has been reported in the September 30, 2014, Osceola County, Florida CAFR.

## **COMPLIANCE SECTION**



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

To the Honorable Katrina S. Scarborough  
Osceola County Property Appraiser  
Kissimmee, Florida

We have audited the financial statements of the Osceola County Property Appraiser (the “Property Appraiser”) as of and for the year ended September 30, 2014, and have issued our report thereon dated December 5, 2014. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Property Appraiser’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 Property Appraiser’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Property Appraiser’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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

To the Honorable Katrina S. Scarborough  
Osceola County Property Appraiser

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Property Appraiser's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and 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 that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Property Appraiser in a separate letter dated December 5, 2014.

### **Purpose of this Report**

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

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A."

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
December 5, 2014



**INDEPENDENT ACCOUNTANT'S REPORT**

To the Honorable Katrina S. Scarborough  
Osceola County Property Appraiser  
Kissimmee, Florida

We have examined the Property Appraiser of Osceola County, Florida's (the "Property Appraiser") compliance with the requirements of Section 218.415, Florida Statutes during the fiscal year ended September 30, 2014. Management is responsible for the Property Appraiser's compliance with those requirements. Our responsibility is to express an opinion on the Property Appraiser's compliance based on our examination.

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

In our opinion, the Property Appraiser complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2014.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
December 5, 2014

## **INDEPENDENT AUDITOR'S MANAGEMENT LETTER**

To the Honorable Katrina S. Scarborough  
Osceola County Property Appraiser  
Kissimmee, Florida

We have audited the basic financial statements of the Property Appraiser of Osceola County, Florida (the "Property Appraiser") as of and for the fiscal year ended September 30, 2014, and have issued our report thereon dated December 5, 2014.

### **Auditor's Responsibility**

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

### **Other Reports and Schedule**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standard* and Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, Section 601, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports, which are dated December 5, 2014, 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. In connection with the preceding audit, there were no findings or recommendations.

### **Other Matters**

- 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.
- Section 10.554(1)(i)3., *Rules of the Auditor General*, requires that we address 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 have any such findings.

To the Honorable Katrina S. Scarborough  
Osceola County Property Appraiser

- 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 basic financial statements.

**Purpose of this Letter**

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

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A."

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
December 5, 2014

**OSCEOLA COUNTY SUPERVISOR OF ELECTIONS**

**FINANCIAL STATEMENTS**

**Year Ended September 30, 2014**

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**INDEPENDENT AUDITOR'S REPORT**

To the Honorable Mary Jane Arrington  
Osceola County Supervisor of Elections  
Kissimmee, Florida

**Report on the Financial Statements**

We have audited the accompanying financial statements of the Osceola County, Florida Supervisor of Elections (the "Supervisor of Elections"), as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the Supervisor of Elections' 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 statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 opinion.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Supervisor of Elections as of September 30, 2014, and the respective change in financial position, and the budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

To the Honorable Mary Jane Arrington  
Osceola County Supervisor of Elections

**Emphasis-of-Matter**

As described in Note 1 to the financial statements, the accompanying financial statements were prepared for the purpose of complying with Section 218.39, Florida Statutes, and Section 10.557(3), Rules of the Auditor General for Local Governmental Entity Audits. These financial statements are not intended to be a complete presentation of financial position of Osceola County, Florida, as of September 30, 2014, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 6, 2015, on our consideration of the Supervisor of Elections' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Supervisor of Elections' internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A." The signature is written in a cursive, flowing style.

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
January 6, 2015

**OSCEOLA COUNTY SUPERVISOR OF ELECTIONS**

**BALANCE SHEET - GOVERNMENTAL FUNDS**

**September 30, 2014**

**ASSETS**

	General Fund	Special Revenue Fund - Grants	Total
Cash	\$ 365,261	\$ -	\$ 365,261
TOTAL ASSETS	<u>\$ 365,261</u>	<u>\$ -</u>	<u>\$ 365,261</u>

**LIABILITIES AND FUND BALANCE**

<b>LIABILITIES</b>			
Accounts payable	\$ 1,861	\$ -	\$ 1,861
Accrued liabilities	32,695	-	32,695
Due to Board of County Commissioners	330,705	-	330,705
TOTAL LIABILITIES	<u>365,261</u>	<u>-</u>	<u>365,261</u>
<b>FUND BALANCE</b>			
	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 365,261</u>	<u>\$ -</u>	<u>\$ 365,261</u>

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY SUPERVISOR OF ELECTIONS**

**STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS**

**Year Ended September 30, 2014**

	<u>General Fund</u>	<u>Special Revenue Fund - Grants</u>	<u>Total</u>
<b>REVENUES</b>			
Intergovernmental	\$ -	\$ 27,380	\$ 27,380
Interest	2,287	23	2,310
Miscellaneous income	8,412	-	8,412
<b>TOTAL REVENUES</b>	<u>10,699</u>	<u>27,403</u>	<u>38,102</u>
<b>EXPENDITURES</b>			
Current:			
General government:			
Salaries and benefits	1,392,473	-	1,392,473
Operating expenditures	838,769	31,510	870,279
Capital outlay	813,272	-	813,272
<b>TOTAL EXPENDITURES</b>	<u>3,044,514</u>	<u>31,510</u>	<u>3,076,024</u>
<b>DEFICIENCY OF REVENUES UNDER EXPENDITURES</b>	<u>(3,033,815)</u>	<u>(4,107)</u>	<u>(3,037,922)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from Board of County Commissioners	3,368,627	-	3,368,627
Transfers to Board of County Commissioners	(330,705)	-	(330,705)
Transfers from other funds	-	4,107	4,107
Transfers to other funds	(4,107)	-	(4,107)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>3,033,815</u>	<u>4,107</u>	<u>3,037,922</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	-	-
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements.

**OSCEOLA COUNTY SUPERVISOR OF ELECTIONS**

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

**Year Ended September 30, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Interest	\$ -	\$ -	\$ 2,287	\$ 2,287
Miscellaneous income	-	-	8,412	8,412
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>10,699</u>	<u>10,699</u>
<b>EXPENDITURES</b>				
Current:				
General Government:				
Salaries and benefits	1,593,503	1,523,035	1,392,473	130,562
Operating expenditures	794,381	869,381	838,769	30,612
Capital outlay	976,211	976,211	813,272	162,939
TOTAL EXPENDITURES	<u>3,364,095</u>	<u>3,368,627</u>	<u>3,044,514</u>	<u>324,113</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(3,364,095)</u>	<u>(3,368,627)</u>	<u>(3,033,815)</u>	<u>334,812</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from Board of County Commissioners				
	3,364,095	3,368,627	3,368,627	-
Transfers to Board of County Commissioners				
	-	-	(330,705)	(330,705)
Transfers to other funds				
	<u>-</u>	<u>-</u>	<u>(4,107)</u>	<u>(4,107)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>3,364,095</u>	<u>3,368,627</u>	<u>3,033,815</u>	<u>(334,812)</u>
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements.

# OSCEOLA COUNTY SUPERVISOR OF ELECTIONS

## NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 2014

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies used in the preparation of these financial statements.

#### **Reporting Requirement**

The Osceola County, Florida Supervisor of Elections (the “Supervisor of Elections”) is a separately elected county official, established pursuant to the Constitution of the State of Florida. These financial statements are not intended to be a complete presentation of financial position of Osceola County, Florida, as of September 30, 2014, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. These financial statements are presented to comply with the requirements of Section 218.39, *Florida Statutes*, and Section 10.557(3) of the *Rules of the Auditor General for Local Governmental Entity Audits*. The Supervisor of Elections’ General Fund is combined with the Board of County Commissioners’ (the “Board”) and other constitutional officers’ general funds in the Osceola County, Florida Comprehensive Annual Financial Report (“CAFR”) to properly reflect the county-wide General Fund.

#### **Description of Fund**

The accounting records are organized on the basis of funds and classified for reporting purposes into two basic governmental fund types:

General Fund – The General Fund is a governmental fund used to account for all revenues and expenditures applicable to the general operations of the Supervisor of Elections. The General Fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources, rather than upon net income determination).

Special Revenue Fund – The Special Revenue Fund is a governmental fund used to account for all revenues and expenditures applicable to the grants of the Supervisor of Elections. The Special Revenue Fund measurement focus is based upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources, rather than upon net income determination).

#### **Basis of Accounting and Presentation**

The accounts of the Governmental Fund are maintained on the modified accrual basis of accounting. Under the modified accrual basis of accounting, expenditures are recorded at the time liabilities are incurred and revenues are recorded when received in cash or when they are considered both measurable and available and, as such, susceptible to accrual.

The extent to which General Fund revenues exceed General Fund expenditures is reflected as a liability in compliance with Florida Statutes.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Budgetary Requirements and Basis**

Expenditures are controlled by appropriations in accordance with the budget requirements set forth in the Florida Statutes. The budgeted revenues and expenditures in these financial statements reflect all amendments approved by the Board of County Commissioners. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America.

**Transfers**

In accordance with Florida Statutes, all unexpended balances at year end are owed to the Board. These excess fees are reported as transfers (out). Appropriations from the Board of County Commissioners are presented as transfers in.

**Estimates**

The preparation of these financial statements requires management to make estimates that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amount of revenues and expenditures during the reporting period. Actual results could differ from these estimates.

**Fund Balance**

Fund balances in the Supervisor of Elections Special Revenue Funds are classified as restricted. Fund balances can only be spent for specific purposes, which are externally imposed by third parties (grantors, contributors) or amounts constrained due to constitutional provisions or enabling legislation.

**NOTE 2 - CASH**

The Supervisor of Elections maintains its own cash accounts. The Supervisor of Elections maintains various demand deposit accounts, which are insured by the Federal Deposit Insurance Corporation, or are covered by the State of Florida collateral pool; a multiple-financial institution pool with the ability to assess its members for collateral shortfalls if a member institution fails.

**NOTE 3 - PENSION PLAN**

**Plan Description**

The Supervisor of Elections' employees participate in the Florida Retirement System ("FRS"), a multiple-employer, cost-sharing, retirement system administered by the Florida Department of Management Services. The Supervisor of Elections' employees have the option of choosing between either a defined contribution plan or a defined benefit plan. As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. For a detailed plan description, see the Osceola County, Florida CAFR for the fiscal year ended September 30, 2014.

**Funding Policy**

The Supervisor of Elections' contributions to the FRS for fiscal years ended September 30, 2012 through 2014 were \$49,358, \$65,626 and \$112,690, respectively, which were equal to the required contribution for each fiscal year.

Employees are required to contribute 3% towards the FRS. Employee withholdings for this purpose amounted to \$24,389, \$24,168 and \$22,637 for the fiscal years ended September 30, 2012 through 2014, respectively, which were equal to the required contribution for each fiscal year.

**NOTE 4 - INSURANCE COVERAGE**

Osceola County is self-insured for workers' compensation and dental claims. Commercial insurance is purchased for all other risks, including property and casualty, vehicle, and public officials. Purchased coverage is at levels, such that the County does not retain risk of loss, and the amount of claims settlements did not exceed insurance coverage during the past three fiscal years. The Supervisor of Elections participates in the County's self-insurance program. Payments are made to the County in the amounts needed to pay prior and current-year claims. All required payments have been made during the fiscal year.

**NOTE 5 - LONG-TERM LIABILITIES**

The Supervisor of Elections accrues a liability for employees' rights to receive compensation for future absences when certain conditions are met. The Supervisor of Elections is not legally required to and does not accumulate expendable available financial resources to liquidate this obligation. A summary of changes in long-term liabilities for the fiscal year ended September 30, 2014, is as follows:

	Balance October 1, 2013	Additions	Retirements	Balance September 30, 2014
Compensated absences	\$72,123	\$66,139	\$69,727	\$68,535

**NOTE 6 - OTHER POST-EMPLOYMENT BENEFITS**

All eligible employees of the Supervisor of Elections participate in the Osceola County, Florida plan. A detailed plan description and the amount of any liability for the employees of the Supervisor of Elections, has been reported in the September 30, 2014 Osceola County, Florida CAFR.

## **COMPLIANCE SECTION**

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

To the Honorable Mary Jane Arrington  
Osceola County Supervisor of Elections  
Kissimmee, Florida

We have audited the financial statements of the Osceola County Supervisor of Elections (the “Supervisor of Elections”) as of and for the year ended September 30, 2014, and have issued our report thereon dated January 6, 2015. 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.

**Internal Control over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or 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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

To the Honorable Mary Jane Arrington  
Osceola County Supervisor of Elections

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Supervisor of Elections' financial statements are free of 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 that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Supervisor of Elections in a separate letter dated January 6, 2015.

### **Purpose of this Report**

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

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A." The signature is written in a cursive, flowing style.

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
January 6, 2015

**INDEPENDENT ACCOUNTANT'S REPORT**

To the Honorable Mary Jane Arrington  
Osceola County Supervisor of Elections  
Kissimmee, Florida

We have examined the Supervisor of Elections of Osceola County, Florida's (the "Supervisor of Elections") compliance with the requirements of Section 218.415, Florida Statutes, during the fiscal year ended September 30, 2014. Management is responsible for the Supervisor of Elections' compliance with those requirements. Our responsibility is to express an opinion on the Supervisor of Elections' compliance based on our examination.

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

In our opinion, the Supervisor of Elections complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2014.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
January 6, 2015

**INDEPENDENT AUDITOR'S MANAGEMENT LETTER**

To the Honorable Mary Jane Arrington  
Osceola County Supervisor of Elections  
Kissimmee, Florida

We have audited the basic financial statements of the Supervisor of Elections of Osceola County, Florida (the "Supervisor of Elections") as of and for the fiscal year ended September 30, 2014, and have issued our report thereon dated January 6, 2015.

**Auditor's Responsibility**

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

**Other Reports and Schedule**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standard* and Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, Section 601, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports, which are dated January 6, 2015, 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. In connection with the preceding audit, there were no findings or recommendations.

**Other Matters**

- 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.
- Section 10.554(1)(i)3., *Rules of the Auditor General*, requires that we address 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 have any such findings.

To the Honorable Mary Jane Arrington  
Osceola County Supervisor of Elections

- 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 basic financial statements.

**Purpose of this Letter**

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

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A." The signature is written in a cursive, flowing style.

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
January 6, 2015



*Poinciana Parkway Project - Osceola County Expressway Authority*



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