



Marion County, Florida

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2017

MENU

INTRODUCTORY SECTION

FINANCIAL SECTION

STATISTICAL SECTION

COMPLIANCE SECTION

MARION COUNTY, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**For the Fiscal Year Ended
September 30, 2017**

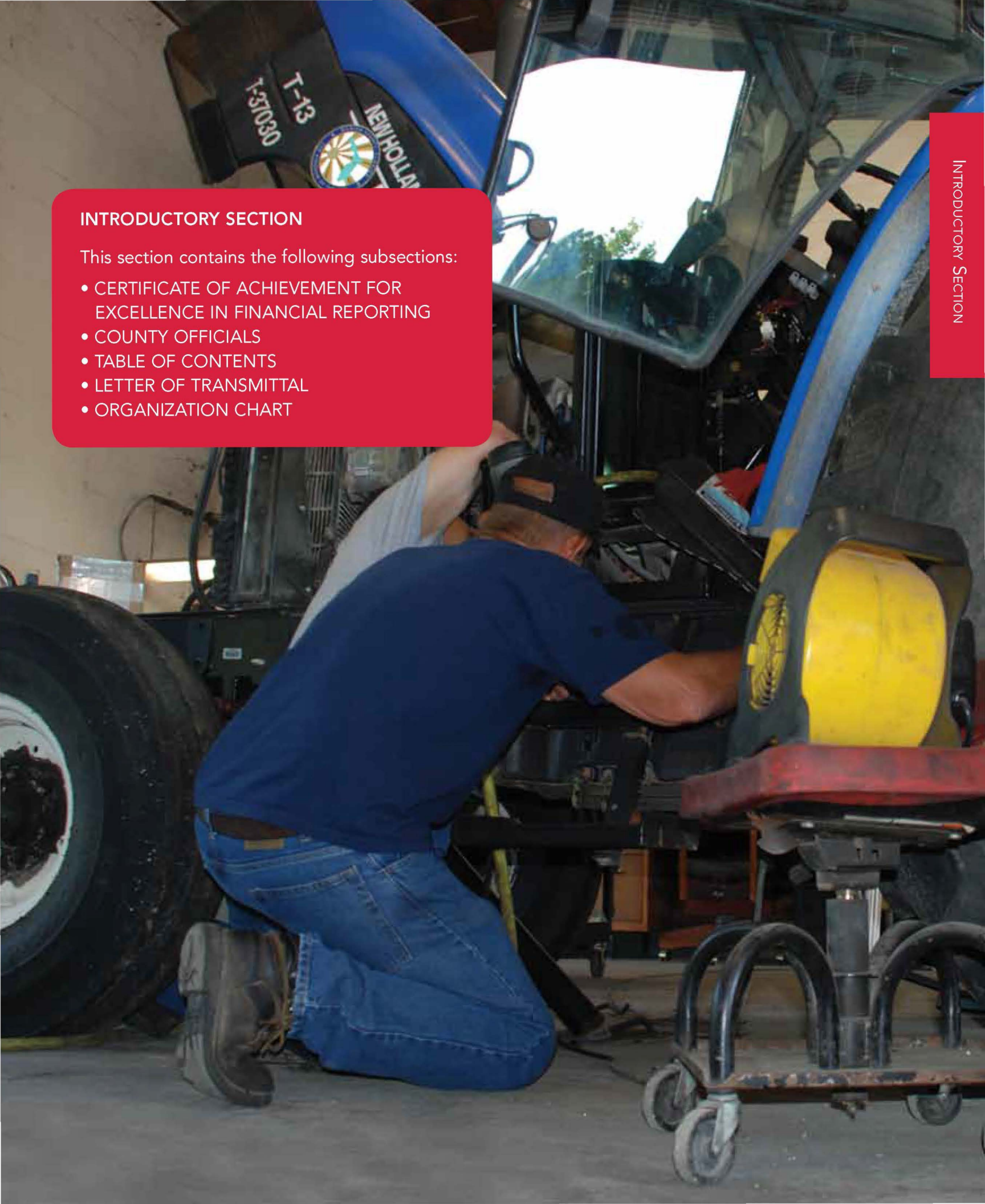
*Prepared by:
Finance Department
Office of the Clerk of
the Circuit Court
and Comptroller*



INTRODUCTORY SECTION

This section contains the following subsections:

- CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING
- COUNTY OFFICIALS
- TABLE OF CONTENTS
- LETTER OF TRANSMITTAL
- ORGANIZATION CHART





Government Finance Officers Association

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

Presented to

**Marion County
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2016

Christopher P. Morill

Executive Director/CEO

**MARION COUNTY, FLORIDA
COUNTY OFFICIALS**

BOARD OF COUNTY COMMISSIONERS

Carl Zalak, III Chairman – District 4
Kathy Bryant Vice Chair – District 2
David Moore Commissioner – District 1
Jeff Gold Commissioner – District 3
Michelle Stone Commissioner – District 5

ELECTED COUNTY OFFICERS

David R. Ellspermann Clerk of the Circuit Court and Comptroller
Villie M. Smith Property Appraiser
Billy Woods Sheriff
Wesley Wilcox Supervisor of Elections
George Albright Tax Collector

**MARION COUNTY, FLORIDA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED SEPTEMBER 30, 2017**

TABLE OF CONTENTS

INTRODUCTORY SECTION

Certificate of Achievement for Excellence in Financial Reporting	i
County Officials	ii
Table of Contents	iii
Letter of Transmittal	vii
Organization Chart	xiii

FINANCIAL SECTION

Independent Auditors' Report	1
Management's Discussion and Analysis	4
Basic Financial Statements:	
<i>Government-wide Financial Statements:</i>	
Statement of Net Position	18
Statement of Activities	19
<i>Fund Financial Statements:</i>	
Balance Sheet – Governmental Funds	20
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	22
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	24
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	26
Statement of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual - General Fund	28
Statement of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual – MSTU for Law Enforcement	29
Budget and Actual – Silver Springs CRA Trust Fund	30
Budget and Actual – Fire, Rescue & EMS	31
Statement of Net Position – Proprietary Funds	32
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds	34
Statement of Cash Flows – Proprietary Funds	35
Statement of Fiduciary Assets and Liabilities – Agency Funds	37
Statement of Net Position – Component Units	38
Statement of Activities – Component Units	39
<i>Notes to the Financial Statements</i>	<i>40</i>

Required Supplementary Information:

Other Postemployment Benefits:

Schedule of Funding Progress 78
Schedule of Employer Contributions 78

Retirement Benefits:

Schedule of Proportionate Share of Net Pension Liability 79
Schedule of Contributions 80

Other Supplementary Information:

General Fund:

Combining Balance Sheet – General Fund by Category 84
Combining Schedule of Revenues, Expenditures, and Changes in
Fund Balance – General Fund by Category 86
Combining Schedule of Revenues, Expenditures, and Changes in Fund
Balance – Budget and Actual - General Fund 88

Non-Major Governmental Funds:

Combining Balance Sheet – All Nonmajor Governmental Funds 108
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – All Nonmajor Governmental Funds 109
Combining Balance Sheet - Special Revenue Funds 110
Combining Statement of Revenues, Expenditures, and Changes in Fund
Balances – Nonmajor Governmental - Special Revenue Funds 116

Budgetary Comparison Schedules - Special Revenue Funds:

Fines and Forfeitures 122
80% Gas Tax Construction 123
20% Gas Tax Construction 124
County Transportation Maintenance Fund 125
Sidewalk Construction 126
Dunnellon Airport 127
Alcohol and Drug Abuse Trust Fund 128
2nd Local Option Fuel Tax 129
Marion County Health Department 130
Criminal Justice Court Costs 131
Law Enforcement Trust 132
Sheriff’s Educational 133
911 Management 134
Building Department 135
Tourist Development 136
Parks and Recreation Fees 137
Local Housing Assistance Trust 138
Medical Examiner 139
Impact Fee Ordinance Trust – Districts 1-4 140
Impact Fee Trust Fund – East & West Districts 144
Rainbow Lakes Estates MSD 146
Rainbow Lakes Estates Fire Protection 147
Marion Oaks MSTU 148
MSTU for Road Improvement Special Assessments – All Funds 149
Silver Springs Shores MSTU 150
MSTU for Recreation Special Assessments – All Funds 151
MSTU for Street Lighting Special Assessments – All Funds 152
Fire Rescue Impact Fees 153
Stormwater Program 154
MSTU for General Services Special Assessments – All Funds 155
Clerk of the Circuit Court Trust Fund 156

Combining Balance Sheet–Nonmajor Governmental–Debt Service Funds	158
Combining Statement of Revenues, Expenditures, and Changes Fund Balances –Nonmajor Governmental - Debt Service Funds	162
<i>Budgetary Comparison Schedules – Debt Service Funds:</i>	
Parks and Land Acquisition Debt Service	166
Public Improvement Transportation Debt Service	167
Special Assessment Bonds, Series 2006A	168
Special Assessment Bonds, Series 2007A	169
Special Assessment Bonds, Series 2007B	170
Special Assessment Bonds, Series 2008A	171
Special Assessment Bonds, Series 2008B	172
Special Assessment Bonds, Series 2009A	173
Special Assessment Bonds, Series 2010A	174
Special Assessment Bonds, Series 2011A	175
Special Assessment Bonds, Series 2012A	176
Special Assessment Bonds, Series 2013A	177
Special Assessment Bonds, Series 2014A	178
Special Assessment Bonds, Series 2015A	179
Special Assessment Bonds, Series 2016A	180
Combining Balance Sheet –Nonmajor Governmental–Capital Projects Funds	182
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –Nonmajor Governmental - Capital Projects Funds	186
<i>Budgetary Comparison Schedules – Capital Projects Funds:</i>	
Parks Capital Projects	189
CIP Capital Projects	190
Surtax Capital Projects	191
SELP Capital Projects	192
Infrastructure Surtax Capital Projects	193
Public Improvement Transportation Capital Projects	194
Special Assessment Bonds, Series 2014A	195
Special Assessment Bonds, Series 2015A	196
Special Assessment Bonds, Series 2016A	197
Special Assessment Bonds, Series 2017A	198
<i>Fiduciary Funds – Agency Funds:</i>	
Combining Statement of Fiduciary Assets and Liabilities– Agency Funds	200
Statement of Changes in Fiduciary Assets and Liabilities – Agency Funds	201

STATISTICAL SECTION

Schedule 1	Net Position by Component – Last Ten Fiscal Years	204
Schedule 2	Changes in Net Position – Last Ten Fiscal Years	206
Schedule 3	Fund Balances, Governmental Funds – Last Ten Fiscal Years	210
Schedule 4	Changes in Fund Balances, Governmental Funds – Last Ten Fiscal Years	212
Schedule 5	Assessed and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years	214
Schedule 6	Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years	216
Schedule 7	Principal Property Taxpayers – Current Year and Nine Years Ago	220
Schedule 8	Property Tax Levies and Collections – Last Ten Fiscal Years	221

Schedule 9	Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	222
Schedule 10	Ratios of Net General Bonded Debt Outstanding – Last Ten Fiscal Years	224
Schedule 11	Pledged Revenue Coverage – Last Ten Fiscal Years	226
Schedule 12	Demographic and Economic Statistics – Last Ten Fiscal Years	228
Schedule 13	Principal Employers – Current Year and Nine Years Ago	229
Schedule 14	Marion County Government Employees by Function/Program – Last Ten Fiscal Years	230
Schedule 15	Operating Indicators by Function/Program – Last Ten Fiscal Years	232
Schedule 16	Capital Asset Statistics by Function/Program – Last Ten Fiscal Years	234

COMPLIANCE SECTION

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	238
Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and on Internal Control Over Compliance Required by the Uniform Guidance and Chapter 10.550, <i>Rules of the Auditor General</i>	240
Schedule of Expenditures of Federal Awards and State Financial Assistance	243
Schedule of Findings and Questioned Costs - Federal Award Programs and State Projects	247
Independent Accountants' Report on Compliance with Section 218.415, Florida Statutes	249
Independent Accountants' Report on Compliance with Sections 365.172(10) and 365.173(2)(d), Florida Statutes	250
Management Letter	251
Impact Fee Affidavit	253



CLERK OF THE CIRCUIT COURT AND COMPTROLLER
David R. Ellspermann

March 15, 2018

To the Honorable Members of the
Board of County Commissioners and
Citizens of Marion County

Florida Statutes require that all general-purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP), and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby submit the comprehensive annual financial report of the County of Marion, Florida (County) for the fiscal year ended September 30, 2017.

The report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the costs of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by an independent firm of certified public accountants, Purvis Gray & Company. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2017, are free of material misstatement. The independent audit involved examining, on a test

Marion County Clerk of the Circuit Court and Comptroller

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basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended September 30, 2017, are fairly presented in conformity with GAAP. The report of independent accountants is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited County's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and state awards. These reports are in the compliance section of this report.

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

Profile of the County of Marion, Florida

Marion County was created by the Florida Legislature on March 14, 1844 from land formerly part of Alachua, Hillsborough and Orange Counties. The County is located in North Central Florida, encompassing more than 1,652 square miles making it one of Florida's larger Counties. The eastern quarter of the County contains the Ocala National Forest which is one of the most visited national forests in America. The forest, along with its lakes and rivers, provide recreational opportunities for thousands of visitors each year.



Marion County is a political subdivision of the State of Florida. As such, it is governed by and derives its operating authority from the constitution and laws of the State of Florida. The County operates under a commission/administrator form of government, with a governing board consisting of five county commissioners, elected at-large to staggered four-year terms. Each commission member must meet district residency requirements. In addition to the Board of County Commissioners (BCC), there are five elected constitutional officers performing specifically designated governmental functions: The Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. The BCC exercises a varying degree of budgetary control, but not administrative control, over the activities of the constitutional officers. During fiscal year 2016-2017, the Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector each operated their respective offices as budget officers with funding provided by the BCC 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 BCC. The Clerk of the Circuit Court and Comptroller operates as a budget officer, a fee officer, and receives State funding for the courts (Fee officers are authorized to retain revenues generated within their offices for the purpose of defraying the costs of operation). As Clerk to the BCC, the duties of the Clerk of the Circuit Court and Comptroller, as set forth in the Florida Constitution, include those of county auditor, accountant and custodian of county funds.

The financial reporting entity (the County) includes all the funds of the primary government (Marion County Board of County Commissioners) as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. The County provides a full range of services including jails, police and fire protection, solid waste disposal, sewer and water services, the construction and maintenance of highways, streets and infrastructure, recreational activities, planning and zoning services, and economic development programs.

Blended component units, although legally separate entities, are in substance part of the primary government operation, and are included as part of the primary government. Accordingly, the Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector are included as blended component units of the County.

Factors Affecting Financial Condition

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

Local Economy

The Ocala MSA (Marion County) continues to experience positive growth as demonstrated by being named to the *Forbes* magazine list of Top 10 Metros for Highest Job Growth for the 5th consecutive year. The unemployment rate for the area ended down year over year. More importantly, wages continued to track upward with the latest year-end wages (2016) showing a 3.8% increase, which is more than double the state average. The Ocala MSA ranked second in the state in both percentage and net growth.

Expansions and new announcements continued on a healthy clip with major new investments announced by Cardinal LG (manufacturing), Wells Pharmaceuticals (distribution), and Mestizo Foods (manufacturing). Previously announced investments by AutoZone (distribution) and Chewy.com (distribution) resulted in nearly 1.1 million square feet of new industrial space coming online at the end of 2017.

Entrepreneurship and technology-related companies continue to grow with four local companies being named to the *Inc. 5000* list and five earning *Florida Companies to Watch* (FCTW) designations. The five earning FCTW designation resulted in Ocala MSA companies composing 10% of the statewide list.

Home sales continued to be strong despite shrinking inventories. Among 112 metropolitan statistical areas with a population of 200,000 or more, Ocala had the biggest year-over-year increase in home prices at 14.3% (Axiom Data Solutions, February 2018).

Long-Term Financial Planning

The BCC have identified improvements to be made as part of their Capital Improvement Program (CIP) for fiscal years 2016-2017 through 2020-2021. The CIP includes capital improvements in the amount of \$131,027,817 of which \$2,542,591 is to be funded from the initial proceeds of a one percent local option sales tax levied through public referendum and in effect for the calendar years of 2017 through 2020. The local option sales tax is expected to generate \$137,543,852 for Marion County over the four-year term and will provide funding for transportation infrastructure and capital for public safety purposes.

Planned CIP general capital improvements include various improvements to Health Department facilities, upgrades to energy management systems, upgrades to heating and cooling systems, re-roofing projects and improvements to the Southeastern Livestock Pavilion. Grant funded general capital improvements include building renovation to house the Veterans Services Center. In addition to their CIP, the BCC adopted a Transportation Improvement Program (TIP) which identified improvements to be made to the County's road

system for fiscal years 2016-2017 through 2020-2021. The total projected cost of transportation improvements identified in the TIP is \$153,852,480.

Relevant Financial Policies

Pension Plan

The County provides pension benefits for all employees through a statewide plan managed by the Florida Department of Management Services, Division of Retirement. The statewide plan is a contributory pension plan. The County complies with the Governmental Accounting Standards Board (GASB) Statement No. 68 "*Accounting and Financial Reporting for Pensions*," in regard to recognizing its unfunded portion of the statewide plan as a liability. This is reflected in the financial statements and notes within this Comprehensive Annual Financial Report.

Fund Balance Policy

The County has established a fund balance policy in accordance with GASB Statement No. 54 "*Fund Balance Reporting and Governmental Fund Type Definitions*". The purpose of the fund balance policy is to establish a key element of the financial stability of the County by setting guidelines for fund balance. Unassigned fund balance is an important measure of economic stability. It is essential that the county maintain adequate levels of unassigned fund balance to mitigate financial risk that can occur from unforeseen revenue fluctuations, unanticipated expenditures, and similar circumstances. The fund balance also provides cash flow liquidity for the County's general operations.

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 Marion County, Florida for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2016. This was the thirty-second consecutive year that the government has achieved this prestigious award (fiscal years ended 1985-2016). In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR 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.

A CAFR of this nature could not have been prepared without the efficient and dedicated service of all staff members involved. We would like to express our

appreciation to the staff of the Clerk of the Circuit Court and Comptroller Finance and Budget Departments for their efforts in producing this report, and to Purvis Gray & Company; Crippen & Co.; Milestone Professional Services, Inc.; and Vision PR & Marketing for their contributions to the design, preparation, and publication of this document. Finally, our thanks for the interest and support of the Board of County Commissioners in planning and conducting the fiscal operations of Marion County.

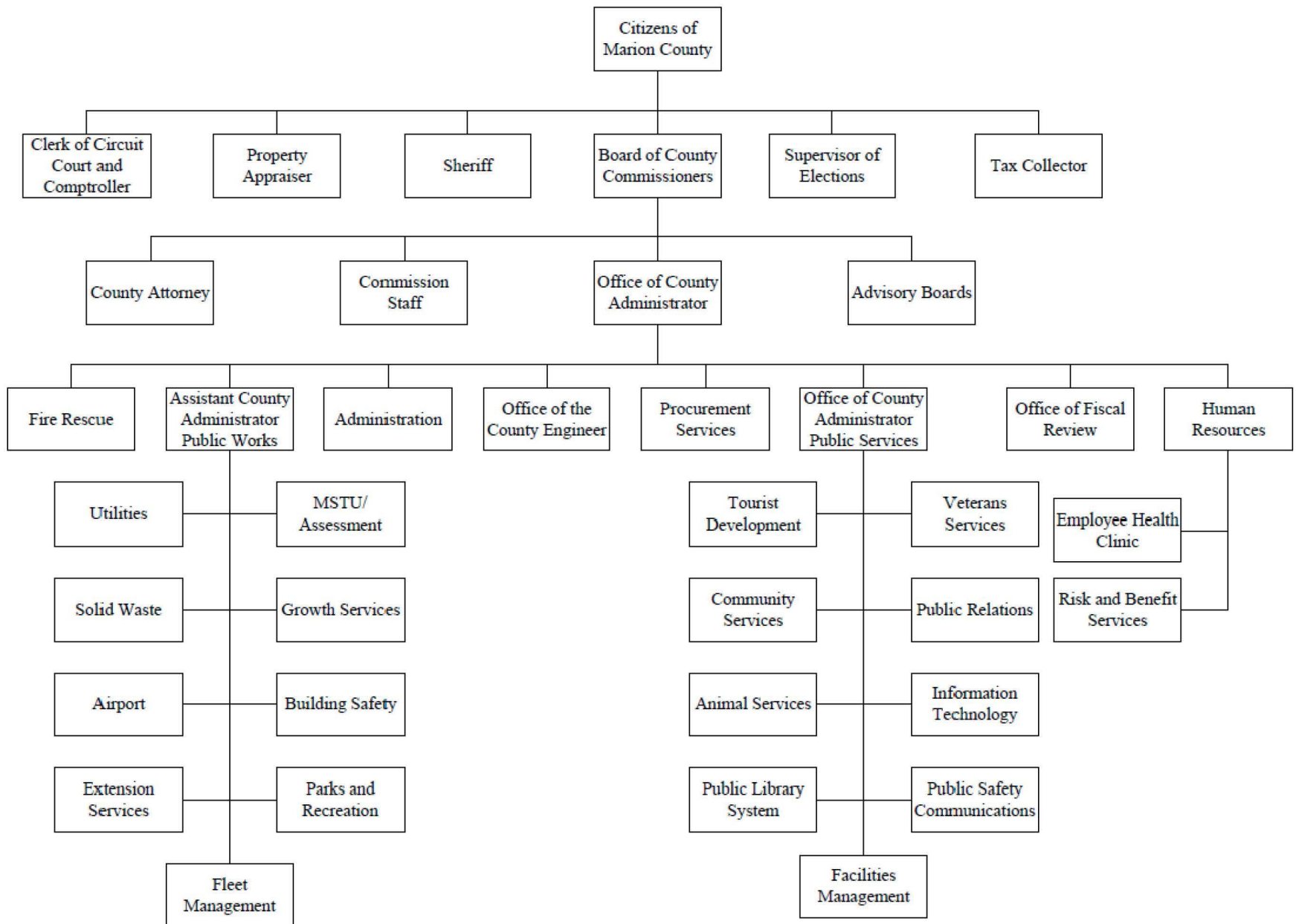
Respectfully submitted,



David R. Ellspermann
Clerk of the Circuit Court
and Comptroller



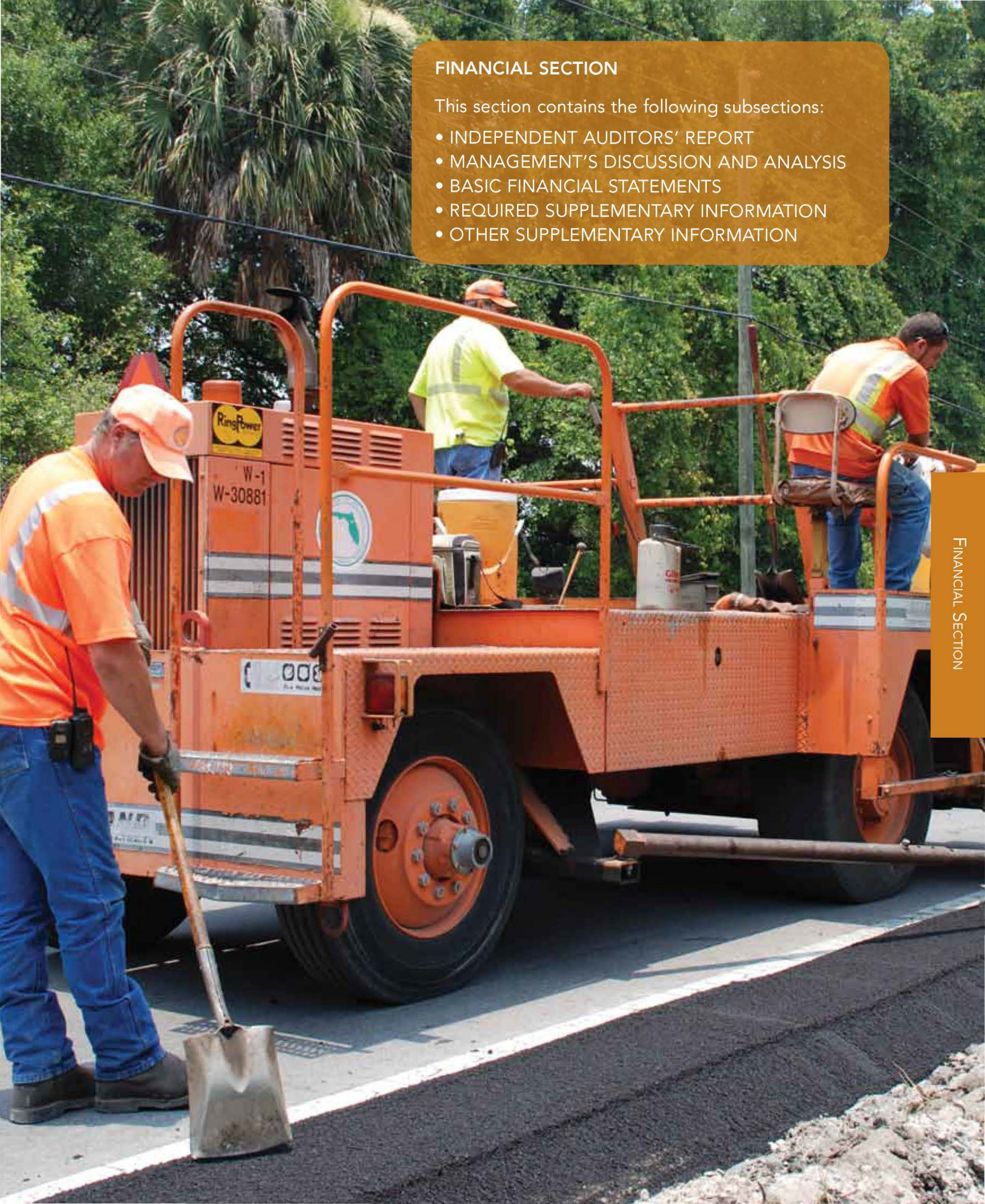
John W. Garri, CPA
Finance Director



FINANCIAL SECTION

This section contains the following subsections:

- INDEPENDENT AUDITORS' REPORT
- MANAGEMENT'S DISCUSSION AND ANALYSIS
- BASIC FINANCIAL STATEMENTS
- REQUIRED SUPPLEMENTARY INFORMATION
- OTHER SUPPLEMENTARY INFORMATION



INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Marion County, Florida
Ocala, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of Marion County, Florida (Marion County) as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise Marion County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Certified Public Accountants

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MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

Board of County Commissioners
Marion County, Florida
Ocala, Florida

INDEPENDENT AUDITORS' REPORT
(Continued)

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 units, each major fund and the aggregate remaining fund information of Marion County, as of September 30, 2017, and the respective changes in financial position, and where applicable, cash flows, thereof and the respective budgetary comparison for the general fund and major special revenue funds, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, schedule of funding progress and employee contributions, schedule of proportionate share of net pension liability, and schedule of contributions 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 Marion County's financial statements as a whole. The introductory section, combining and individual nonmajor fund statements, schedules and statistical section 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 nonmajor 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 information is 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.

Board of County Commissioners
Marion County, Florida
Ocala, Florida

INDEPENDENT AUDITORS' REPORT
(Concluded)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 15, 2018, on our consideration of Marion 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 Marion County's internal control over financial reporting and compliance.

Durvis, Gray and Company, LLP

March 15, 2018
Ocala, Florida

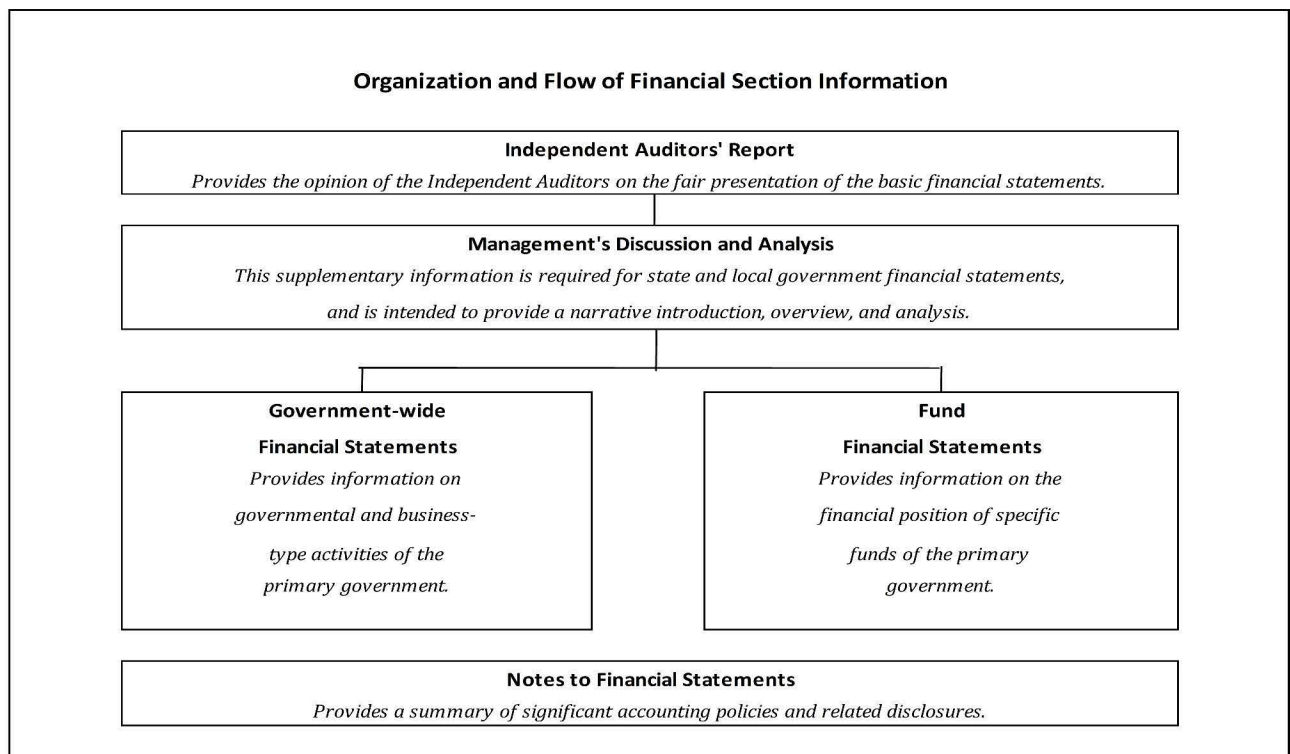
This Management's Discussion and Analysis ("MD&A") presents an overview of the financial activities of Marion County, Florida (the "County") for the fiscal year ended September 30, 2017. Please read it in conjunction with the Letter of Transmittal and the County's financial statements.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2017 by \$1,499,446,066 (net position). Of this amount, \$(34,775,760) is deficit unrestricted net position.
- The County's total net position increased by \$16,834,683 in comparison with the prior year. Of this increase, \$13,954,441 was attributed to governmental activities and \$2,880,242 to business-type activities.
- At September 30, 2017, the County's governmental funds reported combined ending fund balances of \$170,733,710, an increase of \$35,003,461 in comparison with the prior year.
- At September 30, 2017, unassigned fund balance for the General Fund was \$14,737,338 or 8.8% of total General Fund expenditures.

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 comprise 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, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between them 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. Additionally, nonfinancial factors, such as a change in the County's property tax base or the condition of County facilities and infrastructure, should be considered to assess the overall health of the County.

The *statement of activities* presents information showing how the government's net position changed during fiscal year 2017. All changes in net position are reported as soon as the underlying event, giving rise to the change, occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of these 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 activities. The business-type activities of the County include solid waste disposal and water and wastewater utilities.

The government-wide financial statements include not only the County itself (known as the primary government) but also legally separate entities known as Component Units. Component units, which are other governmental units over which the County Commission can exercise influence and/or may be obligated to provide financial subsidy, are presented as a separate column in the government-wide financial statements and as individual activities in the basic and fund financial statements. The County's component units will not be addressed in this MD&A.

Fund financial statements

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains dozens of individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, MSTU for Law Enforcement, Silver Springs CRA Trust Fund, and Fire Rescue & EMS Fund, which are considered to be major funds. Individual fund data for the General Fund, combining the Board of County Commissioners, Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections and Tax Collector is provided in the form of *combining statements* in the other supplemental information section of this report. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* in the other supplemental information section of this report.

The County adopts an annual appropriated budget for its general, special revenue, and debt service funds and project-length budgets for the capital projects funds. Budgetary comparison schedules have been provided for these funds to demonstrate budgetary compliance.

The County maintains two different types of *proprietary funds*. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for the fiscal activities relating to solid waste disposal, and water and wastewater utilities. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses the internal service fund to account for its self-insurance and risk management program. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Solid Waste and Marion County Utility funds, which are considered to be major funds of the County.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is similar to proprietary funds. The County only has agency funds.

Notes to the financial statements

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

Other information

In addition to the basic financial statements and accompanying notes, *required supplementary information* is included which presents a schedule of funding progress and schedule of employer contributions for other post employment benefits; schedules of proportionate share of net pension liability; and schedules of contributions for cost-sharing pension plans.

The combining statements referred to earlier in connection with nonmajor governmental funds and fiduciary funds are presented in the other supplemental information section of this report, along with budgetary comparison schedules for the County's nonmajor governmental funds.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1,499,446,066 at the close of the fiscal year ended September 30, 2017.

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2017

The County is able to report positive balances in all three categories of net position for its business-type activities and two of the categories for its governmental activities.

The largest portion of the County's net position (92.4%) reflects its net investment in capital assets. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The County has *restricted net position* of \$148,692,148 for debt service, capital projects, law enforcement, fire & rescue, resource conservation, transportation and other purposes. The remaining balance of \$(34,775,760) is *unrestricted net position*.

Marion County, Florida						
Net Position						
	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 218,134,896	\$ 183,043,844	\$ 126,353,754	\$ 116,350,030	\$ 344,488,650	\$ 299,393,874
Capital assets (net)	1,393,733,118	1,391,961,780	135,123,003	140,757,050	1,528,856,121	1,532,718,830
Total Assets	<u>1,611,868,014</u>	<u>1,575,005,624</u>	<u>261,476,757</u>	<u>257,107,080</u>	<u>1,873,344,771</u>	<u>1,832,112,704</u>
Deferred outflows of resources	90,034,106	73,711,956	5,213,461	4,855,047	95,247,567	78,567,003
Total Deferred Outflows	<u>90,034,106</u>	<u>73,711,956</u>	<u>5,213,461</u>	<u>4,855,047</u>	<u>95,247,567</u>	<u>78,567,003</u>
Current and other liabilities	22,657,185	20,201,031	8,644,655	7,723,576	31,301,840	27,924,607
Long-term liabilities	306,211,372	273,905,806	115,362,467	114,559,545	421,573,839	388,465,351
Total Liabilities	<u>328,868,557</u>	<u>294,106,837</u>	<u>124,007,122</u>	<u>122,283,121</u>	<u>452,875,679</u>	<u>416,389,958</u>
Deferred inflows of resources	15,864,483	11,396,104	406,110	282,262	16,270,593	11,678,366
Total Deferred Inflows	<u>15,864,483</u>	<u>11,396,104</u>	<u>406,110</u>	<u>282,262</u>	<u>16,270,593</u>	<u>11,678,366</u>
Net Position:						
Net Investment in						
Capital Assets	1,331,043,338	1,337,513,605	54,486,340	56,876,287	1,385,529,678	1,394,389,892
Restricted	142,505,391	109,410,519	6,186,757	6,257,740	148,692,148	115,668,259
Unrestricted	(116,379,649)	(103,709,485)	81,603,889	76,262,717	(34,775,760)	(27,446,768)
Total Net Position	<u>\$ 1,357,169,080</u>	<u>\$ 1,343,214,639</u>	<u>\$ 142,276,986</u>	<u>\$ 139,396,744</u>	<u>\$ 1,499,446,066</u>	<u>\$ 1,482,611,383</u>

There was a net increase of \$2,880,242 in net position reported in connection with the County's business-type activities that resulted from current year activities. Governmental activities increased the County's net position by \$13,954,441 from current year activities.

Current and other assets increased by \$35,091,052 for governmental activities and \$10,003,724 for business-type activities, in line with the increases in net position for the year. The majority of these increases are in cash and investments resulting from new infrastructure surtax funds and utility operations, and is available for future periods.

Deferred outflows of resources increased by \$16,680,564 and deferred inflows of resources increased by \$4,592,227 from the prior year primarily as a result of changes in the County's pension balances in the current year. Deferred outflows and deferred inflows of resources represent amounts that will increase or decrease net position in future periods.

Additionally, long term liabilities increased from the prior year mostly for the increase in net pension liability. In the current year, the County's net pension liability increased \$25,104,607 for governmental activities and \$796,784 for business-type activities.

Key reasons for the changes that resulted from other current year activities are presented in the following pages for governmental and business-type activities.

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2017

Marion County, Florida
Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
REVENUES						
Program Revenues:						
Charges for Services	\$ 80,902,276	\$ 79,760,900	\$ 39,843,638	\$ 37,926,299	\$ 120,745,914	\$ 117,687,199
Operating Grants and Contributions	6,235,120	6,721,007	123,244	131,727	6,358,364	6,852,734
Capital Grants and Contributions	22,027,841	18,830,824	2,026,642	3,917,012	24,054,483	22,747,836
General Revenues:						
Property Taxes	106,158,714	101,798,214	-	-	106,158,714	101,798,214
Other Taxes	78,673,967	50,957,044	-	-	78,673,967	50,957,044
Other	13,261,085	15,590,439	2,354,168	2,807,963	15,615,253	18,398,402
Total Revenues	307,259,003	273,658,428	44,347,692	44,783,001	351,606,695	318,441,429
EXPENSES						
General Government	48,773,464	45,740,805	-	-	48,773,464	45,740,805
Public Safety	157,169,472	147,295,279	-	-	157,169,472	147,295,279
Physical Environment	3,197,065	2,944,110	-	-	3,197,065	2,944,110
Transportation	39,993,337	40,001,023	-	-	39,993,337	40,001,023
Economic Environment	3,781,210	3,552,441	-	-	3,781,210	3,552,441
Human Services	15,742,555	14,615,146	-	-	15,742,555	14,615,146
Culture/Recreation	12,480,560	12,195,761	-	-	12,480,560	12,195,761
Court-Related	9,928,352	9,876,310	-	-	9,928,352	9,876,310
Interest on Long-term Debt	1,886,034	2,042,111	-	-	1,886,034	2,042,111
Solid Waste	-	-	14,783,496	3,957,889	14,783,496	3,957,889
Water and Wastewater	-	-	27,036,467	24,632,788	27,036,467	24,632,788
Total Expenses	292,952,049	278,262,986	41,819,963	28,590,677	334,772,012	306,853,663
Excess (Deficiency) Before Transfers	14,306,954	(4,604,558)	2,527,729	16,192,324	16,834,683	11,587,766
Transfers	(352,513)	(481,201)	352,513	481,201	-	-
Change in Net Position	13,954,441	(5,085,759)	2,880,242	16,673,525	16,834,683	11,587,766
Beginning Net Position	1,343,214,639	1,348,300,398	139,396,744	122,723,219	1,482,611,383	1,471,023,617
Ending Net Position	\$ 1,357,169,080	\$ 1,343,214,639	\$ 142,276,986	\$ 139,396,744	\$ 1,499,446,066	\$ 1,482,611,383

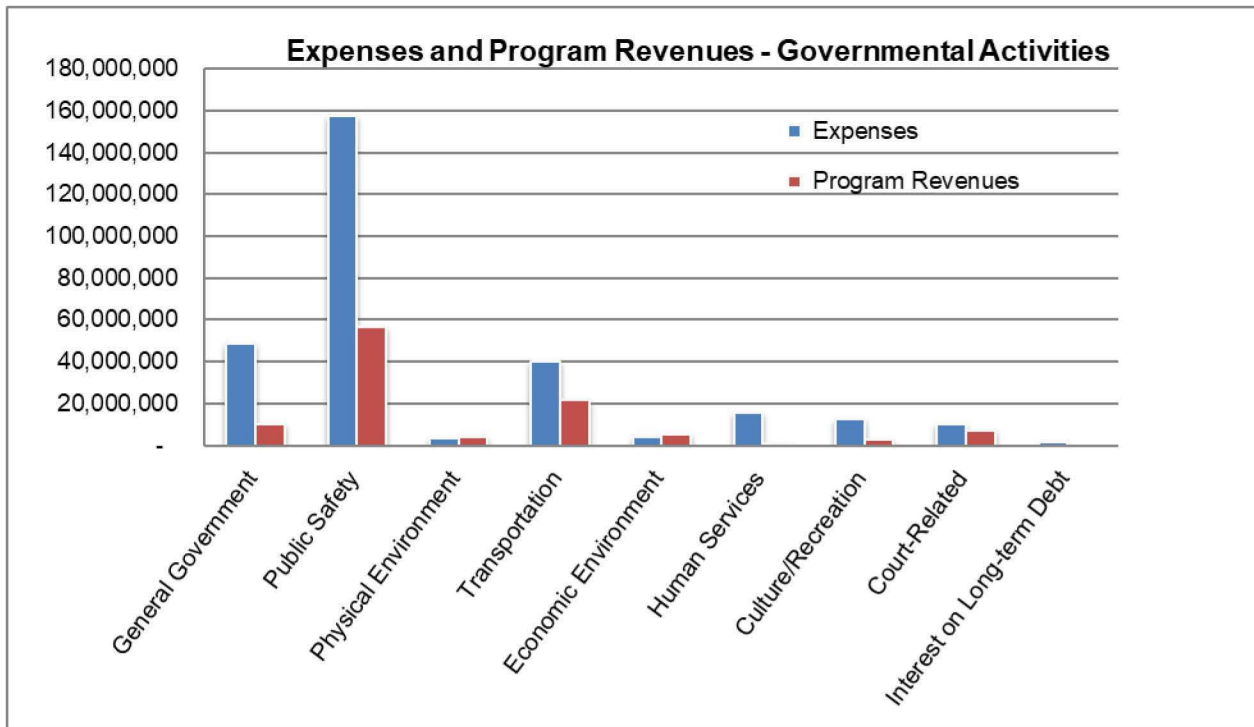
Governmental activities

Governmental activities increased the County's net position by \$13,954,441. One reason for this increase was from capital asset additions greater than depreciation expense for the year. The revenues that were used for the capital purchases were recognized in this fiscal year in the government-wide financial statements; however, the capital assets are depreciated over many years. Thus the related expense is largely not recognized in the same year as the revenues. Total revenues increased from the prior year by \$33.6 million, including the new infrastructure surtax of \$25.7 million and an increase of \$4.4 million in property tax revenues from increasing property values. Total expenses increased \$14.7 million from the prior year, mostly for pension and depreciation expenses.

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
 September 30, 2017

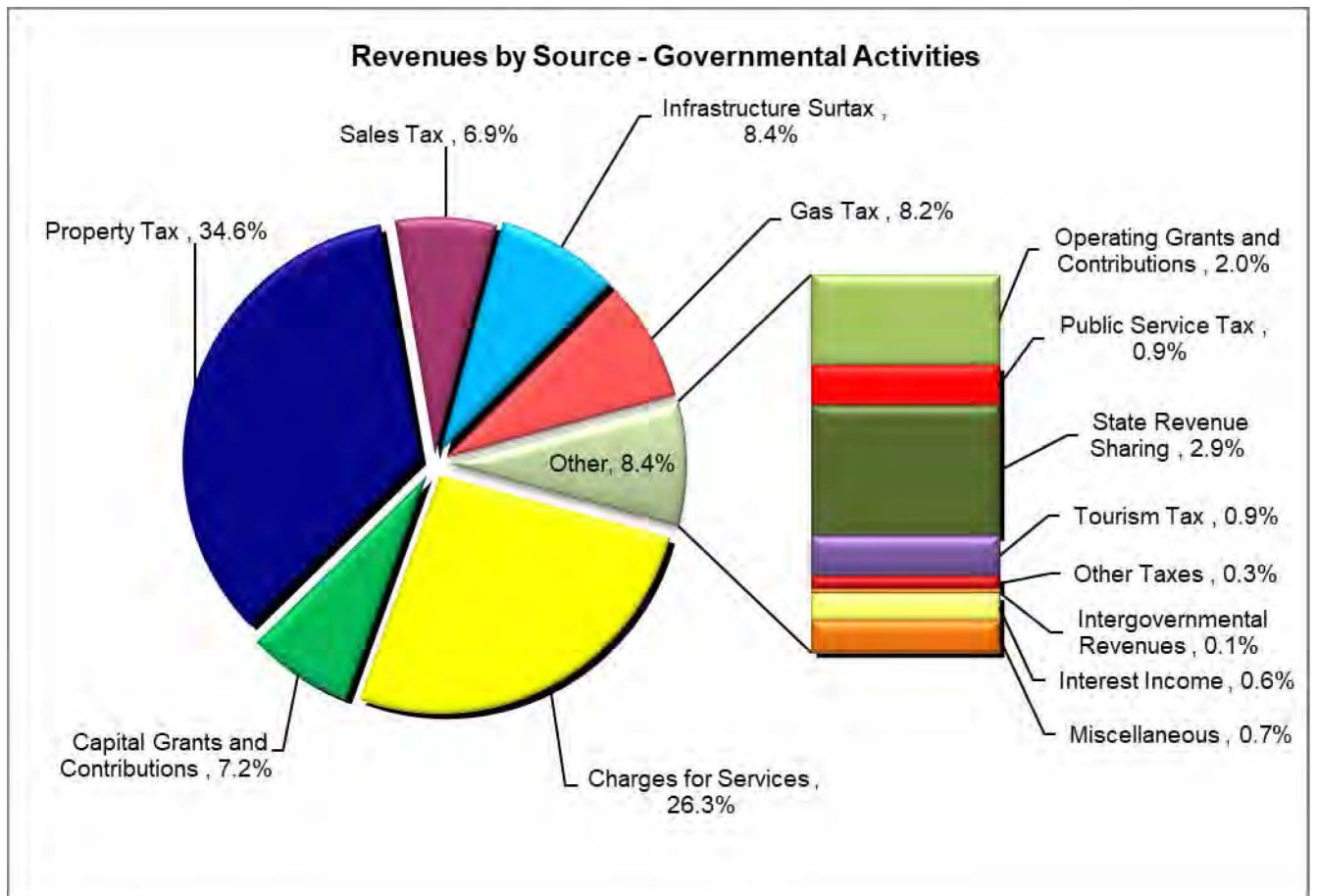
Expenses and Program Revenues – Governmental Activities

Functions/Programs	Expenses	% of Total	Program Revenues	% of Total	Net (Expense) Revenue
General Government	\$ 48,773,464	16.7 %	\$ 9,904,516	9.1 %	\$ (38,868,948)
Public Safety	157,169,472	53.7 %	56,768,391	52.0 %	(100,401,081)
Physical Environment	3,197,065	1.1 %	4,333,728	4.0 %	1,136,663
Transportation	39,993,337	13.7 %	21,824,097	20.0 %	(18,169,240)
Economic Environment	3,781,210	1.3 %	5,207,690	4.8 %	1,426,480
Human Services	15,742,555	5.4 %	1,121,782	1.0 %	(14,620,773)
Culture/Recreation	12,480,560	4.3 %	2,939,656	2.7 %	(9,540,904)
Court-Related	9,928,352	3.4 %	7,065,377	6.5 %	(2,862,975)
Interest on Long-term Debt	1,886,034	0.6 %	-	0.0 %	(1,886,034)
	<u>\$ 292,952,049</u>	<u>100.0 %</u>	<u>\$ 109,165,237</u>	<u>100.0 %</u>	<u>\$ (183,786,812)</u>



Revenues by Source – Governmental Activities

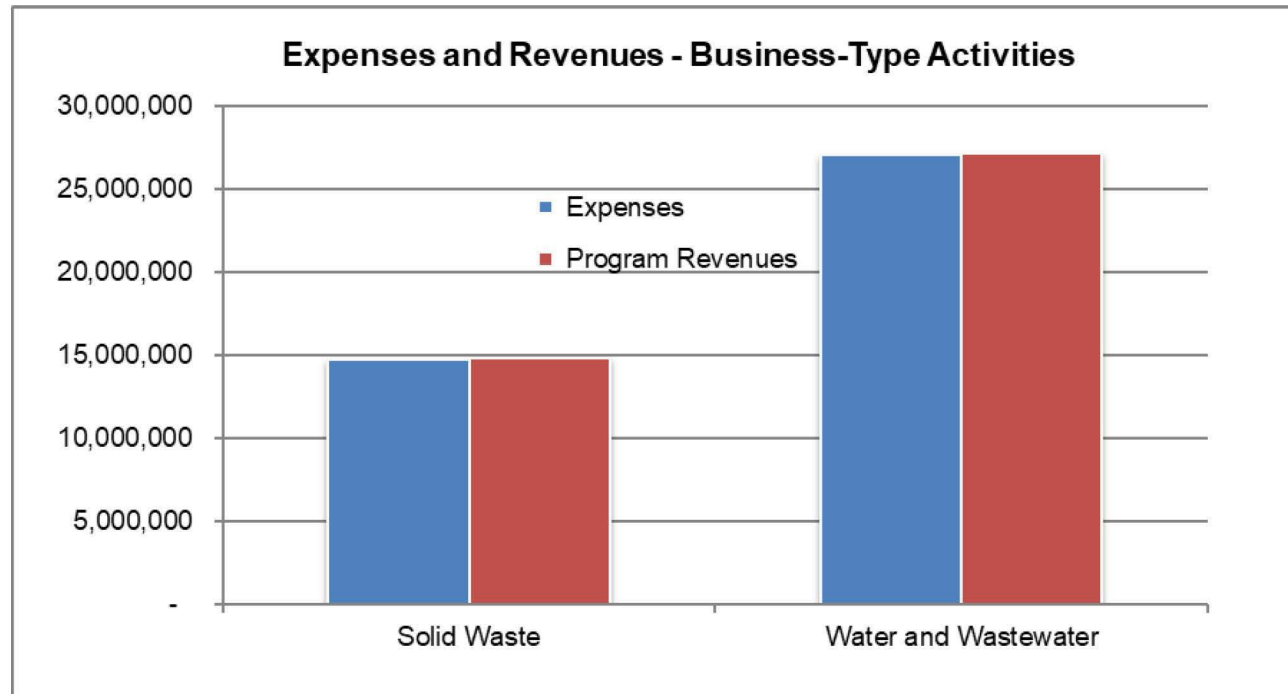
Description	Revenues	% of Total
Charges for Services	\$ 80,902,276	26.3 %
Operating Grants and Contributions	6,235,120	2.0 %
Capital Grants and Contributions	22,027,841	7.2 %
Property Tax	106,158,714	34.6 %
Infrastructure Surtax	25,710,753	8.4 %
Sales Tax	21,329,279	6.9 %
Public Service Tax	2,677,954	0.9 %
Gas Tax	25,224,690	8.2 %
State Revenue Sharing	8,810,365	2.9 %
Tourist Development Tax	2,800,048	0.9 %
Other Taxes	931,243	0.3 %
Intergovernmental Revenues	418,778	0.1 %
Interest Income	1,912,301	0.6 %
Miscellaneous	2,119,641	0.7 %
	<u>\$ 307,259,003</u>	<u>100.0 %</u>



Business-type activities

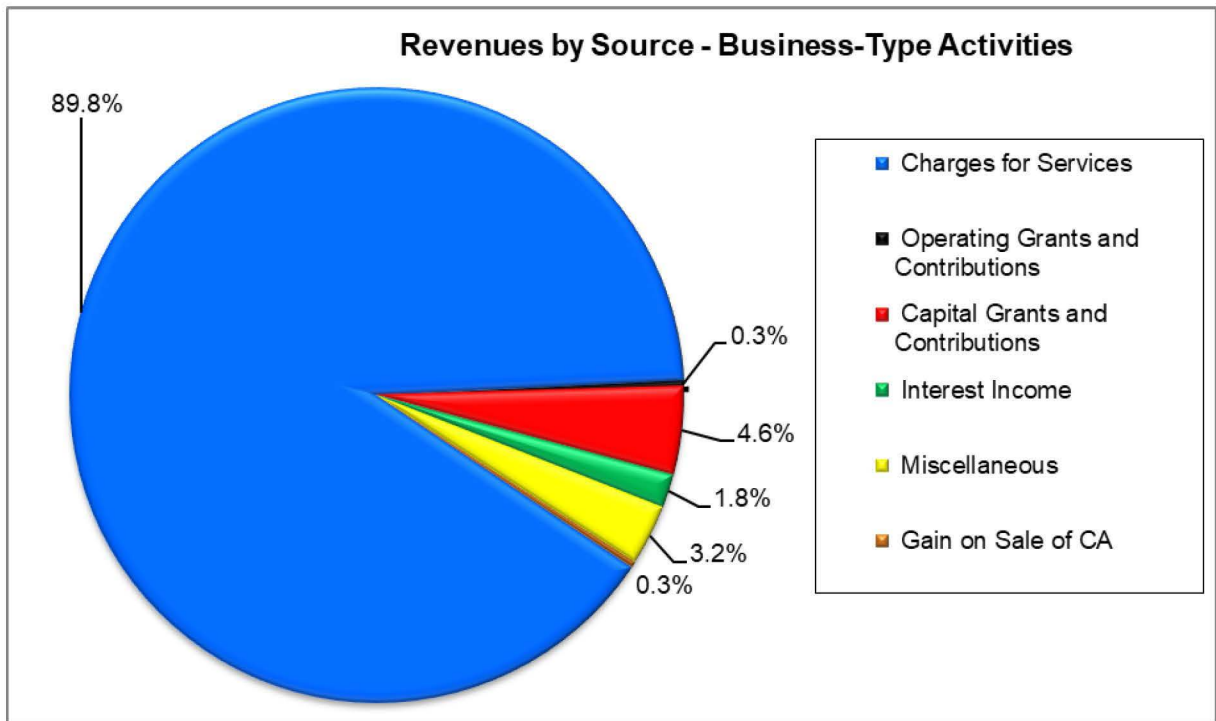
Business-type activities increased the County's net position by \$2,880,242. Total revenues decreased minimally from the prior year. Business-type expenses increased \$13.2 million from the prior year due to the increase in landfill closure provision. Both the Solid Waste and Utility Fund experienced operating income for the year, which appears to indicate that the County's current rates are sufficient to sustain the system at this time.

Expenses and Program Revenues – Business-type Activities					
<u>Functions/Programs</u>	<u>Expenses</u>	<u>% of Total</u>	<u>Program Revenues</u>	<u>% of Total</u>	<u>Net (Expense) Revenue</u>
Solid Waste	\$ 14,783,496	35.4 %	\$ 14,876,697	35.4 %	\$ 93,201
Water and Wastewater	27,036,467	64.6 %	27,116,827	64.6 %	80,360
	<u>\$ 41,819,963</u>	<u>100.0 %</u>	<u>\$ 41,993,524</u>	<u>100.0 %</u>	<u>\$ 173,561</u>



Revenues by Source – Business-type Activities

Description	Revenues	% of Total
Charges for Services	\$ 39,843,638	89.8 %
Operating Grants and Contributions	123,244	0.3 %
Capital Grants and Contributions	2,026,642	4.6 %
Interest Income	808,329	1.8 %
Miscellaneous	1,398,310	3.2 %
Gain on Sale of Assets	147,529	0.3 %
	\$ 44,347,692	100.0 %



Financial Analysis of the County's Funds

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

Governmental funds

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

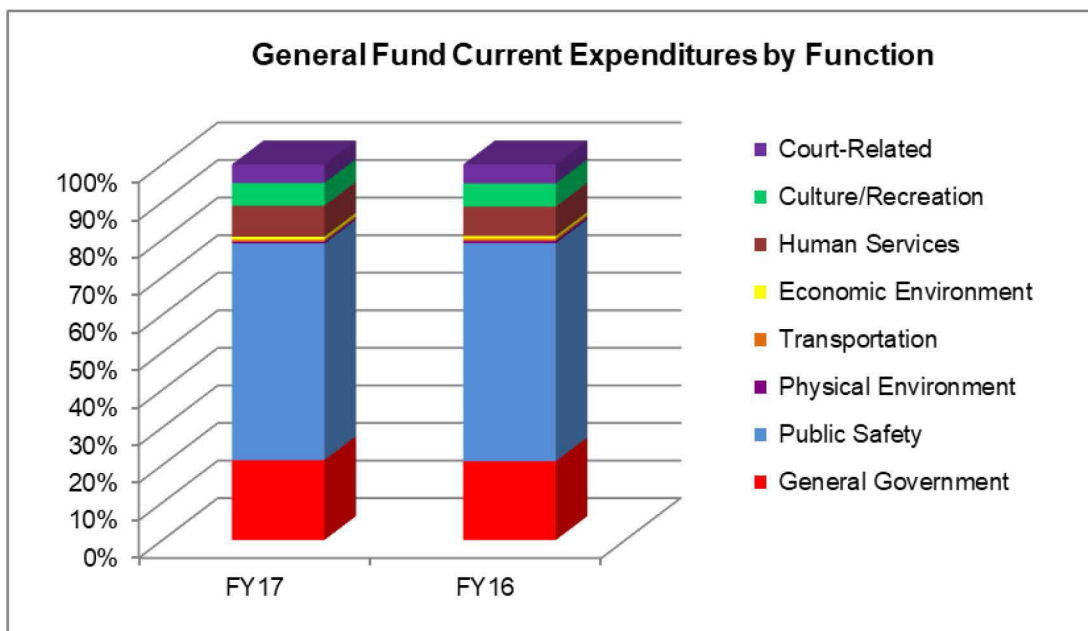
As of the end of fiscal year 2017, the County's governmental funds reported combined ending fund balances of \$170,733,710, an increase of \$35,003,461 in comparison with the prior year. The County's General Fund *Unassigned fund balance* is \$14,737,338. The majority of unassigned fund balance consists of funds budgeted in the subsequent year for contingency. The County's governmental funds reported combined ending *Restricted fund balance* of \$131,421,516.

This includes amounts that can only be spent for specific purposes as stipulated by external resource providers either constitutionally or through enabling legislation such as the Florida Statutes, laws and regulations, or grantors. The County's governmental funds reported *Committed fund balances* of \$3,519,121 and *Assigned fund balances* of \$15,412,257, which are available for spending in accordance with related ordinances or County policy. The remainder of fund balance is *Nonspendable* to indicate that it is not available for spending because it is not in spendable form: for inventories (\$2,129,091) and for prepaid items (\$3,514,387).

The General Fund is the chief operating fund of the County. At the end of fiscal year 2017, unassigned fund balance of the General Fund was \$14,737,338, while total fund balance reached \$31,131,563. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 8.8% of the total General Fund expenditures, while total fund balance represents 18.6% of that same amount.

The increase in fund balance of the County's General Fund was \$2,217,684 during the current fiscal year. Intergovernmental revenues increased by \$1.6 million mostly for grants, and taxes increased by \$2.1 million from increased property values. Expenditures and transfers out remained mainly unchanged from the prior year.

The following graph displays the General Fund current expenditures by function for FY17 and FY16 (it does not include debt service or other financing uses).



The MSTU for Law Enforcement Fund provides funding in the form of ad valorem taxes for the Marion County Sheriff's Department. At the end of fiscal year 2017, restricted and assigned fund balance totaled \$8,503,607; this amount represents 22.9% of the fund's total expenditures and transfers out. The fund balance increased \$1,725,132 from the prior year. The underlying reason for the increase was from increasing property tax revenues from increasing property values.

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
 September 30, 2017

The Silver Springs CRA Trust Fund was established to account for the County's designated redevelopment program and restricted revenues to fund it. At the end of the fiscal year, restricted fund balance totaled \$47,192. The fund balance increased by \$25,467 from the prior year due to minimal operating expenditures.

The Fire, Rescue and EMS fund was established to promote the health, safety and welfare of the citizens of the County. At the end of the fiscal year, fund balance totaled \$9,876,999, a decrease of \$2,379,482 from the prior fiscal year. This was mainly a result of a \$406,756 increase in costs from the prior year. The cost increase was mostly due to personnel costs for rising health insurance and pension costs, and additional overtime to cover unfilled positions.

Proprietary funds

The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. All enterprise funds are reported as major funds. As previously discussed, the internal service fund is combined with governmental funds to arrive at governmental activities. Unrestricted net position of enterprise funds at the end of the year amounted to:

Fund	Unrestricted Net Position	
	2017	2016
Solid Waste	\$ 59,592,384	\$ 58,033,319
Marion County Utility	22,011,505	18,229,398
Total	<u>\$ 81,603,889</u>	<u>\$ 76,262,717</u>

There was an increase in unrestricted net position for the Solid Waste Fund of \$1,559,065, and an increase in unrestricted net position for the Utility Fund of \$3,782,107, which is in line with the overall increase in net position for the year. The Solid Waste Fund's total net position increased by \$1,127,939, while the Utility Fund's total net position increased by \$1,752,303 from the current year's activities. The Solid Waste and Utility Funds' increases are primarily due to effective cost containment measures for their operations without significant changes in overall expenses.

General Fund Budgetary Highlights

The General Fund's original budget decreased by \$3,584,485 to arrive at the final amended budget for expenditures and transfers out. The largest changes were a decrease to general government mostly from contingency and increases to public safety for law enforcement costs. The changes within functions are summarized in the table below.

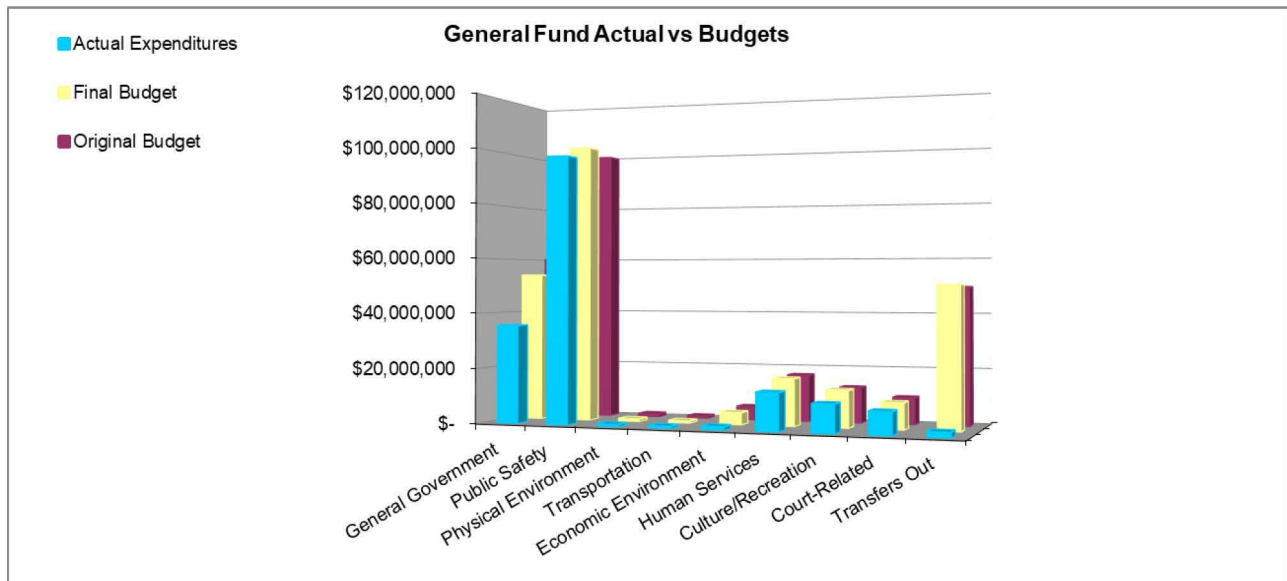
	Original Budget	Final Budget	Change
General Government	\$ 60,063,121	\$ 53,883,973	\$ (6,179,148)
Public Safety	99,289,030	101,283,168	1,994,138
Physical Environment	1,212,310	1,057,184	(155,126)
Transportation	908,203	896,929	(11,274)
Economic Environment	4,955,149	4,502,027	(453,122)
Human Services	17,063,217	17,085,716	22,499
Culture/Recreation	12,934,474	13,423,017	488,543
Court-Related	9,734,731	9,589,745	(144,986)
Debt Service	361,175	361,175	-
Transfers Out	49,668,257	50,522,248	853,991
	<u>\$ 256,189,667</u>	<u>\$ 252,605,182</u>	<u>\$ (3,584,485)</u>

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
 September 30, 2017

The General Fund underspent the final budget by \$82,838,142. The variances within functions are summarized in the table below.

	<u>Actual</u> <u>Expenditures</u>	<u>Final Budget</u>	<u>Change</u>
General Government	\$ 35,590,715	\$ 53,883,973	\$ 18,293,258
Public Safety	96,604,764	101,283,168	4,678,404
Physical Environment	903,109	1,057,184	154,075
Transportation	876,118	896,929	20,811
Economic Environment	1,334,869	4,502,027	3,167,158
Human Services	13,640,399	17,085,716	3,445,317
Culture/Recreation	10,232,493	13,423,017	3,190,524
Court-Related	8,222,047	9,589,745	1,367,698
Debt Service	357,627	361,175	3,548
Transfers Out	2,004,899	50,522,248	48,517,349
	<u>\$ 169,767,040</u>	<u>\$ 252,605,182</u>	<u>\$ 82,838,142</u>

The largest differences between actual expenditures and the final budget resulted from \$48.5 million in budget transfers. The majority of unspent budget in general government is due to unspent budgeted contingency. Transfers out are offset by the elimination of budgeted General Fund transfers in, so they are not an actual budgeted expenditure. Overhead costs and fuel allocations in the amount of \$7.2 million in general government are budgeted, but eliminated expenditures.



Capital Assets and Debt Administration

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of September 30, 2017 amounts to \$1,528,856,121 (net of accumulated depreciation and amortization). This investment in capital assets includes land, historical treasures, buildings, improvements other than buildings (including leasehold improvements), equipment, software, infrastructure, and construction in progress. The total decrease in the County's investment in capital assets for the current fiscal year was \$3.9 million (\$1.8 million increase for governmental activities and \$5.6 million decrease for business-type activities).

MARION COUNTY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2017

Major capital asset events during the current fiscal year included the following:

- Equipment capital assets related to governmental activities increased by \$9.9 million mostly for vehicle additions.
- Infrastructure related to governmental activities increased by \$34.5 million from the prior year.

Marion County, Florida
Capital Assets, Net

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land	\$ 425,116,446	\$ 422,477,159	\$ 8,703,446	\$ 8,703,446	\$ 433,819,892	\$ 431,180,605
Historical Treasures	266,238	-	-	-	266,238	-
Buildings	231,228,559	231,031,838	8,730,155	8,730,155	239,958,714	239,761,993
Improvements Other than Buildings	54,241,880	54,087,070	240,900,984	231,645,814	295,142,864	285,732,884
Equipment	125,293,016	115,350,099	14,403,508	14,140,540	139,696,524	129,490,639
Software	4,050,890	4,050,890	-	-	4,050,890	4,050,890
Infrastructure	1,276,133,606	1,241,599,709	-	-	1,276,133,606	1,241,599,709
Construction in Progress	6,550,985	2,965,254	4,540,573	7,791,901	11,091,558	10,757,155
Construction in Progress - Infrastructure	18,403,676	32,619,041	-	-	18,403,676	32,619,041
	2,141,285,296	2,104,181,060	277,278,666	271,011,856	2,418,563,962	2,375,192,916
Less: Accumulated Depreciation	(747,552,178)	(712,219,280)	(142,155,663)	(130,254,806)	(889,707,841)	(842,474,086)
Capital Assets, net	\$ 1,393,733,118	\$ 1,391,961,780	\$ 135,123,003	\$ 140,757,050	\$ 1,528,856,121	\$ 1,532,718,830

Additional information on the County's capital assets, including major construction commitments, can be found in Note 4 of this report.

Long-term debt

At the end of fiscal year 2017, the County had total bonded debt outstanding of \$111,206,093. Of this amount, \$740,000 comprises debt backed by the full faith and credit of the government and \$8,841,093 special assessment debt for which the government is not liable in the event of default by the property owners subject to the assessment. The remainder of the County's bonded debt \$101,625,000 represents bonds secured solely by specified revenue sources (i.e., revenue bonds). Additionally, the County had notes payable of \$31,941,372 at the end of fiscal year 2017.

Marion County, Florida
Outstanding Notes Payable and Bonded Debt

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
General Obligation Bonds	\$ 740,000	\$ 1,450,000	\$ -	\$ -	\$ 740,000	\$ 1,450,000
Revenue Bonds	43,400,000	46,030,000	58,225,000	59,915,000	101,625,000	105,945,000
Special Assessment Bonds	8,841,093	8,354,821	-	-	8,841,093	8,354,821
Notes Payable	8,416,611	1,057,928	23,524,761	25,068,723	31,941,372	26,126,651
	\$ 61,397,704	\$ 56,892,749	\$ 81,749,761	\$ 84,983,723	\$ 143,147,465	\$ 141,876,472

The County's outstanding notes and bonded debt increased by \$1.3 million. This increase is attributed to the addition of capital related notes payable offset by scheduled debt service principal reductions in the year.

Additional information on the County's debt, including any major changes to the County's credit ratings, can be found in Note 5 of this report.

Economic Factors and Next Year's Budgets and Rates

- The annual average unemployment rate for the County for 2017 was 4.1% which was a decrease of 1.9% from the prior year. The average adjusted rate for 2016 was 6.0%.
- The taxable assessed value increased 4.3% in the 2017 fiscal year.
- Population increased approximately 1.0% from the prior fiscal year to 349,267 at September 30, 2017.

During the current fiscal year, unassigned fund balance in the General Fund increased to \$14,737,338. The County has budgeted \$27,902,211 for spending in the 2018 fiscal year budget, which includes \$15,054,838 of assigned fund balance carried forward from 2017. The ad valorem tax rate for the General Fund increased to 3.33% for the 2018 fiscal year budget.

Rates for the County's water and wastewater utilities remained unchanged in fiscal year 2017. There are no scheduled increases in rates for fiscal year 2018.

In September 2017, most of the state of Florida was affected by Hurricane Irma. The President of the United States and the Governor of Florida declared most of the state, including Marion County, a designated disaster area and relief was issued through public assistance grants coordinated through the Department of Homeland Security, Federal Emergency Management Agency (FEMA). The County has spent over \$20 million in 2018 for debris removal, repairs, and other hurricane-related expenses after the storm.

In an effort to help stimulate job creation and the economy, the County is awarding Economic Development Financial Incentive Grants. Both Marion County and the City of Ocala are working together with the Economic Development Council to develop potential industrial parks and bring new jobs to Marion County.

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. If you have questions concerning any of the information provided in this report or need additional financial information, contact the Marion County Clerk of the Circuit Court and Comptroller, Finance Department, 110 NW First Avenue, Ocala, Florida, 34475.

MARION COUNTY, FLORIDA

Statement of Net Position

September 30, 2017

	Governmental Activities	Business-type Activities	Total	Component Units
ASSETS				
Cash and Cash Equivalents	\$ 14,554,919	\$ 22,297,993	\$ 36,852,912	\$ 652,302
Restricted Cash and Cash Equivalents	112,600,027	16,455,012	129,055,039	-
Investments	27,851,584	65,309,893	93,161,477	-
Restricted Investments	29,905,364	-	29,905,364	-
Accounts Receivable, Net	5,575,128	1,319,854	6,894,982	132,825
Accrued Interest Receivable	184,055	208,471	392,526	-
Special Assessments Receivable	7,379,118	-	7,379,118	-
Due from Other Governments	14,437,223	28,913	14,466,136	8,091
Internal Balances	4,000	(4,000)	-	-
Inventories	2,129,091	735,179	2,864,270	-
Prepaid Items	3,514,387	2,439	3,516,826	1,675
Other Assets	-	20,000,000	20,000,000	-
Capital Assets, Not Being Depreciated	450,337,345	13,244,019	463,581,364	-
Capital Assets, Being Depreciated, Amortized (Net)	943,395,773	121,878,984	1,065,274,757	105,072
Total Assets	1,611,868,014	261,476,757	1,873,344,771	899,965
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amount on Refunding	3,786,148	2,848,580	6,634,728	-
Deferred Outflows on Pension Liabilities	86,247,958	2,364,881	88,612,839	-
Total Deferred Outflows of Resources	90,034,106	5,213,461	95,247,567	-
LIABILITIES				
Accounts Payable	9,122,267	2,168,124	11,290,391	11,683
Contracts Payable	528,420	55,833	584,253	-
Accrued Liabilities	2,839,704	246,473	3,086,177	-
Accrued Interest Payable	482,390	646,308	1,128,698	-
Due to Other Governments	1,628,303	54,871	1,683,174	-
Due to Individuals	1,830,815	3,629	1,834,444	-
Deposits	443,382	598,937	1,042,319	-
Unearned Revenue	5,604,769	4,870,480	10,475,249	719
Advanced Grants	177,135	-	177,135	-
Noncurrent Liabilities:				
Due Within One Year	11,930,359	6,968,823	18,899,182	-
Due in More Than One Year	294,281,013	108,393,644	402,674,657	-
Total Liabilities	328,868,557	124,007,122	452,875,679	12,402
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows on Pension Liabilities	15,864,483	406,110	16,270,593	-
Total Deferred Inflows of Resources	15,864,483	406,110	16,270,593	-
NET POSITION				
Net Investment in Capital Assets	1,331,043,338	54,486,340	1,385,529,678	105,072
Restricted for:				
Debt Service	10,823,257	4,908,109	15,731,366	-
Capital Projects	55,525,604	1,278,648	56,804,252	-
Fire and Rescue	13,325,001	-	13,325,001	-
Law Enforcement	12,323,615	-	12,323,615	-
Resource Conservation	12,553,180	-	12,553,180	-
Transportation	24,631,375	-	24,631,375	-
Other Purposes	13,323,359	-	13,323,359	-
Unrestricted	(116,379,649)	81,603,889	(34,775,760)	782,491
Total Net Position	\$ 1,357,169,080	\$ 142,276,986	\$ 1,499,446,066	\$ 887,563

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

MARION COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2017

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	
Primary Government:								
Governmental Activities:								
General Government	\$ 48,773,464	\$ 9,818,745	\$ 17,048	\$ 68,723	\$ (38,868,948)	\$ -	\$ (38,868,948)	\$ -
Public Safety	157,169,472	52,929,908	2,804,925	1,033,558	(100,401,081)	-	(100,401,081)	-
Physical Environment	3,197,065	3,742,106	288,002	303,620	1,136,663	-	1,136,663	-
Transportation	39,993,337	4,019,687	150,860	17,653,550	(18,169,240)	-	(18,169,240)	-
Economic Environment	3,781,210	739,293	2,536,481	1,931,916	1,426,480	-	1,426,480	-
Human Services	15,742,555	814,633	10,381	296,768	(14,620,773)	-	(14,620,773)	-
Culture/Recreation	12,480,560	1,772,527	427,423	739,706	(9,540,904)	-	(9,540,904)	-
Court-Related	9,928,352	7,065,377	-	-	(2,862,975)	-	(2,862,975)	-
Interest on Long-Term Debt	1,886,034	-	-	-	(1,886,034)	-	(1,886,034)	-
Total Governmental Activities	292,952,049	80,902,276	6,235,120	22,027,841	(183,786,812)		(183,786,812)	-
Business-type Activities:								
Solid Waste	14,783,496	14,754,895	121,802	-	-	93,201	93,201	-
Water and Wastewater	27,036,467	25,088,743	1,442	2,026,642	-	80,360	80,360	-
Total Business-type Activities	41,819,963	39,843,638	123,244	2,026,642		173,561	173,561	-
Total Primary Government	\$ 334,772,012	\$ 120,745,914	\$ 6,358,364	\$ 24,054,483	(183,786,812)	173,561	(183,613,251)	-
Component Units:								
Marion County Law Library	\$ 163,516	\$ 135,689	\$ -	\$ -				\$ (27,827)
Marion County Housing	8,272	-	-	-				(8,272)
Total Component Units	\$ 171,788	\$ 135,689	\$ -	\$ -				(36,099)
General Revenues:								
Property Tax					106,158,714	-	106,158,714	-
Sales Tax					21,329,279	-	21,329,279	-
Infrastructure Surtax					25,710,753	-	25,710,753	-
Public Service Tax					2,677,954	-	2,677,954	-
Gas Tax					25,224,690	-	25,224,690	-
Unrestricted State Revenue Sharing					8,810,365	-	8,810,365	-
Tourist Development Tax					2,800,048	-	2,800,048	-
Other Taxes					931,243	-	931,243	-
Unrestricted Intergovernmental Revenues					418,778	-	418,778	-
Investment Income					1,912,301	808,329	2,720,630	975
Miscellaneous					2,119,641	1,398,310	3,517,951	-
Gain on Sale of Capital Assets					-	147,529	147,529	-
Transfers					(352,513)	352,513	-	-
Total General Revenues and Transfers					197,741,253	2,706,681	200,447,934	975
Change in Net Position					13,954,441	2,880,242	16,834,683	(35,124)
Beginning Net Position					1,343,214,639	139,396,744	1,482,611,383	922,687
Ending Net Position					\$ 1,357,169,080	\$ 142,276,986	\$ 1,499,446,066	\$ 887,563

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

MARION COUNTY, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2017

	General Fund - County Wide	MSTU for Law Enforcement	Silver Springs CRA Trust Fund	Fire, Rescue & EMS
ASSETS				
Cash and Cash Equivalents	\$ 24,639,192	\$ 6,914,048	\$ 50,801	\$ 377,565
Investments	13,135,087	-	-	10,619,107
Accounts Receivable	4,220,254	-	-	17,960
Accrued Interest Receivable	41,620	-	-	33,897
Special Assessments Receivable	-	-	-	-
Due from Other Funds	9,706	1,328,344	-	5,035
Due from Other Governments	3,815,365	261,215	-	14,460
Inventories	1,031,153	-	-	-
Prepaid Items	308,234	-	-	9,890
Total Assets	\$ 47,200,611	\$ 8,503,607	\$ 50,801	\$ 11,077,914
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 3,479,708	\$ -	\$ 3,609	\$ 322,813
Contracts Payable	99,371	-	-	-
Accrued Liabilities	1,605,103	-	-	811,825
Due to Other Funds	1,909,644	-	-	-
Due to Other Governments	1,553,746	-	-	4,619
Due to Individuals	1,830,815	-	-	-
Deposits	48,715	-	-	-
Unearned Revenues	3,353,211	-	-	35,362
Advanced Grants	150,839	-	-	26,296
Total Liabilities	14,031,152	-	3,609	1,200,915
Deferred Inflows of Resources:				
Deferred Assessments	-	-	-	-
Unavailable Revenues	2,037,896	-	-	-
Total Deferred Inflows of Resources	2,037,896	-	-	-
Fund Balances:				
Nonspendable:				
Inventories	1,031,153	-	-	-
Prepaid Items	308,234	-	-	9,890
Restricted for:				
Community Redevelopment	-	-	47,192	-
Court Innovations	-	-	-	-
Records Modernization Tech	-	-	-	-
Debt Service Reserve	-	-	-	-
Fire and Rescue	-	-	-	9,701,316
Infrastructure	-	-	-	-
Law Enforcement	-	8,336,362	-	-
Parks & Recreation	-	-	-	-
Public Safety	-	-	-	-
Resource Conservation	-	-	-	-
Road Construction	-	-	-	-
Social Services	-	-	-	-
Tourism	-	-	-	-
Transportation Maintenance	-	-	-	-
Committed to:				
Airport	-	-	-	-
Parks & Recreation	-	-	-	-
Assigned to:				
Subsequent Year's Budget	15,054,838	-	-	-
Fire and Rescue	-	-	-	165,793
Infrastructure	-	-	-	-
Law Enforcement	-	167,245	-	-
Parks & Recreation	-	-	-	-
Road Construction	-	-	-	-
Unassigned	14,737,338	-	-	-
Total Fund Balances	31,131,563	8,503,607	47,192	9,876,999
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 47,200,611	\$ 8,503,607	\$ 50,801	\$ 11,077,914

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

Nonmajor Governmental Funds	Total Governmental Funds
\$ 93,103,009	\$ 125,084,615
19,367,047	43,121,241
1,116,768	5,354,982
61,820	137,337
7,379,118	7,379,118
573,200	1,916,285
10,346,183	14,437,223
1,097,938	2,129,091
3,196,263	3,514,387
<u>\$ 136,241,346</u>	<u>\$ 203,074,279</u>
\$ 5,316,137	\$ 9,122,267
429,049	528,420
410,178	2,827,106
2,641	1,912,285
69,938	1,628,303
-	1,830,815
394,667	443,382
10,924	3,399,497
-	177,135
<u>6,633,534</u>	<u>21,869,210</u>
7,379,118	7,379,118
<u>1,054,345</u>	<u>3,092,241</u>
<u>8,433,463</u>	<u>10,471,359</u>
1,097,938	2,129,091
3,196,263	3,514,387
-	47,192
20,096	20,096
1,406,826	1,406,826
4,018,294	4,018,294
3,613,019	13,314,335
18,926,993	18,926,993
3,987,079	12,323,441
2,152,763	2,152,763
5,611,545	5,611,545
12,553,180	12,553,180
31,579,959	31,579,959
3,337,790	3,337,790
2,668,275	2,668,275
23,460,827	23,460,827
336,130	336,130
3,182,991	3,182,991
-	15,054,838
-	165,793
3,397	3,397
-	167,245
4,069	4,069
16,915	16,915
-	14,737,338
<u>121,174,349</u>	<u>170,733,710</u>
<u>\$ 136,241,346</u>	<u>\$ 203,074,279</u>

MARION COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
as of September 30, 2017

Total fund balances of governmental funds \$ 170,733,710

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. The cost of the assets is \$2,141,257,105 and the accumulated depreciation and amortization is \$747,529,770. The difference does not include the net capital assets of the internal service funds which are included below. 1,393,727,335

The internal service fund is used by management to charge the costs of risk management services to individual funds. The assets and liabilities of the internal service fund is included in governmental activities in the Statement of Net Position. 8,141,009

At the governmental fund level, special assessments receivables are not available and reported as a deferred inflow of resources. All receivables are included as revenue in the Statement of Activities and therefore, not an unearned revenue on the Statement of Net Position. 7,379,118

At the governmental fund level, some receivables are not available and reported as a deferred inflow of resources. All receivables are included as revenue when earned in the Statement of Activities and therefore, not an unearned revenue on the Statement of Net Position. 3,092,241

Deferred outflows and inflows of resources related to pensions are applicable to future periods and not reported in governmental funds.

Deferred outflows of resources for pensions	\$ 86,127,272	
Deferred inflows of resources for pensions	(15,844,794)	70,282,478

Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities--both current and long-term--are reported in the Statement of Net Position. The difference does not include the internal service funds which are included above. Long-term liabilities at year-end consist of:

Bonds payable	52,981,093	
Less: Unamortized bond discounts (to be amortized over life of debt)	(82,200)	
Notes payable	8,416,611	
Deferred charge on refunding	(3,786,148)	
Accrued interest payable	482,390	
Net pension liability	200,337,243	
Compensated absences	16,131,808	
Other post employment benefits	21,706,014	
		(296,186,811)
Total net position of governmental activities		\$ 1,357,169,080

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



MARION COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2017

	General Fund - County Wide	MSTU for Law Enforcement	Silver Springs CRA Trust Fund
REVENUES			
Taxes	\$ 50,762,973	\$ 37,520,896	\$ -
Special Assessments	2,887	-	-
Impact Fees	-	-	-
Permits and Fees	2,250	-	-
Intergovernmental Revenues	35,707,761	304,541	42,226
Charges for Services	28,162,538	764,107	-
Judgments and Fines	1,799,579	-	-
Court-Related Revenues	5,345,009	-	-
Investment Income	547,859	167,245	640
Miscellaneous Revenues	4,685,440	110,262	-
Total Revenues	127,016,296	38,867,051	42,866
EXPENDITURES			
Current:			
General Government	35,590,715	-	-
Public Safety	96,604,764	1,576,266	-
Physical Environment	903,109	-	-
Transportation	876,118	-	-
Economic Environment	1,334,869	-	17,399
Human Services	13,640,399	-	-
Culture/Recreation	10,232,493	-	-
Court-Related	8,222,047	-	-
Debt Service:			
Principal Retirement	335,944	-	-
Interest and Fiscal Charges	21,683	-	-
Capital Outlay	-	-	-
Total Expenditures	167,762,141	1,576,266	17,399
Excess (Deficiency) of Revenues Over (Under) Expenditures	(40,745,845)	37,290,785	25,467
OTHER FINANCING SOURCES (USES)			
Transfers In	44,968,428	68,774	-
Transfers (Out)	(2,004,899)	(35,634,427)	-
Issuance of Notes/Bonds Payable	-	-	-
Issuance of Capital Lease	-	-	-
Total Other Financing Sources and (Uses)	42,963,529	(35,565,653)	-
Net Change in Fund Balances	2,217,684	1,725,132	25,467
Fund Balances - Beginning	28,913,879	6,778,475	21,725
Fund Balances - Ending	\$ 31,131,563	\$ 8,503,607	\$ 47,192

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

Fire, Rescue, and EMS	Nonmajor Governmental Funds	Total Governmental Funds
\$ 8,486,769	\$ 65,878,646	\$ 162,649,284
26,308,961	11,763,714	38,075,562
-	541,334	541,334
73,991	3,963,846	4,040,087
151,877	15,135,150	51,341,555
57,248	5,355,141	34,339,034
949	816,003	2,616,531
-	425,103	5,770,112
165,793	912,887	1,794,424
30,855	818,207	5,644,764
<u>35,276,443</u>	<u>105,610,031</u>	<u>306,812,687</u>
-	937,994	36,528,709
37,170,328	8,539,087	143,890,445
-	4,689,097	5,592,206
-	30,666,582	31,542,700
-	2,425,294	3,777,562
-	1,830,577	15,470,976
-	1,985,435	12,217,928
-	1,462,008	9,684,055
-	5,575,953	5,911,897
-	1,587,007	1,608,690
-	15,648,397	15,648,397
<u>37,170,328</u>	<u>75,347,431</u>	<u>281,873,565</u>
(1,893,885)	30,262,600	24,939,122
490,427	5,053,205	50,580,834
(976,024)	(12,317,997)	(50,933,347)
-	2,722,225	2,722,225
-	7,694,627	7,694,627
<u>(485,597)</u>	<u>3,152,060</u>	<u>10,064,339</u>
(2,379,482)	33,414,660	35,003,461
<u>12,256,481</u>	<u>87,759,689</u>	<u>135,730,249</u>
<u>\$ 9,876,999</u>	<u>\$ 121,174,349</u>	<u>\$ 170,733,710</u>

MARION 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, 2017

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

Net change in fund balances - total governmental funds		\$ 35,003,461
<p>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. This is the amount by which capital additions (\$47,369,154) exceed depreciation (\$44,681,482) in the current period. Total capital additions consist of capital expenditures of \$45,879,631 and non-cash contributions of \$1,489,523.</p>		
		2,687,672
<p>Special assessment revenues reported in prior year statement of activities that provide current financial resources are reported as revenues in the funds.</p>		
		(353,500)
<p>The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contributes 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. Governmental funds report the effect of premiums and discounts when debt is first issued; whereas these amounts are recorded as part of the debt on the statement of net position, and amortized in the statement of activities. The items that make up these differences in the treatment of long-term debt and related items are:</p>		
Debt issued or incurred:		
Issuance of bonds	\$ (2,722,225)	
Issuance of capital leases	(7,694,627)	
Principal repayments	5,911,897	
Amortization of bond discount	(41,100)	
Allocation to interest expense on deferred charge on refunding	(291,242)	\$ (4,837,297)

Continued

MARION COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES - Continued
For the Year Ended September 30, 2017

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, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues.

These adjustments are as follows:

Changes in compensated absences	\$ (1,176,211)	
Changes in other post employment benefits	(1,350,943)	
Changes in AHCA long-term due to the State	194,527	
Changes in accrued interest on long-term debt	<u>54,998</u>	(2,277,629)

Governmental funds report County pension contributions as expenditures. In the statement of activities, the cost of pension benefits earned net of contributions is reported as pension expense.

Difference between pension contributions and net pension expense	(12,941,174)
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In the statement of activities, only the loss on the sale/disposal of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets sold/disposed.

(910,995)

Under the modified accrual basis of accounting, revenues are recognized when both the measureable and available criteria have been met. Ambulance and housing assistance loan revenues earned in the current year were not recognized since the availability criteria was not met. Under full accrual accounting, all revenues would be recognized.

(1,167,591)

The internal service fund is used by management to charge the costs of risk management services to other funds. The net income of the internal service fund is reported with governmental activities.

(1,248,506)

Change in net position of governmental activities

\$ 13,954,441

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

MARION COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND - COUNTY WIDE
For the Year Ended September 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 50,081,502	\$ 50,081,502	\$ 50,762,973	\$ 681,471
Special Assessments	23,750	23,750	2,887	(20,863)
Permits and Fees	2,850	2,850	2,250	(600)
Intergovernmental Revenues	38,940,560	39,319,630	35,707,761	(3,611,869)
Charges for Services	26,349,857	26,543,747	28,162,538	1,618,791
Judgments and Fines	1,527,373	1,527,373	1,799,579	272,206
Court-Related Revenues	5,877,258	5,913,309	5,345,009	(568,300)
Investment Income	405,491	432,491	547,859	115,368
Miscellaneous Revenues	14,105,277	7,046,648	4,685,440	(2,361,208)
Total Revenues	<u>137,313,918</u>	<u>130,891,300</u>	<u>127,016,296</u>	<u>(3,875,004)</u>
EXPENDITURES				
Current:				
General Government	60,063,121	53,883,973	35,590,715	18,293,258
Public Safety	99,289,030	101,283,168	96,604,764	4,678,404
Physical Environment	1,212,310	1,057,184	903,109	154,075
Transportation	908,203	896,929	876,118	20,811
Economic Environment	4,955,149	4,502,027	1,334,869	3,167,158
Human Services	17,063,217	17,085,716	13,640,399	3,445,317
Culture/Recreation	12,934,474	13,423,017	10,232,493	3,190,524
Court-Related	9,734,731	9,589,745	8,222,047	1,367,698
Debt Service:				
Principal Retirement	339,064	339,064	335,944	3,120
Interest and Fiscal Charges	22,111	22,111	21,683	428
Total Expenditures	<u>206,521,410</u>	<u>202,082,934</u>	<u>167,762,141</u>	<u>34,320,793</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(69,207,492)</u>	<u>(71,191,634)</u>	<u>(40,745,845)</u>	<u>30,445,789</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	92,957,768	95,275,353	44,968,428	(50,306,925)
Transfers (Out)	(49,668,257)	(50,522,248)	(2,004,899)	48,517,349
Total Other Financing Sources and (Uses)	<u>43,289,511</u>	<u>44,753,105</u>	<u>42,963,529</u>	<u>(1,789,576)</u>
Net Change in Fund Balance	<u>(25,917,981)</u>	<u>(26,438,529)</u>	<u>2,217,684</u>	<u>28,656,213</u>
Fund Balance - Beginning	<u>25,917,981</u>	<u>26,438,529</u>	<u>28,913,879</u>	<u>2,475,350</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,131,563</u>	<u>\$ 31,131,563</u>

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

MARION COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
MSTU FOR LAW ENFORCEMENT
For the Year Ended September 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 37,076,619	\$ 37,076,619	\$ 37,520,896	\$ 444,277
Intergovernmental Revenues	-	463,654	304,541	(159,113)
Charges for Services	553,198	553,198	764,107	210,909
Judgments and Fines	-	33,169	-	(33,169)
Investment Income	35,055	35,055	167,245	132,190
Miscellaneous Revenues	25,650	138,369	110,262	(28,107)
Total Revenues	<u>37,690,522</u>	<u>38,300,064</u>	<u>38,867,051</u>	<u>566,987</u>
EXPENDITURES				
Current:				
Public Safety	7,141,366	8,101,126	1,576,266	6,524,860
Total Expenditures	<u>7,141,366</u>	<u>8,101,126</u>	<u>1,576,266</u>	<u>6,524,860</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>30,549,156</u>	<u>30,198,938</u>	<u>37,290,785</u>	<u>7,091,847</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	69,774	68,774	(1,000)
Transfers (Out)	(35,769,143)	(36,875,650)	(35,634,427)	1,241,223
Total Other Financing Sources (Uses)	<u>(35,769,143)</u>	<u>(36,805,876)</u>	<u>(35,565,653)</u>	<u>1,240,223</u>
Net Change in Fund Balance	<u>(5,219,987)</u>	<u>(6,606,938)</u>	<u>1,725,132</u>	<u>8,332,070</u>
Fund Balance - Beginning	<u>5,219,987</u>	<u>6,606,938</u>	<u>6,778,475</u>	<u>171,537</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,503,607</u>	<u>\$ 8,503,607</u>

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

MARION COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SILVER SPRINGS CRA TRUST FUND
For the Year Ended September 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental Revenues	\$ 35,150	\$ 40,906	\$ 42,226	\$ 1,320
Investment Income	38	40	640	600
Total Revenues	<u>35,188</u>	<u>40,946</u>	<u>42,866</u>	<u>1,920</u>
EXPENDITURES				
Current:				
Economic Environment	43,626	62,586	17,399	45,187
Total Expenditures	<u>43,626</u>	<u>62,586</u>	<u>17,399</u>	<u>45,187</u>
Net Change in Fund Balance	(8,438)	(21,640)	25,467	47,107
Fund Balance - Beginning	<u>8,438</u>	<u>21,640</u>	<u>21,725</u>	<u>85</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,192</u>	<u>\$ 47,192</u>

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

MARION COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FIRE, RESCUE, AND EMS
For the Year Ended September 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 8,387,651	\$ 8,387,651	\$ 8,486,769	\$ 99,118
Special Assessments	24,613,684	24,613,684	26,308,961	1,695,277
Permits and Fees	55,100	55,100	73,991	18,891
Intergovernmental Revenues	94,500	159,840	151,877	(7,963)
Charges for Services	58,123	58,123	57,248	(875)
Judgments and Fines	4,845	4,845	949	(3,896)
Investment Income	107,445	107,445	165,793	58,348
Miscellaneous Revenues	16,435	16,435	30,855	14,420
Total Revenues	<u>33,337,783</u>	<u>33,403,123</u>	<u>35,276,443</u>	<u>1,873,320</u>
EXPENDITURES				
Current:				
Public Safety	44,432,729	44,498,069	37,170,328	7,327,741
Total Expenditures	<u>44,432,729</u>	<u>44,498,069</u>	<u>37,170,328</u>	<u>7,327,741</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(11,094,946)</u>	<u>(11,094,946)</u>	<u>(1,893,885)</u>	<u>9,201,061</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	490,427	490,427	490,427	-
Transfers (Out)	(976,024)	(976,024)	(976,024)	-
Total Other Financing Sources (Uses)	<u>(485,597)</u>	<u>(485,597)</u>	<u>(485,597)</u>	<u>-</u>
Net Change in Fund Balance	(11,580,543)	(11,580,543)	(2,379,482)	9,201,061
Fund Balance - Beginning	11,580,543	11,580,543	12,256,481	675,938
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,876,999</u>	<u>\$ 9,876,999</u>

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

MARION COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Solid Waste	Marion County Utility	Totals	
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 10,743,959	\$ 11,554,034	\$ 22,297,993	\$ 2,070,331
Restricted Assets Available for Current Liabilities	1,899,028	5,553,807	7,452,835	-
Investments	47,489,029	17,820,864	65,309,893	14,635,707
Accounts Receivable, Net of Allowance for Uncollectible Accounts	181,571	1,138,283	1,319,854	220,146
Accrued Interest Receivable	151,586	56,885	208,471	46,718
Due from Other Governments	28,913	-	28,913	-
Inventories	-	735,179	735,179	-
Prepaid Items	668	1,771	2,439	-
Total Current Assets	60,494,754	36,860,823	97,355,577	16,972,902
Noncurrent Assets:				
Restricted Assets:				
Sinking Fund	-	1,518,817	1,518,817	-
Renewal and Replacement	-	1,278,648	1,278,648	-
Landfill Escrow	9,621,947	-	9,621,947	-
Debt Service Reserve	-	4,035,600	4,035,600	-
Less: Portion Classified as Current	(1,899,028)	(5,553,807)	(7,452,835)	-
Total Restricted Assets	7,722,919	1,279,258	9,002,177	-
Prepaid Landfill Fee	20,000,000	-	20,000,000	-
Capital Assets:				
Land	1,043,707	7,659,739	8,703,446	-
Buildings	3,891,905	4,838,250	8,730,155	-
Improvements Other than Buildings	37,018,756	203,882,228	240,900,984	-
Machinery, Equipment, and Vehicles	7,951,683	6,451,825	14,403,508	28,191
Construction in Progress	2,290,450	2,250,123	4,540,573	-
Less: Accumulated Depreciation	(37,381,532)	(104,774,131)	(142,155,663)	(22,408)
Total Capital Assets (Net)	14,814,969	120,308,034	135,123,003	5,783
Total Noncurrent Assets	42,537,888	121,587,292	164,125,180	5,783
Total Assets	103,032,642	158,448,115	261,480,757	16,978,685
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amount on Refunding	-	2,848,580	2,848,580	-
Deferred Outflows on Pension Liabilities	902,561	1,462,320	2,364,881	120,686
Total Deferred Outflows of Resources	\$ 902,561	\$ 4,310,900	\$ 5,213,461	\$ 120,686

Continued

MARION COUNTY, FLORIDA
STATEMENT OF NET POSITION - Continued
PROPRIETARY FUNDS
September 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Solid Waste	Marion County Utility	Totals	
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 1,419,813	\$ 748,311	\$ 2,168,124	\$ -
Contracts Payable	20,582	35,251	55,833	-
Accrued Liabilities	85,956	160,517	246,473	12,598
Compensated Absences Payable	48,191	63,616	111,807	3,489
Net Pension Liability	18,531	31,958	50,489	2,593
Estimated Claims Payable	-	-	-	1,278,910
Due to Other Funds	4,000	-	4,000	-
Due to Other Governments	1,485	53,386	54,871	-
Deposits	14,295	584,642	598,937	-
Unearned Revenue	-	3,629	3,629	2,205,272
Current Liabilities Payable from Restricted Assets:				
Notes Payable	-	1,582,499	1,582,499	-
Revenue Bonds Payable	-	3,325,000	3,325,000	-
Accrued Interest Payable	-	646,308	646,308	-
Landfill Closure Costs Payable	351,568	-	351,568	-
Remediation Costs Payable	1,547,460	-	1,547,460	-
Total Current Liabilities	3,511,881	7,235,117	10,746,998	3,502,862
Noncurrent Liabilities:				
Compensated Absences Payable	192,762	254,464	447,226	13,954
Other Post Employment Benefits	349,823	518,619	868,442	30,142
Net Pension Liability	2,083,553	3,374,450	5,458,003	276,076
Estimated Claims Payable	-	-	-	5,115,639
Unearned Revenue, Connection Fees	-	4,870,480	4,870,480	-
Notes Payable	-	21,942,262	21,942,262	-
Revenue Bonds Payable	-	56,422,213	56,422,213	-
Landfill Closure Costs Payable	20,915,377	-	20,915,377	-
Remediation Costs Payable	2,340,121	-	2,340,121	-
Total Noncurrent Liabilities	25,881,636	87,382,488	113,264,124	5,435,811
Total Liabilities	29,393,517	94,617,605	124,011,122	8,938,673
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows on Pension Liabilities	149,746	256,364	406,110	19,689
Total Deferred Inflows of Resources	149,746	256,364	406,110	19,689
NET POSITION				
Net Investment in Capital Assets	14,799,556	39,686,784	54,486,340	5,783
Restricted:				
Debt Service	-	4,908,109	4,908,109	-
Capital Projects	-	1,278,648	1,278,648	-
Unrestricted	59,592,384	22,011,505	81,603,889	8,135,226
Total Net Position	\$ 74,391,940	\$ 67,885,046	\$ 142,276,986	\$ 8,141,009

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

MARION COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the Year Ended September 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Solid Waste	Marion County Utility	Total	
Operating Revenues:				
Charges for Services	\$ 14,754,895	\$ 25,088,743	\$ 39,843,638	\$ 30,845,705
Miscellaneous Revenues	46,170	1,352,140	1,398,310	360,007
Total Operating Revenues	<u>14,801,065</u>	<u>26,440,883</u>	<u>41,241,948</u>	<u>31,205,712</u>
Operating Expenses:				
Personal Services	3,101,676	5,421,409	8,523,085	416,708
Contracted Services	3,645,704	1,224,611	4,870,315	-
Supplies and Materials	535,577	1,139,300	1,674,877	-
Repairs and Maintenance	1,557,246	961,900	2,519,146	-
Other Services and Charges	725,290	2,572,027	3,297,317	-
Depreciation	1,774,814	10,585,071	12,359,885	5,339
Provision for Closure and Long Term Care	2,835,635	-	2,835,635	-
Provision for Pollution Remediation	442,686	-	442,686	-
Premiums/Claims Expense	164,868	429,840	594,708	32,150,048
Total Operating Expenses	<u>14,783,496</u>	<u>22,334,158</u>	<u>37,117,654</u>	<u>32,572,095</u>
Operating Income (Loss)	<u>17,569</u>	<u>4,106,725</u>	<u>4,124,294</u>	<u>(1,366,383)</u>
Nonoperating Revenues (Expenses):				
Grants	121,802	1,442	123,244	-
Investment Income	564,830	243,499	808,329	117,877
Interest and Fiscal Charges Expense	-	(2,674,483)	(2,674,483)	-
Developer Utility Credits	-	(2,027,826)	(2,027,826)	-
Gain (Loss) on Disposal of Capital Assets	71,225	76,304	147,529	-
Total Nonoperating Revenues (Expenses)	<u>757,857</u>	<u>(4,381,064)</u>	<u>(3,623,207)</u>	<u>117,877</u>
Income (Loss) Before Transfers and Contributions	<u>775,426</u>	<u>(274,339)</u>	<u>501,087</u>	<u>(1,248,506)</u>
Transfers In	352,513	-	352,513	-
Capital Contributions	-	4,050	4,050	-
Water Connection Fees	-	727,612	727,612	-
Waste Water Connection Fees	-	985,980	985,980	-
Capital Grants	-	309,000	309,000	-
Change in Net Position	<u>1,127,939</u>	<u>1,752,303</u>	<u>2,880,242</u>	<u>(1,248,506)</u>
Total Net Position - Beginning	<u>73,264,001</u>	<u>66,132,743</u>	<u>139,396,744</u>	<u>9,389,515</u>
Total Net Position - Ending	<u>\$ 74,391,940</u>	<u>\$ 67,885,046</u>	<u>\$ 142,276,986</u>	<u>\$ 8,141,009</u>

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

MARION COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2017

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Fund
	<u>Solid Waste</u>	<u>Marion County Utility</u>	<u>Total</u>	
Cash Flows from Operating Activities				
Receipts from Customers and Users	\$ 14,742,761	\$ 26,548,546	\$ 41,291,307	\$ 31,437,245
Payments to Suppliers	(5,748,938)	(5,703,812)	(11,452,750)	(32,020,964)
Payments to Employees	(2,946,308)	(5,124,642)	(8,070,950)	(399,302)
Net Cash Provided by Operating Activities	<u>6,047,515</u>	<u>15,720,092</u>	<u>21,767,607</u>	<u>(983,021)</u>
Cash Flows from Noncapital Financing Activities				
Transfers to Other Funds	-	-	-	-
Transfers from Other Funds	352,513	-	352,513	-
Subsidy from Federal/State Grants	121,802	1,442	123,244	-
Net Cash Provided by Noncapital Financing Activities	<u>474,315</u>	<u>1,442</u>	<u>475,757</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities				
Grants Received for Capital Purposes	-	309,000	309,000	-
Water Connection Fees	-	727,612	727,612	-
Waste Water Connection Fees	-	985,980	985,980	-
Acquisition/Construction of Capital Assets	(1,222,277)	(5,609,830)	(6,832,107)	-
Principal Paid on Capital Debt	-	(3,233,963)	(3,233,963)	-
Interest Paid on Capital Debt	-	(2,533,536)	(2,533,536)	-
Purchase of Utility Credits	-	(2,027,826)	(2,027,826)	-
Proceeds from Disposal of Capital Assets	74,841	81,173	156,014	-
Net Cash (Used) by Capital and Related Financing Activities	<u>(1,147,436)</u>	<u>(11,301,390)</u>	<u>(12,448,826)</u>	<u>-</u>
Cash Flows from Investing Activities				
(Purchase) of Investments	(339,686)	(127,471)	(467,157)	(104,689)
Sale of Investments	-	-	-	-
Interest Received	566,924	244,285	811,209	118,522
Net Cash Provided by Investing Activities	<u>227,238</u>	<u>116,814</u>	<u>344,052</u>	<u>13,833</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>5,601,632</u>	<u>4,536,958</u>	<u>10,138,590</u>	<u>(969,188)</u>
Cash and Cash Equivalents at Beginning of Year	<u>14,764,274</u>	<u>13,850,141</u>	<u>28,614,415</u>	<u>3,039,519</u>
Cash and Cash Equivalents at End of Year	<u>\$ 20,365,906</u>	<u>\$ 18,387,099</u>	<u>\$ 38,753,005</u>	<u>\$ 2,070,331</u>
Cash and Cash Equivalents Classified As:				
Current Assets	\$ 10,743,959	\$ 11,554,034	\$ 22,297,993	\$ 2,070,331
Current Restricted Assets	1,899,028	5,553,807	7,452,835	-
Noncurrent Restricted Assets	7,722,919	1,279,258	9,002,177	-
Total Cash and Cash Equivalents	<u>\$ 20,365,906</u>	<u>\$ 18,387,099</u>	<u>\$ 38,753,005</u>	<u>\$ 2,070,331</u>

Continued

MARION COUNTY, FLORIDA
STATEMENT OF CASH FLOWS - Continued
PROPRIETARY FUNDS
For the Year Ended September 30, 2017

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Fund
	<u>Solid Waste</u>	<u>Marion County Utility</u>	<u>Total</u>	
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	\$ 17,569	\$ 4,106,725	\$ 4,124,294	\$ (1,366,383)
Depreciation	1,774,814	10,585,071	12,359,885	5,339
Amortization	-	-	-	-
Provision for Closure and Postclosure	2,835,635	-	2,835,635	-
Provision for Pollution Remediation	442,686	-	442,686	-
Pension Related Deferred Outflows	(206,226)	(355,658)	(561,884)	(28,849)
Pension Related Deferred Inflows	45,456	78,392	123,848	6,359
Provision for Net Pension Liability	292,442	504,342	796,784	40,910
Provision for Other Postemployment Benefits	17,503	25,947	43,450	1,508
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	(47,550)	116,995	69,445	(20,377)
(Increase) Decrease in Prepays	(401)	(1,495)	(1,896)	-
(Increase) Decrease in Due from Other Funds	-	-	-	-
(Increase) Decrease in Due from Other Governments	(10,754)	339,988	329,234	-
(Increase) Decrease in Inventories	-	202,360	202,360	-
Increase (Decrease) in Accounts Payable	872,167	116,233	988,400	-
Increase (Decrease) in Contracts Payable	7,183	(30,182)	(22,999)	-
Increase (Decrease) in Accrued Liabilities	4,453	18,425	22,878	320
Increase (Decrease) in Due to Other Governments	798	(3,038)	(2,240)	-
Increase (Decrease) in Customer Deposits	-	(9,332)	(9,332)	-
Increase (Decrease) in Unearned Revenue	-	-	-	251,910
Increase (Decrease) in Compensated Absences	1,740	25,319	27,059	(2,842)
Increase (Decrease) in Claims Payable	-	-	-	129,084
Total Adjustments	<u>6,029,946</u>	<u>11,613,367</u>	<u>17,643,313</u>	<u>383,362</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 6,047,515</u>	<u>\$ 15,720,092</u>	<u>\$ 21,767,607</u>	<u>\$ (983,021)</u>

The County had no noncash investing, capital, and financing activities during fiscal year ended September 30, 2017.

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

MARION COUNTY, FLORIDA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
September 30, 2017

ASSETS

Cash and Cash Equivalents	\$ 13,607,670
Accounts Receivable	240,202
Due from Other Governments	347,365
Due from Individuals	59,847
Total Assets	\$ 14,255,084

LIABILITIES

Accounts Payable	\$ 4,292
Due to Other Governments	2,912,701
Due to Individuals	7,033,168
Deposits	4,304,923
Total Liabilities	\$ 14,255,084

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

MARION COUNTY, FLORIDA
STATEMENT OF NET POSITION
COMPONENT UNITS
September 30, 2017

	Marion County Law Library	Marion County Housing Finance Authority	Total Component Units
ASSETS			
Cash and Cash Equivalents	\$ 147,048	\$ 505,254	\$ 652,302
Accounts Receivable	972	131,853	132,825
Due From Other Governments	8,091	-	8,091
Prepaid Items	1,675	-	1,675
Capital Assets, net	105,072	-	105,072
Total Assets	\$ 262,858	\$ 637,107	\$ 899,965
LIABILITIES			
Accounts Payable	\$ 11,683	\$ -	\$ 11,683
Unearned Revenue	719	-	719
Total Liabilities	12,402	-	12,402
NET POSITION			
Investment in Capital Assets	105,072	-	105,072
Unrestricted	145,384	637,107	782,491
Total Net Position	\$ 250,456	\$ 637,107	\$ 887,563

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

MARION COUNTY, FLORIDA
STATEMENT OF ACTIVITIES - COMPONENT UNITS
For the Year Ended September 30, 2017

	<u>Marion County Law Library</u>	<u>Marion County Housing Finance Authority</u>	<u>Total Component Units</u>
EXPENSES			
Court Related	\$ 163,516	\$ -	\$ 163,516
Economic Environment	-	8,272	8,272
Total Operating Expenses	<u>163,516</u>	<u>8,272</u>	<u>171,788</u>
PROGRAM REVENUES			
Charges for Services	<u>134,892</u>	<u>-</u>	<u>134,892</u>
Net Program (Revenue) Expenses	<u>28,624</u>	<u>8,272</u>	<u>36,896</u>
GENERAL REVENUES			
Investment Income	64	911	975
Miscellaneous	797	-	797
Total General Revenues	<u>861</u>	<u>911</u>	<u>1,772</u>
Increase (Decrease) in Net Position	<u>(27,763)</u>	<u>(7,361)</u>	<u>(35,124)</u>
Net Position - Beginning	<u>278,219</u>	<u>644,468</u>	<u>922,687</u>
Net Position - Ending	<u>\$ 250,456</u>	<u>\$ 637,107</u>	<u>\$ 887,563</u>

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

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

INDEX TO NOTES

	PAGE
NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	
Reporting Entity	42
Government-wide and Fund Financial Statements	43
Measurement Focus, Basis of Accounting, and Financial Statement Presentation	44
Budgetary Requirements	46
Property Taxes	47
Tax Abatements	48
Interfund Payables, Receivables and Transactions	48
Cash and Cash Equivalents	48
Equity in Pooled Cash	48
Investments	48
Inventories & Prepaid Items	48
Restricted Assets	49
Utility Receivables	49
Special Assessment Receivables	49
Ambulance Receivables	49
SHIP Loan Receivables	49
Capital Assets	49
Compensated Absences	50
Landfill Closure Costs	50
Long-Term Liabilities	50
Net Pension Liability	50
Unearned Revenues	50
Self-Insurance Claims	50
Grants Revenues	51
Deferred Outflows and Deferred Inflows of Resources.....	51
Fund Balance Reporting and Governmental Fund-Type Definitions	51
Net Position	52
NOTE 2 – DEPOSITS AND INVESTMENTS	
Cash and Cash Equivalents	52
Investment Portfolio	52
Interest Rate Risk	54
Credit Risk	54
Custodial Credit Risk	55
Concentration of Credit Risk	55
NOTE 3 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS	56
NOTE 4 - CAPITAL ASSETS	
Changes in Capital Assets	57
Summary of Capital Assets	60
Construction Commitments	60
Capital Assets under Lease Purchase Commitments	60
NOTE 5 – LONG-TERM LIABILITIES	
Schedule of Changes in Long-Term Liabilities	61
Bonds Payable	62
Notes Payable	63
Debt Service Requirements	63
Pledged Revenues	64
Defeased Debt	65
Compensated Absences	65
Landfill Closure Costs	65
Bond Covenant Requirements	65
NOTE 6 – RISK MANAGEMENT PROGRAM	66
NOTE 7 – RETIREMENT SYSTEM	
The Florida Retirement System.....	67
Net Pension Liability, Deferred Outflows/Inflows of Resources, and Pension Expense for County	67
Defined Benefit Pension Plans.....	70
Defined Contribution Retirement Plan.....	71

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS	
Plan Description.....	72
Annual OPEB Cost and Net OPEB Obligation.....	73
Funded Status and Funding Progress.....	73
NOTE 9 – DEFERRED OUTFLOWS OF RESOURCES ON REFUNDING	74
NOTE 10 – RESTRICTED NET POSITION FOR OTHER PURPOSES	75
NOTE 11 – COMMITMENTS AND CONTINGENCIES	75
NOTE 12 – NEW PRONOUNCEMENTS	76

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Marion County, Florida (the "County") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant County accounting policies are described below.

A. Reporting Entity

The County is a political subdivision of the State of Florida established by the Constitution of the State of Florida, Article VIII, Section 1(e). It is governed by an elected Board of County Commissioners (the "Board") which is governed by state statutes and regulations. In addition to the Board, there are five elected Constitutional Officers: Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. The Constitutional Officers maintain separate accounting records and budgets. The Board funds a portion or, in certain instances, all of the operating budgets of the County's Constitutional Officers. The General Funds of the Constitutional Officers are consolidated as part of the County General Fund, and other funds of the Constitutional Officers are presented as either special revenue funds or agency funds as appropriate within the County's financial statements.

As required by GAAP, the financial reporting entity consists of (1) the primary government (the County), (2) organizations for which the County is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The County is financially accountable if it appoints a voting majority of the organization's governing body and (a) it is able to impose its will on that organization or (b) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County. The County may be financially accountable if an organization is fiscally dependent on the County regardless of whether the organization has (a) a separately elected governing board, (b) a governing board appointed by a higher level of government, or (c) a jointly appointed board. Based on these criteria, County management examined all organizations which were legally separate in order to determine which organizations, if any, should be included in the County's financial statements. Management determined that the Dunnellon Airport Authority, the Marion County Community Redevelopment Agency, the Rainbow Lakes Estates Municipal Services District, the Marion County Housing Finance Authority, and the Marion County Law Library were the only organizations that should be included in the County's financial statements as component units.

1. Blended Component Units

Dunnellon Airport Authority – The Dunnellon Airport Authority was established under the laws of Florida, Chapter 81-436, and Marion County Code Section A3-1 through A3-14. The Marion County Board of County Commissioners acts as the governing board of the Dunnellon Airport Authority, selects management, establishes budgets, and controls all aspects of general aviation, airport management, operations and development. The Dunnellon Airport is reported as a special revenue fund. Separate financial statements for the Dunnellon Airport Authority have not been developed.

Marion County Community Redevelopment Agency – The Marion County Community Redevelopment Agency (CRA) was created pursuant to Chapter 163.356, Florida Statutes, County Ordinance 13-14, and County Resolution 13-R-169. The Marion County Board of County Commissioners serves as the CRA Board and has operational responsibility for the CRA. Although legally separate, the CRA is appropriately blended as a governmental fund type component unit into the primary government. Pursuant to Chapter 163.387, Florida Statutes and County Ordinance 13-15, the Silver Springs Community Redevelopment Area Trust Fund was established to account for the designated redevelopment program in accordance with the Silver Springs Redevelopment Plan. This CRA is presented as a major governmental fund.

Rainbow Lakes Estates Municipal Services District – The Rainbow Lakes Estates Municipal Services District was created under the laws of Florida, Chapter 69-1298 and Marion County Code Sections A5-1 through A5-7. The Marion County Board of County Commissioners acts as the governing authority of the district, thus having significant influence over their operations and fiscal management, and has operational responsibility for the district. The taxing district is reported as a special revenue fund. Separate financial statements for the Rainbow Lakes Estates Municipal Services District are available at the County Clerk's office.

2. Discretely Presented Component Units

Marion County Law Library – The Marion County Law Library was created under Florida Statutes Sections 28.2401, 28.241, and 34.041, and Marion County Code Section 2-16, which provides for a law library for the courts of Marion County, members of the Bar, and the general public. The Marion County Law Library is composed of a Board of Trustees who are appointed and whose tenure of office is designated by the Senior Circuit Judge (Ex-Officio Chairman of the Board of Trustees) sitting in Marion County. The Board of Trustees is composed of the chief circuit court judge and three attorneys who serve in an advisory capacity. The Board establishes the fees charged and collected on court actions in support of the Marion County Law Library, and the Board is thereby financially accountable. Therefore, the Marion County Law Library is included as a discretely presented component unit of the reporting entity. Separate financial statements for the Marion County Law Library are available at their administrative offices located in the Marion County Judicial Center, 110 N.W. 1st Avenue, Ocala, Florida 34475.

Marion County Housing Finance Authority – The Marion County Housing Finance Authority was established under Florida Statutes, Section 159.601, and Marion County Code Sections 2-96 through 2-101. The Board does not maintain budgetary control over the operating costs of the Marion County Housing Finance Authority. However, the Board is financially accountable for the activities of the Marion County Housing Finance Authority since the Board both (a) appoints a voting majority of the Authority's governing body, and (b) has the ability to impose its will by removing voting members of the Authority's governing body. Therefore, the Marion County Housing Finance Authority is included as a discretely presented component unit of the reporting entity. The Marion County Housing Finance Authority is accounted for as a single governmental fund. Separate financial statements for the Marion County Housing Finance Authority have not been developed.

3. Related Organizations

The County is responsible for appointing members of boards to other organizations, but is not accountable for these organizations. The following related organizations are not included in the reporting entity:

- i. Marion County Hospital District
- ii. Marion County Industrial Development Authority

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The Statement of Activities demonstrates the degree to which the direct expenses and indirect costs of a given function, or segment, are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Indirect Expenses* are those costs that are allocated to functions and activities in accordance with the County's adopted indirect cost allocation plan. Interfund services provided and used are not eliminated in the process of consolidation. The "Expenses" column includes both direct and indirect expenses. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

1. 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. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

2. Fund Financial Statements

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

Property taxes, franchise fees, licenses, 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

Major funds are determined at the fund level. Non major governmental funds are combined for financial reporting purposes.

The County reports the following major governmental funds:

- The *General Fund* is the government's primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund. The General Fund includes the Board of County Commissioners, Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector.
- The *MSTU for Law Enforcement Fund* is a special revenue fund, created pursuant to Section 125.01, Florida Statutes, to account for the costs of providing the Sheriff's patrol and criminal investigation division services to a geographic area encompassing nearly all of the unincorporated areas of the County. The primary source of funding for this service is ad valorem taxes levied on the areas established by the taxing unit.

- The *Silver Springs CRA Trust Fund* is a special revenue fund created by the Board pursuant to Section 163.387, Florida Statutes to account for the funds used to finance community redevelopment within the Silver Springs Community Redevelopment Area, in accordance with the Silver Springs Community Redevelopment Plan. The primary source of funding is from tax increment financing provided by increased ad valorem tax value in the geographically designated area.
- The *Fire, Rescue and EMS Fund* is a special revenue fund created by the Board pursuant to Section 125.01, Florida Statutes, to account for the provision of fire protection, rescue services and emergency medical services to those portions of the unincorporated area of the County for which these activities are not otherwise provided. The primary sources of revenue in this fund are generated through the levy and collection of a special per-parcel assessment levied only in the covered area, and a levy of ad valorem tax within the areas of Marion County.

The County reports the following major enterprise funds:

- The *Solid Waste System Fund* accounts for the fiscal activity of all solid waste disposals within the County.
- The *Marion County Utility Fund* accounts for the fiscal activity of providing water and wastewater services to residential and commercial customers countywide.

Additionally, the County reports the following fund types:

- *Special Revenue Funds* are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.
- *Debt Service Funds* are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt Service funds are also used to report resources if legally mandated, and financial resources that are being accumulated for principal and interest maturing in future years.
- *Capital Projects Funds* are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital outlay. Capital Project funds exclude capital-related outflows financed by proprietary funds or for assets held in trust for individuals, private organizations, or other governments.
- The *Internal Service Fund* accounts for the activities of the County's risk management program. Activities include amounts collected and the claims paid for the County's workers' compensation, property, general liability, and prescription medicine self-insurance, as well as to account for the premiums received and disbursed to a third party insurer for the County employees' major medical, disability income, and life insurance.
- *Agency Funds* are custodial in nature, and are therefore, excluded from the government-wide financial statements. These Funds are used to account for assets held by the County as an agent for individuals, private organizations and other governments. The resources include fines, forfeitures and filing fees collected for other governmental agencies, child support payments, jury and witness services, posted bonds collected for individuals, prisoner's funds, confiscated monies held as evidence, Sheriff's fees for serving papers, property taxes and fees for licenses.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise funds and of the County's internal service fund are charges to customers for sales and services. Included in Solid Waste charges for service are non ad valorem assessments for landfill fees. Operating expenses for enterprise funds and internal service fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources, as they are needed for their intended purposes.

D. Budgetary Requirements

The following procedures are utilized by the County in establishing and/or amending the budgetary information contained in the financial statements:

- 1) On or before June 1 of each year, the Clerk of the Circuit Court and Comptroller (the "Clerk"), Sheriff, Supervisor of Elections and Tax Collector each submit a proposed operating budget for the ensuing fiscal year to the Board.
- 2) The proposed operating budget of the Property Appraiser must be presented to the Board on or before June 1 of each year and is simultaneously submitted by the Property Appraiser to the State of Florida, Department of Revenue, from which the final approval of the budget of the Property Appraiser must emanate.
- 3) On or before July 15 of each year, or within 15 days after the receipt of certified taxable property values from the Property Appraiser, whichever occurs last, the Clerk, as Clerk to the Board (and Budget Officer), presents to the Board a proposed budget for the fiscal year commencing the following October 1. Pursuant to the provisions of Section 129.01, Florida Statutes, the proposed budgets as submitted contain balanced statements of estimated revenues (including unexpended fund balances to be carried forward) and proposed appropriations for each fund required to be presented by law or by sound financial practices, including the general, special revenue, debt service, and capital projects funds.
- 4) Following a preliminary review of the proposed budgets by the Board, whose members make such changes as are deemed necessary (provided that the proposed budget for each fund remains balanced), the Board causes a notice of proposed property taxes to be mailed to each County property taxpayer. Included in the notice is a statement of the Board's intent to hold a public hearing to consider adoption of the tentative millage rates and budgets, as well as a comparison of the taxpayer's proposed property tax bill with the actual tax bill of the preceding year.
- 5) Following successful completion of the above referenced public hearings, the Board advertises and subsequently conducts a second public hearing to finally adopt a millage rate and budget for each of the taxing entities under their jurisdiction. These public hearings are ordinarily held prior to October 1 each year. If, however, for some reason the Board is unable to finally adopt a budget prior to October 1, state law permits the readoption by resolution of the budget of the preceding year as an interim measure.
- 6) Pursuant to the provisions of Section 129.07, Florida Statutes, the Board is prohibited from expending or contracting for the expenditure of any amount in excess of the total amount budgeted in any fund. It is, however, legally permissible at the present time for the budgets of individual departments included within a particular fund to be over expended in total without requiring mandatory action by either the Board, the Clerk, as Clerk to the Board (and Budget Officer), or the County Administrator. Transfers of appropriate amounts between funds require approval of the Board.
- 7) Subsequent to final adoption of the budget by the Board, changes to the budget, as enacted, may be made when revenues not anticipated in the original budget are received that management wishes to appropriate during the current fiscal year, resulting in an increase to the total appropriations of a fund. All other changes to total fund appropriations may only be made through adoption of a budget ordinance or resolution following a public hearing.

- 8) Adoption and execution of the budgets are governed in accordance with applicable provisions of the Florida Statutes.
- 9) Formal budgetary integration at the object level is used as a management control device for all governmental funds of the County for which annual budgets are adopted, including the general, special revenue, debt service, and capital projects funds. Pro forma project length budgets are provided to the Board for certain capital projects for informational purposes only. The level at which expenditures may not legally exceed appropriations is the fund level. For instances when the expenditures exceed the appropriation, there would be corresponding increase in unbudgeted revenue.
- 10) Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds.
- 11) All appropriations lapse at the end of each fiscal year, although the County expects to honor purchase orders and contracts in process, subject to authority provided in the subsequent year's budget.

E. Property Taxes

Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessment are also designed to assure a consistent property valuation method statewide. State Statutes permit counties to levy property taxes at a rate of up to 10 mills for countywide purposes and an additional 10 mills for non-countywide purposes for municipal services with such additional 10 mills limit inclusive of municipal service levies of other local government entities.

The tax levy of the County is established by the Board prior to October 1 of each year and the Tax Collector incorporates the millages into the total tax levy, which includes the municipalities, independent districts and the County School Board tax requirements and produces the tax bill.

All property is reassessed according to its fair market value on January 1 of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State Statutes.

All taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the Tax Collector. All unpaid taxes become delinquent on April 1 following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January, and 1% in the month of February. Taxes paid in March are without discount.

On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. Delinquent taxes on real property bear interest at 18% per year or as bid in a public sale of tax certificates. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. Unsold certificates are held by the County. Delinquent taxes on personal property bear interest at 18% per year until the tax is satisfied either by seizure and sale of the property or by the seven-year statute of limitations.

The County does not accrue its portion of the County-held tax sale certificates or personal property tax warrants because such amounts are not considered to be material.

Key dates in the property tax cycle for the fiscal year ended September 30, 2017 are as follows:

Assessment Roll certified	June 2016
Beginning of fiscal year for which taxes are being levied	October 2016
Property taxes levied	October 2016
Tax bills issued	November 1, 2016
Property taxes due by:	
For maximum discount	November 30, 2016
Delinquent after	March 31, 2017
Tax certificates (liens) sold on unpaid property taxes	No later than June 1, 2017

F. Tax Abatements

GASB Statement No. 77, *Tax Abatement Disclosures* is effective for the financial statements of the County as of September 30, 2017. This statement requires disclosure of tax abatement information about the County's tax abatement agreements and those entered by other governments that reduce the County's tax revenues. The County has evaluated this statement and has determined no agreements meet the criteria to be disclosed.

G. Interfund Payables, Receivables, and Transactions

Unpaid amounts of interfund transactions at year end are reflected as "due from other funds" or "due to other funds" in the related fund financial statements. Noncurrent portions of interfund payables and receivables are reported as advances. In governmental funds, advances are offset equally by nonspendable fund balance unless the advanced funds are restricted or committed.

Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it, which are applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund, and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

H. Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents include equity in pooled cash, cash on hand, demand deposit accounts and highly liquid investments (including restricted assets) with a maturity of three months or less when purchased.

I. Equity in Pooled Cash

The Board maintains a pooled cash fund which allows the various funds of the Board to pool monies for investment purposes. The Board maintains records to identify the equity of each fund investing in the pool as well as amounts borrowed from the pool. Investment earnings of the pool are recorded as earned and are allocated to the participating funds based on the respective funds average daily balance. The equity in pooled cash consists of cash which can be liquidated without penalty or delay.

J. Investments

The County's investments include U.S. Treasuries, Federal Instrumentalities, Corporate Notes/Obligations, Commercial Paper, Money Market Funds, and Municipal Bonds. Investments with a maturity greater than five and a half (5.50) years when purchased require the Clerk's approval prior to purchase. All investments are carried at fair value except Federated Money Market Fund, which is reported at amortized cost.

K. Inventories and Prepaid Items

Inventories are valued at cost, which approximates market value, using the first-in/first-out (FIFO) method. Annual inventory expenditures reflect supplies consumed. 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. These payments are recorded as expenditures or expenses when consumed rather than when purchased.

L. Restricted Assets

The use of certain assets of enterprise funds and debt service funds are restricted by specific provisions of bond resolutions. Assets so designated are identified as restricted assets on the statement of net position and balance sheet since their use is limited.

M. Utility Receivables

Utility receivables are shown net of allowance for uncollectible accounts. Utility accounts receivable in excess of 120 days comprise the utility accounts receivable allowance for uncollectible accounts. Water and wastewater operating revenues are generally recognized on the basis of cycle billings rendered monthly. The receivables at the end of the fiscal year include an allowance for uncollectible accounts in the amount of \$750,000.

N. Special Assessment Receivables

The Board imposes special assessments against property located within specified areas, as set forth in the Assessment Resolution, for the construction of improvements. The assessment of each parcel is based upon either the lineal feet of frontage along the areas to be improved or per lot. The assessments will be collected on the ad valorem tax bill, as authorized by Section 197.3632 of the Florida Statutes.

O. Ambulance Receivables

Marion County Fire Rescue provides ground-based ambulance services, as well as basic and advanced life support services to the citizens of Marion County. The receivable for ambulance services at the end of the fiscal year includes an allowance for uncollectable accounts in the amount of \$2.47 Million.

P. State Housing Initiative Partnership (SHIP) Loan Receivables

In accordance with the Marion County SHIP Local Housing Assistance Plan, Marion County's Demolition and Reconstruction Loan Program is designed to replace existing uninhabitable or dilapidated structures for homeowners that do not have alternative housing or financial resources to alleviate the situation. Marion County provides interest free loans to qualifying low income applicants, with equal monthly payments of the principle loan balance amortized for 30 years.

Q. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Property and equipment with initial, individual costs that equal or exceed \$1,000 and estimated useful lives of over one year are recorded as capital assets. Buildings and improvements with initial, individual costs that equal or exceed \$25,000 are recorded as capital assets. Capital assets are recorded at historical cost or estimated historical cost if constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Infrastructure assets are reported on a network and sub-system basis. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the government-wide financial statements regardless of their amount. The historical cost for the initial reporting of these assets was obtained through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As more capital assets are acquired or constructed, they are capitalized and reported at the historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Capital Assets are depreciated over their estimated useful lives unless they are inexhaustible or are intangible assets with indefinite useful lives. The term depreciation (and related forms of the term) includes amortization of intangible assets. Property, plant, equipment and computer software are depreciated/amortized using the straight line method over the following estimated useful lives:

Buildings and Improvements	10-30 Years
Landfill and Water/Sewer Structures	10-30 Years
Machinery, Equipment and Vehicles	5 Years
Computer Software	5 Years
Infrastructure	15-50 Years

R. Compensated Absences

The County's reporting of accumulated unused compensated absences has been recorded in accordance with GASB Statement No. 16. A liability is accrued for an employee's rights to receive compensation for future absences when certain conditions are met. In general, it is the County's policy to grant all permanent full-time and part-time employees leave based upon the number of years of employment. Employees are encouraged to use their annual leave in the year that it is earned. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for this amount is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

S. Landfill Closure Costs

The Board recognizes municipal solid waste landfill closure and postclosure care costs under the State of Florida's Solid Waste Management Act of 1988, regulations of the Federal Environmental Protection Agency, and the Governmental Accounting Standards Board Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*. The Board is required to place a final cover on closed landfills and to provide long-term care for up to thirty years after final cover. These obligations for closure and postclosure are recognized in the enterprise fund for the County's landfill operations over the active life of the landfill, based on landfill capacity used to date.

T. Long-Term Liabilities

Long-term liabilities which are expected to be financed from governmental funds are accounted for as debt service expenditures in related funds. For proprietary fund types, long-term debt and other obligations are reported as liabilities in the fund financing the obligation.

U. Net Pension Liability

In the government-wide and proprietary fund statements, the net pension liability represents the County's proportionate share of the net pension liability of the cost-sharing pension plans in which it participates. This liability represents a share of the present value of projected benefit payments to be provided through the cost-sharing plans, less the amount of the cost-sharing plans' fiduciary net position. The County participates in both the Florida Retirement System (FRS) defined benefit pension plan and the Health Insurance Subsidy Program (HIS) defined benefit plan administered by the Florida Division of Retirement. The County allocated the net pension liability, deferred outflows for pensions, deferred inflows for pensions, and pension expense to funds and functions/activities based on their respective contributions made to the pension plans for that fiscal year.

V. Unearned Revenues

Unearned revenues in governmental funds represent funds for programs continuing into the next year. Unearned revenues reported on applicable proprietary fund types represent revenues for connection fees and other revenues received in advance. The unearned revenues will be recognized as revenue in the fiscal year in which customer connections are made to the County utility system and other items are earned.

W. Self-Insurance Claims

Liabilities for reported claims and incurred but not reported claims are estimated based on an actuarial review of historical experience and claims pending against the County.

X. Grants Revenues

Program and capital grants received by governmental funds are recorded in the applicable governmental fund as receivables and revenues at the time reimbursable costs are incurred and all significant grant restrictions are satisfied. Grant revenues received in advance of meeting all major grant restrictions are reported as unearned or advanced.

Y. Deferred Outflows and Deferred Inflows of Resources

In addition to assets and liabilities, the County reports the financial statement elements of deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expenditure or expense) until that applicable time. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that applicable time.

The County reports two items that qualify as deferred outflows of resources on its government-wide and proprietary statements of net position, the deferred amount on refunding and deferred outflows for pensions. The deferred amounts on refunding resulted from debt refinancing whereby the reacquisition price of the refunding debt instruments exceeded their net carrying amount. This deferred amounts on refunding are systematically charged to interest expense over the life of the refunding debt. The deferred outflows for pensions are an aggregate of items related to pensions as calculated in accordance with GASB Statements No. 68, *Accounting and Financial Reporting for Pensions* and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. This deferred outflows for pensions will be recognized as pension expense or a reduction of the net pension liability in future reporting years.

The County reports one item that qualifies as deferred inflows of resources on its government-wide and proprietary statements of net position, the deferred inflows for pensions. The deferred inflows for pensions are an aggregate of items related to pensions as calculated under the same principles as the deferred outflows for pensions, and will be recognized as a reduction to pension expense in future reporting years.

The County also reports deferred inflows of resources on applicable governmental fund statements that represent revenues which are measurable but not available, in accordance with the modified accrual basis of accounting. These deferred inflows will be recognized as revenue in the fiscal year they are earned or become available. The majority of these deferred inflows of resources represent special assessment liens, ambulance revenues, and grant funds.

Z. Fund Balance Reporting and Governmental Fund-Type Definitions

The County implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This GASB Statement clarifies governmental fund balance classifications and fund-type definitions. The change in the governmental fund type definition resulted in the re-classifying of certain special revenue funds to the general fund for reporting purposes. The Board of County Commissioners is the County's highest level of decision-making authority.

Governmental fund balances are classified either as nonspendable or spendable. Spendable fund balances are further classified below nonspendable in a hierarchy based on the extent to which there are external and internal constraints on the spending of these fund balances. These classifications are described as follows:

Nonspendable fund balance - include amounts that cannot be spent because they are not in spendable form or legally or contractually required to be maintained intact. Nonspendable governmental fund balances at September 30, 2017 are for inventories and prepaid items.

Restricted fund balance – include amounts that can be spent only for the specific purposes stipulated by external resources providers either constitutionally or thru enabling legislation. Examples include grants and impact fees.

Committed fund balance – include amounts that can only be used for the specific purpose determined by a formal action of the government's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action of an Ordinance approved by the Board at the County's regular meeting that imposed the constraint originally.

Assigned fund balance – include amounts intended to be used by the government for specific purposes. Currently, the Board has not officially designated anyone with the authority to assign fund balance to a specific

purpose as approved by the fund balance policy. Currently, only the Board has the authority to assign fund balance through action other than ordinance. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that the resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

Unassigned fund balance – is the residual classification of the general fund only and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose.

It is the County's goal to maintain an adequate general fund unassigned fund balance to provide liquidity to meet seasonal shortfalls in cash flow, and reduce susceptibility to emergency or unanticipated expenditures and/or revenue shortfalls. It is the goal of the County to maintain an unassigned fund balance in the general fund sufficient to cover 20% of recurring expenditures. If at the end of any fiscal year the actual amount of unassigned fund balance falls below the targeted levels, the Board shall prepare and submit in conjunction with the proposed budget a plan for budget adjustments necessary to restore the minimum requirements.

When multiple categories of fund balance are available for expenditures, the County will start with the most restricted category in its order of use (restricted resources are used first, followed by committed resources, followed by assigned resources). Unassigned fund balance is used when expenditures are incurred for purposes which amounts in any classification could be used.

AA. Net Position

In accordance with GAAP, net position of proprietary funds, governmental activities and business-type activities are made up of three components. *Net investment in capital assets* represents net capital assets less related long-term liabilities, where unspent debt proceeds increase this amount. *Restricted net position* represent assets that are legally restricted for specific purposes. They include bond sinking and reserve funds, special revenues restricted by statute, ordinance, and bond proceeds and other sources restricted for capital projects or improvements. The balance of net position is considered *unrestricted net position*.

NOTE 2 – DEPOSITS AND INVESTMENTS

A. Cash and Cash Equivalents

At September 30, 2017, the County's carrying value of cash and cash equivalents totaled \$179,515,621, which is presented as \$165,907,951 in the statement of net position and \$13,607,670 in the statement of fiduciary assets and liabilities, and is made up of the items following in this paragraph. The carrying amount of the County's cash deposit accounts was \$39,819,933. Cash with a fiscal agent totaled \$314,682. The County's cash deposits are held by a bank that qualifies as a public depository under the Florida Security for Public Deposits Act as required by Chapter 280, Florida Statutes. The County's cash deposits are fully insured by the Public Deposits Trust Fund. Additionally, funds are placed with the State Board of Administration (SBA) for participation in the Local Government Surplus Funds Trust Fund (Florida Prime Investment Pool), created by Section 218.405, Florida Statutes. This investment pool operates under investment guidelines established by Section 215.47, Florida Statutes.

The County's investments in the Florida Prime Investment Pool as of September 30, 2017 were \$139,381,006. These investments are similar to money market funds in which units are owned in the fund rather than the underlying investments. These investments are reported at amortized cost and meet the requirements of GASB Statement No. 31, as amended by GASB Statement No. 79 *Certain External Investment Pools and Pool Participants*, which establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. There are no limitations or restrictions on withdrawals from the Florida Prime Investment Pool; although in the occurrence of an event that has a material impact on liquidity or operations of the trust fund, the fund's executive director may limit contributions to or withdrawals from the trust fund for a period of 48 hours.

The Florida Prime Investment Pool had a dollar weighted average days to maturity (WAM) of 51 days as of September 30, 2017. Next interest rate reset dates for floating rate securities are used in the calculation of the WAM.

B. Investment Portfolio

The Board of County Commissioners (Board) and Clerk of the Circuit Court and Comptroller (Clerk) formally adopted comprehensive investment policies on October 3, 2000. The Tax Collector formally adopted a

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

comprehensive investment policy on October 20, 2006. The policies were created pursuant to Section 218.415, Florida Statutes and established permitted investments, asset allocation limits, issuer limits, credit ratings requirements, and maturity limits to protect the County's cash and investment assets. The Board maintains a common cash and investment pool for the use of all funds. In addition, cash and investments are separately held by the Board's special revenue, debt service, capital projects, enterprise and trust funds.

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 adopted a list of permitted investments by ordinance and updated their Investment Policy on March 3, 2015. The Ordinance (15-03) allows for the following investments: The U.S. Treasury, GNMA, other U.S. Government Guarantees (e.g. AID, GTC), Federal Agency/GSE: FNMA, FHLMC, FHLB, FFCB, other Federal Agency/GSE, Supranationals (where U.S. is a shareholder and voting member), Corporates, Municipals, Agency Mortgage-Backed Securities (MBS), Asset-Backed Securities (ABS), Non-Negotiable Interest Bearing Time Certificates of Deposit, Commercial Paper (CP), Bankers' Acceptances (BAs), Repurchase Agreements (Repo or RP), Money Market Mutual Funds (MMFs), Fixed-Income Mutual Funds & ETFs, Intergovernmental Pools (LGIPs), and the Florida Prime Investment Pool.

The Constitutional Officers, electing not to adopt a written investment policy, are limited to investing funds pursuant to Section 218.415, Florida Statutes, subsection (17) Authorized Investments; no written investment policy. Those investments include the Florida Prime Investment Pool, any authorized intergovernmental investment pool, SEC registered money market funds with the highest credit quality rating from a nationally recognized rating agency, interest-bearing time deposits or savings accounts in qualified public depositories, and direct obligations of the U.S. Treasury.

The County's investment portfolio consists of \$123,066,841 in direct obligations of the United States Treasury Securities, Federal Instrumentalities, Corporate Obligations, Municipal Bonds, and Money Market Funds which are reported at fair value in accordance with GASB Statement No. 31.

The County categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application* provides guidance for determining fair value of investments for financial reporting purposes and includes the fair value hierarchy, which has three levels based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Statement No. 72 allows for the use of quoted prices provided by third parties. The County uses quoted prices provided by its third party custodian, SunTrust Bank, Inc. Quoted prices are categorized using a Fair Value Evaluation Matrix providing asset type, pricing method, pricing sources, evaluation frequency, and customary fair value level. Investments' fair value measurements and input levels are as follows at September 30, 2017.

	Fair Value Measurements Using			
	09/30/2017	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level				
Corporate Obligations	\$ 66,578,365	\$ -	\$ 66,578,365	\$ -
MUNI Bonds	4,074,273		4,074,273	
FNMA Notes	11,610,852		11,610,852	
FHLB Notes	10,160,938		10,160,938	
FHLMC Notes	3,500,494		3,500,494	
US Treasury Notes	26,401,068		26,401,068	
Total investments by fair value level	<u>\$ 122,325,990</u>	<u>\$ -</u>	<u>\$ 122,325,990</u>	<u>\$ -</u>
Investments measured at amortized cost				
Federated Money Market Fund	740,851			
Total investments measured at amortized cost	<u>740,851</u>			
Total Investments	<u>\$ 123,066,841</u>			

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

As of September 30, 2017, interest receivable on the County's investment portfolio amounted to \$392,526. The County had the following investment types by issuer and effective duration presented in terms of years:

Effective Duration by Security Type	Fair Value	Weighted Average Duration (Years)	Credit Rating	Percentage of Portfolio
Corporate Obligations	\$ 66,578,365	1.61	A/AAA	54.10 %
MUNI Bonds	4,074,273	1.33	AA	3.31 %
FNMA Notes	11,610,852	1.47	AA+	9.44 %
FHLB Notes	10,160,938	1.81	AA+	8.26 %
FHLMC Notes	3,500,494	2.03	AA+	2.84 %
US Treasury Notes	26,401,068	2.33	AA+	21.45 %
Federated Money Market Fund	740,851	0.10	AAAm	0.60 %
Total Fair Value	<u>\$ 123,066,841</u>			<u>100.00 %</u>
Portfolio Weighted Average Duration		1.77		

C. Interest Rate Risk

The Board's investment policy sets limits for investment maturities to match known cash needs and anticipated cash flow requirements. Investments of current operating funds shall have maturities of no longer than twenty-four (24) months. Investments of bond reserves, construction funds, and other non-operating funds, "core funds", shall have a term appropriate to the need for funds and in accordance with debt covenants. The purchase of investments for core funds with maturities longer than five and a half (5.50) years requires the Clerk's approval prior to purchase. The maturities of the underlying securities of a repurchase agreement will follow the requirements of the Master Repurchase Agreement.

The Board utilizes "effective duration" as a measurement of interest rate risk and as of September 30, 2017, the investment portfolio had an effective duration of 1.77 years.

Included in the investment portfolio, the Board has \$9,428,616 in Callable Securities that have an embedded option consisting of the option at the discretion of the issuer to call their obligation or pay a stated increase in the interest rate. The effective duration of callables is 1.16 years with the latest maturity date of March 3, 2020. The Board has \$3,469,573 invested in Federal Agency mortgage-backed pass-through securities with an effective duration of 1.86 years and latest maturity date of October 1, 2026. Additionally, the Board has \$17,241,529 invested in Asset-backed securities with an effective duration of 1.5 years.

D. Credit Risk

The Board's investment policy permits for investing in the following investments, which are limited to credit quality ratings from a Nationally Recognized Statistical Rating Organization (NRSRO) as described below.

- Money Market Mutual Funds provided such funds are registered under the Federal Investment Company Act of 1940 and operate in accordance with 17 C.F.R. § 270.2a-7, which stipulates that money market funds must have an average weighted maturity of 90 days or less. In addition, the share value of the money market funds must equal to \$1.00. The money market funds shall be rated the two highest rating categories by all NRSROs who rate the fund (AAm/Aa-mf, or equivalent).
- Corporate notes, bonds, or other debt obligations shall be rated, at minimum or better, the highest short term or three highest long term rating categories (A-1/P-1, A-/A3 or equivalent) by a NRSRO.
- Bankers' Acceptances (BAs) which are issued, drawn on, or guaranteed by a U.S. bank or U.S. branch of a foreign bank shall be rated the highest short term rating category (A-1/P-1, or equivalent) by a NRSRO.
- Municipal obligations shall be rated, at a minimum or better, the highest short term or three highest long term rating categories (SP-1/MIG 1, A-/A3, or equivalent) by a NRSRO.

- Supranationals shall be rated, at a minimum or better, the highest short term or two highest long term rating categories (A-1/P-1, AA-/Aa3, or equivalent) by a NRSRO.
- Commercial paper of any United States company or a domestic or foreign corporation, company, financial institution, trust or other entity, including unsecured debt and asset-backed programs shall be rated the highest short term rating category (A-1/P-1, or equivalent) by a NRSRO.

As of September 30, 2017, the majority of the Board's investment securities in the amount of \$123,066,841 were all individually rated A-/AAA by Standard & Poor's Rating Services or A3/Aaa by Moody's Rating Services.

The County's \$139,381,006 investment deposit in the Florida Prime Investment Pool was rated by Standard & Poor's. The current rating as of September 30, 2017 was AAAm.

The County's cash deposit balance, including the deposit with fiscal agent, of \$40,134,615 was deposited in a qualified public depository, as required by Chapter 280, Florida Statutes.

E. Custodial Credit Risk

The Board's investment policy, pursuant to Section 218.415(18), Florida Statutes, requires securities, with the exception of certificates of deposits, shall be held with a third party custodian; and all securities purchased by, and all collateral obtained by the Board should be properly designated as an asset of the County. The securities must be held in an account separate and apart from the assets of the financial institution. A third party custodian is defined as any bank depository chartered by the Federal Government, the State of Florida, or any other state or territory of the United States which has a branch or principal place of business in the State of Florida, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in the State of Florida. Certificates of deposit will be placed in the provider's safekeeping department for the term of the deposit.

As of September 30, 2017, the Board's investment portfolio was held with a third-party custodian as required by the Board's investment policy.

F. Concentration of Credit Risk

The Board's investment policy establishes asset allocation and issuer limits designed to reduce the concentration of credit risk by security type and individual issuer. As of September 30, 2017, the Board's investments included no investment exceeding the established concentration limits. All investments held were within the limits established by the Board's investment policy for security type and individual issuer.

NOTE 3 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of September 30, 2017 is as follows:

	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
Major Funds:		
General Fund	\$ 9,706	\$ 1,909,644
Major Special Revenue Funds:		
MSTU For Law Enforcement	1,328,344	-
Fire, Rescue & EMS	5,035	-
Major Enterprise Funds:		
Solid Waste System	-	4,000
Nonmajor Funds:		
Special Revenue Funds	545,770	2,641
Debt Service Funds	27,430	-
Capital Project Funds	-	-
	<u>\$ 1,916,285</u>	<u>\$ 1,916,285</u>

Interfund receivables and payables resulted primarily from revenues accrued in certain funds that are transferred to other funds and excess fees of County Constitutional Officers due to other funds of the County. The total interfund balances contain \$3.21 million of General Fund eliminations between the Constitutional Officers (Clerk, Property Appraiser, Sheriff, Supervisor of Elections and Tax Collector).

Interfund transfers consist of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General Fund	\$ 44,968,428	\$ 2,004,899
Major Special Revenue Funds:		
MSTU For Law Enforcement	68,774	35,634,427
Fire, Rescue & EMS	490,427	976,024
Major Enterprise Funds:		
Solid Waste System	352,513	-
Marion County Utility	-	-
Non-major Funds:		
Special Revenue Funds	1,551,482	11,949,936
Debt Service Funds	34,893	125,062
Capital Project Funds	3,466,830	242,999
	<u>\$ 50,933,347</u>	<u>\$ 50,933,347</u>

The MSTU for Law Enforcement Special Revenue Fund transferred \$35.6 million to the General Fund for the Sheriff. The Fine & Forfeiture Special Revenue Fund transferred \$8.0 million to the General Fund for the Sheriff to cover law enforcement costs. The total transfers contain \$46.2 million of General Fund eliminations between the Constitutional Officers (Clerk, Property Appraiser, Sheriff, Supervisor of Elections and Tax Collector).

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

NOTE 4 – CAPITAL ASSETS

A. Changes in Capital Assets

The following shows the changes in capital assets of governmental activities:

Governmental Activities	Primary Government			Ending Balance 9/30/2017
	Beginning Balance 9/30/2016	Increases	Decreases	
Capital Assets, Not Being Depreciated:				
Land	\$ 422,477,159	\$ 2,838,137	\$ (198,850)	\$ 425,116,446
Land Use Rights	-	-	-	-
Historical Treasures	-	266,238	-	266,238
Construction In Progress	2,965,254	3,629,245	(43,514)	6,550,985
Construction In Progress - Infrastructure	32,619,041	8,237,346	(22,452,711)	18,403,676
Total Capital Assets, Not Being Depreciated	458,061,454	14,970,966	(22,695,075)	450,337,345
Capital Assets, Being Depreciated and Amortized:				
Buildings	231,031,838	196,721	-	231,228,559
Improvements Other Than Buildings	54,087,070	154,810	-	54,241,880
Equipment	115,350,099	20,008,985	(10,066,068)	125,293,016
Computer Software	4,050,890	-	-	4,050,890
Infrastructure	1,241,599,709	34,533,897	-	1,276,133,606
Total Capital Assets Being Depreciated	1,646,119,606	54,894,413	(10,066,068)	1,690,947,951
Less Accumulated Depreciation For:				
Buildings	(94,293,651)	(7,076,475)	-	(101,370,126)
Improvements Other Than Buildings	(33,590,491)	(1,963,680)	-	(35,554,171)
Equipment	(93,392,938)	(9,231,064)	9,353,923	(93,270,079)
Computer Software	(2,146,152)	(601,973)	-	(2,748,125)
Infrastructure	(488,796,048)	(25,813,629)	-	(514,609,677)
Total Accumulated Depreciation	(712,219,280)	(44,686,821)	9,353,923	(747,552,178)
Total Capital Assets, Being Depreciated, Net	933,900,326	10,207,592	(712,145)	943,395,773
Governmental Activities Capital Assets, Net	\$ 1,391,961,780	\$ 25,178,558	\$ (23,407,220)	\$ 1,393,733,118

The following is a summary of governmental activities depreciation and amortization expense by function. As used in this section, the term depreciation (and related forms of the term) includes amortization of intangible assets:

Depreciation Governmental Activities:

General Government	\$ 6,923,503
Public Safety	8,198,632
Physical Environment	451,262
Transportation	26,562,699
Economic Environment	18,726
Human Services	339,443
Culture/Recreation	1,990,949
Court Related	196,268
Capital Assets held by the government's Internal Service Fund and charged to individual functions based on usage	5,339
Total Depreciation Expense - Governmental Activities	44,686,821

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

The following shows changes in capital assets of business-type activities:

Business-type Activities	Beginning Balance 9/30/2016	Increases	Decreases	Ending Balance 9/30/2017
Capital Assets, Not Being Depreciated:				
Land	\$ 8,703,446	\$ -	\$ -	\$ 8,703,446
Construction In Progress	7,791,901	1,631,955	(4,883,283)	4,540,573
Total Capital Assets, Not Being Depreciated	16,495,347	1,631,955	(4,883,283)	13,244,019
Capital Assets, Being Depreciated:				
Buildings	8,730,155	-	-	8,730,155
Improvements Other Than Buildings	231,645,814	9,255,170	-	240,900,984
Equipment	14,140,540	730,481	(467,513)	14,403,508
Total Capital Assets Being Depreciated	254,516,509	9,985,651	(467,513)	264,034,647
Less Accumulated Depreciation For:				
Buildings	(3,220,264)	(297,948)	-	(3,518,212)
Improvements Other Than Buildings	(116,844,345)	(10,821,393)	-	(127,665,738)
Equipment	(10,190,197)	(1,240,544)	459,028	(10,971,713)
Total Accumulated Depreciation	(130,254,806)	(12,359,885)	459,028	(142,155,663)
Total Capital Assets, Being Depreciated, Net	124,261,703	(2,374,234)	(8,485)	121,878,984
Total Business-Type Activities				
Capital Assets, Net	\$ 140,757,050	\$ (742,279)	\$ (4,891,768)	\$ 135,123,003

The following is a summary of business-type activities depreciation expense by function:

Depreciation Business-type activities:	
Solid Waste System	\$ 1,774,814
Marion County Utility	10,585,071
Total Depreciation Expense - Business-type Activities	\$ 12,359,885

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

The following shows the changes in capital assets of business-type activities for both enterprise funds:

	Beginning Balance 09/30/16	Increases	Decreases	Ending Balance 09/30/17
Business-type Activities				
Solid Waste System				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,043,707	\$ -	\$ -	\$ 1,043,707
Construction In Progress	3,765,987	908,915	(2,384,452)	2,290,450
Total Capital Assets, Not Being Depreciated	<u>4,809,694</u>	<u>908,915</u>	<u>(2,384,452)</u>	<u>3,334,157</u>
Capital Assets, Being Depreciated:				
Buildings	3,891,905	-	-	3,891,905
Improvements Other Than Buildings	34,628,490	2,390,266	-	37,018,756
Equipment	7,900,785	322,961	(272,063)	7,951,683
Total Capital Assets Being Depreciated	<u>46,421,180</u>	<u>2,713,227</u>	<u>(272,063)</u>	<u>48,862,344</u>
Less Accumulated Depreciation For:				
Buildings	(1,597,381)	(136,195)	-	(1,733,576)
Improvements Other Than Buildings	(29,145,702)	(782,365)	-	(29,928,067)
Equipment	(5,132,082)	(856,254)	268,447	(5,719,889)
Total Accumulated Depreciation	<u>(35,875,165)</u>	<u>(1,774,814)</u>	<u>268,447</u>	<u>(37,381,532)</u>
Total Capital Assets, Being Depreciated, Net	<u>10,546,015</u>	<u>938,413</u>	<u>(3,616)</u>	<u>11,480,812</u>
Solid Waste System Capital Assets, Net	<u>\$ 15,355,709</u>	<u>\$ 1,847,328</u>	<u>\$ (2,388,068)</u>	<u>\$ 14,814,969</u>
Marion County Utility				
Capital Assets, Not Being Depreciated:				
Land	\$ 7,659,739	\$ -	\$ -	\$ 7,659,739
Construction In Progress	4,025,914	723,040	(2,498,831)	2,250,123
Total Capital Assets, Not Being Depreciated	<u>11,685,653</u>	<u>723,040</u>	<u>(2,498,831)</u>	<u>9,909,862</u>
Capital Assets, Being Depreciated:				
Buildings	4,838,250	-	-	4,838,250
Improvements Other Than Buildings	197,017,324	6,864,904	-	203,882,228
Equipment	6,239,755	407,520	(195,450)	6,451,825
Total Capital Assets Being Depreciated	<u>208,095,329</u>	<u>7,272,424</u>	<u>(195,450)</u>	<u>215,172,303</u>
Less Accumulated Depreciation For:				
Buildings	(1,622,883)	(161,753)	-	(1,784,636)
Improvements Other Than Buildings	(87,698,643)	(10,039,028)	-	(97,737,671)
Equipment	(5,058,115)	(384,290)	190,581	(5,251,824)
Total Accumulated Depreciation	<u>(94,379,641)</u>	<u>(10,585,071)</u>	<u>190,581</u>	<u>(104,774,131)</u>
Total Capital Assets, Being Depreciated, Net	<u>113,715,688</u>	<u>(3,312,647)</u>	<u>(4,869)</u>	<u>110,398,172</u>
Marion County Utility Capital Assets, Net	<u>\$ 125,401,341</u>	<u>\$ (2,589,607)</u>	<u>\$ (2,503,700)</u>	<u>\$ 120,308,034</u>
Total Business-Type Activities Capital Assets, Net	<u>\$ 140,757,050</u>	<u>\$ (742,279)</u>	<u>\$ (4,891,768)</u>	<u>\$ 135,123,003</u>

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

B. Summary of Capital Assets

The following summarizes Capital Assets found on the Statement of Net Position for governmental activities and business-type activities:

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
Capital Assets, Not Being Depreciated:			
Land	\$ 425,116,446	\$ 8,703,446	\$ 433,819,892
Historical Treasures	266,238	-	266,238
Construction in Progress	6,550,985	4,540,573	11,091,558
Construction in Progress - Infrastructure	18,403,676	-	18,403,676
Total Capital Assets, Not Being Depreciated	450,337,345	13,244,019	463,581,364
Capital Assets, Being Depreciated and Amortized, Net:			
Buildings	231,228,559	8,730,155	239,958,714
Improvements Other than Buildings	54,241,880	240,900,984	295,142,864
Equipment	125,293,016	14,403,508	139,696,524
Software	4,050,890	-	4,050,890
Infrastructure	1,276,133,606	-	1,276,133,606
Capital Assets, Being Depreciated	1,690,947,951	264,034,647	1,954,982,598
Less: Accumulated Depreciation	(747,552,178)	(142,155,663)	(889,707,841)
Total Capital Assets, Being Depreciated, Net	943,395,773	121,878,984	1,065,274,757
Total Capital Assets, Net	\$ 1,393,733,118	\$ 135,123,003	\$ 1,528,856,121

C. Construction Commitments

The following is a summary of construction commitments outstanding at September 30, 2017:

Projects	Spent-to-Date	Remaining Commitment
Road & Bridge Projects	\$ 6,749,133	\$ 5,086,451
Shepherd's Lighthouse	339,220	32,471
Hands of Mercy Everywhere	134,481	59,372
Jail Reroof Pods A-F	548,502	262,604
Rotary Sportsplex	194,499	122,647
Lake County Morgue HVAC	184,529	105,562
Stormwater Projects	760,587	1,674,205
Water & Sewer Projects	352,511	1,831,020
Total	\$ 9,263,462	\$ 9,174,332

D. Capital Assets under Lease Purchase Commitments

Leased equipment under capital lease in capital assets at September 30, 2017, included equipment of \$10,157,555 less accumulated depreciation of \$2,220,822. Amortization of leased equipment is included with depreciation expense.

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

NOTE 5 – LONG-TERM LIABILITIES

A. Schedule of Changes in Long-term Liabilities

The County's outstanding long-term liabilities include bonds payable, notes payable, claims payable, compensated absences, other post employment benefits, claims and judgments, accrued landfill closure costs and remediation costs. The following is a schedule of changes in the County's long-term liabilities for the fiscal year ended September 30, 2017:

	Balance 10/01/2016	Additions	Reductions	Balance 09/30/2017	Due Within One Year
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 1,450,000	\$ -	\$ (710,000)	\$ 740,000	\$ 740,000
Revenue Bonds	46,030,000	-	(2,630,000)	43,400,000	2,785,000
Special Assessment debt with governmental commitment	8,354,821	2,722,225	(2,235,953)	8,841,093	1,625,593
Less Other Debt Amounts:					
Bond Issuance Discounts	(123,300)	-	41,100	(82,200)	-
Total Bonds Payable	55,711,521	2,722,225	(5,534,853)	52,898,893	5,150,593
Notes Payable	1,057,928	7,694,627	(335,944)	8,416,611	1,282,956
Claims Payable	6,265,465	5,202,184	(5,073,100)	6,394,549	1,278,910
Compensated Absences	14,975,882	11,406,796	(10,233,427)	16,149,251	3,229,850
Other Post Empl Benefits	20,383,705	1,352,451	-	21,736,156	-
Net Pension Liability	175,511,305	122,363,578	(97,258,971)	200,615,912	988,050
Governmental Activity Long-term Liabilities	\$ 273,905,806	\$ 150,741,861	\$ (118,436,295)	\$ 306,211,372	\$ 11,930,359
Business-type Activities:					
Bonds Payable:					
Revenue Bonds	\$ 59,915,000	\$ -	\$ (1,690,000)	\$ 58,225,000	\$ 3,325,000
Less Other Debt Amounts:					
Bond Issuance Premiums	1,630,943	-	(108,730)	1,522,213	-
Total Bonds Payable	61,545,943	-	(1,798,730)	59,747,213	3,325,000
Notes Payable	25,068,723	-	(1,543,962)	23,524,761	1,582,499
Compensated Absences	531,974	388,327	(361,268)	559,033	111,807
Other Post Empl Benefits	824,992	43,450	-	868,442	-
Net Pension Liability	4,711,708	3,252,371	(2,455,587)	5,508,492	50,489
Landfill Closure Costs	18,431,310	2,835,635	-	21,266,945	351,568
Pollution Remediation Costs	3,444,895	442,686	-	3,887,581	1,547,460
Business-type Activity Long-term Liabilities	\$ 114,559,545	\$ 6,962,469	\$ (6,159,547)	\$ 115,362,467	\$ 6,968,823

Compensated absences, net pension liability, and other postemployment benefits will be liquidated in future periods primarily by the general revenue of the General Fund and ad valorem taxes of the Fire Rescue and EMS Fund and the MSTU for Law Enforcement Special Revenue Funds.

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

B. Bonds Payable

The County has general obligation, special assessment, and revenue bonds outstanding at year end. Special assessment bonds are secured by liens on real property, governmental revenue bonds are secured by the half-cent sales tax revenues and enterprise revenue bonds are secured by the revenues generated by the issuing fund. The limited ad valorem tax bonds are limited to a levy not to exceed one-half of one mill in any given year. The following is a schedule of bonds outstanding at September 30, 2017:

	<u>Purpose of Issue</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>	<u>Interest Rates</u>	<u>Maturity</u>
Governmental Activities:					
General Obligation Bonds:					
Limited Ad Valorem Tax Bonds, Series 1998	Land acquisition for parks and conservation	\$ 9,935,000	\$ 740,000	3.30%-4.70%	2018
Total General Obligation Bonds			<u>740,000</u>		
Revenue Bonds:					
Public Improvement Revenue Bonds, Series 2009A	Roads	23,190,000	3,125,000	4.0%-4.13%	2020
Public Improvement Revenue Bonds, Series 2010	Roads	32,515,000	6,110,000	3.0%-4.0%	2021
Public Improvement Revenue Refunding Bonds, Series 2016	Roads	34,420,000	<u>34,165,000</u>	2.45%	2030
Total Revenue Bonds			<u>43,400,000</u>		
Special Assessment Bonds:					
Series 2007B	Road and other	1,653,779	93,993	3.423%	2018
Series 2008B	infrastructure	2,749,793	556,446	4.630%	2019
Series 2009A	improvement projects	1,298,330	218,944	5.260%	2019
Series 2010A		524,482	96,869	3.700%	2020
Series 2011A		2,532,443	1,013,641	2.820%	2021
Series 2012A		1,913,421	883,498	2.440%	2022
Series 2013A		1,866,400	1,050,051	2.390%	2023
Series 2014A		3,105,919	2,065,335	2.960%	2024
Series 2015A		302,676	240,090	2.790%	2025
Series 2016A		1,132,671	1,032,672	2.050%	2026
Series 2017A		1,589,554	<u>1,589,554</u>	2.410%	2027
Total Special Assessment Bonds			<u>8,841,093</u>		
Total Bonds Payable - Governmental Activities			<u>\$ 52,981,093</u>		
Business-type Activities:					
Revenue Bonds:					
Utilities System Revenue Refunding Bonds, Series 2012	Refunding	39,940,000	36,435,000	3.00%-5.00%	2034
Utilities System Revenue Refunding Bonds, Series 2016	Refunding	22,325,000	<u>21,790,000</u>	1.870%	2030
Total Bonds Payable - Business-type Activities			<u>\$ 58,225,000</u>		

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

C. Notes Payable

The County has various notes and contracts outstanding at year end. The following is a summary of notes outstanding at September 30, 2017:

	<u>Purpose</u>	<u>Interest Rates</u>	<u>Remaining Balance</u>
Business-type Activities:			
Marion County Utility Fund			
SRF Contract Payable - Oak Run	System Improvements	1.11%	\$ 9,279,617
SRF Contract Payable - Stonecrest	System Improvements	1.11%	7,328,320
SRF Contract Payable - JB Ranch	System Improvements	1.11%	2,602,797
Windstream Utilities	System Acquisition	4.50%	4,191,330
SRF Contract Payable - SSRU	System Acquisition	2.67%	122,697
			<u>\$ 23,524,761</u>
Governmental Activities:			
General Fund			
Motorola	Radio System Upgrade	1.68%	\$ 643,374
Motorola 800 Mhz	Radio System	2.46%	7,694,627
Dell	EqualLogic	2.85%	30,187
Dell	SonicWall	2.47%	48,423
			<u>\$ 8,416,611</u>

D. Debt Service Requirements

The following schedules show debt service requirements to maturity for the County's general obligation bonds, special assessment bonds, revenue bonds, and notes payable:

Governmental Activities:

Fiscal Year	General Obligation Bonds		Revenue and Special Assessment Bonds		Notes Payable		Total
	Principal	Interest	Principal	Interest	Principal	Interest	
2018	\$ 740,000	\$ 34,780	\$ 4,410,593	\$ 1,365,849	\$ 1,282,956	\$ 180,432	\$ 8,014,610
2019	-	-	4,444,484	1,230,899	490,649	172,739	6,338,771
2020	-	-	4,186,236	1,075,924	6,643,006	161,722	12,066,888
2021	-	-	4,291,050	939,128	-	-	5,230,178
2022	-	-	4,153,767	818,381	-	-	4,972,148
2023-2027	-	-	19,424,963	2,586,026	-	-	22,010,989
2028-2032	-	-	11,330,000	421,032	-	-	11,751,032
Total	<u>\$ 740,000</u>	<u>\$ 34,780</u>	<u>\$ 52,241,093</u>	<u>\$ 8,437,239</u>	<u>8,416,611</u>	<u>514,893</u>	<u>\$ 70,384,616</u>

Business-type Activities

Fiscal Year	Revenue Bonds		Notes Payable		Total
	Principal	Interest	Principal	Interest	
2018	\$ 3,325,000	\$ 1,894,948	\$ 1,582,499	\$ 624,673	\$ 7,427,120
2019	3,400,000	1,805,817	1,622,055	585,116	7,412,988
2020	3,485,000	1,714,178	1,662,660	544,512	7,406,350
2021	3,585,000	1,612,892	1,704,344	502,828	7,405,064
2022	3,695,000	1,501,082	1,747,138	460,033	7,403,253
2023-2027	17,500,000	5,887,004	9,325,466	1,621,325	34,333,795
2028-2032	18,675,000	2,736,507	4,312,369	576,976	26,300,852
2033-2037	4,560,000	184,200	1,164,411	226,589	6,135,200
2038-2042	-	-	403,819	17,246	421,065
Total	<u>\$ 58,225,000</u>	<u>\$ 17,336,628</u>	<u>\$ 23,524,761</u>	<u>\$ 5,159,298</u>	<u>\$ 104,245,687</u>

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2017, were as follows:

<u>Fiscal Year</u>	<u>Governmental Activities</u>
2018	\$ 1,463,388
2019	663,388
2020	6,804,728
2021	-
2022	-
2023-2027	-
Total minimum lease payment	<u>8,931,504</u>
less: amount representing interest	<u>(514,893)</u>
Present value of minimum lease payments	<u>\$ 8,416,611</u>

E. Pledged Revenues

Marion County has pledged certain revenues, to repay certain bonds and notes outstanding as of September 30, 2017. The following table reports the revenues, sometimes net of related operating expenses, pledged for each debt issue, the amounts of such revenues received in the current year, the current year principal and interest paid on the debt, the approximate percentage of each revenue which is pledged to meet the debt obligation, the date through which the revenue is pledged under the debt agreement, and the total pledged future revenues for each debt, which is the amount of the remaining principal and interest on the bonds and notes at September 30, 2017:

<u>GOVERNMENTAL ACTIVITIES</u>	<u>Revenue Pledged</u>	<u>Current Year Total Revenue</u>	<u>Pledged Outstanding Principal & Interest</u>	<u>Estimated Revenue Percentage Pledged</u>	<u>Principal & Interest Paid</u>	<u>Maturity</u>
Revenue Bonds:						
Public Improvement Revenue Bonds - 2009A	Sales tax	\$ 21,329,279	\$ 3,319,291	5.2%	\$ 1,110,656	2020
Public Improvement Revenue Bonds - 2010	Sales tax	21,329,279	6,574,750	7.7%	1,649,450	2021
Public Improvement Revenue Bonds - 2016	Sales tax	21,329,279	41,050,542	14.8%	1,095,166	2030
Total Revenue Notes and Bonds - Governmental Activities			<u>\$ 50,944,583</u>		<u>\$ 3,855,272</u>	
 <u>BUSINESS-TYPE ACTIVITIES</u>						
Revenue Bonds:						
Utility System Revenue Bonds - 2012	System Revenue	12,983,773	51,652,075	23.4 %	2,709,550	2034
Utility System Revenue Bonds - 2016	System Revenue	12,983,773	23,909,553	14.2 %	850,064	2030
Revenue Notes:						
2003 State Revolving Fund Loan - SSRU	System Revenue	12,983,773	133,602	0.2 %	22,267	2023
2008 State Revolving Fund Loan - JB Ranch	System Revenue	12,983,773	2,915,242	2.0 %	277,642	2028
2008 State Revolving Fund Loan - Oak Run	System Revenue	12,983,773	10,688,172	6.9 %	890,681	2029
2008 State Revolving Fund Loan - Stonecrest	System Revenue	12,983,773	8,454,978	5.4 %	704,582	2029
2014 Windstream Utilities Loan	System Revenue	12,983,773	6,492,055	2.3 %	312,000	2039
Total Revenue Notes and Bonds - Business Activities			<u>\$ 104,245,677</u>		<u>\$ 5,766,786</u>	

F. Defeased Debt

The County advance refunds and defeases debt primarily as a means of reducing debt service requirements. At such time, the liability for that debt is removed from the applicable statement of net position. As of September 30, 2017, the County had \$13,925,000 outstanding for the Series 2009A Bonds and \$17,855,000 outstanding for the Series 2010 Bonds.

G. Compensated Absences

Compensated absences are accrued in proprietary funds at year end. The County does not accrue compensated absences in governmental funds. However, compensated absences paid in governmental funds are charged to the fund and function in which the employee was related and are reported as a liability on the government-wide statement for governmental activities. The following is a summary schedule of compensated absences as of September 30, 2017:

	Balance 09/30/2016	Additions	(Reductions)	Balance 09/30/2017
Governmental Activities:				
Board of County Commissioners	\$ 4,987,631	\$ 3,862,940	\$ (3,734,080)	\$ 5,116,491
Clerk of the Circuit Court	626,847	446,066	(406,391)	666,522
Sheriff	8,726,898	6,338,671	(5,403,390)	9,662,179
Tax Collector	300,205	401,631	(346,595)	355,241
Property Appraiser	247,829	252,901	(232,726)	268,004
Supervisor of Elections	66,187	82,379	(85,195)	63,371
Internal Service Fund	20,285	22,208	(25,050)	17,443
	<u>\$ 14,975,882</u>	<u>\$ 11,406,796</u>	<u>\$ (10,233,427)</u>	<u>\$ 16,149,251</u>
Business-type Activities:				
Solid Waste Fund	\$ 239,213	\$ 147,000	\$ (145,260)	\$ 240,953
Marion County Utility Fund	292,761	241,327	(216,008)	318,080
	<u>\$ 531,974</u>	<u>\$ 388,327</u>	<u>\$ (361,268)</u>	<u>\$ 559,033</u>

H. Landfill Closure Costs

State and federal laws and regulations require the County to place a final cover on its landfill when closed and to perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The cost of landfill closure and postclosure care is allocated based on landfill capacity used to date. As of September 30, 2017, the landfill was at 92.9% of original design capacity. The County expects the landfill to close in 2020 or sooner. The accrued cost for closure care as of September 30, 2017, was \$21,266,945. The remaining closure and postclosure costs to be recognized, based upon the current engineering estimates are \$819,282. All amounts recognized are based on an estimate by the County's engineers of the cost to perform all closure and postclosure care as of September 30, 2017. Actual costs may be different due to inflation, deflation, changes in technology, or changes in laws and regulations. The County is required by state and federal laws and regulations to establish escrow accounts for closure and postclosure costs of the landfill. The County has complied with these requirements by depositing required amounts into a landfill management escrow account. Any balance in this account is reported as a restricted asset on the statement of net position of the Solid Waste enterprise fund.

I. Bond Covenant Requirements

Revenue bond covenants, revenue bond debt service and transfer requirement provisions require either (1) monthly sinking fund contributions for current debt service of one-twelfth and one-sixth of the next maturing principal and interest payment, respectively, or (2) an annual approach where all receipts are deposited into a sinking fund until the funds therein are sufficient to meet the maturing principal and interest payments. In addition, certain reserves for future debt service requirements (generally the largest principal and interest payment due in any succeeding year) must be maintained.

The sum of the net revenue, available impact fees and utility services fees to be received in such bond year shall be at least equal to one hundred ten percent (110%) of the bond debt service requirements.

Bond covenants require debt service reserves to be either fully funded or insured. If insured, the surety provider must maintain sufficient ratings. The County has reserved \$4,035,600 for the Utility Bonds and \$2,803,257 for Transportation bonds to fulfill the covenant requirements. The County is not aware of any areas of non-compliance with respect to its bond covenants.

NOTE 6 – RISK MANAGEMENT PROGRAM

The County maintains a risk management program whereby the County is responsible for specific workers' compensation claims, general property and casualty, and automobile liabilities. The activities of the risk management program are accounted for in an internal service fund. The program covers individual workers' compensation claims up to \$1,000,000. The County allocates costs to funds and functions based on standard workers' compensation premium schedules. The program covers individual property damage claims up to \$100,000 and \$100,000 for general liability and automobile liability claims. Excess coverage for property claims is the scheduled value of approximately \$500 million. The excess coverage for workers' compensation, general liability and automobile liability have been discontinued during the fiscal year. In addition, there have been no settlements which exceeded the County's insurance coverage for each of the past three fiscal years.

All departments of the County participate in the program. Payments are made by various funds to the self-insurance fund based on past experience of the amounts needed to pay current year claims. For the year ended September 30, 2017, the County obtained actuarially determined estimates of the total claims loss reserves for workers' compensation, general liability and automobile liability self insurance risks. The claims liability of \$6,394,549 reported in the governmental activities statement of net position as of September 30, 2017 is based on the requirements of GAAP which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be accrued when insured events occur. The liability reported includes non-incremental claims adjustment expenses as part of the liability for claims and judgments.

The risk management program is also used to account for the amounts collected and disbursed to a third party insurer for the County employees' major medical, disability income, and life insurance. Changes in the risk management program's claims liability, for the past two fiscal years, are as follows:

Fiscal Year	Beginning Beginning	Current Year Claims / Changes in Estimates	Current Year Claims Payments	Ending Balance
2015-2016	\$ 8,683,526	\$ 1,252,879	\$ (3,670,940)	\$ 6,265,465
2016-2017	6,265,465	5,202,184	(5,073,100)	6,394,549

The County's Internal Service Fund provides the participants' comprehensive safety programs, management of insurance, casualty/liability review and reduction, self insurance or pooled insurance programs, and claims management.

NOTE 7 – RETIREMENT SYSTEM

A. The Florida Retirement System

1. Plan Description, Membership and Plan Benefits, and Contribution Requirements

Plan Description

The Florida Retirement System (FRS) is a cost-sharing, multiple-employer, contributory retirement system, administered by the State of Florida (State). The FRS was created by Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan, and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution plan is the FRS Investment Plan (INV). Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan to assist retired members of any state-administered retirement system in paying the costs of health insurance.

The FRS and HIS are administered by the Florida Department of Management Services, Division of Retirement. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and Florida Retirement System Rules, Chapter 60S, Florida Administrative Code. The Florida Legislature has the authority to establish and amend retirement legislation and related bills of significance to members of the FRS and HIS plans (including benefit terms and contribution rates). Passed bills are presented to the Governor of Florida and approved before they may be enacted into law.

The FRS and HIS financial information is included in the Florida Retirement System (System) Pension Plan and Other State-Administered Systems' Comprehensive Annual Financial Report (CAFR). The System CAFR, including audited financial information to support the Schedules of Employer Allocations and Schedules of Pension Amounts by Employer, are available online at:

http://www.dms.myflorida.com/workforce_operations/retirement/publications.

The System CAFR and actuarial reports may also be obtained by contacting the Division of Retirement by mail or phone at:

Department of Management Services
Division of Retirement
Bureau of Research and Member Contributions
P.O. Box 9000
Tallahassee, FL 32315-9000
850-907-6500 or toll free 844-377-1888

Membership and Plan Benefits - FRS

The FRS has several classes of membership applicable to the County, including regular class, special risk, elected officers, senior management, and DROP. The FRS Pension Plan provides for the vesting of benefits after six years of creditable service or after eight years of credible service for members first enrolled after July 1, 2011. Members are eligible for normal retirement when they have met the minimum requirements listed below. Early retirement may be taken any time after vesting; however, there is a 5% benefit reduction for each year prior to normal retirement age. Members are also eligible for in-line-of-duty or regular disability benefits if permanently disabled and unable to work. Benefits are computed on the basis of age, average final compensation, creditable years of service, and accrual value by membership class.

A DROP was established effective July 1, 1998, subject to provisions of Section 121.091, Florida Statutes. It permits employees eligible for normal retirement under the FRS to defer receipt of monthly benefit payment while continuing employment with a Florida Retirement System employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the Florida Retirement System Trust Fund and accrue interest.

Normal Retirement Requirements

Regular Class, Senior Management Service Class, and Elected Officers' Class	Six years of service and age 62, or the age after 62 the member becomes vested, or thirty years of service, regardless of age, whichever comes first. Eight years of service for members first enrolled after July 1, 2011 and age 65 the member becomes vested, or the age after 65 the member becomes vested, or thirty three years of service regardless of the age before 65.
Special Risk Class	Six years of special risk service and age 55, or twenty-five total years special risk service, regardless of age. Eight years of service for members first enrolled after July 1, 2011 and age 60 the member becomes vested, or thirty years of service regardless of age before 60 or age 57 and completes 30 years of service and up to 4 years of wartime military service purchased under section 121.111 Florida Statutes.
Special Risk Administrative Support Class	Special risk requirements apply to service in this class if member has six years (eight years for members first enrolled after July 1, 2011) actual special risk service; otherwise regular member requirements apply.

Membership and Plan Benefits - HIS

HIS membership is available to all members within the FRS and INV plans. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. Eligible retirees and beneficiaries receive a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$5. The minimum payment is \$30 and the maximum payment is \$150 per month, pursuant to section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under one of the state-administered retirement systems must provide proof of eligible health insurance coverage, which can include Medicare.

Contribution Requirements

The contribution rates for FRS and HIS members are established, and may be amended, by the State of Florida. Employer contributions rates are actuarially recommended but set by the Legislature. These rates are a percentage of covered payroll. The FRS and HIS contribution rates were as follows:

	<u>10/1/16-6/30/17</u>	<u>7/1/17-9/30/17</u>
Regular Class – Members not qualifying for other classes.	7.52%	7.92%
Special Risk Class – Members employed as law enforcement officers, firefighters, or correctional officers meet the criteria to qualify for this class.	22.57%	23.27%
Senior Management	21.77%	22.71%
Special Risk Administrative Support	28.06%	34.63%
Elected County Officers	42.47%	45.50%
Deferred Retirement Option Program (DROP)	12.99%	13.26%

Employer rates include 1.66% from 10/1/16-9/30/17 for the HIS program. In addition, other than for the DROP, rates include .06% from 10/1/16-9/30/17 for administrative costs.

The County's contributions recognized during the fiscal year ended September 30, 2017 by the FRS and HIS were \$14,335,785 and \$1,875,044 respectively.

As of July 1, 2011, members contribute 3% of their salary as retirement contributions. Members participating in DROP are not required to make 3% contributions.

2. FRS and HIS Rate of Return, Discount Rate Sensitivity and Significant Actuarial Assumptions

Long-Term Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in October 2017 the FRS Actuarial Assumption Conference reviewed assumptions by Milliman's Capital Markets Assumption team and Aon Hewitt Investment Consulting. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Annual Arithmetic Return
Cash	1.0%	3.0%
Fixed Income	18.0%	4.5%
Global Equity	53.0%	7.8%
Real Estate (Property)	10.0%	6.6%
Private Equity	6.0%	11.5%
Strategic Investments	12.0%	6.1%
	100.0%	

The HIS is essentially funded on a pay-as-you go basis and the depletion date is considered to be immediate. As such, there is no assumption for a long-term expected rate of return on a portfolio, no assumptions for cash flows into and out of the plan, or assumed asset allocation.

Discount Rate Sensitivity Analysis

The following tables demonstrate the sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact if the discount rate was 1.0% higher or 1.0% lower than the current discount rate at June 30, 2017.

FRS Net Pension Liability (Asset)			HIS Net Pension Liability (Asset)		
Current Discount			Current Discount		
1% Decrease	Rate	1% Increase	1% Decrease	Rate	1% Increase
6.10%	7.10%	8.10%	2.58%	3.58%	4.58%
\$ 303,205,858	\$ 167,522,637	\$ 54,874,480	\$ 44,049,728	\$ 38,601,767	\$ 34,063,917

Actuarial Methods and Assumptions

Actuarial assumptions for both the FRS and HIS are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS has a valuation performed annually and the HIS has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the FRS was completed in 2014 for the period July 1, 2008 through June 30, 2013. Because the HIS is funded on a pay-as-you-go basis, no experience study has been completed.

The total pension liability for the FRS was determined by an actuarial valuation as of July 1, 2017 and HIS was determined by an actuarial valuation as of July 1, 2016 rolled forward to June 30, 2017, both using the individual entry age normal actuarial cost method. Inflation increases for both plans is assumed at 2.60%. Payroll growth for both plans is assumed at 3.25%. Mortality assumptions for both plans were based on the Generational

RP-2000 with Projection Scale BB tables. Both the discount rate and long-term expected rate of return used for FRS investments is 7.10%, a decrease from 7.60% in the prior year. The FRS fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. Because the HIS uses pay-as-you-go funding structure, a municipal bond rate of 3.58% was used to determine its total pension liability. In October 2017, the Actuarial Assumptions Conference adopted the Bond Buyer General Obligation 20-Bond Municipal Bond Index as the applicable municipal bond index. As of June 30, 2017, the municipal rate used by HIS increased from 2.85% to 3.58%.

B. Net Pension Liability, Deferred Outflows/Inflows of Resources, and Pension Expense for County Defined Benefit Pension Plans

1. Proportionate Share of FRS and HIS Plans

Employers participating in the FRS and HIS were provided pension allocation schedules for use in recording their proportionate share of the FRS and HIS collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pensions expense at measurement date June 30, 2017 in accordance with GASB Statements No. 68, *Accounting and Financial Reporting for Pensions* and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of Statement No. 68*. The underlying financial information used to prepare the pension allocation schedules was based on the same basis as mentioned previously, and on the actuarial valuation as of July 1, 2017 for FRS and July 1, 2016 updated to June 30, 2017 for HIS. The County's proportionate share was calculated using the retirement contributions for employees that were members of the FRS and HIS during the measurement year ended June 30, 2017. The aggregate employer contribution amounts in the pension allocation schedules agree to the total employer contribution amounts reported in the System CAFR.

At September 30, 2017, the County reported a net pension liability of \$206,124,404 for its proportionate share of the collective net pension liability of the FRS and HIS. The following table presents information on the County's proportionate share of the FRS and HIS:

	FRS	HIS	County Total
Proportionate Share of Net Pension Liability at June 30, 2017	\$ 167,522,637	\$ 38,601,767	\$ 206,124,404
County's proportion at June 30, 2017	0.0056635	0.0036102	
County's proportion at June 30, 2016	0.0055133	0.0035189	
Change in proportion during current year	0.0001502	0.0000913	

2. Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended September 30, 2017, the County recognized pension expense of \$26,637,168 related to FRS, and pension expense of \$2,892,003 related to the HIS. At September 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

MARION COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2017

	FRS		HIS		County Total Deferred Outflow / (Deferred Inflow)
	Def Outfl	Def Infl	Def Outfl	Def Infl	
Differences between expected and actual experience	\$ 15,374,547	\$ (927,990)	\$ -	\$ (80,375)	\$ 15,374,547 (1,008,365)
Changes of assumptions	56,299,433	-	5,426,081	(3,337,935)	61,725,514 (3,337,935)
Net difference between projected and actual investment earnings	-	(4,151,628)	21,408	-	21,408 (4,151,628)
Changes in proportion	6,349,433	(6,932,027)	937,510	(840,638)	7,286,943 (7,772,665)
County contributions subsequent to the measurement date	3,738,384		466,043		4,204,427
Total Deferred Outflows	\$ 81,761,797		\$ 6,851,042		\$ 88,612,839
Total Deferred (Inflows)		\$ (12,011,645)		\$ (4,258,948)	\$ (16,270,593)

Deferred outflows of resources of \$4,204,427 are reported by the County for employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Reporting Year Ending June 30,	FRS		HIS		County Total Deferred Outflow / (Deferred Inflow)
2018	\$ 7,859,878	\$ 593,752	\$ 8,453,630		
2019	21,773,766	589,505	22,363,271		
2020	16,066,118	587,589	16,653,707		
2021	4,222,274	493,660	4,715,934		
2022	11,763,616	238,799	12,002,415		
Thereafter	4,326,116	(377,254)	3,948,862		
Totals	\$ 66,011,768	\$ 2,126,051	\$ 68,137,819		

C. Defined Contribution Retirement Plan

The County contributes to the Florida Retirement System Investment Plan (INV), the integrated defined contribution investment plan described above. The INV is administered by the Florida Department of Management Services, Division of Retirement. Benefit terms, including contribution requirements, for the INV are established and may be amended by the Florida Legislature. For each employee in the INV, the County must contribute at the blended uniform rate structure as previously disclosed for the FRS Plan. Employees are required to contribute 3% of salary. For the year ended September 30, 2017, the County recognized pension expense of \$1,098,243.

The detail of pension expense by each County Officer for the defined contribution investment plan is as follows:

<u>County Officer</u>		<u>Pension Expense</u>
Board of County Commissioners	\$	539,630
Clerk of the Circuit Court and Comptroller		36,120
Property Appraiser		15,065
Sheriff		482,098
Supervisor of Elections		2,062
Tax Collector		23,268
Total	\$	<u>1,098,243</u>

Employer contributions and earnings on those contributions are vested according to the same schedule as disclosed for the FRS Plan. Nonvested County contributions are forfeited upon termination of employment. Such forfeitures are used to cover a portion of the INV's administrative expenses. For the fiscal year ended September 30, 2017, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the County.

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description

The Other Postemployment Benefit (OPEB) Plan is a single-employer benefit plan administered by the County. Retirees are charged whatever the insurance company charges for the type of coverage elected. However, the premiums charged by the insurance company are based on a blending of the experience among younger active employees and older retired employees. The older retirees usually have higher costs, which means that the County is actually subsidizing the cost of the retiree coverage because it pays all or a significant portion of that premium on behalf of the active employees. GASB No. 45 calls this the "implicit rate subsidy". In addition to the implicit rate subsidy, the Marion County Sheriff's Office provides retirees with a direct subsidy of \$5 per month per each credited year of service with the Sheriff's Office. This amount is limited to \$150 per month and in no event will it exceed total cost of health insurance net of the Florida Retirement System's (FRS) health insurance subsidy. This subsidy is only available until the retiree becomes Medicare eligible. The health insurance subsidy is provided under the FRS and is not considered part of GASB No. 45.

Retirees and their dependents are permitted to remain covered under the County's respective medical and insurance plans as long as they pay a full premium applicable to coverage elected, subject to direct subsidies discussed above. This conforms to the minimum required of Florida governmental employers per Ch. 112.08, F.S. Benefits that exceed this minimum are established and may be amended through action from the Board of County Commissioners (the "Board"). The OPEB Plan does not issue a stand-alone report and is not included in the report of the FRS or other entity.

As of the valuation date of October 1, 2015, there was no significant change in the benefits of the Plan.

Funding Policy. For the OPEB Plan, contribution requirements of the County are established and may be amended through action from the Board. Currently the County's OPEB Benefits are unfunded. The required contributions are based on pay-as-you-go financing requirements. There is no separate trust fund or equivalent arrangement into which the County would make contributions to advance-fund the obligation, as it does for its pension plan, the FRS. Therefore, ultimate subsidies which are provided over time are financed directly by general assets of the County, which are invested in very short-term fixed income instruments according to its current investment policy. The interest rate used to calculate the present values and cost of OPEB must be the long-range expected return on such short-term fixed income instruments. The County selected an interest discount rate of 3.5% for this purpose. The net amount of retiree contributions totaled \$1,248,968.

Annual OPEB Cost and Net OPEB Obligation. The County's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The Unfunded Actuarial Accrued Liability (UAAL) represents an actuarial measurement of the obligation that has accrued so far based on the promise that has been made to current retirees and to current employees. Since the County's OPEB is currently unfunded, the offset to that expense comes from actual subsidies paid on behalf of the current retirees and their dependents for the current year. This offset is called the Employer Contribution and equals the total age-adjusted costs paid by the County for coverage for the retirees and their dependents for the year (net of the retiree's own payments for the year).

The following table shows the components of the County's net OPEB obligation:

	FY17 Valuation as of 10/01/15 Rolled Forward
Normal Cost (service cost for one year)	\$ 1,468,006
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	<u>1,457,589</u>
Annual Required Contribution (ARC)	2,925,595
Interest on Net OPEB Obligation	742,304
Adjustment to ARC	<u>(1,009,938)</u>
Annual OPEB Cost (Expense)	2,657,961
Employer contributions Made	<u>1,262,060</u>
Increase (Decrease) in Net OPEB Obligation	1,395,901
Net OPEB Obligation at beginning of year	<u>21,208,697</u>
Net OPEB Obligation at end of year	<u>\$ 22,604,598</u>

The County's annual OPEB cost, the percentage of annual expected employer contribution toward OPEB cost, and the net OPEB obligation for 2017 with two applicable preceding years was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
9/30/2015	\$ 2,709,526	\$ 1,065,423	39.32%	\$ 19,920,565
9/30/2016	2,587,437	1,299,305	50.22%	21,208,697
9/30/2017	2,657,961	1,262,060	47.48%	22,604,598

Funded Status and Funding Progress. As of September 30, 2017, the most recent actuarial valuation date of October 1, 2015, the plan was unfunded. The actuarial accrued liability for benefits was \$30,454,205, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$30,454,205. The covered payroll (annual payroll of active employees covered by the plan) was \$87,153,332 and the ratio of the UAAL to the covered payroll was 34.94%.

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, termination, mortality, and the healthcare cost trend. 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 plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. In any long-term actuarial valuation, certain demographic, economic and behavioral assumptions are made concerning the population, the investment discount rates, inflation rates, and the benefits provided. These actuarial assumptions form the basis for the actuarial model which is used to project the future population, the future benefits provided and the contributions collected. Then the investment discount rate assumption is used to discount those projected net OPEB benefits to a present value. This and other related present values are used to calculate the annual OPEB cost. The actuarial assumptions also include a payroll growth rate of 3.5%, and an annual healthcare cost trend rate of 0% initially to 6.3% at third year, reduced annually to an ultimate trend rate of 4.5%. The remaining amortization period at September 30, 2017, was 21 years. The investment rate of return and projected salary increases include general inflation at 2.5%. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of the legal or contractual funding limitations.

The results presented as of the actuarial valuation date have been derived using the individual entry age actuarial cost method with an amortization of the UAAL as a level percent of projected payroll over a closed period of thirty years from 2007. This is the most common such method used for government pension valuations (and likely so for OPEB valuations) and spreads the cost evenly as a percent of pay throughout the collective careers of those in the covered workforce. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employees and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit cost between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The actuarial calculations were based on information outlined in the substantive plan and the core actuarial assumptions and methods. There were no significant changes as described in Paragraph 12 of GASB Statement No. 45 since the previous valuation. The discount rate and payroll growth rate stayed the same at 3.5%. The number of covered active employees decreased from the prior valuation date from 2,240 to 2,208, while the number of covered retirees increased from 171 to 197. These population changes had an increasing effect on the cost and liability. The cost of coverage provided to employees, retirees and their dependents increased more than expected. The average cost increased from \$706 to \$870 per subscriber per month, which is greater than the \$861 projected in the previous valuation. This had a modest increasing effect on the costs and liabilities. Long term health trend assumptions were developed using an updated forecasting model that assumed trend rates for costs decline over a 24-year period from 6.5% for the year beginning October 1, 2017 to the ultimate level of 4.24%. This had a modest decreasing effect on the costs and liabilities. The County's health plan was already in compliance with the Affordable Care Act; consequently no additional consideration has been given in the valuation of these liabilities as of this valuation. The County is not projected to be assessed the Excise Tax on High-Cost Employer Health Plans until several years after it becomes effective. Absent any plan changes, the tax will have very minimal effect on the plan cost until 2039. The net effect of the assumption changes was an increase in plan costs and liabilities.

NOTE 9 – DEFERRED OUTFLOWS OF RESOURCES ON REFUNDING

The balance of deferred outflows on refunding in the County Utility Fund at September 30, 2017 was \$2,848,580. In the current year, \$203,470 was charged to interest expense. The balance of deferred outflows on refunding in governmental activities at September 30, 2017 was \$3,786,148. In the current year, \$291,242 was charged to interest expense.

NOTE 10 – RESTRICTED NET POSITION FOR OTHER PURPOSES

Restricted Net Position for Other Purposes of the County's governmental activities at September 30, 2017, are as follows:

Community Redevelopment	\$	47,192
Courts		20,096
Public Safety		5,616,997
Records Modernization		1,619,019
Social Services		3,337,790
Tourism		2,682,265
	\$	<u>13,323,359</u>

NOTE 11 – COMMITMENTS AND CONTINGENCIES

A. Litigation

The County is contingently liable with respect to lawsuits and other claims incidental to the ordinary course of its operations. Claims covered by the risk management self insurance program are reviewed and losses are accrued as required in the judgment of management. In the opinion of management, based on the advice of legal counsel, the ultimate disposition of lawsuits and claims will not have a material adverse effect on the financial position of the County.

B. Grants

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

In September 2017, most of the state of Florida was affected by Hurricane Irma, including the County. The President of the United States and the Governor of Florida declared most of the State a designated disaster area and issued relief to the State through public assistance grants, coordinated by the Federal Emergency Management Agency (FEMA). Expenses were incurred by the County for hurricane preparedness, debris removal, repairs, and other hurricane-related costs; most of which occurred in fiscal year 2018. The County is working with State and Federal liaisons to recover those costs.

C. Pollution Remediation Obligation

The County has recorded in its financial statements a cost estimate for pollution remediation at the Martel, Davis and Newton Landfill owned and/or operated by the County. These sites have been identified by environmental regulators as locations where historic uses have contributed to various forms of environmental pollution to the properties. The County has reported a cumulative liability of \$3,887,581 at September 30, 2017, to address required environmental cleanup costs associated with these sites. The estimate of costs used to establish the liability was developed through extensive site analysis by independent engineers retained by the County. The liability was measured by estimating a reasonable range of potential outlays and multiplying those outlays by their probability of occurrence. The liability could change due to price increases or reductions, technology, or changes in applicable laws or regulations. The County believes that its maximum exposure for the Newton cleanup is not currently estimable. Costs of cleaning up the site and restoration of natural resources will be estimated upon completion of the site assessment and investigation. The County does not expect to recover any amounts for remediation cost from any other party.

D. Developer Agreements

The County has entered into several developer agreements which may result in future financial obligations. These agreements with various developers are primarily for capital cost associated with road construction or transportation projects, in which a future asset may be contributed to the County or will benefit the County. The County has agreed to provide up to \$12.83 million in credits, waivers, reductions and/or direct payments for future building impact fees.

E. Landfill Disposal Agreement

The County has entered into an agreement with A.C.M.S. Inc. to secure long-term disposal rights for municipal solid waste in a fully permitted, fully operational Class I landfill in Sumter County. The County will receive a significantly reduced rate for disposal rights in consideration for the prepayment of those rights. The County's upfront payments, which will be disbursed as construction related payments, will enable A.C.M.S. Inc to fund the construction of the First cell of the Landfill. The upfront payment will secure for the County, a warranted and unencumbered, limited property interest in the Landfill, a long-term service agreement in the nature of a prepaid tipping fee, and certain performance security rights on behalf of the public interest in the event of a default. As of September 30, 2017, the total County payment of \$20 million has been recorded as prepaid landfill fees. This represents the tipping fee for the right to dispose of 2.5 million tons of solid waste at the facility for a period up to 30 years. The landfill construction was completed in 2013; however, a timing and utilization plan has not yet been determined.

F. Retrospective Medicaid Revenue Sharing Reductions

Beginning with the October 2012 distribution, the Department of Revenue is required to reduce the County's Revenue Sharing distributions pursuant to s. 218.26 F.S by one thirty-sixth of the amount certified by the Agency for Health Care Administration for the County's Medicaid billings from November 1, 2001 through April 30, 2012 which remain unpaid. The amount certified for Marion County was \$1,167,158; one thirty-sixth of that total is \$32,421. This reduction was made for twelve months through September 30, 2013. Beginning in October 2013, the monthly reduction was reduced to one forty-eighth of the remaining balance, or \$16,211. As of September 30, 2017 this reduction was completed.

NOTE 12 – NEW PRONOUNCEMENT

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* replaces the requirements of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended. This Statement establishes new accounting and financial reporting requirements for governments whose employees are provided with OPEB, including the recognition and measurement of liabilities, deferred outflows of resources, deferred inflows of resources and expense. For each qualifying plan providing postemployment benefits other than pensions, employers are required to report the difference between the actuarial OPEB liability and the related plan's fiduciary net position as the net OPEB liability on the statement of net position. Additionally, Statement No. 75 sets forth note disclosure and required supplementary disclosure requirements for defined contribution OPEB. Statement No. 75 is effective for financial statements of the County as of September 30, 2018. The County is currently evaluating the impact that adoption of this Statement will have on its financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Other Post Employment Benefits:

- Schedule of Funding Progress
- Schedule of Employer Contributions

Retirement Benefits:

- Schedule of Proportionate Share of Net Pension Liability
- Schedule of Contributions

**MARION COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION**

SCHEDULE OF FUNDING PROGRESS FOR OTHER POSTEMPLOYMENT BENEFITS

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)
10/1/2011	\$ 0	\$ 27,592,705	\$ 27,592,705	0.00 %	\$ 91,136,957	30.28 %
10/1/2013	0	26,287,624	26,287,624	0.00 %	90,911,994	28.92 %
10/1/2015	0	30,454,205	30,454,205	0.00 %	87,153,332	34.94 %

SCHEDULE OF EMPLOYER CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS

Fiscal Year Ending	Annual OPEB Cost	Annual Required Contribution (ARC)	OPEB Cost Contribution	% of ARC Contributed	Net OPEB Obligation
9/30/2015	\$ 2,709,526	\$ 2,831,369	\$ 1,065,423	37.63 %	\$ 19,920,565
9/30/2016	2,587,437	2,795,697	1,299,305	46.48 %	21,208,697
9/30/2017	2,657,961	2,925,595	1,262,060	43.14 %	22,604,598

**MARION COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
LAST 10 FISCAL YEARS**

Florida Retirement System (FRS):

	2017	2016	2015	2014
County's proportion of the net pension liability (asset)	0.5663504%	0.5513325%	0.5223217%	0.5280476%
County's proportionate share of the net pension liability (asset)	\$ 167,522,637	\$ 139,211,883	\$ 67,464,856	\$ 32,218,666
County's covered-employee payroll	\$ 101,410,129	\$ 95,274,707	\$ 94,971,512	\$ 94,316,446
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	165.19%	146.12%	71.04%	34.16%
Plan fiduciary net position as a percentage of the total pension liability (Note 2)	83.89%	84.88%	92.00%	96.09%

Health Insurance Subsidy (HIS):

	2017	2016	2015	2014
County's proportion of the net pension liability (asset)	0.3610185%	0.3518884%	0.3561509%	0.3581788%
County's proportionate share of the net pension liability (asset)	\$ 38,601,767	\$ 41,011,130	\$ 36,321,793	\$ 33,490,589
County's covered-employee payroll	\$ 115,235,470	\$ 108,783,713	\$ 108,185,867	\$ 106,524,385
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	33.50%	37.70%	33.57%	31.44%
Plan fiduciary net position as a percentage of the total pension liability (Note 2)	1.64%	0.97%	0.50%	0.99%

* The amounts presented for each measurement year were determined as of 6/30.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the County is presenting information for only those years for which information is available.

Note 2: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Comprehensive Annual Financial Report.

**MARION COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
LAST 10 FISCAL YEARS**

Florida Retirement System (FRS):

	2017	2016	2015	2014
Contractually required contribution	\$ 14,335,785	\$ 13,857,372	\$ 12,985,262	\$ 13,011,575
Contributions in relation to the contractually required contribution	\$ (14,335,785)	\$ (13,857,372)	\$ (12,985,262)	\$ (13,011,575)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
County's covered-employee payroll	\$ 99,263,859	\$ 95,731,450	\$ 95,289,168	\$ 93,725,442
Contributions as a percentage of covered-employee payroll	14.44%	14.48%	13.63%	13.88%

Health Insurance Subsidy (HIS):

	2017	2016	2015	2014
Contractually required contribution	\$ 1,875,044	\$ 1,809,176	\$ 1,489,024	\$ 1,296,213
Contributions in relation to the contractually required contribution	\$ (1,875,044)	\$ (1,809,176)	\$ (1,489,024)	\$ (1,296,213)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
County's covered-employee payroll	\$ 113,079,396	\$ 109,096,038	\$ 108,853,417	\$ 106,214,747
Contributions as a percentage of covered-employee payroll	1.66%	1.66%	1.37%	1.22%

* The amounts presented for each fiscal year were determined as of 9/30.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the County is presenting information for only those years for which information is available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

The following changes in actuarial assumptions occurred in 2017:

- FRS: The long-term expected rate of return decreased from 7.60% to 7.10%.
- HIS: The municipal rate used to determine total pension liability was increased from 2.85% to 3.58%.

The following changes in actuarial assumptions occurred in 2016:

- FRS: There were no significant changes in actuarial assumptions. The inflation rate assumption remained at 2.60%, the real payroll growth assumption remained at 0.65%, and the overall payroll growth rate assumption remained at 3.25%. The long-term expected rate of return decreased from 7.65% to 7.60%.
- HIS: The municipal rate used to determine total pension liability was decreased from 3.80% to 2.85%.

The following changes in actuarial assumptions occurred in 2015:

- HIS: The municipal rate used to determine total pension liability was decreased from 4.29% to 3.80%.

OTHER SUPPLEMENTARY INFORMATION

General Fund:

- Combining Balance Sheet and Combining Schedules for General Fund

Non- Major Governmental Funds:

- Combining Financial Statements for All Nonmajor Governmental Funds and Individual Budgetary Comparison Schedules for all Budgeted Nonmajor Governmental Funds



GOVERNMENTAL FUNDS

GENERAL FUND

The *General Fund* is the government's primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund. The General Fund includes the Board of County Commissioners, Clerk of the Circuit Court and Comptroller, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector:

Board of County Commissioners

This fund is the primary operating fund of Marion County. It is used to account for all financial resources of the general government except those required to be accounted for in other funds.

Clerk of the Circuit Court and Comptroller

This fund reflects the activities of the Office of the Clerk of Circuit Court and Comptroller. Services provided are in accordance with provisions of the Florida Statutes related primarily to the county and circuit court systems, recording operations, and various other services.

Property Appraiser

This fund reflects the operations of the Office of the Property Appraiser who provides independent appraisals of tangible and personal property for all taxing authorities within the County.

Sheriff

This fund reflects the operations of the Office of the Sheriff. Services provided are for all the law enforcement activities within the County.

Supervisor of Elections

This fund reflects the operations of the Office of the Supervisor of Elections in the performance of its duties in accordance with Florida Statutes.

Tax Collector

This fund reflects the operations of the Office of the Tax Collector who collects and remits ad valorem taxes, licenses, and other revenues, to the related taxing authorities.

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
GENERAL FUND BY CATEGORY
September 30, 2017

	<u>Board of County Commissioners</u>	<u>Clerk of the Circuit Court</u>	<u>Property Appraiser</u>
ASSETS			
Cash and Cash Equivalents	\$ 15,247,626	\$ 1,584,279	\$ 157,444
Investments	13,135,087	-	-
Accounts Receivable	3,846,152	298	560
Accrued Interest Receivable	41,620	-	-
Due from Other Funds	3,206,737	647	-
Due from Other Governments	3,376,183	169,075	-
Inventories	1,031,153	-	-
Prepaid Items	95,086	167,192	45,956
Total Assets	<u>\$ 39,979,644</u>	<u>\$ 1,921,491</u>	<u>\$ 203,960</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 1,756,948	\$ 43,238	\$ -
Contracts Payable	99,371	-	-
Accrued Liabilities	1,153,911	267,237	56,573
Due to Other Funds	14,089	194,312	144,523
Due to Other Governments	229,497	1,321,385	2,864
Due to Individuals	7,782	91,141	-
Deposits	44,537	4,178	-
Unearned Revenues	3,353,211	-	-
Advanced Grants	150,839	-	-
Total Liabilities	<u>6,810,185</u>	<u>1,921,491</u>	<u>203,960</u>
Deferred Inflows of Resources:			
Unavailable Revenues	<u>2,037,896</u>	-	-
Total Deferred Inflows of Resources	<u>2,037,896</u>	-	-
Fund Balances:			
Nonspendable:			
Inventories	1,031,153	-	-
Prepaid Items	95,086	167,192	45,956
Assigned to:			
Subsequent Year's Budget	15,054,838	-	-
Unassigned	<u>14,950,486</u>	<u>(167,192)</u>	<u>(45,956)</u>
Total Fund Balances	<u>31,131,563</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 39,979,644</u>	<u>\$ 1,921,491</u>	<u>\$ 203,960</u>

<u>Sheriff</u>	<u>Supervisor of Elections</u>	<u>Tax Collector</u>	<u>Eliminations</u>	<u>Total General Funds</u>
\$ 7,014,042	\$ 76,799	\$ 559,002	\$ -	\$ 24,639,192
-	-	-	-	13,135,087
372,911	333	-	-	4,220,254
-	-	-	-	41,620
9,059	-	-	(3,206,737)	9,706
-	-	270,107	-	3,815,365
-	-	-	-	1,031,153
-	-	-	-	308,234
<u>\$ 7,396,012</u>	<u>\$ 77,132</u>	<u>\$ 829,109</u>	<u>\$ (3,206,737)</u>	<u>\$ 47,200,611</u>
\$ 1,620,803	\$ 5,361	\$ 53,358	\$ -	\$ 3,479,708
-	-	-	-	99,371
-	34,284	93,098	-	1,605,103
4,043,317	37,487	682,653	(3,206,737)	1,909,644
-	-	-	-	1,553,746
1,731,892	-	-	-	1,830,815
-	-	-	-	48,715
-	-	-	-	3,353,211
-	-	-	-	150,839
<u>7,396,012</u>	<u>77,132</u>	<u>829,109</u>	<u>(3,206,737)</u>	<u>14,031,152</u>
-	-	-	-	2,037,896
-	-	-	-	2,037,896
-	-	-	-	1,031,153
-	-	-	-	308,234
-	-	-	-	15,054,838
-	-	-	-	14,737,338
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,131,563</u>
<u>\$ 7,396,012</u>	<u>\$ 77,132</u>	<u>\$ 829,109</u>	<u>\$ (3,206,737)</u>	<u>\$ 47,200,611</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - GENERAL FUND BY CATEGORY
For the Year Ended September 30, 2017

	Board of County Commissioners	Clerk of the Circuit Court	Property Appraiser
REVENUES			
Taxes	\$ 50,762,973	\$ -	\$ -
Special Assessments	2,887	-	-
Permits and Fees	2,250	-	-
Intergovernmental Revenues	35,418,449	289,312	-
Charges for Services	25,528,029	1,713,506	866,060
Judgments and Fines	368,786	1,430,793	-
Court-Related Revenues	926,387	4,418,622	-
Investment Income	506,156	41,085	618
Miscellaneous Revenues	11,754,985	86,778	-
Total Revenues	125,270,902	7,980,096	866,678
EXPENDITURES			
Current:			
General Government	23,672,967	5,083,235	3,961,689
Public Safety	24,825,827	-	-
Physical Environment	903,109	-	-
Transportation	876,118	-	-
Economic Environment	1,334,869	-	-
Human Services	13,640,399	-	-
Culture/Recreation	10,232,493	-	-
Court-Related	2,604,059	5,617,988	-
Debt Service:			
Principal Retirement	335,944	-	-
Interest and Fiscal Charges	21,683	-	-
Total Expenditures	78,447,468	10,701,223	3,961,689
Excess (Deficiency) of Revenues Over (Under) Expenditures	46,823,434	(2,721,127)	(3,095,011)
OTHER FINANCING SOURCES (USES)			
Transfers In	3,576,347	2,721,127	3,095,011
Transfers (Out)	(48,182,097)	-	-
Total Other Financing Sources and (Uses)	(44,605,750)	2,721,127	3,095,011
Net Change in Fund Balances	2,217,684	-	-
Fund Balances - Beginning	28,913,879	-	-
Fund Balances - Ending	\$ 31,131,563	\$ -	\$ -

Sheriff	Supervisor of Elections	Tax Collector	Eliminations	Total General Funds
\$ -	\$ -	\$ -	\$ -	\$ 50,762,973
-	-	-	-	2,887
-	-	-	-	2,250
-	-	-	-	35,707,761
-	54,943	-	-	28,162,538
-	-	-	-	1,799,579
-	-	-	-	5,345,009
-	-	-	-	547,859
-	-	-	(7,156,323)	4,685,440
-	54,943	-	(7,156,323)	127,016,296
-	2,513,982	7,515,165	(7,156,323)	35,590,715
71,778,937	-	-	-	96,604,764
-	-	-	-	903,109
-	-	-	-	876,118
-	-	-	-	1,334,869
-	-	-	-	13,640,399
-	-	-	-	10,232,493
-	-	-	-	8,222,047
-	-	-	-	335,944
-	-	-	-	21,683
71,778,937	2,513,982	7,515,165	(7,156,323)	167,762,141
(71,778,937)	(2,459,039)	(7,515,165)	-	(40,745,845)
71,778,937	2,459,039	7,515,165	(46,177,198)	44,968,428
-	-	-	46,177,198	(2,004,899)
71,778,937	2,459,039	7,515,165	-	42,963,529
-	-	-	-	2,217,684
-	-	-	-	28,913,879
\$ -	\$ -	\$ -	\$ -	\$ 31,131,563

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2017

Board of County Commissioners				
	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 50,081,502	\$ 50,081,502	\$ 50,762,973	\$ 681,471
Special Assessments	23,750	23,750	2,887	(20,863)
Permits and Fees	2,850	2,850	2,250	(600)
Intergovernmental Revenues	38,583,422	38,962,492	35,418,449	(3,544,043)
Charges for Services	23,852,476	23,913,756	25,528,029	1,614,273
Judgments and Fines	282,150	282,150	368,786	86,636
Court-Related Revenues	1,233,396	1,269,447	926,387	(343,060)
Investment Income	397,575	397,575	506,156	108,581
Miscellaneous Revenues	14,036,773	14,128,467	11,754,985	(2,373,482)
Total Revenues	<u>128,493,894</u>	<u>129,061,989</u>	<u>125,270,902</u>	<u>(3,791,087)</u>
EXPENDITURES				
Current:				
General Government	40,618,626	41,511,734	23,672,967	17,838,767
Public Safety	25,846,269	25,836,429	24,825,827	1,010,602
Physical Environment	1,212,310	1,057,184	903,109	154,075
Transportation	908,203	896,929	876,118	20,811
Economic Environment	4,955,149	4,502,027	1,334,869	3,167,158
Human Services	17,063,217	17,085,716	13,640,399	3,445,317
Culture/Recreation	12,934,474	13,423,017	10,232,493	3,190,524
Court-Related	4,025,392	3,880,406	2,604,059	1,276,347
Debt Service:				
Principal Retirement	339,064	339,064	335,944	3,120
Interest and Fiscal Charges	22,111	22,111	21,683	428
Total Expenditures	<u>107,924,815</u>	<u>108,554,617</u>	<u>78,447,468</u>	<u>30,107,149</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>20,569,079</u>	<u>20,507,372</u>	<u>46,823,434</u>	<u>26,316,062</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	3,181,197	3,576,347	3,576,347	-
Transfers (Out)	(49,668,257)	(50,522,248)	(48,182,097)	2,340,151
Total Other Financing Sources and (Uses)	<u>(46,487,060)</u>	<u>(46,945,901)</u>	<u>(44,605,750)</u>	<u>2,340,151</u>
Net Change in Fund Balances	<u>(25,917,981)</u>	<u>(26,438,529)</u>	<u>2,217,684</u>	<u>28,656,213</u>
Fund Balance - Beginning	<u>25,917,981</u>	<u>26,438,529</u>	<u>28,913,879</u>	<u>2,475,350</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,131,563</u>	<u>\$ 31,131,563</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2017

	Clerk of the Circuit Court			
	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues	\$ 357,138	\$ 357,138	\$ 289,312	\$ (67,826)
Charges for Services	1,637,140	1,715,140	1,713,506	(1,634)
Judgments and Fines	1,245,223	1,245,223	1,430,793	185,570
Court-Related Revenues	4,643,862	4,643,862	4,418,622	(225,240)
Investment Income	7,916	34,916	41,085	6,169
Miscellaneous Revenues	68,504	74,504	86,778	12,274
Total Revenues	<u>7,959,783</u>	<u>8,070,783</u>	<u>7,980,096</u>	<u>(90,687)</u>
EXPENDITURES				
Current:				
General Government	5,146,419	5,257,419	5,083,235	174,184
Court-Related	5,709,339	5,709,339	5,617,988	91,351
Total Expenditures	<u>10,855,758</u>	<u>10,966,758</u>	<u>10,701,223</u>	<u>265,535</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,895,975)</u>	<u>(2,895,975)</u>	<u>(2,721,127)</u>	<u>174,848</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	2,895,975	2,895,975	2,721,127	(174,848)
Total Other Financing Sources and (Uses)	<u>2,895,975</u>	<u>2,895,975</u>	<u>2,721,127</u>	<u>(174,848)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2017

	Property Appraiser			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
REVENUES				
Charges for Services	\$ 860,241	\$ 860,241	\$ 866,060	\$ 5,819
Investment Income	-	-	618	618
Total Revenues	<u>860,241</u>	<u>860,241</u>	<u>866,678</u>	<u>6,437</u>
EXPENDITURES				
Current:				
General Government	4,181,682	4,102,639	3,961,689	140,950
Total Expenditures	<u>4,181,682</u>	<u>4,102,639</u>	<u>3,961,689</u>	<u>140,950</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,321,441)</u>	<u>(3,242,398)</u>	<u>(3,095,011)</u>	<u>147,387</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	3,321,441	3,242,398	3,095,011	(147,387)
Total Other Financing Sources and (Uses)	<u>3,321,441</u>	<u>3,242,398</u>	<u>3,095,011</u>	<u>(147,387)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2017

	Sheriff			
	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
EXPENDITURES				
Current:				
Public Safety	\$ 73,442,761	\$ 75,446,739	\$ 71,778,937	\$ 3,667,802
Total Expenditures	<u>73,442,761</u>	<u>75,446,739</u>	<u>71,778,937</u>	<u>3,667,802</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(73,442,761)</u>	<u>(75,446,739)</u>	<u>(71,778,937)</u>	<u>3,667,802</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	73,442,761	75,446,739	71,778,937	(3,667,802)
Total Other Financing Sources and (Uses)	<u>73,442,761</u>	<u>75,446,739</u>	<u>71,778,937</u>	<u>(3,667,802)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2017

	Supervisor of Elections			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
REVENUES				
Charges for Services	\$ -	\$ 54,610	\$ 54,943	\$ 333
Total Revenues	<u>-</u>	<u>54,610</u>	<u>54,943</u>	<u>333</u>
EXPENDITURES				
Current:				
General Government	2,497,686	2,549,796	2,513,982	35,814
Total Expenditures	<u>2,497,686</u>	<u>2,549,796</u>	<u>2,513,982</u>	<u>35,814</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,497,686)</u>	<u>(2,495,186)</u>	<u>(2,459,039)</u>	<u>36,147</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	2,497,686	2,495,186	2,459,039	(36,147)
Total Other Financing Sources and (Uses)	<u>2,497,686</u>	<u>2,495,186</u>	<u>2,459,039</u>	<u>(36,147)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2017

	Tax Collector			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
EXPENDITURES				
Current:				
General Government	\$ 7,618,708	\$ 7,618,708	\$ 7,515,165	\$ 103,543
Total Expenditures	<u>7,618,708</u>	<u>7,618,708</u>	<u>7,515,165</u>	<u>103,543</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,618,708)</u>	<u>(7,618,708)</u>	<u>(7,515,165)</u>	<u>103,543</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>7,618,708</u>	<u>7,618,708</u>	<u>7,515,165</u>	<u>(103,543)</u>
Total Other Financing Sources and (Uses)	<u>7,618,708</u>	<u>7,618,708</u>	<u>7,515,165</u>	<u>(103,543)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2017

	Eliminations			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual Amounts	
REVENUES				
Miscellaneous Revenues	\$ -	\$ (7,156,323)	\$ (7,156,323)	\$ -
Total Revenues	<u>-</u>	<u>(7,156,323)</u>	<u>(7,156,323)</u>	<u>-</u>
EXPENDITURES				
Current:				
General Government	-	(7,156,323)	(7,156,323)	-
Total Expenditures	<u>-</u>	<u>(7,156,323)</u>	<u>(7,156,323)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	(46,177,198)	(46,177,198)
Transfers (Out)	-	-	46,177,198	46,177,198
Total Other Financing Sources and (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2017

	Total			
	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 50,081,502	\$ 50,081,502	\$ 50,762,973	\$ 681,471
Special Assessments	23,750	23,750	2,887	(20,863)
Permits and Fees	2,850	2,850	2,250	(600)
Intergovernmental Revenues	38,940,560	39,319,630	35,707,761	(3,611,869)
Charges for Services	26,349,857	26,543,747	28,162,538	1,618,791
Judgments and Fines	1,527,373	1,527,373	1,799,579	272,206
Court-Related Revenues	5,877,258	5,913,309	5,345,009	(568,300)
Investment Income	405,491	432,491	547,859	115,368
Miscellaneous Revenues	14,105,277	7,046,648	4,685,440	(2,361,208)
Total Revenues	<u>137,313,918</u>	<u>130,891,300</u>	<u>127,016,296</u>	<u>(3,875,004)</u>
EXPENDITURES				
Current:				
General Government	60,063,121	53,883,973	35,590,715	18,293,258
Public Safety	99,289,030	101,283,168	96,604,764	4,678,404
Physical Environment	1,212,310	1,057,184	903,109	154,075
Transportation	908,203	896,929	876,118	20,811
Economic Environment	4,955,149	4,502,027	1,334,869	3,167,158
Human Services	17,063,217	17,085,716	13,640,399	3,445,317
Culture/Recreation	12,934,474	13,423,017	10,232,493	3,190,524
Court-Related	9,734,731	9,589,745	8,222,047	1,367,698
Debt Service:				
Principal Retirement	339,064	339,064	335,944	3,120
Interest and Fiscal Charges	22,111	22,111	21,683	428
Total Expenditures	<u>206,521,410</u>	<u>202,082,934</u>	<u>167,762,141</u>	<u>34,320,793</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(69,207,492)</u>	<u>(71,191,634)</u>	<u>(40,745,845)</u>	<u>30,445,789</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	92,957,768	95,275,353	44,968,428	(50,306,925)
Transfers (Out)	(49,668,257)	(50,522,248)	(2,004,899)	48,517,349
Total Other Financing Sources and (Uses)	<u>43,289,511</u>	<u>44,753,105</u>	<u>42,963,529</u>	<u>(1,789,576)</u>
Net Change in Fund Balances	<u>(25,917,981)</u>	<u>(26,438,529)</u>	<u>2,217,684</u>	<u>28,656,213</u>
Fund Balance - Beginning	<u>25,917,981</u>	<u>26,438,529</u>	<u>28,913,879</u>	<u>2,475,350</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,131,563</u>	<u>\$ 31,131,563</u>

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

Fine and Forfeiture Funds

Fines and Forfeiture Fund

Established pursuant to the provisions of Section 142.01, Florida Statutes, to account for expenditures related to the costs of criminal prosecutions and for the proceeds of certain court fines and costs.

Fines and Forfeiture Crime Prevention Fund

Established pursuant to the provisions of Section 775.083, to account for funds related to the costs of crime prevention and for the proceeds of certain court fines and costs.

80% Gas Tax Construction Fund

Used to account for the County proceeds of the 80% portion of the Constitutional Gas Tax (2 cents per gallon), which is collected and distributed by the State of Florida. Expenditures from this fund may be used for the acquisition, construction and maintenance of roads as authorized by Section 334.03, Florida Statutes.

20% Gas Tax Construction Fund

Used to account for the County's proceeds of the 20% portion of the Constitutional Gas Tax (2 cents per gallon), which is collected and distributed by the State of Florida. Purposes for which these funds may be expended have been restricted pursuant to an opinion of the Florida Attorney General and, therefore, are limited to the purchase of materials used in the construction and maintenance of roads and bridges.

County Transportation Maintenance Fund

Created pursuant to the provisions of Section 129.02, Florida Statutes, to account for transportation related revenues and expenditures. The primary revenue source are gas taxes (one cent voted, 6th cent local, and 7th cent county) which are used to fund the activities of the Transportation Department.

Sidewalk Construction Fund

Created pursuant to the provisions of Section 6.12.12 of the Land Development Code adopted by Ordinance 13-20, to account for sidewalk fees paid by developers to the County in lieu of construction along external streets. The County may use these funds toward construction of sidewalks throughout the County based on priorities established by the Board.

Dunnellon Airport Fund

Created pursuant to the provisions of Chapter 81-436, Laws of Florida, to account for the revenues and expenditures related to the operation of this Southwest Marion County facility. The Board of County Commissioners serve as the Dunnellon Airport Authority which is the governing body of this facility. Revenues are generated primarily through fuel sales and the rental of County-owned real property in addition to grants received from the State of Florida Department of Transportation. Expenditures predominantly result from the maintenance and or improvement to the airport runways and related improvements.

Alcohol and Other Drug Abuse Trust Fund

Created pursuant to the provisions of Section 893.165, Florida Statutes, and Ordinance 13-12 to account for the mandatory costs, discretionary costs, and assessments remitted to Marion County pursuant to Sections 938.13, 938.21 and 938.23, Florida Statutes. These monies shall be used only for the support of alcohol and other drug abuse treatment and educational programs based in Marion County, Florida, which meet the standards of qualifications for such programs of the Florida Department of Children and Family Services.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS - Continued

2nd Local Option Fuel Tax Fund

Established pursuant to the provisions of Section 336.025, Florida Statutes, to account for the proceeds from the 2nd Local Option Fuel Tax (5 cents per gallon). The use of proceeds provides for distribution between Marion County and municipalities located within Marion County, to fund necessary transportation improvements in Marion County in accordance with the adopted local government comprehensive plan.

Marion County Health Department Fund

Established pursuant to the provisions of Sections 154.02 and 154.06, Florida Statutes, to account for the proceeds of a special ad valorem tax levy established by the Board and transmitted in equal monthly installments to the Marion County Health Unit, where they are used to subsidize operations.

Criminal Justice Court Costs Fund

Created pursuant to the provisions of Section 939.185, Florida Statutes, to account for the Revenue of additional court costs and surcharges. The Board of County Commissioners may adopt by Ordinance an additional court cost, not to exceed \$65. Authorized uses of the amount collected include payments to be allocated to fund court innovations, legal aid, law library and juvenile programs.

Law Enforcement Trust Fund

Created pursuant to the provisions of Section 932.704, Florida Statutes, to account for the net proceeds from the sale or conversion of forfeited properties. Expenditures payable from this fund are legally restricted to nonrecurring obligations of the Sheriff's office, including equipment purchases. Although legally entitled as a trust fund, this fund is more properly accounted for as a special revenue fund due to the nature of the transactions recorded therein.

Sheriff Educational Fund

Created to account for the revenues generated by the imposition by the Board of an additional \$2 per case for court cost, assessed against every person convicted for violation of a state penal or criminal statute, municipal or county ordinance. Pursuant to Section 938.15, Florida Statutes, monies received are required to be expended for criminal justice education and training of law enforcement officers, corrections officers and support personnel.

911 Management Fund

Created in accordance with the provisions of the Florida Emergency Telephone Act (Sections 365.171 and 365.172, Florida Statutes) to account for the Enhanced 911 (E911) fees imposed and collected from local telephone exchange customers and subscribers of wireless telephone services. 911 service directs 911 calls to the appropriate public safety answering point and provides for automatic number and location identification. The E911 Board may adjust the allocation percentages or adjust the amount of the fee, or both, if necessary, to ensure full cost recovery or prevent over recovery of costs incurred in the provision of E911. Expenditures are restricted to the establishment and maintenance of an enhanced emergency telephone number 911 system or enhanced 911 service.

Building Department Fund

Created pursuant to the provisions of Section 533.79, Florida Statutes, and Ordinance 01-34 to account for revenues generated by building permit fees levied by the Board by resolution. Fees generated are used to fund costs of the building permitting activities and inspections.

Tourist Development Tax

Created pursuant to the provisions of Chapter 125.0104, Florida Statutes, and Ordinance 78-13 to account for the two percent Tourist Development Tax. The tax is collected by the Marion County Tax Collector and transmitted monthly to Marion County. The tax is used to fund the Marion County Tourist Development Plan.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS - Continued

Parks and Recreation Fees Fund

Created in accordance with the provisions of the Marion County Code of Ordinances (Chapter 14) and Ordinance 94-20, to account for user fees generated by the parks and recreation department. The Board shall by resolution, adopt fees for use of any or all parks and any improvements or facilities therein. These funds are used for parks and recreation capital.

Local Housing Assistance Trust Fund

The Local Housing Assistance Trust Fund was created pursuant to the provisions of Section 420.9075, Florida Statutes, and Ordinance 93-13 to account for the local housing distribution monies received from the State of Florida in connection with the State Housing Initiative Partnership (SHIP) program. Authorized expenditures from the Local Housing Assistance Trust Fund are limited to the administration and implementation of the local housing assistance program.

Medical Examiner

Established by an interlocal agreement between Marion, Citrus, Hernando, Sumter and Lake Counties pursuant to the provisions of Chapter 406, Florida Statutes, for the joint operation of the District Medical Examiner's Office. In accordance with the agreement, Marion County serves as the Administrative Coordinator and is responsible for managing all funds associated with this agreement.

Impact Fee Ordinance Trust Fund – District 1

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 89-27. Amounts are collected for four separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

Impact Fee Ordinance Trust Fund – District 2

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 89-27. Amounts are collected for four separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

Impact Fee Ordinance Trust Fund – District 3

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 89-27. Amounts are collected for four separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

Impact Fee Ordinance Trust Fund – District 4

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 89-27. Amounts are collected for four separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

Impact Fee Trust Fund – East District

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 15-14. Amounts are collected for two separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS - Continued

Impact Fee Trust Fund – West District

Established to account for the amount of transportation impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 15-14. Amounts are collected for two separate districts and are deposited and accounted for separately by District. The revenues generated are to be used for capital improvements of roads on the County's major road network system, not for maintenance or operations, within the district.

Rainbow Lakes Estates MSD Fund

Created pursuant to the provisions of Section 125.01, Florida Statutes, and the provisions of the Marion County Code of Ordinances (Article XI, Chapter 12) to account for the MSTU for Road Improvements, and to account for the provision of municipal type services to a limited geographic area encompassing portions of both Marion and Levy Counties. Funding is provided primarily through the levy and collection of ad valorem taxes by the Board as governing body of this multi-County taxing district.

Rainbow Lakes Estates Fire Protection MSBU

Created in accordance with the provisions of the Marion County Code of Ordinances (Article XII, Chapter 12) to account for the proceeds of special assessments levied by the Board on property located in the Rainbow Lakes Estates area and collected by the Tax Collector are accounted for in this fund. The purpose is to provide fire protection within the Rainbow Lakes Estates area.

Marion Oaks MSTU Fund

The Marion Oaks MSTU fund was created pursuant to the provisions of Section 125.01, Florida Statutes, to account for the costs of providing law enforcement as well as the construction, maintenance, and operation of community resource facilities within the Marion Oaks development. Revenues are generated through a levy by the Board of special assessments upon properties located exclusively within the Marion Oaks area.

MSTU/MSBU for Road Improvements

Rainbow Lakes Estates MSTU for Road Improvements Fund

The proceeds of special assessments levied by the Board on property located in the Rainbow Lakes Estates area and collected by the Tax Collector are accounted for in this fund. The purpose is to provide road improvements within the Rainbow Lakes Estates area.

Silver Springs Shores MSTU for Road Improvements Fund

The costs of providing stabilization and maintenance of roads within this subdivision are accounted for in this fund. The primary source of funding for these services is ad valorem taxes.

Lake Tropicana MSTU for Road Improvements Fund

The costs of providing stabilization and maintenance of roads within this subdivision are accounted for in this fund. The primary source of funding for these services is ad valorem taxes.

Golden Hills MSTU for Road Improvements Fund

Costs of road improvements made within the Golden Hills subdivision, and funded by a special per-parcel assessment levied by the Board and collected by the Tax Collector and accounted for in this fund.

Kingsland Estates/Ocala Waterway MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

MSTU/MSBU for Road Improvements - continued

Kingsland Whispering Pines/Forrest Glenn MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Silver Spring Acres MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Ocala Waterway Estates MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

NW 17th Avenue/Northwood MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Rainbow Park Units 1 & 2 MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Pine Run Estates MSTU for Road Improvements Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road improvements in the covered area.

Woods and Lakes Subdivision MSBU for Road Maintenance

The proceeds of special assessments levied by the Board exclusively upon properties located within Woods and Lakes Subdivision and collected by the Tax Collector are accounted for in this fund. The purpose for which the funds so derived may legally be expended is generally limited to the provision of road improvements and maintenance.

Marion Oaks MSTU for Road Improvements Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road improvements in the covered area.

Paradise Farms MSBU for Roadside Mowing Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for roadside mowing in the covered area.

Stonecrest Center MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

MSTU/MSBU for Road Improvements - continued

Deer Path Estates Phase 1 & Phase 2 MSBU for Road Maintenance

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for road maintenance in the covered area.

Silver Springs Shores MSTU Fund

Created by the Board pursuant to Section 125.01, Florida Statutes, and used to account for street lighting, cultural and recreational services provided to this commercial and residential community. The primary source of revenue for this municipal service taxing unit is ad valorem taxes levied solely within the geographic boundaries of the taxing unit.

MSTU/MSBU for Recreation Fund

Rainbow Lakes Estates Community Recreational Facility MSBU

The proceeds of special assessments levied by the Board on property located in the Rainbow Lakes Estates area and collected by the Tax Collector are accounted for in this fund. Per-parcel assessments levied within the community are the primary source of funding for these services.

Hills of Ocala MSTU for Recreation Fund

Used to account for the costs of recreation and related services provided to this community located in Southwest Marion County. Per-parcel assessments levied within the community are the primary source of funding for these services.

MSTU for Street Lighting

Indian Meadows MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Ocala Heights MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Bahia Oaks MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Boardman MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Doublegate MSTU for General Services

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

MSTU for Street Lighting - continued

Hickory Hills MSTU for Street Lighting Services

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting.

Raven Hill MSTU for General Services

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Churchill Subdivision MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting in the covered area.

Little Lake Weir-Edgewater Estates for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting in the covered area.

Rainbow's End MSTU for General Municipal Services Fund

Created to account for a wide variety of authorized expenditures including, but not limited to, road improvements and street lighting. Revenues to fund said expenditures are generated through the levy of a special per-parcel assessment by the Board which is collected by the Tax Collector as a part of the tax roll.

Marion Oaks MSTU for General Services Fund

The proceeds of special assessments levied by the Board exclusively on the properties within the boundaries established and collected by the Tax Collector are accounted for by this fund. The assessments collected will provide for road repairs, mowing and street lighting.

Citrus Park MSTU Fund

Created to account for the proceeds of a special per-parcel assessment levied by the Board on the Citrus Park Subdivision. The assessment will be used to provide municipal services in the covered area and will be collected by the Tax Collector via the tax roll.

Bolder Hill MSTU for Street Lighting

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for street lighting in the covered area.

Fire Rescue Impact Fees Fund

Established to account for the impact fees levied by the Board and collected pursuant to Marion County Ordinance Number 08-19, restricted for the costs required to finance fire rescue facility improvements necessitated by new development in the County.

Stormwater Program

Established pursuant to Ordinance No. 02-13 to account for the special per-parcel assessment levied by the Board within the designated service area. Assessments are collected by the Tax Collector, and will provide for the establishment and operation of the Stormwater Program throughout the service area.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS – Continued

MSTU for General Services

Tompkins and Georges Addition to Dunnellon MSTU Fund

Used to account for the special per-parcel assessment levied by the Board on property located in the Tompkins and Georges addition to Dunnellon Subdivision and collected by the Tax Collector as part of the tax roll. Funds derived are to be used for the provision of general municipal services.

Country Estates Buffington Addition MSTU Fund

The costs of general municipal services provided in the Country Estates Buffington Addition Subdivision are funded by a special per-parcel assessment levied by the Board and collected by the Tax Collector are accounted for in this fund.

Wineberry MSTU for General Services Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Golden Hills MSTU for General Services Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Delcrest MSTU for General Services Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Bellaire MSTU for Services Fund

Established to account for the special per-parcel assessment levied by the Board exclusively on the properties within the boundaries established. Assessments are collected by the Tax Collector and will provide for municipal services in the covered area.

Clerk of the Circuit Court Trust Fund

This fund reflects the activities of the Office of the Clerk of Circuit Court Trust Funds. Services provided are in accordance with provisions of the Florida Statutes for Records Modernization.

NON-MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt Service funds are also used to report resources if legally mandated and financial resources that are being accumulated for principal and interest maturing in the future. The County has the following Debt Service Funds:

Parks and Land Acquisition Debt Service Fund

Created pursuant to the provisions of resolutions authorizing the issuance of Limited Ad Valorem Tax Refunding Bonds, Series 1994 and 1998. As specified in the resolutions and approved by a referendum vote on November 8, 1988, the primary source of revenue to be used for the repayment of the bonds is a levy of ad valorem (property) taxes on all taxable property within the County at a rate not to exceed one-half of 1 mill (rate per \$1,000 of taxable value) in any year.

Public Improvement Transportation Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Public Improvement Revenue Bonds. Revenue used to fund the debt service payments is generated through the Second local option fuel tax and secured by Sales Tax.

Special Assessment Bonds, Series 2006A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2006A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2007A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2007A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2007B Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2007B. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2008A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2008A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2008B Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2008B. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2009A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2009A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2010A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2010A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

NON-MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS – Continued

Special Assessment Bonds, Series 2011A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2011A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2012A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2012A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2013A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2013A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2014A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2014A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2015A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2015A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2016A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2016A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

Special Assessment Bonds, Series 2017A Debt Service Fund

Created to account for payment of the periodic principal and interest payments due on the Special Assessment Bonds, Series 2017A. Revenue used to fund the debt service payments is generated through the levy of special assessments against the benefited properties.

NON-MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital outlay. Capital Project funds exclude capital-related outflows financed by proprietary fund or for assets held in trust for individuals, private organizations, or other governments. The County has the following Capital Projects Funds:

Parks Capital Projects Fund

This fund accounts for bond proceeds and grant revenues to be used for future acquisitions of parks and environmentally sensitive lands.

CIP Capital Projects Fund

This fund accounts for the capital expenditures of various infrastructure related projects.

Surtax Capital Projects Fund

This fund is used to account for proceeds from the one percent infrastructure surtax and related expenditures.

SELP Capital Projects Fund

Created to account for the fee revenues to be used for capital expenditures at the Southeastern Livestock Pavilion.

Infrastructure Surtax Capital Projects Fund

This fund is used to account for proceeds from the one percent infrastructure surtax and related expenditures.

Public Improvement Transportation Capital Projects Fund

This fund is used to account for payment of the Public Improvement Revenue Bonds, Series 2009A and Series 2010, issued to provide funds for the construction of road improvements within the County.

Special Assessment Bonds, Series 2014A Capital Projects Fund

Created to account for payment of the Special Assessment Bonds, Series 2014A issued to provide funds for the construction of road improvements within the benefited boundaries.

Special Assessment Bonds, Series 2015A Capital Projects Fund

Created to account for payment of the Special Assessment Bonds, Series 2015A issued to provide funds for the construction of road improvements within the benefited boundaries.

Special Assessment Bonds, Series 2016A Capital Projects Fund

Created to account for payment of the Special Assessment Bonds, Series 2016A issued to provide funds for the construction of road improvements within the benefited boundaries. The bonds for this capital project were issued in fiscal year 2017.

Special Assessment Bonds, Series 2017A Capital Projects Fund

Created to account for payment of the Special Assessment Bonds, Series 2017A issued to provide funds for the construction of road improvements within the benefited boundaries. The bonds for this capital project were issued in fiscal year 2017.



MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2017

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 67,140,215	\$ 3,990,610	\$ 21,972,184	\$ 93,103,009
Investments	19,367,047	-	-	19,367,047
Accounts Receivable	1,116,768	-	-	1,116,768
Accrued Interest Receivable	61,820	-	-	61,820
Special Assessments Receivable	91,765	7,287,353	-	7,379,118
Due from Other Funds	545,770	27,430	-	573,200
Due from Other Governments	6,477,610	254	3,868,319	10,346,183
Inventories	1,097,938	-	-	1,097,938
Prepaid Items	233,311	-	2,962,952	3,196,263
Total Assets	\$ 96,132,244	\$ 11,305,647	\$ 28,803,455	\$ 136,241,346
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 3,859,375	\$ -	\$ 1,456,762	\$ 5,316,137
Contracts Payable	350,444	-	78,605	429,049
Accrued Liabilities	410,178	-	-	410,178
Due to Other Funds	2,641	-	-	2,641
Due to Other Governments	69,790	-	148	69,938
Deposits	394,667	-	-	394,667
Unearned Revenues	10,924	-	-	10,924
Total Liabilities	5,098,019	-	1,535,515	6,633,534
Deferred Inflows of Resources:				
Deferred Assessments	91,765	7,287,353	-	7,379,118
Unavailable Grant Revenues	1,054,345	-	-	1,054,345
Total Deferred Inflows of Resources	1,146,110	7,287,353	-	8,433,463
Fund Balances:				
Nonspendable:				
Inventories	1,097,938	-	-	1,097,938
Prepays	233,311	-	2,962,952	3,196,263
Restricted for:				
Court Innovations	20,096	-	-	20,096
Records Modernization Tech	1,406,826	-	-	1,406,826
Debt Service Reserve	-	4,018,294	-	4,018,294
Fire and Rescue	3,613,019	-	-	3,613,019
Infrastructure	-	-	18,926,993	18,926,993
Law Enforcement	3,987,079	-	-	3,987,079
Parks and Recreation	1,838,395	-	314,368	2,152,763
Public Safety	5,611,545	-	-	5,611,545
Resource Conservation	12,553,180	-	-	12,553,180
Road Construction	26,540,713	-	5,039,246	31,579,959
Social Services	3,337,790	-	-	3,337,790
Tourism	2,668,275	-	-	2,668,275
Transportation Maintenance	23,460,827	-	-	23,460,827
Committed to:				
Airport	336,130	-	-	336,130
Parks and Recreation	3,182,991	-	-	3,182,991
Assigned to:				
Infrastructure	-	-	3,397	3,397
Parks and Recreation	-	-	4,069	4,069
Road Construction	-	-	16,915	16,915
Total Fund Balances	89,888,115	4,018,294	27,267,940	121,174,349
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 96,132,244	\$ 11,305,647	\$ 28,803,455	\$ 136,241,346

MARION COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2017

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ 35,572,402	\$ 4,595,491	\$ 25,710,753	\$ 65,878,646
Special Assessments	8,659,765	2,646,721	457,228	11,763,714
Impact Fees	541,334	-	-	541,334
Permits and Fees	3,963,846	-	-	3,963,846
Intergovernmental Revenues	15,135,150	-	-	15,135,150
Charges for Services	5,314,014	-	41,127	5,355,141
Judgments and Fines	816,003	-	-	816,003
Court-Related Revenues	425,103	-	-	425,103
Investment Income	850,523	36,832	25,532	912,887
Miscellaneous Revenues	818,207	-	-	818,207
Total Revenues	72,096,347	7,279,044	26,234,640	105,610,031
EXPENDITURES				
Current:				
General Government	937,994	-	-	937,994
Public Safety	8,539,087	-	-	8,539,087
Physical Environment	4,689,097	-	-	4,689,097
Transportation	30,651,818	-	14,764	30,666,582
Economic Environment	2,425,294	-	-	2,425,294
Human Services	1,830,577	-	-	1,830,577
Culture/Recreation	1,985,435	-	-	1,985,435
Court-Related	1,462,008	-	-	1,462,008
Debt Service:				
Principal Retirement	-	5,575,953	-	5,575,953
Interest and Fiscal Charges	-	1,563,263	23,744	1,587,007
Capital Outlay	-	-	15,648,397	15,648,397
Total Expenditures	52,521,310	7,139,216	15,686,905	75,347,431
Excess (Deficiency) of Revenues Over (Under) Expenditures	19,575,037	139,828	10,547,735	30,262,600
OTHER FINANCING SOURCES (USES)				
Transfers In	1,551,482	34,893	3,466,830	5,053,205
Transfers (Out)	(11,949,936)	(125,062)	(242,999)	(12,317,997)
Issuance of Notes/Bonds Payable	376,904	-	2,345,321	2,722,225
Issuance of Capital Lease	-	-	7,694,627	7,694,627
Total Other Financing Sources (Uses)	(10,021,550)	(90,169)	13,263,779	3,152,060
Net Change in Fund Balances	9,553,487	49,659	23,811,514	33,414,660
Fund Balances - Beginning	80,334,628	3,968,635	3,456,426	87,759,689
Fund Balances - Ending	\$ 89,888,115	\$ 4,018,294	\$ 27,267,940	\$ 121,174,349

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
September 30, 2017

	Fines and Forfeitures	80% Gas Tax Construction	20% Gas Tax Construction	County Transportation Maintenance Fund	Sidewalk Construction	Dunnellon Airport
ASSETS						
Cash and Cash Equivalents	\$ 2,439,942	\$ 8,388,996	\$ 1,936,837	\$ 7,206,122	\$ 188,587	\$ 275,404
Investments	-	-	-	9,911,640	-	-
Accounts Receivable	152	-	-	276	-	-
Accrued Interest Receivable	-	-	-	31,638	-	-
Special Assessments Receivable	-	-	-	91,765	-	-
Due from Other Funds	545,034	-	-	-	-	-
Due from Other Governments	51,155	316,085	79,021	4,375,172	-	82,018
Inventories	-	-	1,061,784	-	-	36,154
Prepaid Items	174	-	-	90	-	-
Total Assets	\$ 3,036,457	\$ 8,705,081	\$ 3,077,642	\$ 21,616,703	\$ 188,587	\$ 393,576
LIABILITIES						
Accounts Payable	\$ 10,864	\$ 385,304	\$ 20,134	\$ 2,060,686	\$ -	\$ 3,384
Contracts Payable	-	953	-	269,363	-	-
Accrued Liabilities	-	-	-	203,210	-	4,741
Due to Other Funds	-	44	-	-	-	-
Due to Other Governments	1,243	-	-	51,943	-	995
Deposits	-	-	-	119,010	-	12,172
Unearned Revenues	-	-	-	-	-	-
Total Liabilities	12,107	386,301	20,134	2,704,212	-	21,292
DEFERRED INFLOWS OF RESOURCES						
Deferred Assessments	-	-	-	91,765	-	-
Unavailable Grant Revenues	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	91,765	-	-
FUND BALANCES						
Nonspendable:						
Inventories	-	-	1,061,784	-	-	36,154
Prepaid Items	174	-	-	90	-	-
Restricted for:						
Court Innovations	-	-	-	-	-	-
Records Modernization Tech	-	-	-	-	-	-
Fire and Rescue	-	-	-	-	-	-
Law Enforcement	3,024,176	-	-	-	-	-
Parks and Recreation	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Resource Conservation	-	-	-	-	-	-
Road Construction	-	8,318,780	-	-	-	-
Social Services	-	-	-	-	-	-
Tourism	-	-	-	-	-	-
Transportation Maintenance	-	-	1,995,724	18,820,636	188,587	-
Committed to:						
Airport	-	-	-	-	-	336,130
Parks & Recreation	-	-	-	-	-	-
Total Fund Balances	3,024,350	8,318,780	3,057,508	18,820,726	188,587	372,284
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 3,036,457	\$ 8,705,081	\$ 3,077,642	\$ 21,616,703	\$ 188,587	\$ 393,576

Alcohol and Drug Abuse Trust Fund	2nd Local Option Fuel Tax	Marion County Health Department	Criminal Justice Court Costs	Law Enforcement Trust Fund	Sheriff's Educational	911 Management Fund	Building Department Fund	Tourist Development Fund
\$ 76,097	\$ 9,014,198	\$ 130,109	\$ 16,244	\$ 455,451	\$ 502,308	\$ 2,785,870	\$ 5,414,879	\$ 2,650,464
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
769	555,402	570	14,005	-	5,144	247,320	-	191,947
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	424	529	13,990
<u>\$ 76,866</u>	<u>\$ 9,569,600</u>	<u>\$ 130,679</u>	<u>\$ 30,249</u>	<u>\$ 455,451</u>	<u>\$ 507,452</u>	<u>\$ 3,033,614</u>	<u>\$ 5,415,408</u>	<u>\$ 2,856,401</u>
\$ 336	\$ -	\$ -	\$ 3,504	\$ -	\$ -	\$ 40,120	\$ 16,126	\$ 159,184
-	-	-	-	-	-	-	-	-
-	-	-	3,146	-	-	17,452	74,467	9,918
-	-	-	-	-	-	-	-	-
-	-	-	3,503	-	-	10	1,843	5,034
-	-	-	-	-	-	-	229,254	-
-	-	-	-	-	-	-	-	-
<u>336</u>	<u>-</u>	<u>-</u>	<u>10,153</u>	<u>-</u>	<u>-</u>	<u>57,582</u>	<u>321,690</u>	<u>174,136</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	424	529	13,990
-	-	-	20,096	-	-	-	-	-
-	-	-	-	-	-	2,975,608	-	-
-	-	-	-	455,451	507,452	-	-	-
-	-	-	-	-	-	-	5,093,189	-
-	-	-	-	-	-	-	-	-
-	9,569,600	-	-	-	-	-	-	-
76,530	-	130,679	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>76,530</u>	<u>9,569,600</u>	<u>130,679</u>	<u>20,096</u>	<u>455,451</u>	<u>507,452</u>	<u>2,976,032</u>	<u>5,093,718</u>	<u>2,682,265</u>
<u>\$ 76,866</u>	<u>\$ 9,569,600</u>	<u>\$ 130,679</u>	<u>\$ 30,249</u>	<u>\$ 455,451</u>	<u>\$ 507,452</u>	<u>\$ 3,033,614</u>	<u>\$ 5,415,408</u>	<u>\$ 2,856,401</u>

(Continued)

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
September 30, 2017

	Parks and Recreation Fees Fund	Local Housing Assistance Trust	Medical Examiner	Impact Fee Ordinance Trust Fund - District 1	Impact Fee Ordinance Trust Fund - District 2	Impact Fee Ordinance Trust Fund - District 3
ASSETS						
Cash and Cash Equivalents	\$ 3,274,529	\$ 3,204,254	\$ 539,604	\$ 108,182	\$ 14,592	\$ 446,363
Investments	-	-	-	-	-	-
Accounts Receivable	3,502	1,054,345	-	-	-	-
Accrued Interest Receivable	-	-	-	-	-	-
Special Assessments Receivable	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-
Due from Other Governments	1,020	-	-	-	-	-
Inventories	-	-	-	-	-	-
Prepaid Items	-	-	4,923	-	-	-
Total Assets	\$ 3,279,051	\$ 4,258,599	\$ 544,527	\$ 108,182	\$ 14,592	\$ 446,363
LIABILITIES						
Accounts Payable	\$ 43,872	\$ 53,481	\$ 2,795	\$ -	\$ -	\$ -
Contracts Payable	7,215	-	18,453	-	-	-
Accrued Liabilities	20,585	5,385	-	-	-	-
Due to Other Funds	2,410	187	-	-	-	-
Due to Other Governments	3,440	29	-	-	-	-
Deposits	7,614	14,591	-	-	-	-
Unearned Revenues	10,924	-	-	-	-	-
Total Liabilities	96,060	73,673	21,248	-	-	-
DEFERRED INFLOWS OF RESOURCES						
Deferred Assessments	-	-	-	-	-	-
Unavailable Grant Revenues	-	1,054,345	-	-	-	-
Total Deferred Inflows of Resources	-	1,054,345	-	-	-	-
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	-	-	-
Prepaid Items	-	-	4,923	-	-	-
Restricted for:						
Court Innovations	-	-	-	-	-	-
Records Modernization Tech	-	-	-	-	-	-
Fire and Rescue	-	-	-	-	-	-
Law Enforcement	-	-	-	-	-	-
Parks and Recreation	-	-	-	-	-	-
Public Safety	-	-	518,356	-	-	-
Resource Conservation	-	-	-	-	-	-
Road Construction	-	-	-	108,182	14,592	446,363
Social Services	-	3,130,581	-	-	-	-
Tourism	-	-	-	-	-	-
Transportation Maintenance	-	-	-	-	-	-
Committed to:						
Airport	-	-	-	-	-	-
Parks & Recreation	3,182,991	-	-	-	-	-
Total Fund Balances	3,182,991	3,130,581	523,279	108,182	14,592	446,363
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 3,279,051	\$ 4,258,599	\$ 544,527	\$ 108,182	\$ 14,592	\$ 446,363

Impact Fee Ordinance Trust Fund - District 4	Impact Fee Trust Fund - East District	Impact Fee Trust Fund - West District	Rainbow Lakes Estates MSD	Rainbow Lakes Estates Fire Protection MSBU	Marion Oaks MSTU	MSTU/MSBU for Road Improvements	Silver Springs Shores MSTU	MSTU/MSBU for Recreation
\$ 1,072,753	\$ 290,874	\$ 209,054	\$ 1,079,332	\$ 393,835	\$ 1,276,570	\$ 6,607,480	\$ 500,058	\$ 127,283
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	121	-	242	-	336	37
-	18,928	10,634	1,122	1,767	456	18,435	274	141
-	-	-	-	-	-	-	-	-
-	-	-	365	352	10	-	261	-
<u>\$ 1,072,753</u>	<u>\$ 309,802</u>	<u>\$ 219,688</u>	<u>\$ 1,080,940</u>	<u>\$ 395,954</u>	<u>\$ 1,277,278</u>	<u>\$ 6,625,915</u>	<u>\$ 500,929</u>	<u>\$ 127,461</u>
\$ 96,053	\$ -	\$ -	\$ 11,593	\$ 185	\$ 9,709	\$ 34,710	\$ 15,821	\$ 7,741
-	-	-	-	-	-	13,896	-	-
-	-	-	5,932	-	12,170	-	9,203	-
-	-	-	-	-	-	-	-	-
-	303	-	154	-	277	-	37	18
-	-	-	-	-	7,976	-	3,650	400
-	-	-	-	-	-	-	-	-
<u>96,053</u>	<u>303</u>	<u>-</u>	<u>17,679</u>	<u>185</u>	<u>30,132</u>	<u>48,606</u>	<u>28,711</u>	<u>8,159</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	365	352	10	-	261	-
-	-	-	-	-	-	-	-	-
-	-	-	-	395,417	-	-	-	-
-	-	-	-	-	1,247,136	-	471,957	119,302
-	-	-	-	-	-	-	-	-
976,700	309,499	219,688	-	-	-	6,577,309	-	-
-	-	-	-	-	-	-	-	-
-	-	-	1,062,896	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>976,700</u>	<u>309,499</u>	<u>219,688</u>	<u>1,063,261</u>	<u>395,769</u>	<u>1,247,146</u>	<u>6,577,309</u>	<u>472,218</u>	<u>119,302</u>
<u>\$ 1,072,753</u>	<u>\$ 309,802</u>	<u>\$ 219,688</u>	<u>\$ 1,080,940</u>	<u>\$ 395,954</u>	<u>\$ 1,277,278</u>	<u>\$ 6,625,915</u>	<u>\$ 500,929</u>	<u>\$ 127,461</u>

(Continued)

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
September 30, 2017

	MSTU for Street Lighting	Fire Rescue Impact Fees	Stormwater Program	MSTU for General Services	Clerk of the Circuit Court Trust Fund	Total Nonmajor Special Revenue Funds
ASSETS						
Cash and Cash Equivalents	\$ 1,327,486	\$ 241,994	\$ 3,502,693	\$ 77,434	\$ 1,364,337	\$ 67,140,215
Investments	-	-	9,455,407	-	-	19,367,047
Accounts Receivable	-	-	-	-	58,493	1,116,768
Accrued Interest Receivable	-	-	30,182	-	-	61,820
Special Assessments Receivable	-	-	-	-	-	91,765
Due from Other Funds	-	-	-	-	-	545,770
Due from Other Governments	4,190	-	501,848	187	-	6,477,610
Inventories	-	-	-	-	-	1,097,938
Prepaid Items	-	-	-	-	212,193	233,311
Total Assets	\$ 1,331,676	\$ 241,994	\$ 13,490,130	\$ 77,621	\$ 1,635,023	\$ 96,132,244
LIABILITIES						
Accounts Payable	\$ 4,009	\$ -	\$ 873,412	\$ 330	\$ 6,022	\$ 3,859,375
Contracts Payable	-	-	40,564	-	-	350,444
Accrued Liabilities	11,049	-	22,938	-	9,982	410,178
Due to Other Funds	-	-	-	-	-	2,641
Due to Other Governments	407	-	36	518	-	69,790
Deposits	-	-	-	-	-	394,667
Unearned Revenues	-	-	-	-	-	10,924
Total Liabilities	15,465	-	936,950	848	16,004	5,098,019
DEFERRED INFLOWS OF RESOURCES						
Deferred Assessments	-	-	-	-	-	91,765
Unavailable Grant Revenues	-	-	-	-	-	1,054,345
Total Deferred Inflows of Resources	-	-	-	-	-	1,146,110
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	-	-	1,097,938
Prepaid Items	-	-	-	-	212,193	233,311
Restricted for:						
Court Innovations	-	-	-	-	-	20,096
Records Modernization Tech	-	-	-	-	1,406,826	1,406,826
Fire and Rescue	-	241,994	-	-	-	3,613,019
Law Enforcement	-	-	-	-	-	3,987,079
Parks and Recreation	-	-	-	-	-	1,838,395
Public Safety	-	-	-	-	-	5,611,545
Resource Conservation	-	-	12,553,180	-	-	12,553,180
Road Construction	-	-	-	-	-	26,540,713
Social Services	-	-	-	-	-	3,337,790
Tourism	-	-	-	-	-	2,668,275
Transportation Maintenance	1,316,211	-	-	76,773	-	23,460,827
Committed to:						
Airport	-	-	-	-	-	336,130
Parks & Recreation	-	-	-	-	-	3,182,991
Total Fund Balances	1,316,211	241,994	12,553,180	76,773	1,619,019	89,888,115
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,331,676	\$ 241,994	\$ 13,490,130	\$ 77,621	\$ 1,635,023	\$ 96,132,244



MARION COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2017

	Fines and Forfeitures	80% Gas Tax Construction	20% Gas Tax Construction	County Transportation Maintenance Fund	Sidewalk Construction
REVENUES					
Taxes	\$ 8,023,866	\$ 3,739,795	\$ 934,949	\$ 14,287,152	\$ -
Special Assessments	-	-	-	193,448	-
Impact Fees	-	-	-	-	-
Permits and Fees	-	-	-	125,447	74,885
Intergovernmental Revenues	24,449	-	-	11,030,570	-
Charges for Services	247,702	-	-	350,050	-
Judgments and Fines	417,065	-	-	-	-
Court-Related Revenues	95,235	-	-	-	-
Investment Income	43,520	83,504	18,923	131,840	1,701
Miscellaneous Revenues	14,455	-	-	176,102	-
Total Revenues	8,866,292	3,823,299	953,872	26,294,609	76,586
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	100,800	-	-	-	-
Physical Environment	-	-	-	-	-
Transportation	-	2,850,862	428,129	19,621,155	-
Economic Environment	-	-	-	-	-
Human Services	-	-	-	-	-
Culture/Recreation	-	-	-	-	-
Court-Related	589,528	-	-	-	-
Total Expenditures	690,328	2,850,862	428,129	19,621,155	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,175,964	972,437	525,743	6,673,454	76,586
OTHER FINANCING SOURCES (USES)					
Transfers In	263,504	-	57,956	248,475	-
Transfers (Out)	(8,045,919)	-	-	(3,466,830)	-
Issuance of Notes/Bonds Payable	-	-	-	376,904	-
Total Other Financing Sources (Uses)	(7,782,415)	-	57,956	(2,841,451)	-
Net Change in Fund Balances	393,549	972,437	583,699	3,832,003	76,586
Fund Balances - Beginning	2,630,801	7,346,343	2,473,809	14,988,723	112,001
Fund Balances - Ending	\$ 3,024,350	\$ 8,318,780	\$ 3,057,508	\$ 18,820,726	\$ 188,587

Dunnellon Airport	Alcohol and Drug Abuse Trust Fund	2nd Local Option Fuel Tax	Marion County Health Department	Criminal Justice Court Costs	Law Enforcement Trust Fund	Sheriff's Educational	911 Management Fund
\$ -	\$ -	\$ 2,633,660	\$ 1,816,663	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
82,018	-	-	-	-	-	-	-
651,493	-	-	-	-	-	-	1,658,713
-	-	-	-	-	119,055	-	-
-	18,277	-	-	247,804	-	63,757	-
3,673	941	78,857	6,033	61	5,097	5,180	28,640
717	-	-	6,026	-	-	-	11
<u>737,901</u>	<u>19,218</u>	<u>2,712,517</u>	<u>1,828,722</u>	<u>247,865</u>	<u>124,152</u>	<u>68,937</u>	<u>1,687,364</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,493,335
803,357	-	286,059	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	1,771,534	59,043	-	-	-
-	-	-	-	-	-	-	-
-	50,214	-	-	194,166	-	-	-
<u>803,357</u>	<u>50,214</u>	<u>286,059</u>	<u>1,771,534</u>	<u>253,209</u>	<u>-</u>	<u>-</u>	<u>1,493,335</u>
<u>(65,456)</u>	<u>(30,996)</u>	<u>2,426,458</u>	<u>57,188</u>	<u>(5,344)</u>	<u>124,152</u>	<u>68,937</u>	<u>194,029</u>
37,399	-	-	-	-	-	-	81,450
-	-	-	-	-	(68,774)	-	-
-	-	-	-	-	-	-	-
<u>37,399</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(68,774)</u>	<u>-</u>	<u>81,450</u>
(28,057)	(30,996)	2,426,458	57,188	(5,344)	55,378	68,937	275,479
<u>400,341</u>	<u>107,526</u>	<u>7,143,142</u>	<u>73,491</u>	<u>25,440</u>	<u>400,073</u>	<u>438,515</u>	<u>2,700,553</u>
<u>\$ 372,284</u>	<u>\$ 76,530</u>	<u>\$ 9,569,600</u>	<u>\$ 130,679</u>	<u>\$ 20,096</u>	<u>\$ 455,451</u>	<u>\$ 507,452</u>	<u>\$ 2,976,032</u>

(Continued)

MARION COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2017

	Building Department Fund	Tourist Development Fund	Parks and Recreation Fees Fund	Local Housing Assistance Trust	Medical Examiner
REVENUES					
Taxes	\$ 73,975	\$ 2,800,048	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-
Impact Fees	-	-	-	-	-
Permits and Fees	3,616,401	-	-	-	-
Intergovernmental Revenues	-	-	-	1,520,477	1,888,118
Charges for Services	-	-	1,226,325	-	431,670
Judgments and Fines	-	-	-	-	-
Court-Related Revenues	-	-	30	-	-
Investment Income	53,745	24,949	36,005	32,241	6,232
Miscellaneous Revenues	8,473	66,902	1,060	411,711	-
Total Revenues	<u>3,752,594</u>	<u>2,891,899</u>	<u>1,263,420</u>	<u>1,964,429</u>	<u>2,326,020</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	3,179,236	-	-	-	3,273,865
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	-	1,591,323	-	833,971	-
Human Services	-	-	-	-	-
Culture/Recreation	-	-	1,323,517	-	-
Court-Related	-	-	-	-	-
Total Expenditures	<u>3,179,236</u>	<u>1,591,323</u>	<u>1,323,517</u>	<u>833,971</u>	<u>3,273,865</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>573,358</u>	<u>1,300,576</u>	<u>(60,097)</u>	<u>1,130,458</u>	<u>(947,845)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	857,344
Transfers (Out)	-	(245,000)	-	-	-
Issuance of Notes/Bonds Payable	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(245,000)</u>	<u>-</u>	<u>-</u>	<u>857,344</u>
Net Change in Fund Balances	573,358	1,055,576	(60,097)	1,130,458	(90,501)
Fund Balances - Beginning	<u>4,520,360</u>	<u>1,626,689</u>	<u>3,243,088</u>	<u>2,000,123</u>	<u>613,780</u>
Fund Balances - Ending	<u>\$ 5,093,718</u>	<u>\$ 2,682,265</u>	<u>\$ 3,182,991</u>	<u>\$ 3,130,581</u>	<u>\$ 523,279</u>

Impact Fee Ordinance Trust Fund - District 1	Impact Fee Ordinance Trust Fund - District 2	Impact Fee Ordinance Trust Fund - District 3	Impact Fee Ordinance Trust Fund - District 4	Impact Fee Trust Fund - East District	Impact Fee Trust Fund - West District	Rainbow Lakes Estates MSD	Rainbow Lakes Estates Fire Protection MSBU
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 218,739	\$ -
-	-	-	-	-	-	-	176,497
2,212	8,311	300	-	310,441	219,279	-	-
-	-	-	-	-	-	147,113	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	55	-
-	-	-	-	-	-	-	-
1,154	137	4,935	23,191	553	409	12,575	5,530
-	-	-	-	-	-	8,358	-
<u>3,366</u>	<u>8,448</u>	<u>5,235</u>	<u>23,191</u>	<u>310,994</u>	<u>219,688</u>	<u>386,840</u>	<u>182,027</u>
-	-	-	-	-	-	169,348	-
-	-	-	-	-	-	-	395,317
-	14,227	-	2,187,153	1,495	-	222,855	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	<u>14,227</u>	-	<u>2,187,153</u>	<u>1,495</u>	-	<u>392,203</u>	<u>395,317</u>
<u>3,366</u>	<u>(5,779)</u>	<u>5,235</u>	<u>(2,163,962)</u>	<u>309,499</u>	<u>219,688</u>	<u>(5,363)</u>	<u>(213,290)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>3,366</u>	<u>(5,779)</u>	<u>5,235</u>	<u>(2,163,962)</u>	<u>309,499</u>	<u>219,688</u>	<u>(5,363)</u>	<u>(213,290)</u>
<u>104,816</u>	<u>20,371</u>	<u>441,128</u>	<u>3,140,662</u>	<u>-</u>	<u>-</u>	<u>1,068,624</u>	<u>609,059</u>
<u>\$ 108,182</u>	<u>\$ 14,592</u>	<u>\$ 446,363</u>	<u>\$ 976,700</u>	<u>\$ 309,499</u>	<u>\$ 219,688</u>	<u>\$ 1,063,261</u>	<u>\$ 395,769</u>

(Continued)

MARION COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2017

	Marion Oaks MSTU	MSTU/MSBU for Road Improvements	Silver Springs Shores MSTU	MSTU/MSBU for Recreation	MSTU for Street Lighting
REVENUES					
Taxes	\$ 413,176	\$ -	\$ 569,133	\$ 61,246	\$ -
Special Assessments	-	3,743,980	-	-	895,419
Impact Fees	-	-	-	-	-
Permits and Fees	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-
Charges for Services	9	-	12	1	-
Judgments and Fines	-	-	-	-	-
Court-Related Revenues	-	-	-	-	-
Investment Income	15,737	77,300	7,066	1,609	15,811
Miscellaneous Revenues	68,565	-	23,210	2,909	5,998
Total Revenues	497,487	3,821,280	599,421	65,765	917,228
EXPENDITURES					
Current:					
General Government	625,025	-	-	-	-
Public Safety	-	-	-	-	-
Physical Environment	-	-	-	-	-
Transportation	-	3,406,089	37,382	-	793,055
Economic Environment	-	-	-	-	-
Human Services	-	-	-	-	-
Culture/Recreation	-	-	585,410	76,508	-
Court-Related	-	-	-	-	-
Total Expenditures	625,025	3,406,089	622,792	76,508	793,055
Excess (Deficiency) of Revenues Over (Under) Expenditures	(127,538)	415,191	(23,371)	(10,743)	124,173
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfers (Out)	-	(123,413)	-	-	-
Issuance of Notes/Bonds Payable	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(123,413)	-	-	-
Net Change in Fund Balances	(127,538)	291,778	(23,371)	(10,743)	124,173
Fund Balances - Beginning	1,374,684	6,285,531	495,589	130,045	1,192,038
Fund Balances - Ending	\$ 1,247,146	\$ 6,577,309	\$ 472,218	\$ 119,302	\$ 1,316,211

Fire Rescue Impact Fees	Stormwater Program	MSTU for General Services	Clerk of the Circuit Court Trust Fund	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ 35,572,402
-	3,607,449	42,972	-	8,659,765
791	-	-	-	541,334
-	-	-	-	3,963,846
-	589,518	-	-	15,135,150
-	9,210	-	738,774	5,314,014
-	-	-	279,883	816,003
-	-	-	-	425,103
3,154	112,042	884	7,294	850,523
-	23,710	-	-	818,207
<u>3,945</u>	<u>4,341,929</u>	<u>43,856</u>	<u>1,025,951</u>	<u>72,096,347</u>
-	-	28,055	115,566	937,994
96,534	-	-	-	8,539,087
-	4,689,097	-	-	4,689,097
-	-	-	-	30,651,818
-	-	-	-	2,425,294
-	-	-	-	1,830,577
-	-	-	-	1,985,435
-	-	-	628,100	1,462,008
<u>96,534</u>	<u>4,689,097</u>	<u>28,055</u>	<u>743,666</u>	<u>52,521,310</u>
<u>(92,589)</u>	<u>(347,168)</u>	<u>15,801</u>	<u>282,285</u>	<u>19,575,037</u>
-	-	-	5,354	1,551,482
-	-	-	-	(11,949,936)
-	-	-	-	376,904
-	-	-	5,354	(10,021,550)
<u>(92,589)</u>	<u>(347,168)</u>	<u>15,801</u>	<u>287,639</u>	<u>9,553,487</u>
<u>334,583</u>	<u>12,900,348</u>	<u>60,972</u>	<u>1,331,380</u>	<u>80,334,628</u>
<u>\$ 241,994</u>	<u>\$ 12,553,180</u>	<u>\$ 76,773</u>	<u>\$ 1,619,019</u>	<u>\$ 89,888,115</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FINES AND FORFEITURES FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 7,931,781	\$ 8,023,866	\$ 92,085
Intergovernmental Revenues	69,102	24,449	(44,653)
Charges for Services	173,850	247,702	73,852
Judgments and Fines	444,600	417,065	(27,535)
Court-Related Revenues	142,500	95,235	(47,265)
Investment Income	13,300	43,520	30,220
Miscellaneous Revenues	13,296	14,455	1,159
Total Revenues	<u>8,788,429</u>	<u>8,866,292</u>	<u>77,863</u>
EXPENDITURES			
Current:			
Public Safety			
Fine and Forfeiture Crime Prevention	778,574	100,800	677,774
Court-Related			
Fines & Forfeitures	2,173,366	589,528	1,583,838
Total Expenditures	<u>2,951,940</u>	<u>690,328</u>	<u>2,261,612</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,836,489</u>	<u>8,175,964</u>	<u>2,339,475</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	263,504	263,504	-
Transfers (Out)	(8,585,261)	(8,045,919)	539,342
Total Other Financing Sources and (Uses)	<u>(8,321,757)</u>	<u>(7,782,415)</u>	<u>539,342</u>
Net Change in Fund Balance	(2,485,268)	393,549	2,878,817
Fund Balance - Beginning	<u>2,485,268</u>	<u>2,630,801</u>	<u>145,533</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 3,024,350</u>	<u>\$ 3,024,350</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
80% GAS TAX CONSTRUCTION FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 3,485,325	\$ 3,739,795	\$ 254,470
Investment Income	950	83,504	82,554
Total Revenues	<u>3,486,275</u>	<u>3,823,299</u>	<u>337,024</u>
EXPENDITURES			
Current:			
Transportation	<u>10,191,022</u>	<u>2,850,862</u>	<u>7,340,160</u>
Total Expenditures	<u>10,191,022</u>	<u>2,850,862</u>	<u>7,340,160</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,704,747)</u>	<u>972,437</u>	<u>7,677,184</u>
Net Change in Fund Balance	<u>(6,704,747)</u>	<u>972,437</u>	<u>7,677,184</u>
Fund Balance - Beginning	<u>6,704,747</u>	<u>7,346,343</u>	<u>641,596</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 8,318,780</u>	<u>\$ 8,318,780</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
20% GAS TAX CONSTRUCTION FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 871,331	\$ 934,949	\$ 63,618
Investment Income	1,045	18,923	17,878
Total Revenues	<u>872,376</u>	<u>953,872</u>	<u>81,496</u>
EXPENDITURES			
Current:			
Transportation	2,314,470	428,129	1,886,341
Total Expenditures	<u>2,314,470</u>	<u>428,129</u>	<u>1,886,341</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,442,094)</u>	<u>525,743</u>	<u>1,967,837</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	57,956	57,956	-
Total Other Financing Sources and (Uses)	<u>57,956</u>	<u>57,956</u>	<u>-</u>
Net Change in Fund Balance	(1,384,138)	583,699	1,967,837
Fund Balance - Beginning	<u>1,384,138</u>	<u>2,473,809</u>	<u>1,089,671</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 3,057,508</u>	<u>\$ 3,057,508</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
COUNTY TRANSPORTATION MAINTENANCE FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 13,401,451	\$ 14,287,152	\$ 885,701
Special Assessments	-	193,448	193,448
Permits and Fees	61,750	125,447	63,697
Intergovernmental Revenues	11,350,100	11,030,570	(319,530)
Charges for Services	191,520	350,050	158,530
Investment Income	19,000	131,840	112,840
Miscellaneous Revenues	132,145	176,102	43,957
Total Revenues	<u>25,155,966</u>	<u>26,294,609</u>	<u>1,138,643</u>
EXPENDITURES			
Current:			
Transportation	50,063,781	19,621,155	30,442,626
Total Expenditures	<u>50,063,781</u>	<u>19,621,155</u>	<u>30,442,626</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(24,907,815)</u>	<u>6,673,454</u>	<u>31,581,269</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	248,475	248,475	-
Transfers (Out)	(3,466,830)	(3,466,830)	-
Issuance of Notes/Bonds Payable	14,302,806	376,904	(13,925,902)
Total Other Financing Sources and (Uses)	<u>11,084,451</u>	<u>(2,841,451)</u>	<u>(13,925,902)</u>
Net Change in Fund Balance	<u>(13,823,364)</u>	<u>3,832,003</u>	<u>17,655,367</u>
Fund Balance - Beginning	<u>13,823,364</u>	<u>14,988,723</u>	<u>1,165,359</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 18,820,726</u>	<u>\$ 18,820,726</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SIDEWALK CONSTRUCTION
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Permits and Fees	\$ 46,550	\$ 74,885	\$ 28,335
Investment Income	-	1,701	1,701
Total Revenues	<u>46,550</u>	<u>76,586</u>	<u>30,036</u>
EXPENDITURES			
Current:			
Transportation	<u>145,957</u>	-	<u>145,957</u>
Total Expenditures	<u>145,957</u>	<u>-</u>	<u>145,957</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(99,407)</u>	<u>76,586</u>	<u>175,993</u>
Net Change in Fund Balance	<u>(99,407)</u>	<u>76,586</u>	<u>175,993</u>
Fund Balance - Beginning	<u>99,407</u>	<u>112,001</u>	<u>12,594</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 188,587</u>	<u>\$ 188,587</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
DUNNELLON AIRPORT FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,248,880	\$ 82,018	\$ (1,166,862)
Charges for Services	649,427	651,493	2,066
Investment Income	380	3,673	3,293
Miscellaneous Revenues	-	717	717
Total Revenues	<u>1,898,687</u>	<u>737,901</u>	<u>(1,160,786)</u>
EXPENDITURES			
Current:			
Transportation	2,344,678	803,357	1,541,321
Total Expenditures	<u>2,344,678</u>	<u>803,357</u>	<u>1,541,321</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(445,991)</u>	<u>(65,456)</u>	<u>380,535</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	37,399	37,399	-
Total Other Financing Sources and (Uses)	<u>37,399</u>	<u>37,399</u>	<u>-</u>
Net Change in Fund Balance	(408,592)	(28,057)	380,535
Fund Balance - Beginning	<u>408,592</u>	<u>400,341</u>	<u>(8,251)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 372,284</u>	<u>\$ 372,284</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
ALCOHOL AND DRUG ABUSE TRUST FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Court-Related Revenues	\$ 30,685	\$ 18,277	\$ (12,408)
Investment Income	76	941	865
Total Revenues	<u>30,761</u>	<u>19,218</u>	<u>(11,543)</u>
EXPENDITURES			
Current:			
Court-Related	<u>130,922</u>	<u>50,214</u>	<u>80,708</u>
Total Expenditures	<u>130,922</u>	<u>50,214</u>	<u>80,708</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(100,161)</u>	<u>(30,996)</u>	<u>69,165</u>
Net Change in Fund Balance	(100,161)	(30,996)	69,165
Fund Balance - Beginning	<u>100,161</u>	<u>107,526</u>	<u>7,365</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 76,530</u>	<u>\$ 76,530</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2nd LOCAL OPTION FUEL TAX FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 1,795,456	\$ 2,633,660	\$ 838,204
Investment Income	1,900	78,857	76,957
Total Revenues	<u>1,797,356</u>	<u>2,712,517</u>	<u>915,161</u>
EXPENDITURES			
Current:			
Transportation	7,181,325	286,059	6,895,266
Total Expenditures	<u>7,181,325</u>	<u>286,059</u>	<u>6,895,266</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,383,969)</u>	<u>2,426,458</u>	<u>7,810,427</u>
Net Change in Fund Balance	(5,383,969)	2,426,458	7,810,427
Fund Balance - Beginning	<u>5,383,969</u>	<u>7,143,142</u>	<u>1,759,173</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 9,569,600</u>	<u>\$ 9,569,600</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MARION COUNTY HEALTH DEPARTMENT FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 1,794,095	\$ 1,816,663	\$ 22,568
Investment Income	570	6,033	5,463
Miscellaneous Revenues	-	6,026	6,026
Total Revenues	<u>1,794,665</u>	<u>1,828,722</u>	<u>34,057</u>
EXPENDITURES			
Current:			
Human Services	1,859,577	1,771,534	88,043
Total Expenditures	<u>1,859,577</u>	<u>1,771,534</u>	<u>88,043</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(64,912)</u>	<u>57,188</u>	<u>122,100</u>
Net Change in Fund Balance	(64,912)	57,188	122,100
Fund Balance - Beginning	<u>64,912</u>	<u>73,491</u>	<u>8,579</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 130,679</u>	<u>\$ 130,679</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CRIMINAL JUSTICE COURT COSTS FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Court-Related Revenues	\$ 240,011	\$ 247,804	\$ 7,793
Investment Income	28	61	33
Total Revenues	<u>240,039</u>	<u>247,865</u>	<u>7,826</u>
EXPENDITURES			
Current:			
General Government	9,986	-	9,986
Human Services	57,342	59,043	(1,701)
Court-Related	198,151	194,166	3,985
Total Expenditures	<u>265,479</u>	<u>253,209</u>	<u>12,270</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(25,440)</u>	<u>(5,344)</u>	<u>20,096</u>
Net Change in Fund Balance	(25,440)	(5,344)	20,096
Fund Balance - Beginning	<u>25,440</u>	<u>25,440</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 20,096</u>	<u>\$ 20,096</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LAW ENFORCEMENT TRUST FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Judgments and Fines	\$ -	\$ 119,055	\$ 119,055
Investment Income	570	5,097	4,527
Total Revenues	<u>570</u>	<u>124,152</u>	<u>123,582</u>
EXPENDITURES			
Current:			
General Government	331,034	-	331,034
Total Expenditures	<u>331,034</u>	<u>-</u>	<u>331,034</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(330,464)</u>	<u>124,152</u>	<u>454,616</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(69,774)	(68,774)	1,000
Total Other Financing Sources and (Uses)	<u>(69,774)</u>	<u>(68,774)</u>	<u>1,000</u>
Net Change in Fund Balance	(400,238)	55,378	455,616
Fund Balance - Beginning	<u>400,238</u>	<u>400,073</u>	<u>(165)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 455,451</u>	<u>\$ 455,451</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SHERIFF'S EDUCATIONAL FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Court-Related Revenues	\$ 84,550	\$ 63,757	\$ (20,793)
Investment Income	665	5,180	4,515
Total Revenues	<u>85,215</u>	<u>68,937</u>	<u>(16,278)</u>
EXPENDITURES			
Current:			
Public Safety	444,065	-	444,065
Total Expenditures	<u>444,065</u>	<u>-</u>	<u>444,065</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(358,850)</u>	<u>68,937</u>	<u>427,787</u>
Net Change in Fund Balance	(358,850)	68,937	427,787
Fund Balance - Beginning	<u>358,850</u>	<u>438,515</u>	<u>79,665</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 507,452</u>	<u>\$ 507,452</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
911 MANAGEMENT FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 1,410,750	\$ 1,658,713	\$ 247,963
Investment Income	3,800	28,640	24,840
Miscellaneous Revenues	-	11	11
Total Revenues	<u>1,414,550</u>	<u>1,687,364</u>	<u>272,814</u>
EXPENDITURES			
Current:			
Public Safety	3,809,948	1,493,335	2,316,613
Total Expenditures	<u>3,809,948</u>	<u>1,493,335</u>	<u>2,316,613</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,395,398)</u>	<u>194,029</u>	<u>2,589,427</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	81,450	81,450	-
Total Other Financing Sources and (Uses)	<u>81,450</u>	<u>81,450</u>	<u>-</u>
Net Change in Fund Balance	<u>(2,313,948)</u>	<u>275,479</u>	<u>2,589,427</u>
Fund Balance - Beginning	<u>2,313,948</u>	<u>2,700,553</u>	<u>386,605</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,976,032</u>	<u>\$ 2,976,032</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
BUILDING DEPARTMENT FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 133,950	\$ 73,975	\$ (59,975)
Permits and Fees	3,154,000	3,616,401	462,401
Investment Income	6,650	53,745	47,095
Miscellaneous Revenues	5,415	8,473	3,058
Total Revenues	<u>3,300,015</u>	<u>3,752,594</u>	<u>452,579</u>
EXPENDITURES			
Current:			
Public Safety	7,558,389	3,179,236	4,379,153
Total Expenditures	<u>7,558,389</u>	<u>3,179,236</u>	<u>4,379,153</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,258,374)</u>	<u>573,358</u>	<u>4,831,732</u>
Net Change in Fund Balance	(4,258,374)	573,358	4,831,732
Fund Balance - Beginning	<u>4,258,374</u>	<u>4,520,360</u>	<u>261,986</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 5,093,718</u>	<u>\$ 5,093,718</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
TOURIST DEVELOPMENT FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 2,288,137	\$ 2,800,048	\$ 511,911
Investment Income	570	24,949	24,379
Miscellaneous Revenues	-	66,902	66,902
Total Revenues	<u>2,288,707</u>	<u>2,891,899</u>	<u>603,192</u>
EXPENDITURES			
Current:			
Economic Environment	3,386,474	1,591,323	1,795,151
Total Expenditures	<u>3,386,474</u>	<u>1,591,323</u>	<u>1,795,151</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,097,767)</u>	<u>1,300,576</u>	<u>2,398,343</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(245,000)	(245,000)	-
Total Other Financing Sources and (Uses)	<u>(245,000)</u>	<u>(245,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>(1,342,767)</u>	<u>1,055,576</u>	<u>2,398,343</u>
Fund Balance - Beginning	<u>1,342,767</u>	<u>1,626,689</u>	<u>283,922</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,682,265</u>	<u>\$ 2,682,265</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PARKS AND RECREATION FEES FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 1,248,300	\$ 1,226,325	\$ (21,975)
Court-Related Revenues	-	30	30
Investment Income	1,520	36,005	34,485
Miscellaneous Revenues	-	1,060	1,060
Total Revenues	<u>1,249,820</u>	<u>1,263,420</u>	<u>13,600</u>
EXPENDITURES			
Current:			
Culture/Recreation	4,099,964	1,323,517	2,776,447
Total Expenditures	<u>4,099,964</u>	<u>1,323,517</u>	<u>2,776,447</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,850,144)</u>	<u>(60,097)</u>	<u>2,790,047</u>
Net Change in Fund Balance	(2,850,144)	(60,097)	2,790,047
Fund Balance - Beginning	<u>2,850,144</u>	<u>3,243,088</u>	<u>392,944</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 3,182,991</u>	<u>\$ 3,182,991</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LOCAL HOUSING ASSISTANCE TRUST FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,900,149	\$ 1,520,477	\$ (379,672)
Investment Income	-	32,241	32,241
Miscellaneous Revenues	145,350	411,711	266,361
Total Revenues	<u>2,045,499</u>	<u>1,964,429</u>	<u>(81,070)</u>
EXPENDITURES			
Current:			
Economic Environment	2,771,409	833,971	1,937,438
Total Expenditures	<u>2,771,409</u>	<u>833,971</u>	<u>1,937,438</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(725,910)</u>	<u>1,130,458</u>	<u>1,856,368</u>
Net Change in Fund Balance	(725,910)	1,130,458	1,856,368
Fund Balance - Beginning	<u>725,910</u>	<u>2,000,123</u>	<u>1,274,213</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 3,130,581</u>	<u>\$ 3,130,581</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MEDICAL EXAMINER
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,885,180	\$ 1,888,118	\$ 2,938
Charges for Services	380,000	431,670	51,670
Investment Income	-	6,232	6,232
Total Revenues	<u>2,265,180</u>	<u>2,326,020</u>	<u>60,840</u>
EXPENDITURES			
Current:			
Public Safety	3,645,069	3,273,865	371,204
Total Expenditures	<u>3,645,069</u>	<u>3,273,865</u>	<u>371,204</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,379,889)</u>	<u>(947,845)</u>	<u>432,044</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	857,344	857,344	-
Total Other Financing Sources and (Uses)	<u>857,344</u>	<u>857,344</u>	<u>-</u>
Net Change in Fund Balance	(522,545)	(90,501)	432,044
Fund Balance - Beginning	<u>522,545</u>	<u>613,780</u>	<u>91,235</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 523,279</u>	<u>\$ 523,279</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE ORDINANCE TRUST DISTRICT 1
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ -	\$ 2,212	\$ 2,212
Investment Income	-	1,154	1,154
Total Revenues	<u>-</u>	<u>3,366</u>	<u>3,366</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, District 1	76,100	-	76,100
Total Expenditures	<u>76,100</u>	<u>-</u>	<u>76,100</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(76,100)</u>	<u>3,366</u>	<u>79,466</u>
Net Change in Fund Balance	(76,100)	3,366	79,466
Fund Balance - Beginning	<u>76,100</u>	<u>104,816</u>	<u>28,716</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 108,182</u>	<u>\$ 108,182</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE ORDINANCE TRUST DISTRICT 2
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ -	\$ 8,311	\$ 8,311
Investment Income	-	137	137
Total Revenues	<u>-</u>	<u>8,448</u>	<u>8,448</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, District 2	25,782	14,227	11,555
Total Expenditures	<u>25,782</u>	<u>14,227</u>	<u>11,555</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(25,782)</u>	<u>(5,779)</u>	<u>20,003</u>
Net Change in Fund Balance	(25,782)	(5,779)	20,003
Fund Balance - Beginning	<u>25,782</u>	<u>20,371</u>	<u>(5,411)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 14,592</u>	<u>\$ 14,592</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE ORDINANCE TRUST DISTRICT 3
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ -	\$ 300	\$ 300
Investment Income	-	4,935	4,935
Total Revenues	<u>-</u>	<u>5,235</u>	<u>5,235</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, District 3	434,761	-	434,761
Total Expenditures	<u>434,761</u>	<u>-</u>	<u>434,761</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(434,761)</u>	<u>5,235</u>	<u>439,996</u>
Net Change in Fund Balance	(434,761)	5,235	439,996
Fund Balance - Beginning	<u>434,761</u>	<u>441,128</u>	<u>6,367</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 446,363</u>	<u>\$ 446,363</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE ORDINANCE TRUST DISTRICT 4
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Investment Income	\$ 17,100	\$ 23,191	\$ 6,091
Total Revenues	<u>17,100</u>	<u>23,191</u>	<u>6,091</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, District 4	3,157,762	2,187,153	970,609
Total Expenditures	<u>3,157,762</u>	<u>2,187,153</u>	<u>970,609</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,140,662)</u>	<u>(2,163,962)</u>	<u>976,700</u>
Net Change in Fund Balance	(3,140,662)	(2,163,962)	976,700
Fund Balance - Beginning	<u>3,140,662</u>	<u>3,140,662</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 976,700</u>	<u>\$ 976,700</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE TRUST FUND - EAST DISTRICT
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ 166,250	\$ 310,441	\$ 144,191
Investment Income	-	553	553
Total Revenues	<u>166,250</u>	<u>310,994</u>	<u>144,744</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, East District	166,250	1,495	164,755
Total Expenditures	<u>166,250</u>	<u>1,495</u>	<u>164,755</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>309,499</u>	<u>309,499</u>
Net Change in Fund Balance	-	309,499	309,499
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 309,499</u>	<u>\$ 309,499</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
IMPACT FEE TRUST FUND - WEST DISTRICT
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ 264,100	\$ 219,279	\$ (44,821)
Investment Income	-	409	409
Total Revenues	<u>264,100</u>	<u>219,688</u>	<u>(44,412)</u>
EXPENDITURES			
Current:			
Transportation			
Impact Fee Trust, West District	264,100	-	264,100
Total Expenditures	<u>264,100</u>	<u>-</u>	<u>264,100</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>219,688</u>	<u>219,688</u>
Net Change in Fund Balance	-	219,688	219,688
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 219,688</u>	<u>\$ 219,688</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RAINBOW LAKES ESTATES MSD FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 217,489	\$ 218,739	\$ 1,250
Permits and Fees	131,765	147,113	15,348
Charges for Services	47	55	8
Investment Income	5,605	12,575	6,970
Miscellaneous Revenues	4,180	8,358	4,178
Total Revenues	<u>359,086</u>	<u>386,840</u>	<u>27,754</u>
EXPENDITURES			
Current:			
General Government	966,776	169,348	797,428
Transportation	364,870	222,855	142,015
Total Expenditures	<u>1,331,646</u>	<u>392,203</u>	<u>939,443</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(972,560)</u>	<u>(5,363)</u>	<u>967,197</u>
Net Change in Fund Balance	(972,560)	(5,363)	967,197
Fund Balance - Beginning	<u>972,560</u>	<u>1,068,624</u>	<u>96,064</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,063,261</u>	<u>\$ 1,063,261</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RAINBOW LAKES ESTATES FIRE PROTECTION FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 179,892	\$ 176,497	\$ (3,395)
Investment Income	494	5,530	5,036
Total Revenues	<u>180,386</u>	<u>182,027</u>	<u>1,641</u>
EXPENDITURES			
Current:			
Public Safety	703,974	395,317	308,657
Total Expenditures	<u>703,974</u>	<u>395,317</u>	<u>308,657</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(523,588)</u>	<u>(213,290)</u>	<u>310,298</u>
Net Change in Fund Balance	(523,588)	(213,290)	310,298
Fund Balance - Beginning	<u>523,588</u>	<u>609,059</u>	<u>85,471</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 395,769</u>	<u>\$ 395,769</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MARION OAKS MSTU FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 408,429	\$ 413,176	\$ 4,747
Charges for Services	-	9	9
Investment Income	5,101	15,737	10,636
Miscellaneous Revenues	66,500	68,565	2,065
Total Revenues	<u>480,030</u>	<u>497,487</u>	<u>17,457</u>
EXPENDITURES			
Current:			
General Government	1,831,931	625,025	1,206,906
Total Expenditures	<u>1,831,931</u>	<u>625,025</u>	<u>1,206,906</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,351,901)</u>	<u>(127,538)</u>	<u>1,224,363</u>
Net Change in Fund Balance	(1,351,901)	(127,538)	1,224,363
Fund Balance - Beginning	<u>1,351,901</u>	<u>1,374,684</u>	<u>22,783</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,247,146</u>	<u>\$ 1,247,146</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MSTU/MSBU FOR ROAD IMPROVEMENTS SPECIAL ASSESSMENT FUNDS
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 3,588,831	\$ 3,743,980	\$ 155,149
Investment Income	5,129	77,300	72,171
Total Revenues	<u>3,593,960</u>	<u>3,821,280</u>	<u>227,320</u>
EXPENDITURES			
Current:			
Transportation			
Rainbow Laks Estates MSTU	1,311,939	878,700	433,239
Silver Springs Shores MSTU	1,322,885	991,622	331,263
Lake Tropicana MSTU	163,986	3,081	160,905
Golden Hills MSTU	217,593	3,272	214,321
Kingsland -Waterway MSBU	690,802	10,029	680,773
Kingsland -Forrest Glenn MSBU	232,170	8,132	224,038
Silver Spring Acres MSBU	202,929	180,950	21,979
Ocala Water Way Estates MSBU	169,987	21,452	148,535
NW 17-Northwoods MSBU	8,611	1,714	6,897
Rainbow Park 1,2 MSBU	628,789	23,032	605,757
Pine Run Estates MSTU	133,590	37,942	95,648
Woods and Lakes MSTU	273,829	11,761	262,068
Marion Oaks Road Improvement	2,090,668	1,217,957	872,711
Paradise Farms Road Mowing	24,422	7,867	16,555
Stonecrest Center MSBU	27,778	3,519	24,259
Deer Path Estates 1,2 MSBU	21,090	5,059	16,031
Total Expenditures	<u>7,521,068</u>	<u>3,406,089</u>	<u>4,114,979</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,927,108)</u>	<u>415,191</u>	<u>4,342,299</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(123,413)	(123,413)	-
Total Other Financing Sources and (Uses)	<u>(123,413)</u>	<u>(123,413)</u>	<u>-</u>
Net Change in Fund Balance	<u>(4,050,521)</u>	<u>291,778</u>	<u>4,342,299</u>
Fund Balance - Beginning	<u>4,050,521</u>	<u>6,285,531</u>	<u>2,235,010</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 6,577,309</u>	<u>\$ 6,577,309</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SILVER SPRINGS SHORES MSTU
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 559,567	\$ 569,133	\$ 9,566
Charges for Services	-	12	12
Investment Income	760	7,066	6,306
Miscellaneous Revenues	12,350	23,210	10,860
Total Revenues	<u>572,677</u>	<u>599,421</u>	<u>26,744</u>
EXPENDITURES			
Current:			
Transportation	46,000	37,382	8,618
Culture/Recreation	919,417	585,410	334,007
Total Expenditures	<u>965,417</u>	<u>622,792</u>	<u>342,625</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(392,740)</u>	<u>(23,371)</u>	<u>369,369</u>
Net Change in Fund Balance	(392,740)	(23,371)	369,369
Fund Balance - Beginning	<u>392,740</u>	<u>495,589</u>	<u>102,849</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 472,218</u>	<u>\$ 472,218</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MSTU/MSBU FOR RECREATION SPECIAL ASSESSMENT FUNDS
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 60,645	\$ 61,246	\$ 601
Charges for Services	-	1	1
Investment Income	266	1,609	1,343
Miscellaneous Revenues	2,945	2,909	(36)
Total Revenues	<u>63,856</u>	<u>65,765</u>	<u>1,909</u>
EXPENDITURES			
Current:			
Recreation			
Rainbow Lakes Recreation Facility	127,350	56,404	70,946
Hills of Ocala for Recreation	37,486	20,104	17,382
Total Expenditures	<u>164,836</u>	<u>76,508</u>	<u>88,328</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(100,980)</u>	<u>(10,743)</u>	<u>90,237</u>
Net Change in Fund Balance	(100,980)	(10,743)	90,237
Fund Balance - Beginning	<u>100,980</u>	<u>130,045</u>	<u>29,065</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 119,302</u>	<u>\$ 119,302</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MSTU FOR STREET LIGHTING SPECIAL ASSESSMENT FUNDS
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 841,025	\$ 895,419	\$ 54,394
Investment Income	2,031	15,811	13,780
Miscellaneous Revenues	-	5,998	5,998
Total Revenues	<u>843,056</u>	<u>917,228</u>	<u>74,172</u>
EXPENDITURES			
Current:			
Transportation			
Indian Meadow MSTU	5,978	2,525	3,453
Ocala Heights MSTU	34,330	3,087	31,243
Bahia Oaks MSTU	25,016	12,679	12,337
Boardman MSTU	10,714	4,215	6,499
Doublegate MSTU	2,964	2,213	751
Hickory Hills MSTU	4,902	2,263	2,639
Raven Hills MSTU	9,948	2,108	7,840
Churchill Subdivision MSTU	6,950	2,092	4,858
Little Lake Weir MSTU	100,534	13,262	87,272
Rainbow's End MSTU	158,909	1,749	157,160
Marion Oaks MSTU	1,489,516	741,496	748,020
Citrus Park MSTU	13,544	4,261	9,283
Boulder Hill MSTU	7,355	1,105	6,250
Total Expenditures	<u>1,870,660</u>	<u>793,055</u>	<u>1,077,605</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,027,604)</u>	<u>124,173</u>	<u>1,151,777</u>
Net Change in Fund Balance	<u>(1,027,604)</u>	<u>124,173</u>	<u>1,151,777</u>
Fund Balance - Beginning	<u>1,027,604</u>	<u>1,192,038</u>	<u>164,434</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,316,211</u>	<u>\$ 1,316,211</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FIRE RESCUE IMPACT FEES FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Impact Fees	\$ 665	\$ 791	\$ 126
Investment Income	-	3,154	3,154
Total Revenues	<u>665</u>	<u>3,945</u>	<u>3,280</u>
EXPENDITURES			
Current:			
Public Safety	<u>204,794</u>	<u>96,534</u>	<u>108,260</u>
Total Expenditures	<u>204,794</u>	<u>96,534</u>	<u>108,260</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(204,129)</u>	<u>(92,589)</u>	<u>111,540</u>
Net Change in Fund Balance	(204,129)	(92,589)	111,540
Fund Balance - Beginning	<u>204,129</u>	<u>334,583</u>	<u>130,454</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 241,994</u>	<u>\$ 241,994</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
STORMWATER PROGRAM
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 3,521,722	\$ 3,607,449	\$ 85,727
Intergovernmental Revenues	207,500	589,518	382,018
Charges for Services	-	9,210	9,210
Investment Income	48,735	112,042	63,307
Miscellaneous Revenues	-	23,710	23,710
Total Revenues	<u>3,777,957</u>	<u>4,341,929</u>	<u>563,972</u>
EXPENDITURES			
Current:			
Physical Environment	14,578,707	4,689,097	9,889,610
Total Expenditures	<u>14,578,707</u>	<u>4,689,097</u>	<u>9,889,610</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(10,800,750)</u>	<u>(347,168)</u>	<u>10,453,582</u>
Net Change in Fund Balance	<u>(10,800,750)</u>	<u>(347,168)</u>	<u>10,453,582</u>
Fund Balance - Beginning	<u>10,800,750</u>	<u>12,900,348</u>	<u>2,099,598</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 12,553,180</u>	<u>\$ 12,553,180</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MSTU FOR GENERAL SERVICES SPECIAL ASSESSMENT FUNDS
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 42,667	\$ 42,972	\$ 305
Investment Income	47	884	837
Total Revenues	<u>42,714</u>	<u>43,856</u>	<u>1,142</u>
EXPENDITURES			
Current:			
General Government			
Tompkins and Georges Addition	14,592	9,307	5,285
Country Estates Buffington Addition	4,703	1,685	3,018
Wineberry MSTU	7,648	2,608	5,040
Golden Hills MSTU	56,644	11,345	45,299
Delcrest MSTU	11,093	1,314	9,779
Bellaire MSTU	7,896	1,796	6,100
Total Expenditures	<u>102,576</u>	<u>28,055</u>	<u>74,521</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(59,862)</u>	<u>15,801</u>	<u>75,663</u>
Net Change in Fund Balance	(59,862)	15,801	75,663
Fund Balance - Beginning	59,862	60,972	1,110
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 76,773</u>	<u>\$ 76,773</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CLERK OF THE CIRCUIT COURT TRUST FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 675,000	\$ 738,774	\$ 63,774
Judgments and Fines	408,000	279,883	(128,117)
Investment Income	1,100	7,294	6,194
Total Revenues	<u>1,084,100</u>	<u>1,025,951</u>	<u>(58,149)</u>
EXPENDITURES			
Current:			
General Government	234,809	115,566	119,243
Court-Related	1,402,049	628,100	773,949
Total Expenditures	<u>1,636,858</u>	<u>743,666</u>	<u>893,192</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(552,758)</u>	<u>282,285</u>	<u>835,043</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	5,354	5,354	-
Total Other Financing Sources and (Uses)	<u>5,354</u>	<u>5,354</u>	<u>-</u>
Net Change in Fund Balance	<u>(547,404)</u>	<u>287,639</u>	<u>835,043</u>
Fund Balance - Beginning	<u>547,404</u>	<u>1,331,380</u>	<u>783,976</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,619,019</u>	<u>\$ 1,619,019</u>



MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
September 30, 2017

	Parks and Land Acquisition Debt Service	Public Improvement Transportation Debt Service	Special Assessment Bonds, Series 2006A	Special Assessment Bonds, Series 2007A
ASSETS				
Cash and Cash Equivalents	\$ 253,704	\$ 2,803,257	\$ -	\$ -
Special Assessments Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	254	-	-	-
Total Assets	<u>\$ 253,958</u>	<u>\$ 2,803,257</u>	<u>\$ -</u>	<u>\$ -</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Assessments	\$ -	\$ -	\$ -	\$ -
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Restricted for:				
Debt Service Reserve	253,958	2,803,257	-	-
Total Fund Balances	<u>253,958</u>	<u>2,803,257</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources, and Fund Balances	<u>\$ 253,958</u>	<u>\$ 2,803,257</u>	<u>\$ -</u>	<u>\$ -</u>

Special Assessment Bonds, Series 2007B	Special Assessment Bonds, Series 2008A	Special Assessment Bonds, Series 2008B	Special Assessment Bonds, Series 2009A	Special Assessment Bonds, Series 2010A	Special Assessment Bonds, Series 2011A
\$ 118,310	\$ -	\$ 89,559	\$ 113,211	\$ 32,038	\$ 225,470
180,043	-	336,682	-	166,841	603,616
805	-	5,856	-	-	10,940
-	-	-	-	-	-
<u>\$ 299,158</u>	<u>\$ -</u>	<u>\$ 432,097</u>	<u>\$ 113,211</u>	<u>\$ 198,879</u>	<u>\$ 840,026</u>
\$ 180,043	\$ -	\$ 336,682	\$ -	\$ 166,841	\$ 603,616
<u>180,043</u>	<u>-</u>	<u>336,682</u>	<u>-</u>	<u>166,841</u>	<u>603,616</u>
119,115	-	95,415	113,211	32,038	236,410
<u>119,115</u>	<u>-</u>	<u>95,415</u>	<u>113,211</u>	<u>32,038</u>	<u>236,410</u>
<u>\$ 299,158</u>	<u>\$ -</u>	<u>\$ 432,097</u>	<u>\$ 113,211</u>	<u>\$ 198,879</u>	<u>\$ 840,026</u>

(Continued)

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
September 30, 2017

	Special Assessment Bonds, Series 2012A	Special Assessment Bonds, Series 2013A	Special Assessment Bonds, Series 2014A	Special Assessment Bonds, Series 2015A
ASSETS				
Cash and Cash Equivalents	\$ 57,716	\$ 131,447	\$ 137,293	\$ 2,851
Special Assessments Receivable	667,886	790,687	1,785,776	204,727
Due from Other Funds	3,200	-	6,629	-
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 728,802</u>	<u>\$ 922,134</u>	<u>\$ 1,929,698</u>	<u>\$ 207,578</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Assessments	\$ 667,886	\$ 790,687	\$ 1,785,776	\$ 204,727
Total Deferred Inflows of Resources	<u>667,886</u>	<u>790,687</u>	<u>1,785,776</u>	<u>204,727</u>
FUND BALANCES				
Restricted for:				
Debt Service Reserve	60,916	131,447	143,922	2,851
Total Fund Balances	<u>60,916</u>	<u>131,447</u>	<u>143,922</u>	<u>2,851</u>
Total Deferred Inflows of Resources, and Fund Balances	<u>\$ 728,802</u>	<u>\$ 922,134</u>	<u>\$ 1,929,698</u>	<u>\$ 207,578</u>

Special Assessment Bonds, Series 2016A	Special Assessment Bonds, Series 2017A	Total Nonmajor Debt Service Funds
\$ 25,754	\$ -	\$ 3,990,610
979,040	1,572,055	7,287,353
-	-	27,430
-	-	254
<u>\$ 1,004,794</u>	<u>\$ 1,572,055</u>	<u>\$ 11,305,647</u>
\$ 979,040	\$ 1,572,055	\$ 7,287,353
<u>979,040</u>	<u>1,572,055</u>	<u>7,287,353</u>
25,754	-	4,018,294
<u>25,754</u>	<u>-</u>	<u>4,018,294</u>
<u>\$ 1,004,794</u>	<u>\$ 1,572,055</u>	<u>\$ 11,305,647</u>

MARION COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
For the Year Ended September 30, 2017

	Parks and Land Acquisition Debt Service	Public Improvement Transportation Debt Service	Special Assessment Bonds, Series 2006A
REVENUES			
Taxes	\$ 758,012	\$ 3,837,479	\$ -
Special Assessments	-	-	53,497
Investment Income	7,573	18,042	806
Total Revenues	<u>765,585</u>	<u>3,855,521</u>	<u>54,303</u>
EXPENDITURES			
Debt Service			
Principal Retirement	710,000	2,630,000	84,004
Interest and Fiscal Charges	68,718	1,225,521	3,175
Total Expenditures	<u>778,718</u>	<u>3,855,521</u>	<u>87,179</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(13,133)</u>	<u>-</u>	<u>(32,876)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers (Out)	-	-	(57,768)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(57,768)</u>
Net Change in Fund Balances	(13,133)	-	(90,644)
Fund Balances - Beginning	<u>267,091</u>	<u>2,803,257</u>	<u>90,644</u>
Fund Balances - Ending	<u>\$ 253,958</u>	<u>\$ 2,803,257</u>	<u>\$ -</u>

Special Assessment Bonds, Series 2007A	Special Assessment Bonds, Series 2007B	Special Assessment Bonds, Series 2008A	Special Assessment Bonds, Series 2008B	Special Assessment Bonds, Series 2009A	Special Assessment Bonds, Series 2010A
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
123,811	162,989	209,916	340,674	176,193	75,454
827	1,172	1,479	-	-	300
<u>124,638</u>	<u>164,161</u>	<u>211,395</u>	<u>340,674</u>	<u>176,193</u>	<u>75,754</u>
190,000	90,883	286,094	259,895	101,336	52,721
7,391	6,328	9,498	37,797	16,847	5,535
<u>197,391</u>	<u>97,211</u>	<u>295,592</u>	<u>297,692</u>	<u>118,183</u>	<u>58,256</u>
<u>(72,753)</u>	<u>66,950</u>	<u>(84,197)</u>	<u>42,982</u>	<u>58,010</u>	<u>17,498</u>
-	-	-	-	-	-
<u>(12,150)</u>	<u>-</u>	<u>(55,144)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(12,150)</u>	<u>-</u>	<u>(55,144)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(84,903)</u>	<u>66,950</u>	<u>(139,341)</u>	<u>42,982</u>	<u>58,010</u>	<u>17,498</u>
<u>84,903</u>	<u>52,165</u>	<u>139,341</u>	<u>52,433</u>	<u>55,201</u>	<u>14,540</u>
<u>\$ -</u>	<u>\$ 119,115</u>	<u>\$ -</u>	<u>\$ 95,415</u>	<u>\$ 113,211</u>	<u>\$ 32,038</u>

(Continued)

MARION COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
For the Year Ended September 30, 2017

	Special Assessment Bonds, Series 2011A	Special Assessment Bonds, Series 2012A	Special Assessment Bonds, Series 2013A	Special Assessment Bonds, Series 2014A
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Special Assessments	439,447	222,333	268,614	400,934
Investment Income	1,801	1,100	1,070	2,094
Total Revenues	<u>441,248</u>	<u>223,433</u>	<u>269,684</u>	<u>403,028</u>
EXPENDITURES				
Debt Service				
Principal Retirement	268,967	211,836	181,454	371,548
Interest and Fiscal Charges	36,170	26,726	29,433	72,132
Total Expenditures	<u>305,137</u>	<u>238,562</u>	<u>210,887</u>	<u>443,680</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>136,111</u>	<u>(15,129)</u>	<u>58,797</u>	<u>(40,652)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	34,893
Transfers (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>34,893</u>
Net Change in Fund Balances	136,111	(15,129)	58,797	(5,759)
Fund Balances - Beginning	<u>100,299</u>	<u>76,045</u>	<u>72,650</u>	<u>149,681</u>
Fund Balances - Ending	<u>\$ 236,410</u>	<u>\$ 60,916</u>	<u>\$ 131,447</u>	<u>\$ 143,922</u>

Special Assessment Bonds, Series 2015A	Special Assessment Bonds, Series 2016A	Special Assessment Bonds, Series 2017A	Total Nonmajor Debt Service Funds
\$ -	\$ -	\$ -	\$ 4,595,491
37,247	135,612	-	2,646,721
171	397	-	36,832
<u>37,418</u>	<u>136,009</u>	<u>-</u>	<u>7,279,044</u>
37,215	100,000	-	5,575,953
7,737	10,255	-	1,563,263
<u>44,952</u>	<u>110,255</u>	<u>-</u>	<u>7,139,216</u>
<u>(7,534)</u>	<u>25,754</u>	<u>-</u>	<u>139,828</u>
-	-	-	34,893
-	-	-	(125,062)
-	-	-	(90,169)
(7,534)	25,754	-	49,659
10,385	-	-	3,968,635
<u>\$ 2,851</u>	<u>\$ 25,754</u>	<u>\$ -</u>	<u>\$ 4,018,294</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PARKS AND LAND ACQUISITION DEBT SERVICE
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 747,540	\$ 758,012	\$ 10,472
Investment Income	836	7,573	6,737
Total Revenues	<u>748,376</u>	<u>765,585</u>	<u>17,209</u>
EXPENDITURES			
Debt Service			
Principal Retirement	710,000	710,000	-
Interest and Fiscal Charges	68,718	68,718	-
Miscellaneous	40,015	-	40,015
Total Expenditures	<u>818,733</u>	<u>778,718</u>	<u>40,015</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(70,357)</u>	<u>(13,133)</u>	<u>57,224</u>
OTHER FINANCING SOURCES (USES)			
Reserve for Debt Service	(191,683)	-	191,683
Total Other Financing Sources and (Uses)	<u>(191,683)</u>	<u>-</u>	<u>191,683</u>
Net Change in Fund Balance	(262,040)	(13,133)	248,907
Fund Balance - Beginning	<u>262,040</u>	<u>267,091</u>	<u>5,051</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 253,958</u>	<u>\$ 253,958</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PUBLIC IMPROVEMENT TRANSPORTATION DEBT SERVICE
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 4,073,376	\$ 3,837,479	\$ (235,897)
Investment Income	475	18,042	17,567
Total Revenues	<u>4,073,851</u>	<u>3,855,521</u>	<u>(218,330)</u>
EXPENDITURES			
Debt Service			
Principal Retirement	2,630,000	2,630,000	-
Interest and Fiscal Charges	1,226,273	1,225,521	752
Miscellaneous	25	-	25
Total Expenditures	<u>3,856,298</u>	<u>3,855,521</u>	<u>777</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>217,553</u>	<u>-</u>	<u>(217,553)</u>
OTHER FINANCING SOURCES (USES)			
Reserve for Debt Service	(4,378,736)	-	4,378,736
Total Other Financing Sources and (Uses)	<u>(4,378,736)</u>	<u>-</u>	<u>4,378,736</u>
Net Change in Fund Balance	(4,161,183)	-	4,161,183
Fund Balance - Beginning	<u>4,161,183</u>	<u>2,803,257</u>	<u>(1,357,926)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,803,257</u>	<u>\$ 2,803,257</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2006A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 59,236	\$ 53,497	\$ (5,739)
Investment Income	800	806	6
Total Revenues	<u>60,036</u>	<u>54,303</u>	<u>(5,733)</u>
EXPENDITURES			
Debt Service			
Principal Retirement	84,004	84,004	-
Interest and Fiscal Charges	3,176	3,175	1
Total Expenditures	<u>87,180</u>	<u>87,179</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(27,144)</u>	<u>(32,876)</u>	<u>(5,732)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	<u>(57,768)</u>	<u>(57,768)</u>	<u>-</u>
Total Other Financing Sources and (Uses)	<u>(57,768)</u>	<u>(57,768)</u>	<u>-</u>
Net Change in Fund Balance	(84,912)	(90,644)	(5,732)
Fund Balance - Beginning	<u>84,912</u>	<u>90,644</u>	<u>5,732</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2007A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 162,843	\$ 123,811	\$ (39,032)
Investment Income	818	827	9
Total Revenues	<u>163,661</u>	<u>124,638</u>	<u>(39,023)</u>
EXPENDITURES			
Debt Service			
Principal Retirement	190,001	190,000	1
Interest and Fiscal Charges	7,392	7,391	1
Total Expenditures	<u>197,393</u>	<u>197,391</u>	<u>2</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(33,732)</u>	<u>(72,753)</u>	<u>(39,021)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(12,150)	(12,150)	-
Total Other Financing Sources and (Uses)	<u>(12,150)</u>	<u>(12,150)</u>	<u>-</u>
Net Change in Fund Balance	(45,882)	(84,903)	(39,021)
Fund Balance - Beginning	<u>45,882</u>	<u>84,903</u>	<u>39,021</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2007B
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 56,513	\$ 162,989	\$ 106,476
Investment Income	142	1,172	1,030
Total Revenues	<u>56,655</u>	<u>164,161</u>	<u>107,506</u>
EXPENDITURES			
Debt Service			
Principal Retirement	90,884	90,883	1
Interest and Fiscal Charges	6,329	6,328	1
Total Expenditures	<u>97,213</u>	<u>97,211</u>	<u>2</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(40,558)</u>	<u>66,950</u>	<u>107,508</u>
Net Change in Fund Balance	<u>(40,558)</u>	<u>66,950</u>	<u>107,508</u>
Fund Balance - Beginning	<u>40,558</u>	<u>52,165</u>	<u>11,607</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 119,115</u>	<u>\$ 119,115</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2008A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 209,926	\$ 209,916	\$ (10)
Investment Income	1,470	1,479	9
Total Revenues	<u>211,396</u>	<u>211,395</u>	<u>(1)</u>
EXPENDITURES			
Debt Service			
Principal Retirement	286,094	286,094	-
Interest and Fiscal Charges	9,499	9,498	1
Total Expenditures	<u>295,593</u>	<u>295,592</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(84,197)</u>	<u>(84,197)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(55,144)	(55,144)	-
Total Other Financing Sources and (Uses)	<u>(55,144)</u>	<u>(55,144)</u>	<u>-</u>
Net Change in Fund Balance	(139,341)	(139,341)	-
Fund Balance - Beginning	<u>139,341</u>	<u>139,341</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2008B
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 294,125	\$ 340,674	\$ 46,549
Investment Income	143	-	(143)
Total Revenues	<u>294,268</u>	<u>340,674</u>	<u>46,406</u>
EXPENDITURES			
Debt Service			
Principal Retirement	259,895	259,895	-
Interest and Fiscal Charges	37,797	37,797	-
Total Expenditures	<u>297,692</u>	<u>297,692</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,424)</u>	<u>42,982</u>	<u>46,406</u>
Net Change in Fund Balance	<u>(3,424)</u>	<u>42,982</u>	<u>46,406</u>
Fund Balance - Beginning	<u>3,424</u>	<u>52,433</u>	<u>49,009</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 95,415</u>	<u>\$ 95,415</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2009A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 74,321	\$ 176,193	\$ 101,872
Investment Income	95	-	(95)
Total Revenues	<u>74,416</u>	<u>176,193</u>	<u>101,777</u>
EXPENDITURES			
Debt Service			
Principal Retirement	101,337	101,336	1
Interest and Fiscal Charges	16,847	16,847	-
Total Expenditures	<u>118,184</u>	<u>118,183</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(43,768)</u>	<u>58,010</u>	<u>101,778</u>
Net Change in Fund Balance	<u>(43,768)</u>	<u>58,010</u>	<u>101,778</u>
Fund Balance - Beginning	<u>43,768</u>	<u>55,201</u>	<u>11,433</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 113,211</u>	<u>\$ 113,211</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2010A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 75,455	\$ 75,454	\$ (1)
Investment Income	299	300	1
Total Revenues	<u>75,754</u>	<u>75,754</u>	<u>-</u>
EXPENDITURES			
Debt Service			
Principal Retirement	84,759	52,721	32,038
Interest and Fiscal Charges	5,535	5,535	-
Total Expenditures	<u>90,294</u>	<u>58,256</u>	<u>32,038</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(14,540)</u>	<u>17,498</u>	<u>32,038</u>
Net Change in Fund Balance	<u>(14,540)</u>	<u>17,498</u>	<u>32,038</u>
Fund Balance - Beginning	<u>14,540</u>	<u>14,540</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 32,038</u>	<u>\$ 32,038</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2011A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 439,457	\$ 439,447	\$ (10)
Investment Income	1,790	1,801	11
Total Revenues	<u>441,247</u>	<u>441,248</u>	<u>1</u>
EXPENDITURES			
Debt Service			
Principal Retirement	505,376	268,967	236,409
Interest and Fiscal Charges	36,170	36,170	-
Total Expenditures	<u>541,546</u>	<u>305,137</u>	<u>236,409</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(100,299)</u>	<u>136,111</u>	<u>236,410</u>
Net Change in Fund Balance	<u>(100,299)</u>	<u>136,111</u>	<u>236,410</u>
Fund Balance - Beginning	<u>100,299</u>	<u>100,299</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 236,410</u>	<u>\$ 236,410</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2012A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 222,343	\$ 222,333	\$ (10)
Investment Income	1,091	1,100	9
Total Revenues	<u>223,434</u>	<u>223,433</u>	<u>(1)</u>
EXPENDITURES			
Debt Service			
Principal Retirement	272,752	211,836	60,916
Interest and Fiscal Charges	26,727	26,726	1
Total Expenditures	<u>299,479</u>	<u>238,562</u>	<u>60,917</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(76,045)</u>	<u>(15,129)</u>	<u>60,916</u>
Net Change in Fund Balance	(76,045)	(15,129)	60,916
Fund Balance - Beginning	<u>76,045</u>	<u>76,045</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 60,916</u>	<u>\$ 60,916</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2013A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 268,618	\$ 268,614	\$ (4)
Investment Income	1,065	1,070	5
Total Revenues	<u>269,683</u>	<u>269,684</u>	<u>1</u>
EXPENDITURES			
Debt Service			
Principal Retirement	312,900	181,454	131,446
Interest and Fiscal Charges	29,433	29,433	-
Total Expenditures	<u>342,333</u>	<u>210,887</u>	<u>131,446</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(72,650)</u>	<u>58,797</u>	<u>131,447</u>
Net Change in Fund Balance	<u>(72,650)</u>	<u>58,797</u>	<u>131,447</u>
Fund Balance - Beginning	<u>72,650</u>	<u>72,650</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 131,447</u>	<u>\$ 131,447</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2014A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 400,959	\$ 400,934	\$ (25)
Investment Income	2,068	2,094	26
Total Revenues	<u>403,027</u>	<u>403,028</u>	<u>1</u>
EXPENDITURES			
Debt Service			
Principal Retirement	515,469	371,548	143,921
Interest and Fiscal Charges	72,132	72,132	-
Total Expenditures	<u>587,601</u>	<u>443,680</u>	<u>143,921</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(184,574)</u>	<u>(40,652)</u>	<u>143,922</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	34,893	34,893	-
Total Other Financing Sources and (Uses)	<u>34,893</u>	<u>34,893</u>	<u>-</u>
Net Change in Fund Balance	(149,681)	(5,759)	143,922
Fund Balance - Beginning	<u>149,681</u>	<u>149,681</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 143,922</u>	<u>\$ 143,922</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2015A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 35,606	\$ 37,247	\$ 1,641
Investment Income	167	171	4
Total Revenues	<u>35,773</u>	<u>37,418</u>	<u>1,645</u>
EXPENDITURES			
Debt Service			
Principal Retirement	40,065	37,215	2,850
Interest and Fiscal Charges	7,737	7,737	-
Total Expenditures	<u>47,802</u>	<u>44,952</u>	<u>2,850</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(12,029)</u>	<u>(7,534)</u>	<u>4,495</u>
Net Change in Fund Balance	(12,029)	(7,534)	4,495
Fund Balance - Beginning	<u>12,029</u>	<u>10,385</u>	<u>(1,644)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,851</u>	<u>\$ 2,851</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2016A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ 110,256	\$ 135,612	\$ 25,356
Investment Income	-	397	397
Total Revenues	<u>110,256</u>	<u>136,009</u>	<u>25,753</u>
EXPENDITURES			
Debt Service			
Principal Retirement	100,000	100,000	-
Interest and Fiscal Charges	10,256	10,255	1
Total Expenditures	<u>110,256</u>	<u>110,255</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>25,754</u>	<u>25,754</u>
Net Change in Fund Balance	-	25,754	25,754
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 25,754</u>	<u>\$ 25,754</u>



MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS
September 30, 2017

	Parks Capital Projects Fund	CIP Capital Projects Fund	Surtax Capital Projects
ASSETS			
Cash and Cash Equivalents	\$ 318,437	\$ 262	\$ 323,115
Due from Other Governments	-	-	-
Prepaid Items	-	-	-
Total Assets	\$ 318,437	\$ 262	\$ 323,115
Liabilities			
Accounts Payable	\$ -	\$ -	\$ 8,143
Contracts Payable	-	-	-
Due to Other Governments	-	-	-
Total Liabilities	-	-	8,143
FUND BALANCES			
Nonspendable:			
Prepaid Items	-	-	-
Restricted for:			
Infrastructure	-	-	311,837
Parks and Recreation	314,368	-	-
Road Construction	-	-	-
Assigned to:			
Infrastructure	-	262	3,135
Parks and Recreation	4,069	-	-
Road Construction	-	-	-
Total Fund Balances	318,437	262	314,972
Total Liabilities and Fund Balances	\$ 318,437	\$ 262	\$ 323,115

SELP Capital Projects	Infrastructure Surtax Capital Projects	Public Improvement Transportation Capital Projects	Special Assessment Bonds, Series 2014A	Special Assessment Bonds, Series 2015A	Special Assessment Bonds, Series 2016A
\$ 61,998	\$ 15,644,516	\$ 4,454,142	\$ -	\$ 14,315	\$ 113,696
-	3,868,319	-	-	-	-
-	2,962,952	-	-	-	-
<u>\$ 61,998</u>	<u>\$ 22,475,787</u>	<u>\$ 4,454,142</u>	<u>\$ -</u>	<u>\$ 14,315</u>	<u>\$ 113,696</u>
\$ 61,998	\$ 885,219	\$ 5,899	\$ -	\$ -	\$ -
-	12,460	-	-	-	-
-	-	148	-	-	-
<u>61,998</u>	<u>897,679</u>	<u>6,047</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	2,962,952	-	-	-	-
-	18,615,156	-	-	-	-
-	-	-	-	-	-
-	-	4,431,902	-	14,251	113,038
-	-	-	-	-	-
-	-	-	-	-	-
-	-	16,193	-	64	658
<u>-</u>	<u>21,578,108</u>	<u>4,448,095</u>	<u>-</u>	<u>14,315</u>	<u>113,696</u>
<u>\$ 61,998</u>	<u>\$ 22,475,787</u>	<u>\$ 4,454,142</u>	<u>\$ -</u>	<u>\$ 14,315</u>	<u>\$ 113,696</u>

(Continued)

MARION COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS
September 30, 2017

	Special Assessment Bonds, Series 2017A	Total Nonmajor Capital Projects Funds
ASSETS		
Cash and Cash Equivalents	\$ 1,041,703	\$ 21,972,184
Due from Other Governments	-	3,868,319
Prepaid Items	-	2,962,952
Total Assets	\$ 1,041,703	\$ 28,803,455
Liabilities		
Accounts Payable	\$ 495,503	\$ 1,456,762
Contracts Payable	66,145	78,605
Due to Other Governments	-	148
Total Liabilities	561,648	1,535,515
FUND BALANCES		
Nonspendable:		
Prepaid Items	-	2,962,952
Restricted for:		
Infrastructure	-	18,926,993
Parks and Recreation	-	314,368
Road Construction	480,055	5,039,246
Assigned to:		
Infrastructure	-	3,397
Parks and Recreation	-	4,069
Road Construction	-	16,915
Total Fund Balances	480,055	27,267,940
Total Liabilities and Fund Balances	\$ 1,041,703	\$ 28,803,455



MARION COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS
For the Year Ended September 30, 2017

	Parks Capital Projects Fund	CIP Capital Projects Fund	Surtax Capital Projects
REVENUES			
Taxes	\$ -	\$ -	\$ -
Special Assessments	-	-	-
Charges for Services	-	-	-
Investment Income	4,069	804	3,135
Total Revenues	<u>4,069</u>	<u>804</u>	<u>3,135</u>
EXPENDITURES			
Current:			
Transportation	-	-	-
Debt Service			
Interest and Fiscal Charges	-	-	-
Capital Outlay	49,794	-	8,143
Total Expenditures	<u>49,794</u>	<u>-</u>	<u>8,143</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(45,725)</u>	<u>804</u>	<u>(5,008)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers (Out)	-	(72,372)	-
Issuance of Notes/Bonds Payable	-	-	-
Issuance of Capital Lease	-	-	-
Total Other Financing Sources and (Uses)	<u>-</u>	<u>(72,372)</u>	<u>-</u>
Net Change in Fund Balances	(45,725)	(71,568)	(5,008)
Fund Balances - Beginning	<u>364,162</u>	<u>71,830</u>	<u>319,980</u>
Fund Balances - Ending	<u>\$ 318,437</u>	<u>\$ 262</u>	<u>\$ 314,972</u>

SELP Capital Projects	Infrastructure Surtax Capital Projects	Public Improvement Transportation Capital Projects	Special Assessment Bonds, Series 2014A	Special Assessment Bonds, Series 2015A	Special Assessment Bonds, Series 2016A
\$ -	\$ 25,710,753	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	45,963
41,127	-	-	-	-	-
609	-	16,193	-	64	658
<u>41,736</u>	<u>25,710,753</u>	<u>16,193</u>	<u>-</u>	<u>64</u>	<u>46,621</u>
-	-	-	-	14,764	-
-	-	-	-	-	11,744
145,519	11,827,272	1,415,324	-	16,633	709,828
<u>145,519</u>	<u>11,827,272</u>	<u>1,415,324</u>	<u>-</u>	<u>31,397</u>	<u>721,572</u>
<u>(103,783)</u>	<u>13,883,481</u>	<u>(1,399,131)</u>	<u>-</u>	<u>(31,333)</u>	<u>(674,951)</u>
-	-	3,466,830	-	-	-
-	-	-	(170,627)	-	-
-	-	-	-	-	788,647
<u>-</u>	<u>7,694,627</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	7,694,627	3,466,830	(170,627)	-	788,647
(103,783)	21,578,108	2,067,699	(170,627)	(31,333)	113,696
<u>103,783</u>	<u>-</u>	<u>2,380,396</u>	<u>170,627</u>	<u>45,648</u>	<u>-</u>
\$ -	\$ 21,578,108	\$ 4,448,095	\$ -	\$ 14,315	\$ 113,696

(Continued)

MARION COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS
For the Year Ended September 30, 2017

	Special Assessment Bonds, Series 2017A	Total Nonmajor Capital Projects Funds	
REVENUES			
Taxes	\$ -	\$ 25,710,753	
Special Assessments	411,265	457,228	
Charges for Services	-	41,127	
Investment Income	-	25,532	
Total Revenues	411,265	26,234,640	
EXPENDITURES			
Current:			
Transportation	-	14,764	
Debt Service			
Interest and Fiscal Charges	12,000	23,744	
Capital Outlay	1,475,884	15,648,397	
Total Expenditures	1,487,884	15,686,905	
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,076,619)	10,547,735	
OTHER FINANCING SOURCES (USES)			
Transfers In	-	3,466,830	
Transfers (Out)	-	(242,999)	
Issuance of Notes/Bonds Payable	1,556,674	2,345,321	
Issuance of Capital Lease	-	7,694,627	
Total Other Financing Sources and (Uses)	1,556,674	13,263,779	
Net Change in Fund Balances	480,055	23,811,514	
Fund Balances - Beginning	-	3,456,426	
Fund Balances - Ending	\$ 480,055	\$ 27,267,940	

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PARKS CAPITAL PROJECTS FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Investment Income	\$ 114	\$ 4,069	\$ 3,955
Total Revenues	<u>114</u>	<u>4,069</u>	<u>3,955</u>
EXPENDITURES			
Capital Outlay	363,168	49,794	313,374
Total Expenditures	<u>363,168</u>	<u>49,794</u>	<u>313,374</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(363,054)</u>	<u>(45,725)</u>	<u>317,329</u>
Net Change in Fund Balance	(363,054)	(45,725)	317,329
Fund Balance - Beginning	<u>363,054</u>	<u>364,162</u>	<u>1,108</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 318,437</u>	<u>\$ 318,437</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CIP CAPITAL PROJECTS FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Investment Income	\$ 542	\$ 804	\$ 262
Total Revenues	<u>542</u>	<u>804</u>	<u>262</u>
EXPENDITURES			
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>542</u>	<u>804</u>	<u>262</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(72,372)	(72,372)	-
Total Other Financing Sources (Uses)	<u>(72,372)</u>	<u>(72,372)</u>	<u>-</u>
Net Change in Fund Balance	(71,830)	(71,568)	262
Fund Balance - Beginning	<u>71,830</u>	<u>71,830</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 262</u>	<u>\$ 262</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SURTAX CAPITAL PROJECTS FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Investment Income	\$ -	\$ 3,135	\$ 3,135
Total Revenues	<u>-</u>	<u>3,135</u>	<u>3,135</u>
EXPENDITURES			
Capital Outlay	305,527	8,143	297,384
Total Expenditures	<u>305,527</u>	<u>8,143</u>	<u>297,384</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(305,527)</u>	<u>(5,008)</u>	<u>300,519</u>
Net Change in Fund Balance	<u>(305,527)</u>	<u>(5,008)</u>	<u>300,519</u>
Fund Balance - Beginning	<u>305,527</u>	<u>319,980</u>	<u>14,453</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 314,972</u>	<u>\$ 314,972</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SELP CAPITAL PROJECTS FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 62,586	\$ 41,127	\$ (21,459)
Investment Income	95	609	514
Total Revenues	<u>62,681</u>	<u>41,736</u>	<u>(20,945)</u>
EXPENDITURES			
Capital Outlay	<u>149,274</u>	<u>145,519</u>	<u>3,755</u>
Total Expenditures	<u>149,274</u>	<u>145,519</u>	<u>3,755</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(86,593)</u>	<u>(103,783)</u>	<u>(17,190)</u>
Net Change in Fund Balance	(86,593)	(103,783)	(17,190)
Fund Balance - Beginning	<u>86,593</u>	<u>103,783</u>	<u>17,190</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
INFRASTRUCTURE SURTAX CAPITAL PROJECTS FUND
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 20,499,077	\$ 25,710,753	\$ 5,211,676
Total Revenues	<u>20,499,077</u>	<u>25,710,753</u>	<u>5,211,676</u>
EXPENDITURES			
Current:			
General Government	284,144	-	284,144
Capital Outlay	27,909,560	11,827,272	16,082,288
Total Expenditures	<u>28,193,704</u>	<u>11,827,272</u>	<u>16,366,432</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,694,627)</u>	<u>13,883,481</u>	<u>21,578,108</u>
OTHER FINANCING SOURCES (USES)			
Issuance of Capital Lease	7,694,627	7,694,627	-
Total Other Financing Sources (Uses)	<u>7,694,627</u>	<u>7,694,627</u>	<u>-</u>
Net Change in Fund Balance	-	21,578,108	21,578,108
Fund Balance - Beginning	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 21,578,108</u>	<u>\$ 21,578,108</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PUBLIC IMPROVEMENT TRANSPORTATION CAPITAL PROJECTS
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Investment Income	\$ 14,250	\$ 16,193	\$ 1,943
Total Revenues	<u>14,250</u>	<u>16,193</u>	<u>1,943</u>
EXPENDITURES			
Capital Outlay	5,824,847	1,415,324	4,409,523
Total Expenditures	<u>5,824,847</u>	<u>1,415,324</u>	<u>4,409,523</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,810,597)</u>	<u>(1,399,131)</u>	<u>4,411,466</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	3,466,830	3,466,830	-
Total Other Financing Sources (Uses)	<u>3,466,830</u>	<u>3,466,830</u>	<u>-</u>
Net Change in Fund Balance	(2,343,767)	2,067,699	4,411,466
Fund Balance - Beginning	<u>2,343,767</u>	<u>2,380,396</u>	<u>36,629</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 4,448,095</u>	<u>\$ 4,448,095</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2014A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
EXPENDITURES			
Capital Outlay	\$ -	\$ -	\$ -
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(170,627)	(170,627)	-
Total Other Financing Sources (Uses)	<u>(170,627)</u>	<u>(170,627)</u>	<u>-</u>
Net Change in Fund Balance	<u>(170,627)</u>	<u>(170,627)</u>	<u>-</u>
Fund Balance - Beginning	<u>170,627</u>	<u>170,627</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2015A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Investment Income	\$ -	\$ 64	\$ 64
Total Revenues	<u>-</u>	<u>64</u>	<u>64</u>
EXPENDITURES			
Current:			
Transportation	-	14,764	(14,764)
Capital Outlay	60,854	16,633	44,221
Total Expenditures	<u>60,854</u>	<u>31,397</u>	<u>29,457</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(60,854)</u>	<u>(31,333)</u>	<u>29,521</u>
Net Change in Fund Balance	(60,854)	(31,333)	29,521
Fund Balance - Beginning	60,854	45,648	(15,206)
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 14,315</u>	<u>\$ 14,315</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2016A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ -	\$ 45,963	\$ 45,963
Investment Income	-	658	658
Total Revenues	<u>-</u>	<u>46,621</u>	<u>46,621</u>
EXPENDITURES			
Debt Service			
Interest and Fiscal Charges	11,743	11,744	(1)
Capital Outlay	826,904	709,828	117,076
Total Expenditures	<u>838,647</u>	<u>721,572</u>	<u>117,075</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(838,647)</u>	<u>(674,951)</u>	<u>163,696</u>
OTHER FINANCING SOURCES (USES)			
Issuance of Notes/Bonds Payable	788,647	788,647	-
Total Other Financing Sources (Uses)	<u>788,647</u>	<u>788,647</u>	<u>-</u>
Net Change in Fund Balance	(50,000)	113,696	163,696
Fund Balance - Beginning	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 113,696</u>	<u>\$ 113,696</u>

MARION COUNTY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT BONDS, SERIES 2017A
For the Year Ended September 30, 2017

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special Assessments	\$ -	\$ 411,265	\$ 411,265
Total Revenues	<u>-</u>	<u>411,265</u>	<u>411,265</u>
EXPENDITURES			
Debt Service			
Interest and Fiscal Charges	-	12,000	(12,000)
Capital Outlay	1,983,323	1,475,884	507,439
Total Expenditures	<u>1,983,323</u>	<u>1,487,884</u>	<u>495,439</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,983,323)</u>	<u>(1,076,619)</u>	<u>906,704</u>
OTHER FINANCING SOURCES (USES)			
Issuance of Notes/Bonds Payable	1,983,323	1,556,674	(426,649)
Total Other Financing Sources (Uses)	<u>1,983,323</u>	<u>1,556,674</u>	<u>(426,649)</u>
Net Change in Fund Balance	-	480,055	480,055
Fund Balance - Beginning	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 480,055</u>	<u>\$ 480,055</u>

FIDUCIARY FUNDS

AGENCY FUNDS

Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, and other governments.

Clerk of the Circuit Court and Comptroller

Used to account for resources received and held by the Clerk in a fiduciary capacity. These resources represent fines, forfeitures, and filing fees collected for other governmental agencies and support payments, jury and witness services, and posted bonds collected for individuals.

Sheriff

Used to account for the assets held by the Sheriff for individuals such as prisoner's funds, confiscated monies held as evidence, and prepayments of the Sheriff's fees for serving papers.

Tax Collector

Used to account for property taxes and fees for licenses.

MARION COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
September 30, 2017

	<u>Clerk of the Circuit Court</u>	<u>Sheriff</u>	<u>Tax Collector</u>	<u>Total</u>
ASSETS				
Cash and Cash Equivalents	\$ 5,832,299	\$ 1,120,747	\$ 6,654,624	\$ 13,607,670
Accounts Receivable	7,073	-	233,129	240,202
Due from Other Governments	6,036	38	341,291	347,365
Due from Individuals	-	37,102	22,745	59,847
Total Assets	<u>\$ 5,845,408</u>	<u>\$ 1,157,887</u>	<u>\$ 7,251,789</u>	<u>\$ 14,255,084</u>
LIABILITIES				
Accounts Payable	\$ 4,292	\$ -	\$ -	\$ 4,292
Due to Other Governments	958,149	109,012	1,845,540	2,912,701
Due to Individuals	4,882,967	1,048,875	1,101,326	7,033,168
Deposits	-	-	4,304,923	4,304,923
Total Liabilities	<u>\$ 5,845,408</u>	<u>\$ 1,157,887</u>	<u>\$ 7,251,789</u>	<u>\$ 14,255,084</u>

MARION COUNTY, FLORIDA
STATEMENTS OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS

For the Year Ended September 30, 2017

CLERK OF THE CIRCUIT COURT

	Balance 10/01/16	Additions	Deductions	Balance 09/30/17
ASSETS				
Cash and Cash Equivalents	\$ 6,070,722	\$ 76,587,584	\$ 76,826,007	\$ 5,832,299
Accounts Receivable	7,073	-	-	7,073
Due From Other Governments	585,417	6,036	585,417	6,036
Total Assets	6,663,212	76,593,620	77,411,424	5,845,408
LIABILITIES				
Accounts Payable	583,157	91,322	670,187	4,292
Due to Other Governments	874,030	28,549,224	28,465,105	958,149
Due to Individuals	5,206,025	47,953,074	48,276,132	4,882,967
Total Liabilities	\$ 6,663,212	\$ 76,593,620	\$ 77,411,424	\$ 5,845,408

SHERIFF

	Balance 10/01/16	Additions	Deductions	Balance 09/30/17
ASSETS				
Cash and Cash Equivalents	\$ 968,654	\$ 2,833,624	\$ 2,681,531	\$ 1,120,747
Due From Other Governments	2	286	250	38
Due From Individuals	32,454	37,102	32,454	37,102
Total Assets	1,001,110	2,871,012	2,714,235	1,157,887
LIABILITIES				
Due to Other Governments	52,427	800,530	743,945	109,012
Due to Individuals	948,683	2,070,482	1,970,290	1,048,875
Total Liabilities	\$ 1,001,110	\$ 2,871,012	\$ 2,714,235	\$ 1,157,887

TAX COLLECTOR

	Balance 10/01/16	Additions	Deductions	Balance 09/30/17
ASSETS				
Cash and Cash Equivalents	\$ 6,585,584	\$ 370,146,675	\$ 370,077,635	\$ 6,654,624
Accounts Receivable	202,420	21,267,190	21,236,481	233,129
Due From Other Governments	414,381	341,291	414,381	341,291
Due From Individuals	31,311	2,612,958	2,621,524	22,745
Total Assets	7,233,696	394,368,114	394,350,021	7,251,789
LIABILITIES				
Due to Other Governments	2,415,282	370,472,214	371,041,956	1,845,540
Due to Individuals	620,749	23,788,642	23,308,065	1,101,326
Deposits	4,197,665	107,258	-	4,304,923
Total Liabilities	\$ 7,233,696	\$ 394,368,114	\$ 394,350,021	\$ 7,251,789

Continued

MARION COUNTY, FLORIDA
STATEMENTS OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES - Continued
AGENCY FUNDS

For the Year Ended September 30, 2017

AGENCY COMBINED TOTALS

	<u>Balance 10/01/16</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 09/30/17</u>
ASSETS				
Cash and Cash Equivalents	\$ 13,624,960	\$ 449,567,883	\$ 449,585,173	\$ 13,607,670
Accounts Receivable	209,493	21,267,190	21,236,481	240,202
Due From Other Governments	999,800	347,613	1,000,048	347,365
Due From Individuals	63,765	2,650,060	2,653,978	59,847
Total Assets	<u>14,898,018</u>	<u>473,832,746</u>	<u>474,475,680</u>	<u>14,255,084</u>
LIABILITIES				
Accounts Payable	583,157	91,322	670,187	4,292
Due to Other Governments	3,341,739	399,821,968	400,251,006	2,912,701
Due to Individuals	6,775,457	73,812,198	73,554,487	7,033,168
Deposits	4,197,665	107,258	-	4,304,923
Total Liabilities	<u>\$ 14,898,018</u>	<u>\$ 473,832,746</u>	<u>\$ 474,475,680</u>	<u>\$ 14,255,084</u>





STATISTICAL SECTION

This part of the Marion County, Florida's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's

current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant years.



**Schedule 1
Marion County, Florida**

**NET POSITION BY COMPONENT
(accrual basis of accounting)**

Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
<u>Governmental Activities</u>				
Net Investment in Capital Assets	\$ 1,204,897,010	\$ 1,264,430,529	\$ 1,286,658,441	\$ 1,315,106,880
Restricted	144,423,149	152,372,492	122,129,370	124,861,210
Unrestricted	<u>43,352,959</u>	<u>10,415,981</u>	<u>29,428,992</u>	<u>25,736,649</u>
Total governmental activities net position	<u>\$ 1,392,673,118</u>	<u>\$ 1,427,219,002</u>	<u>\$ 1,438,216,803</u>	<u>\$ 1,465,704,739</u>
<u>Business-Type Activities</u>				
Net Investment in Capital Assets	\$ 51,122,310	\$ 43,105,301	\$ 42,808,102	\$ 44,435,797
Restricted	4,233,291	7,513,590	8,260,785	7,953,456
Unrestricted	<u>11,620,963</u>	<u>19,351,302</u>	<u>29,272,608</u>	<u>38,346,532</u>
Total business-type activities net position	<u>\$ 66,976,564</u>	<u>\$ 69,970,193</u>	<u>\$ 80,341,495</u>	<u>\$ 90,735,785</u>
<u>Primary Government</u>				
Net Investment in Capital Assets	\$ 1,256,019,320	\$ 1,307,535,830	\$ 1,329,466,543	\$ 1,363,035,600
Restricted	148,656,440	159,886,082	130,390,155	129,321,743
Unrestricted	<u>54,973,922</u>	<u>29,767,283</u>	<u>58,701,600</u>	<u>64,083,181</u>
Total primary government net position	<u>\$ 1,459,649,682</u>	<u>\$ 1,497,189,195</u>	<u>\$ 1,518,558,298</u>	<u>\$ 1,556,440,524</u>

Note 1: Prior to 2015, amounts have not been restated for the implementation of GASB 68.

Continued next page

2012	2013	2014	2015	2016	2017
\$ 1,339,224,675	\$ 1,330,395,327	\$ 1,341,090,566	\$ 1,343,878,343	\$ 1,337,513,605	\$ 1,331,043,338
106,920,759	103,632,320	100,088,086	101,636,838	109,410,519	142,505,391
22,941,903	20,012,070	16,816,579	(97,214,783)	(103,709,485)	(116,379,649)
<u>\$ 1,469,087,337</u>	<u>\$ 1,454,039,717</u>	<u>\$ 1,457,995,231</u>	<u>\$ 1,348,300,398</u>	<u>\$ 1,343,214,639</u>	<u>\$ 1,357,169,080</u>
\$ 40,789,313	\$ 42,870,778	\$ 48,492,151	\$ 52,167,269	\$ 56,876,287	\$ 54,486,340
6,863,307	6,611,894	6,472,081	6,507,373	6,257,740	6,186,757
52,111,814	56,388,196	58,633,107	64,048,577	76,262,717	81,603,889
<u>\$ 99,764,434</u>	<u>\$ 105,870,868</u>	<u>\$ 113,597,339</u>	<u>\$ 122,723,219</u>	<u>\$ 139,396,744</u>	<u>\$ 142,276,986</u>
\$ 1,380,013,988	\$ 1,373,266,105	\$ 1,389,582,717	\$ 1,396,045,612	\$ 1,394,389,892	\$ 1,385,529,678
113,705,539	110,244,214	106,560,167	108,144,211	115,668,259	148,692,148
75,132,244	76,400,266	75,449,686	(33,166,206)	(27,446,768)	(34,775,760)
<u>\$ 1,568,851,771</u>	<u>\$ 1,559,910,585</u>	<u>\$ 1,571,592,570</u>	<u>\$ 1,471,023,617</u>	<u>\$ 1,482,611,383</u>	<u>\$ 1,499,446,066</u>

Schedule 2
Marion County, Florida

CHANGES IN NET POSITION
(accrual basis of accounting)

Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
<u>Expenses</u>				
Governmental activities:				
General government	\$ 50,289,541	\$ 42,842,170	\$ 43,979,722	\$ 42,710,125
Public safety	135,957,489	144,546,211	144,310,629	134,744,336
Physical environment	4,116,712	5,471,441	6,360,859	4,396,791
Transportation	41,631,881	39,915,602	31,761,721	39,403,724
Economic environment	4,947,189	2,112,819	8,537,148	3,736,099
Human services	12,970,984	12,474,754	13,368,757	12,575,166
Culture/Recreation	12,905,263	12,786,258	13,082,486	12,609,646
Court related	12,738,301	11,870,332	9,887,143	9,827,791
Interest on long-term debt	1,889,730	3,208,569	3,079,956	3,477,078
Total governmental activities expenses	<u>\$ 277,447,090</u>	<u>\$ 275,228,156</u>	<u>\$ 274,368,421</u>	<u>\$ 263,480,756</u>
Business-type activities:				
Solid waste	\$ 15,370,865	\$ 12,591,560	\$ 9,010,430	\$ 8,496,725
Waste and wastewater	20,910,776	22,162,256	24,193,956	24,285,219
Total business-type activities expenses	<u>\$ 36,281,641</u>	<u>\$ 34,753,816</u>	<u>\$ 33,204,386</u>	<u>\$ 32,781,944</u>
Total primary government expenses	<u>\$ 313,728,731</u>	<u>\$ 309,981,972</u>	<u>\$ 307,572,807</u>	<u>\$ 296,262,700</u>
<u>Program Revenues</u>				
Governmental activities:				
Charges for services				
General government	\$ 11,000,420	\$ 9,981,707	\$ 8,997,312	\$ 8,208,180
Public safety	35,622,476	48,547,719	44,943,141	46,450,592
Physical environment	3,618,474	3,564,865	3,730,593	3,695,580
Transportation	5,445,867	4,411,402	4,975,690	5,723,303
Economic environment	348,173	235,189	142,647	70,186
Human services	415,617	492,397	499,726	515,603
Culture/Recreation	1,594,423	1,118,363	1,176,333	1,166,676
Court related	8,714,521	7,999,661	8,577,107	8,400,979
Total Charges for services	<u>66,759,971</u>	<u>76,351,303</u>	<u>73,042,549</u>	<u>74,231,099</u>
Operating grants and contributions	12,055,023	10,025,744	15,671,313	5,509,204
Capital grants and contributions	75,612,607	45,942,984	29,409,178	50,400,467
Total governmental activities program revenues	<u>\$ 154,427,601</u>	<u>\$ 132,320,031</u>	<u>\$ 118,123,040</u>	<u>\$ 130,140,770</u>
Business-type activities:				
Charges for services				
Solid Waste	\$ 13,652,802	\$ 14,283,856	\$ 14,848,648	\$ 15,049,547
Water and Waste Water	17,761,334	19,271,507	21,111,685	24,504,334
Operating grants and contributions	32,669	45,503	33,745	27,219
Capital grants and contributions	8,991,073	1,585,804	5,205,906	1,597,587
Total business-type activities program revenues	<u>\$ 40,437,878</u>	<u>\$ 35,186,670</u>	<u>\$ 41,199,984</u>	<u>\$ 41,178,687</u>
Total primary government program revenues	<u>\$ 194,865,479</u>	<u>\$ 167,506,701</u>	<u>\$ 159,323,024</u>	<u>\$ 171,319,457</u>
<u>Net (Expense) / Revenue</u>				
Governmental activities	\$ (123,019,489)	\$ (142,908,125)	\$ (156,245,381)	\$ (133,339,986)
Business-type activities	4,156,237	432,854	7,995,598	8,396,743
Total primary government net expense	<u>\$ (118,863,252)</u>	<u>\$ (142,475,271)</u>	<u>\$ (148,249,783)</u>	<u>\$ (124,943,243)</u>

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<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$ 41,826,873	\$ 37,925,988	\$ 37,322,626	\$ 42,961,192	\$ 45,740,805	\$ 48,773,464
129,376,964	131,807,590	132,850,801	129,080,673	147,295,279	157,169,472
3,155,518	3,661,367	3,268,232	3,312,381	2,944,110	3,197,065
36,124,801	38,529,108	35,006,802	39,110,915	40,001,023	39,993,337
4,900,310	4,655,508	6,233,276	3,891,212	3,552,441	3,781,210
15,225,590	15,011,096	12,944,317	14,562,848	14,615,146	15,742,555
12,250,613	12,107,933	12,239,890	12,044,743	12,195,761	12,480,560
9,910,479	10,626,062	10,096,193	10,377,601	9,876,310	9,928,352
3,188,320	3,307,866	2,671,126	2,444,752	2,042,111	1,886,034
<u>\$ 255,959,468</u>	<u>\$ 257,632,518</u>	<u>\$ 252,633,263</u>	<u>\$ 257,786,317</u>	<u>\$ 278,262,986</u>	<u>\$ 292,952,049</u>
\$ 10,438,774	\$ 15,546,828	\$ 7,385,262	\$ 9,093,417	\$ 3,957,889	\$ 14,783,496
23,956,357	22,352,941	23,836,533	23,959,419	24,632,788	27,036,467
<u>\$ 34,395,131</u>	<u>\$ 37,899,769</u>	<u>\$ 31,221,795</u>	<u>\$ 33,052,836</u>	<u>\$ 28,590,677</u>	<u>\$ 41,819,963</u>
<u>\$ 290,354,599</u>	<u>\$ 295,532,287</u>	<u>\$ 283,855,058</u>	<u>\$ 290,839,153</u>	<u>\$ 306,853,663</u>	<u>\$ 334,772,012</u>
\$ 8,598,441	\$ 8,509,099	\$ 8,643,200	\$ 9,031,600	\$ 9,403,817	\$ 9,818,745
47,004,298	48,372,460	50,090,680	51,359,927	52,977,793	52,929,908
3,593,966	3,557,403	3,616,730	3,612,337	3,704,041	3,742,106
3,433,205	3,644,752	3,353,826	3,172,123	3,490,136	4,019,687
82,355	105,890	169,331	130,723	243,710	739,293
646,411	614,575	617,748	785,473	719,304	814,633
1,251,519	1,294,444	1,576,363	1,777,138	1,810,143	1,772,527
8,537,269	8,897,947	7,243,228	7,902,887	7,411,956	7,065,377
73,147,464	74,996,570	75,311,106	77,772,208	79,760,900	80,902,276
8,020,277	8,539,451	8,335,073	5,961,610	6,721,007	6,235,120
28,867,761	16,724,520	22,982,897	22,718,320	18,830,824	22,027,841
<u>\$ 110,035,502</u>	<u>\$ 100,260,541</u>	<u>\$ 106,629,076</u>	<u>\$ 106,452,138</u>	<u>\$ 105,312,731</u>	<u>\$ 109,165,237</u>
\$ 15,014,024	\$ 15,061,959	\$ 14,781,604	\$ 14,087,452	\$ 14,241,600	\$ 14,754,895
23,707,700	20,784,154	20,404,496	22,940,795	23,684,699	25,088,743
81,917	56,311	104,173	121,187	131,727	123,244
2,698,356	6,338,423	1,579,722	4,933,662	3,917,012	2,026,642
<u>\$ 41,501,997</u>	<u>\$ 42,240,847</u>	<u>\$ 36,869,995</u>	<u>\$ 42,083,096</u>	<u>\$ 41,975,038</u>	<u>\$ 41,993,524</u>
<u>\$ 151,537,499</u>	<u>\$ 142,501,388</u>	<u>\$ 143,499,071</u>	<u>\$ 148,535,234</u>	<u>\$ 147,287,769</u>	<u>\$ 151,158,761</u>
\$ (145,923,966)	\$ (157,371,977)	\$ (146,004,187)	\$ (151,334,179)	\$ (172,950,255)	\$ (183,786,812)
7,106,866	4,341,078	5,648,200	9,030,260	13,384,361	173,561
<u>\$ (138,817,100)</u>	<u>\$ (153,030,899)</u>	<u>\$ (140,355,987)</u>	<u>\$ (142,303,919)</u>	<u>\$ (159,565,894)</u>	<u>\$ (183,613,251)</u>

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**Schedule 2
Marion County, Florida**

**CHANGES IN NET POSITION, continued
(accrual basis of accounting)**

Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
<u>General Revenues and Other Changes in Net Position</u>				
Governmental activities:				
Property tax	\$ 132,884,371	\$ 122,410,829	\$ 112,338,960	\$ 105,482,315
Sales tax	18,349,921	16,110,230	15,648,027	15,774,601
Infrastructure surtax	-	-	-	-
Public service tax	3,077,284	4,305,337	3,315,697	3,144,880
Gas tax	17,462,416	17,205,761	21,100,727	20,904,474
Unrestricted state revenue sharing	7,011,636	6,271,703	6,357,247	6,483,180
Tourist Development Tax	1,041,918	864,832	874,800	877,610
Other Taxes	784,109	1,020,888	1,030,821	914,188
Unrestricted intergovernmental revenues	1,333,028	540,581	474,992	533,027
Investment income	10,230,432	6,113,264	3,777,483	1,770,877
Miscellaneous revenues	9,520,595	2,610,584	2,324,428	4,942,770
Transfers in (out)	(20,000)	-	-	-
Total governmental activities	<u>\$ 201,675,710</u>	<u>\$ 177,454,009</u>	<u>\$ 167,243,182</u>	<u>\$ 160,827,922</u>
Business-type activities:				
Investment income	\$ 1,968,235	\$ 1,504,736	\$ 1,187,761	\$ 649,648
Miscellaneous revenues	1,067,606	1,056,039	1,187,943	1,347,899
Gain on sale of capital assets	-	-	-	-
Transfers in (out)	20,000	-	-	-
Total business-type activities	<u>\$ 3,055,841</u>	<u>\$ 2,560,775</u>	<u>\$ 2,375,704</u>	<u>\$ 1,997,547</u>
Total primary government	<u>\$ 204,731,551</u>	<u>\$ 180,014,784</u>	<u>\$ 169,618,886</u>	<u>\$ 162,825,469</u>
<u>Change in Net Position</u>				
Governmental activities	\$ 78,656,221	\$ 34,545,884	\$ 10,997,801	\$ 27,487,936
Business-type activities	7,212,078	2,993,629	10,371,302	10,394,290
Total primary government	<u>\$ 85,868,299</u>	<u>\$ 37,539,513</u>	<u>\$ 21,369,103</u>	<u>\$ 37,882,226</u>

Note 1: Prior to 2013, amounts have not been restated for the implementation of GASB 65.

Note 2: Prior to 2015, amounts have not been restated for the implementation of GASB 68.

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	2012	2013	2014	2015	2016	2017
\$	95,489,435	\$ 88,328,566	\$ 92,296,160	\$ 97,786,296	\$ 101,798,214	\$ 106,158,714
	16,236,723	17,279,765	18,437,597	19,494,464	20,563,787	21,329,279
	-	-	-	-	-	25,710,753
	2,944,791	3,167,928	2,835,715	2,664,469	2,574,825	2,677,954
	21,082,945	20,300,977	22,780,874	23,599,141	24,484,692	25,224,690
	6,703,840	7,089,066	7,548,554	8,231,502	8,415,045	8,810,365
	934,625	997,044	1,047,211	1,141,077	2,429,663	2,800,048
	898,734	893,952	920,135	894,809	904,077	931,243
	528,775	506,710	587,730	568,821	578,168	418,778
	1,684,242	774,299	698,913	1,454,047	1,614,539	1,912,301
	2,820,454	2,986,050	2,806,794	4,142,891	4,982,687	2,119,641
	(18,000)	-	-	1,032,452	(481,201)	(352,513)
\$	<u>149,306,564</u>	<u>\$ 142,324,357</u>	<u>\$ 149,959,683</u>	<u>\$ 161,009,969</u>	<u>\$ 167,864,496</u>	<u>\$ 197,741,253</u>
\$	566,613	\$ 235,945	\$ 322,506	\$ 717,363	\$ 977,555	\$ 808,329
	1,337,170	1,529,411	1,688,416	3,336,111	1,548,980	1,398,310
	-	-	67,344	322,673	281,428	147,529
	18,000	-	-	(1,032,452)	481,201	352,513
\$	<u>1,921,783</u>	<u>\$ 1,765,356</u>	<u>\$ 2,078,266</u>	<u>\$ 3,343,695</u>	<u>\$ 3,289,164</u>	<u>\$ 2,706,681</u>
\$	<u>151,228,347</u>	<u>\$ 144,089,713</u>	<u>\$ 152,037,949</u>	<u>\$ 164,353,664</u>	<u>\$ 171,153,660</u>	<u>\$ 200,447,934</u>
\$	3,382,598	\$ (15,047,620)	\$ 3,955,514	\$ 9,675,790	\$ (5,085,759)	\$ 13,954,441
	9,028,649	6,106,434	7,726,471	12,373,955	16,673,525	2,880,242
\$	<u>12,411,247</u>	<u>\$ (8,941,186)</u>	<u>\$ 11,681,985</u>	<u>\$ 22,049,745</u>	<u>\$ 11,587,766</u>	<u>\$ 16,834,683</u>

**Schedule 3
Marion County, Florida**

**FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)**

Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
<u>General Fund</u>				
Reserved	\$ 455,274	\$ 1,020,701	\$ 805,616	\$ -
Unreserved	<u>61,828,901</u>	<u>51,368,779</u>	<u>47,985,139</u>	<u>-</u>
Nonspendable			805,616	976,749
Restricted			-	-
Committed			-	-
Assigned			21,260,734	18,422,739
Unassigned			<u>26,724,405</u>	<u>25,137,400</u>
Total general fund	<u>\$ 62,284,175</u>	<u>\$ 52,389,480</u>	<u>\$ 48,790,755</u>	<u>\$ 44,536,888</u>
<u>All Other Governmental Funds</u>				
Reserved	\$ 5,559,013	\$ 7,148,042	\$ 10,374,746	\$ -
Unreserved, reported in:				
Special revenue funds	105,491,616	99,684,164	95,891,898	-
Capital projects funds	<u>27,916,696</u>	<u>37,057,904</u>	<u>52,914,796</u>	<u>-</u>
Nonspendable			1,505,111	1,376,526
Restricted			141,397,262	145,405,944
Committed			11,736,789	2,706,441
Assigned			4,542,278	6,137,348
Unassigned			-	-
Total all other governmental funds	<u>\$ 138,967,325</u>	<u>\$ 143,890,110</u>	<u>\$ 159,181,440</u>	<u>\$ 155,626,259</u>
Total Fund Balance	\$ 201,251,500	\$ 196,279,590	\$ 207,972,195	\$ 200,163,147

Note: Prior to 2010, amounts have not been restated for the implementation of Statement 54.

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2012	2013	2014	2015	2016	2017
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
1,059,629	1,030,386	1,137,245	1,028,667	1,093,792	1,339,387
-	-	-	-	-	-
-	-	-	-	-	-
21,912,762	17,166,304	12,964,911	11,282,579	12,973,053	15,054,838
16,171,654	13,636,213	13,187,592	13,209,371	14,847,034	14,737,338
<u>\$ 39,144,045</u>	<u>\$ 31,832,903</u>	<u>\$ 27,289,748</u>	<u>\$ 25,520,617</u>	<u>\$ 28,913,879</u>	<u>\$ 31,131,563</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
1,066,573	1,039,705	940,788	2,120,541	1,176,174	4,304,091
129,817,722	118,971,695	108,881,174	104,150,951	101,394,858	131,421,516
2,918,295	3,079,598	3,437,058	3,552,973	3,615,526	3,519,121
3,896,581	3,481,197	2,981,149	2,735,073	629,812	357,419
-	-	-	-	-	-
<u>\$ 137,699,171</u>	<u>\$ 126,572,195</u>	<u>\$ 116,240,169</u>	<u>\$ 112,559,538</u>	<u>\$ 106,816,370</u>	<u>\$ 139,602,147</u>
\$ 176,843,216	\$ 158,405,098	\$ 143,529,917	\$ 138,080,155	\$ 135,730,249	\$ 170,733,710

Schedule 4
Marion County, Florida

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)

Last Ten Fiscal Years

	2008	2009	2010	2011
<u>Revenues</u>				
Taxes	\$ 158,086,398	\$ 148,365,587	\$ 141,050,051	\$ 133,875,503
Special Assessments	33,837,748	34,160,597	35,232,571	35,150,797
Impact Fees	22,291,221	6,707,351	2,204,335	375,662
Permits and Fees	2,770,319	2,364,523	2,404,629	2,237,255
Intergovernmental Revenues	40,728,323	32,195,941	47,982,308	41,360,556
Charges for Services	17,146,122	28,383,253	27,936,261	28,228,065
Judgments and Fines	4,504,565	3,349,669	1,441,594	1,608,428
Court-Related Revenues	7,104,733	6,779,713	7,515,787	7,493,912
Investment Income	9,817,183	5,591,542	3,425,307	1,615,450
Miscellaneous Revenues	15,810,751	9,112,802	6,907,964	9,684,345
Total Revenues	<u>\$ 312,097,363</u>	<u>\$ 277,010,978</u>	<u>\$ 276,100,807</u>	<u>\$ 261,629,973</u>
<u>Expenditures</u>				
General Government	\$ 49,160,822	\$ 36,715,015	\$ 35,883,638	\$ 38,454,988
Public Safety	136,195,417	143,934,195	143,828,428	132,767,510
Physical Environment	3,932,825	5,463,327	6,394,549	4,365,937
Transportation	42,237,727	39,763,773	38,502,899	36,581,676
Economic Environment	4,921,265	2,120,680	8,533,491	3,784,715
Human Services	13,123,972	12,340,884	13,048,009	12,268,985
Culture/Recreation	13,425,270	15,214,969	14,115,100	13,096,083
Court Related	10,271,004	24,505,255	13,274,078	9,745,901
Debt Service:				
Principal Retirement	6,932,124	10,208,531	6,102,219	6,960,808
Interest and Fiscal Charges	1,835,113	2,124,888	2,658,940	3,594,333
Bond Issuance Cost	-	455,498	456,166	-
Arbitrage Rebate Expense	-	-	-	-
Payments to State	2,210,979	878,256	-	-
Capital Outlay	22,634,419	15,449,306	13,952,632	10,775,010
Total Expenditures	<u>\$ 306,880,937</u>	<u>\$ 309,174,577</u>	<u>\$ 296,750,149</u>	<u>\$ 272,395,946</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ 5,216,426</u>	<u>\$ (32,163,599)</u>	<u>\$ (20,649,342)</u>	<u>\$ (10,765,973)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 95,593,972	\$ 94,931,318	\$ 91,100,807	\$ 45,747,393
Transfers (Out)	(95,613,972)	(94,931,318)	(91,100,807)	(45,847,393)
Issuance of Notes/Bonds Payable	5,028,338	34,043,123	32,515,000	3,056,925
Premium(Discount)Notes/Bonds	-	(114,221)	(173,053)	-
Pmt to Bond Escrow Agent	-	(6,737,213)	-	-
Pmt to Refunded Bond Escrow	-	-	-	-
Issuance of Capital Lease	1,338,061	-	-	-
Total Other Financing Sources (Uses)	<u>\$ 6,346,399</u>	<u>\$ 27,191,689</u>	<u>\$ 32,341,947</u>	<u>\$ 2,956,925</u>
Net Change in Fund Balances	<u>\$ 11,562,825</u>	<u>\$ (4,971,910)</u>	<u>\$ 11,692,605</u>	<u>\$ (7,809,048)</u>
Debt Service as a Percentage of Non-Capital Expenditures	<u>3.7%</u>	<u>5.2%</u>	<u>3.7%</u>	<u>4.7%</u>

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2012	2013	2014	2015	2016	2017
\$ 123,916,382	\$ 116,297,091	\$ 122,125,493	\$ 126,765,952	\$ 131,390,862	\$ 162,649,284
35,709,142	35,821,981	36,858,818	36,079,094	36,404,470	38,075,562
257,313	85,799	37,365	29,206	14,745	541,334
2,293,486	2,344,784	3,020,955	3,280,706	3,790,534	4,040,087
39,691,078	38,127,807	35,654,854	41,447,582	48,693,915	51,341,555
29,389,108	30,690,047	30,251,348	31,906,856	32,093,531	34,339,034
1,470,944	1,831,045	3,221,550	3,154,568	2,731,517	2,616,531
7,520,544	7,716,185	6,178,868	6,819,527	6,286,526	5,770,112
1,552,309	718,553	621,288	1,266,402	1,402,160	1,794,424
5,543,823	5,530,762	5,389,248	4,914,733	7,630,516	5,644,764
<u>\$ 247,344,129</u>	<u>\$ 239,164,054</u>	<u>\$ 243,359,787</u>	<u>\$ 255,664,626</u>	<u>\$ 270,438,776</u>	<u>\$ 306,812,687</u>
\$ 34,930,448	\$ 33,438,850	\$ 32,755,900	\$ 34,085,900	\$ 34,947,481	\$ 36,528,709
128,930,611	130,840,361	133,528,310	136,048,147	139,527,796	143,890,445
4,339,138	4,990,705	4,540,140	4,865,228	4,336,366	5,592,206
43,356,928	31,950,496	29,860,589	27,106,323	31,850,833	31,542,700
4,879,706	4,639,547	6,235,487	3,890,676	3,559,731	3,777,562
13,887,837	15,240,247	12,844,874	14,892,391	14,436,257	15,470,976
10,821,170	10,654,579	10,496,965	11,044,561	12,064,367	12,217,928
10,153,071	10,533,621	10,051,813	10,700,023	9,637,088	9,684,055
7,973,935	7,744,995	8,418,396	8,946,105	5,494,252	5,911,897
3,319,852	3,033,314	2,807,225	2,556,839	1,769,508	1,608,690
-	-	-	-	199,723	-
-	-	-	3,000	-	-
-	-	-	-	-	-
9,966,785	6,401,857	10,970,480	8,370,451	13,058,123	15,648,397
<u>\$ 272,559,481</u>	<u>\$ 259,468,572</u>	<u>\$ 262,510,179</u>	<u>\$ 262,509,644</u>	<u>\$ 270,881,525</u>	<u>\$ 281,873,565</u>
\$ (25,215,352)	\$ (20,304,518)	\$ (19,150,392)	\$ (6,845,018)	\$ (442,749)	\$ 24,939,122
\$ 43,048,872	\$ 46,297,803	\$ 46,053,480	\$ 46,819,683	\$ 47,084,764	\$ 50,580,834
(43,066,872)	(46,297,803)	(46,053,480)	(45,787,231)	(47,565,965)	(50,933,347)
1,913,421	1,866,400	3,105,919	-	34,722,677	2,722,225
-	-	-	-	-	-
-	-	-	-	(36,148,633)	-
-	-	1,169,274	362,804	-	7,694,627
<u>\$ 1,895,421</u>	<u>\$ 1,866,400</u>	<u>\$ 4,275,193</u>	<u>\$ 1,395,256</u>	<u>\$ (1,907,157)</u>	<u>\$ 10,064,339</u>
\$ (23,319,931)	\$ (18,438,118)	\$ (14,875,199)	\$ (5,449,762)	\$ (2,349,906)	\$ 35,003,461
5.1%	4.8%	5.0%	5.0%	3.2%	3.2%

**Schedule 5
Marion County, Florida**

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Fiscal Year	Real Property				Total Real Property	Personal Property
	Commercial Property	Industrial Property	Residential Property	Other Property		
2008	2,573,415,957	773,377,677	23,125,233,307	10,446,949,824	36,918,976,765	1,531,172,245
2009	2,844,096,132	861,867,267	21,999,506,927	10,466,865,573	36,172,335,899	1,608,354,450
2010	2,715,698,740	778,653,107	17,829,896,185	9,680,805,603	31,005,053,635	1,547,921,757
2011	2,410,679,008	702,103,700	15,203,926,702	8,824,497,465	27,141,206,875	1,424,892,450
2012	2,344,301,512	666,586,806	13,535,679,168	7,577,863,752	24,124,431,238	1,372,246,797
2013	2,257,195,858	642,470,150	12,384,768,178	6,429,240,516	21,713,674,702	1,325,660,677
2014	2,245,878,042	638,224,414	12,329,619,094	6,448,968,463	21,662,690,013	1,365,147,480
2015	2,329,441,506	644,187,014	12,939,236,900	6,632,801,440	22,545,666,860	1,421,016,339
2016	2,399,518,588	656,544,413	13,565,382,174	6,325,204,311	22,946,649,486	1,515,664,515
2017	2,495,097,775	664,873,767	14,658,009,047	6,666,930,854	24,484,911,443	1,516,452,408

Source: Marion County Property Appraiser.

Notes: Property is reassessed each year by the Marion County Property Appraiser. Property is assessed at approximately 100% of actual taxable value. Tax rates are per \$1,000 of assessed valuation.

(1) Centrally assessed property consists of railroad and telegraph systems which are assessed by the State of Florida.

(2) Source is the State of Florida, Department of Revenue, Division of Ad Valorem Tax.

Continued next page

Centrally Assessed Property (1)	Total	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value (2)
18,006,999	38,468,156,009	16,120,773,828	22,347,382,181	3.49	23,014,811,721	97.10%
15,007,701	37,795,698,050	17,148,198,397	20,647,499,653	3.89	21,047,400,258	98.10%
15,121,409	32,568,096,801	14,294,357,595	18,273,739,206	3.90	18,292,031,237	99.90%
13,690,221	28,579,789,546	12,344,740,750	16,235,048,796	3.89	16,617,245,441	97.70%
15,044,813	25,511,722,848	10,577,005,055	14,934,717,793	3.89	15,255,074,354	97.90%
18,381,187	23,057,716,566	9,134,245,468	13,923,471,098	3.89	13,937,408,507	99.90%
19,153,005	23,046,990,498	9,157,851,809	13,889,138,689	3.90	14,363,121,705	96.70%
20,017,720	23,986,700,919	9,639,477,242	14,347,223,677	3.90	14,945,024,664	96.00%
20,342,991	24,482,656,992	9,516,991,825	14,965,665,167	3.90	15,887,118,012	94.20%
21,820,066	26,023,183,917	10,414,753,885	15,608,430,032	3.89	16,499,397,497	94.60%

**Schedule 6
Marion County, Florida**

DIRECT AND OVERLAPPING PROPERTY TAX RATES (1)(2)

Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>
<u>Board of County Commissioners:</u>			
General Fund	2.7300	3.1300	3.1300
Find and Forfeiture Fund	0.5600	0.5600	0.5600
Marion County Health Department Fund	0.1200	0.1200	0.1200
Parks and Land Acquisition Debt Service Fund	0.0800	0.0800	0.0900
Total General County	<u>3.4900</u>	<u>3.8900</u>	<u>3.9000</u>
<u>District School System:</u>			
I Local Required Effort	4.8960	5.0530	5.2300
II Local Discretionary Use	0.7110	0.6950	0.7480
III Building Fund	2.0000	1.7500	1.5000
IV Interest and Sinking Fund	-	-	-
V Additional Voted Millage	-	-	-
Total School System	<u>7.6070</u>	<u>7.4980</u>	<u>7.4780</u>
Total County-Wide	<u><u>11.0970</u></u>	<u><u>11.3880</u></u>	<u><u>11.3780</u></u>
<u>Special Districts:</u>			
Rainbow Lakes Estates MSD ⁽³⁾	1.0800	1.5600	2.0000
MSTU for Law Enforcement ⁽⁴⁾	2.0300	2.0300	2.3300
Silver Springs Shores Special Tax District	2.8500	3.0000	3.0000
Marion Oaks MSTU for Fire Protection ⁽⁴⁾	-	-	-
Silver Springs Shores MSTU for Fire Protection ⁽⁴⁾	-	-	-
MSTU-Emergency Medical Service ⁽⁴⁾	0.8300	0.8300	0.8300
Rainbow Lakes Estates CRF MSBU ⁽⁵⁾	0.2100	0.3000	0.3400
Marion Oaks MSTU for Fire Protection ⁽⁴⁾	1.0200	1.0200	1.0200
Emergency Medical Services Fund	0.4000	-	-
Hills of Ocala MSTU for Recreation ⁽⁴⁾	0.0900	0.1400	0.1400

- Notes: (1) Marion County Property Appraiser (Primary Millage Rates).
(2) Rates are stated as an amount per \$1,000 of assessed value.
(3) MSD is an acronym for Municipal Service District.
(4) MSTU is an acronym for Municipal Service Taxing Unit.
(5) MSBU is an acronym for Municipal Service Benefit Unit.

Continued next page

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
3.1900	3.1900	3.1900	3.1900	3.1900	3.1900	3.1900
0.5300	0.5300	0.5300	0.5300	0.5300	0.5300	0.5300
0.1200	0.1200	0.1200	0.1200	0.1200	0.1200	0.1200
0.0500	0.0500	0.0500	0.0600	0.0600	0.0600	0.0500
<u>3.8900</u>	<u>3.8900</u>	<u>3.8900</u>	<u>3.9000</u>	<u>3.9000</u>	<u>3.9000</u>	<u>3.8900</u>
5.2390	5.4600	5.4230	5.0910	5.0500	4.9240	4.6540
0.7480	0.7480	0.7480	0.7480	0.7480	0.7480	0.7480
1.5000	1.5000	1.5000	1.5000	1.5000	1.5000	1.5000
-	-	-	-	-	-	-
-	-	-	-	-	1.0000	1.0000
<u>7.4870</u>	<u>7.7080</u>	<u>7.6710</u>	<u>7.3390</u>	<u>7.2980</u>	<u>8.1720</u>	<u>7.9020</u>
<u>11.3770</u>	<u>11.5980</u>	<u>11.5610</u>	<u>11.2390</u>	<u>11.1980</u>	<u>12.0720</u>	<u>11.7920</u>
2.0000	2.2500	2.2500	2.2500	2.2500	2.2500	2.2500
2.8100	2.8100	2.8100	3.2100	3.4700	3.4700	3.4700
3.0000	3.0000	3.0000	3.0000	3.0000	3.0000	3.0000
-	-	-	-	-	-	-
-	-	-	-	-	-	-
0.8300	0.7700	0.7700	0.7700	0.7700	0.7700	0.7700
0.3400	0.3800	0.4700	0.4700	0.4700	0.4700	0.4700
1.0200	1.0200	1.0200	1.0200	1.0200	1.0200	1.0200
-	-	-	-	-	-	-
0.1800	0.1800	0.1800	0.1800	0.1800	0.1800	0.1800

**Schedule 6
Marion County, Florida**

DIRECT AND OVERLAPPING PROPERTY TAX RATES (1)(2) (CONTINUED)

Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>
<u>Southwest Florida Water Management District:</u>			
District Levy	0.3866	0.3866	0.3866
Withlacoochee River Basin Levy	0.2308	0.2308	0.2308
<u>St. Johns River Water Management District:</u>			
District Levy	0.4158	0.4158	0.4158
<u>Municipalities:</u>			
Ocala	4.5288	4.5288	4.9664
Ocala (Downtown Development District "A")	1.5470	1.3726	1.3967
Ocala (Downtown Development District "B")	1.1981	1.1566	1.2163
Ocala (Downtown Development District "C")	1.0115	0.9493	1.0062
Belleview	2.8905	2.8905	2.9544
Dunnellon	5.2266	5.2266	6.4469
McIntosh	0.8681	1.8050	1.9670

Notes: The County's basic property tax rate may be increased only by a majority vote of the County's residents.
 Rates for debt service are set based on each year's requirements.
 (1) Marion County Property Appraiser (Primary Millage Rates).
 (2) Rates are stated as an amount per \$1,000 of assessed value.

Continued next page

2011	2012	2013	2014	2015	2016	2017
0.3770	0.3928	0.3928	0.3818	0.3658	0.3488	0.3417
0.2308	-	-	-	-	-	-
0.4158	0.3313	0.3313	0.3283	0.3164	0.3023	0.2885
5.6183	5.9332	6.1502	6.2502	6.1638	6.6177	6.6177
1.5647	1.5862	1.6461	1.5967	1.4966	1.4966	1.7185
1.5508	1.6191	1.6542	1.7013	1.6332	1.6332	1.6332
1.1347	1.1772	1.2332	1.2810	1.2825	1.2825	1.5091
3.3472	3.9912	3.9912	3.9912	3.9912	4.5000	4.5000
6.9101	7.1408	6.8013	7.1408	7.5000	7.5000	7.5000
2.1344	2.2988	2.5546	2.5198	2.4087	2.3175	2.2078

**Schedule 7
Marion County, Florida**

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	Fiscal Year 2017 (a)			Fiscal Year 2008 (b)		
	Taxable Value	Percent of Total Taxable Value	Rank	Taxable Value	Percent of Total Taxable Value	Rank
Duke Energy Center	\$ 201,659,101	1.29 %	1	\$ 119,509,905	0.53 %	2
Marion County Hospital Dist.	139,703,101	0.90 %	2			
Sumter Electric Coop, Inc.	120,560,659	0.77 %	3	87,672,900	0.39 %	3
Wal-Mart	72,310,807	0.46 %	4	67,616,489	0.30 %	7
Embarq Florida Inc.	59,210,489	0.38 %	5	150,389,517	0.67 %	1
Marion Community Hospital	58,933,255	0.38 %	6	52,887,649	0.24 %	9
K-Mart Distribution	52,207,608	0.33 %	7	64,208,013	0.29 %	8
Paddock Mall Associates	42,342,891	0.27 %	8			
On Top of the World	38,009,799	0.24 %	9	72,768,973	0.33 %	4
Clay Electric	32,517,736	0.21 %	10			
SBI Group				71,912,918	0.32 %	5
Deltona Corp.				69,528,017	0.31 %	6
Carlton Arms of Ocala				37,421,736	0.17 %	10
Sub-total	\$ 817,455,446	5.24 %		\$ 793,916,117	3.55 %	
All others	\$ 14,790,974,586	94.76 %		\$ 21,553,466,064	96.45 %	
Totals	\$ 15,608,430,032	100.00 %		\$ 22,347,382,181	100.00 %	

Source: Marion County Property Appraiser.

Notes: (a) The fiscal year ended September 30, 2017 tax levy is based on the 2016 taxable value.
(b) The fiscal year ended September 30, 2008 tax levy is based on the 2007 taxable value.

**Schedule 8
Marion County, Florida**

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as a Percent of Current Levy
2008	137,409,534	130,484,877	95.0 %	2,399,485	132,884,362	96.7 %
2009	127,481,050	120,611,560	94.6 %	1,799,269	122,410,829	96.0 %
2010	115,943,764	110,503,489	95.3 %	1,835,471	112,338,960	96.9 %
2011	108,420,286	104,552,164	96.4 %	930,151	105,482,315	97.3 %
2012	98,571,292	94,771,156	96.1 %	718,279	95,489,435	96.9 %
2013	91,425,614	87,636,400	95.9 %	692,166	88,328,566	96.6 %
2014	95,169,348	91,653,600	96.3 %	642,560	92,296,160	97.0 %
2015	101,010,439	97,115,097	96.1 %	671,198	97,786,295	96.8 %
2016	104,950,636	100,844,671	96.1 %	953,543	101,798,214	97.0 %
2017	109,414,067	105,410,583	96.3 %	748,131	106,158,714	97.0 %

Source: Marion County Tax Collector.

**Schedule 9
Marion County, Florida**

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Other Governmental Activities			Business-Type Activities	
		Half Cent Sales Tax Revenue Bonds	Special Assessment Bonds	Commercial Loan Payable	Utility System Revenue Bonds	Long-Term Contracts Payable
2008	7,935,000	20,479,000	12,212,000	3,878,000	70,835,000	15,060,000
2009	6,545,000	40,899,780	14,129,854	26,405	69,045,000	27,639,518
2010	5,110,000	71,038,310	11,848,612	16,898	79,905,000	28,051,317
2011	4,565,000	66,740,000	12,798,436	6,505	75,305,000	26,950,288
2012	3,995,000	61,815,000	12,239,420	-	73,110,000	26,137,581
2013	3,400,000	56,518,574	12,050,829	-	72,537,132	24,838,452
2014	2,780,000	51,273,174	12,623,352	1,169,274	69,628,402	28,044,983
2015	2,130,000	45,520,600	10,234,677	1,394,649	66,684,673	26,575,144
2016	1,450,000	45,906,700	8,354,821	1,057,928	61,545,943	25,068,723
2017	740,000	43,317,800	8,841,093	8,416,611	59,747,213	23,524,761

Sources: Population and personal income data from University of Florida, Bureau of Economic and Business Research. The Bureau of the Census and Bureau of Economic Analysis. See schedule 12

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

Prior year data reflects source data updates.

Per Capita income and population for Fiscal Year 2016 and 2017 was not available at time of report.

The calculation for 2016 per capita income is a 1.46% CPI increase over 2015 year.

The calculation for 2017 per capita income is a 2.23% CPI increase over 2016 year.

Source of CPI is U.S. Department of Labor, Bureau of Labor Statistics.

Debt limitation-there are no legal debt limits for Florida municipalities.

The County had no overlapping debt with over governments.

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Total Primary Government	Marion County Personal Income	Percentage of Personal Income	Per Capita
130,399,000	10,523,481,444	1.2 %	397
158,285,557	9,716,575,293	1.6 %	479
195,970,137	10,032,034,738	2.0 %	592
186,365,229	10,524,941,870	1.8 %	562
177,297,001	10,602,369,760	1.7 %	532
169,344,987	10,537,006,624	1.6 %	505
165,519,185	10,991,246,805	1.5 %	490
152,539,734	11,109,293,595	1.4 %	447
143,384,107	11,857,461,955	1.2 %	415
144,587,470	12,245,650,287	1.2 %	414

**Schedule 10
Marion County, Florida**

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Bonded Debt				Per Capita
	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Net General Bond Debt	Percentage of Actual Property Value	
2008	7,935,000	430,788	7,504,212	0.02%	234
2009	6,545,000	327,351	6,217,649	0.02%	212
2010	5,110,000	221,717	4,888,283	0.02%	162
2011	4,565,000	240,605	4,324,395	0.02%	137
2012	3,995,000	189,139	3,805,861	0.01%	120
2013	3,400,000	85,227	3,314,773	0.01%	105
2014	2,780,000	117,104	2,662,896	0.01%	82
2015	2,130,000	172,892	1,957,108	0.01%	60
2016	1,450,000	267,091	1,182,909	0.01%	34
2017	740,000	253,958	486,041	0.002%	14

- Notes:** Details regarding the County's outstanding debt can be found in the notes to the financial statements.
- 1** Taxable value data can be found on the schedule of Assessed Value and Actual Value of Taxable Property.
 - 2** Population data can be found on the Demographic and Economic Statistics schedule.



**Schedule 11
Marion County, Florida**

PLEDGED REVENUE COVERAGE

Last Ten Fiscal Years

Utility System Revenue Bonds						
Fiscal Year	Gross Revenues (1)	Less: Operating Expenses (2)	Net Available For Debt Service	Debt Service Requirements Principal	Interest	Coverage
2008	18,842,209	12,336,767	6,505,442	2,232,028	3,351,099	1.17
2009	20,710,555	12,236,006	8,474,549	2,280,512	3,384,669	1.50
2010	22,602,242	12,044,376	10,557,866	3,591,349	3,574,329	1.47
2011	26,028,823	11,331,761	14,697,062	3,857,103	4,358,526	1.79
2012	25,224,770	10,735,712	14,489,058	3,127,708	4,183,583	1.98
2013	22,369,186	10,104,468	12,264,718	3,829,129	3,216,767	1.74
2014	22,086,023	10,481,549	11,604,474	4,564,267	3,272,564	1.48
2015	26,677,171	10,590,017	16,087,154	4,304,839	3,346,761	2.10
2016	25,572,951	10,857,915	14,715,036	4,431,420	3,209,859	1.93
2017	26,760,686	13,776,913	12,983,773	3,233,962	2,532,823	2.25

Source: Clerk of the Circuit Court, Finance Department.

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) Gross revenues are defined pursuant to the resolution authorizing the issuance of the bonds (Resolution Number 93-R-292) as all revenues of the Utilities System, excluding governmental grants (and any interest earned on such grants) and water and sewer connection fees.

(2) Operating expenses are defined pursuant to the resolution authorizing the issuance of the bonds (Resolution Number 93-R-292) as all expenses of the Utilities System, with the exception of interest, depreciation, depletion, amortization, or similar expenses.

Continued next page

Special Assessment Collections	Special Assessment Bonds			Half-Cent Sales Tax Revenues	Half-Cent Sales Tax Revenue Bonds		
	Debt Service	Requirements	Coverage		Debt Service	Requirements	Coverage
	Principal	Interest			Principal	Interest	
1,811,999	1,420,684	320,962	1.04	18,349,921	2,468,050	959,298	5.35
1,933,052	2,129,834	465,470	0.74	16,110,230	2,554,710	892,173	4.67
2,669,553	2,281,241	536,060	0.95	15,648,027	2,376,470	1,719,734	3.82
2,513,889	2,107,102	483,087	0.97	15,774,601	4,298,310	2,757,274	2.24
2,637,319	2,472,437	469,727	0.90	16,236,723	4,925,000	2,594,194	2.16
2,489,575	2,054,991	423,418	1.00	17,279,764	5,095,000	2,417,239	2.30
2,472,353	2,533,396	407,543	0.84	18,437,597	5,265,000	2,233,129	2.46
2,780,374	2,388,675	377,488	1.01	19,494,464	5,770,000	2,047,394	2.49
2,729,848	2,182,532	328,864	1.09	20,563,787	2,295,000	1,303,139	5.72
2,840,168	2,235,953	269,024	1.13	21,329,279	2,630,000	1,225,272	5.53

**Schedule 12
Marion County, Florida**

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population (1)	Per Capita Personal Income (1)(2)	Personal Income (3) (in thousands)	School Enrollment (4)	Unemployment Rate (5)
2008	328,356	32,049	10,523,481	42,691	8.10%
2009	330,507	29,399	9,716,575	41,498	12.80%
2010	331,298	30,281	10,032,035	41,173	13.60%
2011	331,745	31,726	10,524,942	41,331	12.30%
2012	332,989	31,840	10,602,370	41,415	10.30%
2013	335,008	31,453	10,537,007	41,589	8.60%
2014	337,455	32,701	11,035,116	41,632	7.30%
2015	341,205	33,800	11,532,729	42,194	6.10%
2016	345,749	34,295	11,857,462	42,474	6.00%
2017	349,267	35,061	12,245,650	42,839	4.10%

- Sources:**
- (1) University of Florida, Bureau of Economic and Business Research, Florida Statistical Abstract.
 - (2) Per Capita income for Fiscal Year 2016 and 2017 was not available at time of report.
The calculation for 2016 is a 1.46% CPI increase from 2015 year.
The calculation for 2017 is a 2.23% CPI increase from 2016 year.
Source of CPI is U.S. Department of Labor, Bureau of Labor Statistics.
 - (3) The per capita figures are multiplied by the population to determine the personal income.
The actual per capita personal income is for Marion County.
 - (4) Marion County Public Schools at www.marion.k12.fl.us/
 - (5) Florida Research and Economic Information Database at <http://freida.labormarketinfo.com/>
Unemployment rate information is an adjusted yearly average.

Note: Prior year data reflects source data updates.

**Schedule 13
Marion County, Florida**

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

<u>Employer(1)</u>	<u>Business</u>	<u>Fiscal Year 2017</u>			<u>Fiscal Year 2008</u>		
		<u>Employees</u>	<u>Percent of Total County Employment</u>	<u>Rank</u>	<u>Employees</u>	<u>Percent of Total County Employment</u>	<u>Rank</u>
Marion County Public Schools	Education	6,650	5.53 %	1	6,090	5.86 %	1
Munroe Regional Medical Center	Healthcare	2,648	2.20 %	2	2,500	2.41 %	3
State of Florida (All Depts.)	Government	2,600	2.16 %	3	4,187	4.03 %	2
Wal-Mart	Retail Sales	2,370	1.97 %	4	2,456	2.36 %	4
Ocala Regional Health System	Healthcare	2,166	1.80 %	5	1,301	1.25 %	8
Publix Supermarkets	Retail Sales	1,488	1.24 %	6	1,467	1.41 %	6
Marion County BCC	Government	1,368	1.14 %	7	1,400	1.35 %	7
Lockheed Martin	Manufacturing	1,018	0.85 %	8			
AT & T	Communications	1,000	0.83 %	9			
City of Ocala	Government	989	0.82 %	10	1,244	1.20 %	9
Emergency One, Inc.	Manufacturing				1,100	1.06 %	10
US Government (Combined)	Government				2,011	1.94 %	5
Total		<u>22,297</u>	<u>16.91 %</u>		<u>23,756</u>	<u>18.51 %</u>	
All Others		<u>109,548</u>	<u>83.09 %</u>		<u>104,577</u>	<u>81.49 %</u>	
Total Employment(2)		<u>131,845</u>	<u>100 %</u>		<u>128,333</u>	<u>100 %</u>	

Sources: (1) Top 10 Major Employers from Ocala, Marion County Economic Development Corporation (EDC) at www.ocalaedc.org.
(2) Total Employment numbers from Florida Research and Economic Information Database Application retrieved from <http://freida.labormarketinfo.com>

Schedule 14
Marion County, Florida

MARION COUNTY GOVERNMENT EMPLOYEES BY FUNCTION / PROGRAM

Last Ten Fiscal Years

	2008	2009	2010	2011	2012
Governmental Activities:					
<u>General Government</u>					
1 Board of County Commissioners	206	206	170	170	164
1 Clerk of the Circuit Court	86	86	64	64	64
2 Supervisor of Elections	14	14	13	16	15
3 Tax Collector	133	121	122	118	120
4 Property Appraiser	65	61	57	54	54
<u>Public Safety</u>					
5 Marion County Sheriff	877	903	869	795	768
1 Board of County Commissioners	566	566	702	702	673
<u>Physical Environment</u>					
1 Board of County Commissioners	30	26	34	34	26
<u>Transportation</u>					
1 Board of County Commissioners	188	188	180	180	171
<u>Economic Environment</u>					
1 Board of County Commissioners	11	11	15	15	18
<u>Human Services</u>					
1 Board of County Commissioners	43	43	63	63	57
<u>Culture / Recreation</u>					
1 Board of County Commissioners	179	179	178	178	158
<u>Court Related</u>					
1 Board of County Commissioners	19	19	20	20	21
1 Clerk of the Circuit Court	225	225	135	135	135
Business-type Activities:					
1 Solid Waste	86	82	76	76	71
1 Water and Wastewater	95	104	102	102	93
Total	2,823	2,834	2,800	2,722	2,608

Sources:

- 1 Clerk of the Circuit Court, Budget Department.
- 2 Marion County Supervisor of Elections.
- 3 Marion County Tax Collector.
- 4 Marion County Property Appraiser.
- 5 Marion County Sheriff.

Continued next page

2013	2014	2015	2016	2017
169	180	180	182	183
59	64	65	67	67
13	15	16	15	17
119	122	117	118	125
54	53	53	52	47
760	714	718	708	729
687	694	701	721	694
29	32	33	33	31
171	170	170	171	172
14	14	14	15	15
59	58	58	55	55
158	170	169	162	165
21	23	22	22	20
145	136	132	131	131
59	58	56	54	53
95	93	95	95	97
2,612	2,596	2,599	2,601	2,601

**Schedule 15
Marion County, Florida**

OPERATING INDICATORS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

	2008	2009	2010	2011	2012
<u>Utility System</u>					
Number of customers	28,455	28,599	28,755	29,006	29,159
Average daily flow (millions of gallons)	12.54	10.07	9.89	10.00	9.63
<u>Building Inspections</u>					
Building permits issued	14,048	11,124	12,467	12,094	12,219
<u>Law Enforcement</u>					
Physical arrests	13,705	13,307	12,925	12,629	12,293
<u>Fire</u>					
Emergency responses	33,354	58,041	59,043	62,145	47,603
Inspections	1,914	1,378	1,322	1,310	1,255
<u>Other Public Works</u>					
Street resurfacing (miles)	93	15	17	27	55
Other street repairs	41,155	44,851	325,445	1,052,675	609,685

Source: Various County Departments.

Note: Indicators are not available for the general government function.

Continued next page

2013	2014	2015	2016	2017
29,197	30,392	31,546	31,923	32,121
9.12	8.88	9.23	10.27	10.50
13,081	16,022	16,856	17,438	17,847
9,022	13,251	10,426	8,675	8,011
66,081 1,254	65,696 1,356	69,138 447	74,227 1,555	79,568 1,562
21 426,131	11 476,351	21 419,286	12 181,453	15 333,190

**Schedule 16
Marion County, Florida**

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

	2008	2009	2010	2011	2012
<u>Transportation</u>					
Miles of streets	2,946	2,965	2,999	3,040	3,059
<u>Utility System</u>					
Miles of water mains	535	564	568	568	591
Plant Capacity - all plants (millions)	35	35	36	36	39
Number of fire hydrants	1,934	2,045	2,121	2,148	2,195
Water plants	37	39	43	36	33
Deep wells	60	63	67	97	59
High service pumping stations	8	10	9	9	9
Ground storage tanks	8	10	9	9	9
Ground storage tank capacity (millions of gallons)	7.00	8.01	6.51	8.00	8.00
Elevated storage tanks	4	4	4	4	4
Elevated storage tank capacity (millions of gallons)	1.50	1.50	1.50	1.50	1.50
Number of treatment plants	11	11	11	10	7
Daily treatment capacity (millions of gallons)	4.25	4.33	2.35	2.00	2.22
Number of lift stations	151	152	153	163	163
Miles of sanitary sewer lines	277	303	308	215	216
<u>Other Public Works</u>					
Traffic signals	106	112	108	108	111
<u>Public Safety</u>					
Fire stations	29	30	30	31	30
Sheriff stations	12	13	12	11	11
Patrol units	638	605	587	517	451
<u>Parks and Recreation</u>					
Park acreage	3,048	3,859	2,479	2,501	2,462
Number of community parks	35	36	36	38	37

Source: Various County Departments.

Continued next page

2013	2014	2015	2016	2017
3,058	3,075	3,077	3,079	3,085
597	608	628	642	648
39	42	43	42	39
2,248	2,332	2,421	2,469	2,561
33	35	38	37	35
59	64	66	65	66
9	9	9	9	9
9	9	9	9	9
8.00	8.00	8.00	8.00	8.00
4	4	4	3	3
1.50	1.50	1.50	1.35	1.35
6	5	5	5	5
4.60	4.06	4.06	4.06	2.25
164	163	166	166	167
217	217	224	226	349
113	116	116	116	125
31	30	30	30	31
11	11	11	11	10
430	405	428	420	457
2,014	2,014	2,014	2,002	2,479
40	40	40	50	51

COMPLIANCE SECTION

This section is presented in accordance with:

- *Government Auditing Standards*, issued by the Comptroller General of the United States
- The provisions of Office of Management and Budget (OMB) Uniform Guidance
- Florida Single Audit Act, Chapter 215.97 of the *Florida Statutes*
- The *Rules of the Auditor General of the State of Florida*, Chapter 10.550

**ADDITIONAL ELEMENTS OF REPORT PREPARED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*,
ISSUED BY THE COMPTROLLER GENERAL OF THE UNITED STATES;
THE PROVISIONS OF THE UNIFORM GUIDANCE; AND THE *RULES*
*OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA***

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

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Marion County, Florida (the County) as of and for the year ended September 30, 2017, 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 15, 2018.

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 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.

Certified Public Accountants

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MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

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

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 test 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 County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Darvis, Gray and Company, LLP

March 15, 2018
Ocala, Florida

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

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

Report on Compliance for Each Major Federal Program and State Project

We have audited Marion County, Florida (the County)'s compliance with types of compliance requirements described in the *OMB Compliance Supplement*, and the requirements described in the *Department of Financial Services' State Projects Compliance Supplement*, that could have a direct and material effect on each of the County's major federal programs and state projects for the year ended September 30, 2017. The County's major federal programs and state projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

Certified Public Accountants

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The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects of the year ended September 30, 2017.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program or state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and state project, and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of 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 or state project on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

Schedule of Expenditures of Federal Awards and State Financial Assistance

We have audited the 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, 2017, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 15, 2018, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements.

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

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

Schedule of Expenditures of Federal Awards and State Financial Assistance (Concluded)

The accompanying schedule of expenditures of federal awards and state financial assistance is presented for the purposes of additional analysis as required by the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, and is not a required part of the 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 basic financial statements. The 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 underlying accounting and other records used to prepare 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 schedule of expenditures of federal awards and state financial assistance is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Curvis, Gray and Company, LLP

March 15, 2018
Ocala, Florida

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
MARION COUNTY, FLORIDA**

Federal Grantor / Pass-Through Grantor / Program Title / Project Title	Federal CFDA Number	Pass-Through Grantor Number	Federal Expenditures Only	Federal Amount Provided to Subrecipients
FEDERAL AWARDS				
<u>U.S. Department of Agriculture:</u>				
Cooperative Forestry Assistance:	10.664	13-LE-11080500-004	31,460	-
<i>Passed through Florida Department of Financial Services:</i>				
Schools and Roads-Grants to States	10.665	N/A	166,491	-
<i>Passed through Marion County School Board:</i>				
Schools and Roads-Grants to States	10.665	N/A	11,649	-
Cooperative Law Enforcement:	10.704	17-LE-11080500-003	1,469	-
Total U.S. Department of Agriculture			211,069	-
<u>U.S. Department of Housing and Urban Development:</u>				
Community Development Block Grants/Entitlement Grants	14.218	B-14-UC-12-0019	173,256	-
Community Development Block Grants/Entitlement Grants	14.218	B-15-UC-12-0019	1,118,502	525,476
Community Development Block Grants/Entitlement Grants	14.218	B-16-UC-12-0019	640,158	11,710
Community Development Block Grants/Entitlement Grants	14.218	B-08-UN-12-0011	97,511	-
Community Development Block Grants/Entitlement Grants	14.218	B-11-UN-12-0011	207,838	-
Total Community Development Block Grants/Entitlement Grants			2,237,265	537,186
Emergency Solutions Grant Program	14.231	E-15-UC-12-0026	103,293	93,293
Emergency Solutions Grant Program	14.231	E-16-UC-12-0026	56,132	50,369
Total Emergency Solutions Grant Program			159,425	143,662
Home Investment Partnerships Program	14.239	M-10-DC-12-0232	48,826	-
Home Investment Partnerships Program	14.239	M-11-DC-12-0232	184,920	6,232
Home Investment Partnerships Program	14.239	M-12-DC-12-0232	23,355	-
Home Investment Partnerships Program	14.239	M-14-DC-12-0232	99,222	39,930
Home Investment Partnerships Program	14.239	M-15-DC-12-0232	469,385	476,837
Home Investment Partnerships Program	14.239	M-16-DC-12-0232	20,396	4,920
Total Home Investment Partnerships Program			846,104	527,919
Total U.S. Department of Housing and Urban Development			3,242,794	1,208,767
<u>U.S. Department of Justice:</u>				
Bulletproof Vest Partnership Program	16.607	N/A	47	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2014-DJ-BX-0819	55,539	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2015-DJ-BX-1047	25,610	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-DJ-BX-1020	36,916	-
<i>Passed through Florida Department of Law Enforcement:</i>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2017-JAGC-MAR1-6-F9-219	3,805	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2017-JAGC-MAR1-5-F9-220	12,267	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2017-JAGC-MAR1-4-F9-188	34,868	-
Total Edward Byrne Memorial Justice Assistance Grant Program			169,005	-

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
MARION COUNTY, FLORIDA
(Continued)**

Federal Grantor / Pass-Through Grantor / Program Title / Project Title	Federal CFDA Number	Pass-Through Grantor Number	Federal Expenditures Only	Federal Amount Provided to Subrecipients
<u>U.S. Department of Justice, continued:</u>				
<i>Passed through Florida Department of Law Enforcement:</i> 2016 Paul Coverdell Forensic Science Improvement Grant	16.742	2016-CD-BX-0030	2,939	-
<i>Passed through Florida Office of Attorney General:</i> Crime Victim Assistance	16.575	VOCA-2016-MARION COUNTY SHERIFFS O-00171	37,621	-
Total U.S. Department of Justice			209,612	-
<u>U.S. Department of Transportation:</u>				
<i>Passed through Florida Department of Transportation:</i> Highway Planning and Construction FPN: 438567-1-58-01	20.205	GOL37	111,551	-
Highway Planning and Construction FPN: 436358-1-58-01	20.205	G0167	2,228,393	-
Highway Planning and Construction FPN: 436291-1-58-.01	20.205	G0168	2,777,944	-
Highway Planning and Construction FPN: 435484-1-38/C8-01	20.205	G0175	5,587	-
Highway Planning and Construction FPN: 430252-1-54-01	20.205	ARG87	110,387	-
Highway Planning and Construction FPN: 436407-1-38-01	20.205	G0020	1,557	-
Highway Planning and Construction FPN: 434844-1-38-01-1-38-01	20.205	ARK32	520	-
Highway Planning and Construction FPN: 435486-1-38-01	20.205	G0977	411	-
Total U.S. Department of Transportation			5,236,350	-
<u>U.S. Department of Health & Human Services:</u>				
<i>Passed through Florida Department of Revenue:</i> Child Support Enforcement	93.563	COC 42	289,312	-
<i>Passed through Marion County Children's Alliance:</i> Drug Free Communities Support Program Grant	93.276	1H79SP021604-01	1,505	-
Total U.S. Department of Health & Human Services			290,817	-
<u>U.S. Department of Homeland Security:</u>				
<i>Passed through Florida Department of Emergency Management:</i> Emergency Management Performance Grant	97.042	17-FG-P9-05-52-01-115	74,988	-
Emergency Management Performance Grant	97.042	18-FG-7A-05-52-01-120	13,270	-
Total Emergency Management Performance Grants			88,258	-
<i>Passed through Florida Department of Emergency Management:</i> Homeland Security Grant Program	97.067	16-DS-T9-05-52-01-329	21,987	-
Homeland Security Grant Program	97.067	16-DS-T9-05-52-01-394	24,175	-
Homeland Security Grant Program	97.067	17-DS-V4-05-52-01-298	23,308	-
Total Homeland Security Grant Program			69,470	-
Total U.S. Department of Homeland Security			157,728	-
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 9,348,370	\$ 1,208,767

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
MARION COUNTY, FLORIDA
(Continued)

State Grantor / Pass-Through Grantor / Program Title / Project Title	State CSFA Number	State Identification Number	State Expenditures Only	State Amount Provided to Subrecipients
STATE FINANCIAL ASSISTANCE				
<u>Florida Department of Emergency Management:</u>				
Emergency Management Programs:				
Emergency Management Preparedness & Assistance	31.063	17-BG-83-05-52-01-048	68,278	-
Emergency Management Preparedness & Assistance	31.063	18-BG-W9-05-52-01-123	13,288	-
Total Emergency Management Programs			81,566	-
Total Florida Department of Emergency Management			81,566	-
<u>Florida Department of Environmental Protection:</u>				
Cooperative Collection Center Grant:	37.007	S0946	35,000	-
<i>Passed through St. Johns River Water Management District:</i>				
Florida Springs Grant Program	37.052	28369	309,000	-
SSS Unit 7 Stormwate Retrofit	37.052	28852	296,750	-
			605,750	-
Total Florida Department of Environmental Protection			640,750	-
<u>Florida Housing Finance Corporation:</u>				
State Housing Initiatives Partnership (SHIP) Program	40.901	N/A	833,971	-
Total Florida Housing Finance Corporation			833,971	-
<u>Florida Department of Agriculture & Consumer Services:</u>				
Southeastern Livestock Pavillion Resources	42.033	022938	31,725	-
Southeastern Livestock Pavillion Resources	42.033	021832	643,472	-
Total Florida Department of Agriculture & Consumer Services			675,197	-
<u>Florida Department of State:</u>				
State Aid to Libraries	45.030	17-ST-29	154,658	-
Total Florida Department of State			154,658	-
<u>Florida Department of Transportation:</u>				
Aviation Development Grants:				
JPA-Quad Box Hangars FM#: 437011-1-94-01	55.004	GOJ49	47,568	-
JPA-Obstruction Clearing FM#: 440745-1-94-01	55.004	GO104	34,450	-
Total Aviation Development Grants			82,018	-

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
MARION COUNTY, FLORIDA
(Concluded)

State Grantor / Pass-Through Grantor /	State CSFA Number	State Identification Number	State Expenditures Only	State Amount Provided to Subrecipients
<u>Florida Department of Transportation, continued:</u>				
County Incentive Grant Program: CIGP Agreement/CR200A Resurfacing FPN: 436188-1-54-01	55.008	GOA33	663,429	-
Transportation Regional Incentive Program: LAP Agreement-SE 92nd Loop/ FPN: 424186-3-54-01	55.026	ARV68	2,280,972	-
Transportation Regional Incentive Program: LAP Agreement-SE 92nd Loop/North FPN: 424186-2-54-01	55.026	G0095	2,287,855	-
Total Florida Department of Transportation			5,314,274	-
<u>Florida Department of Health:</u>				
County Grant Awards Program: Emergency Medical Services County Grant	64.005	C5042	16,141	-
Total Florida Department of Health			16,141	-
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			\$ 7,716,557	\$ -
TOTAL EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE			\$ 17,064,927	\$ 1,208,767

Notes:

(1) Marion County received the following Local Government Water Supply Funding Assistance from WRWSA in FY17:

16-17 Local Government Water Supply Funding	N/A	N/A	2,104
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Basis of Presentation

The accompanying schedule of expenditures of federal awards and state financial assistance includes the federal and state grant activity of Marion County, Florida and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the financial statements. Marion County received a negotiated cost rate for Federal Awards; therefore, Marion County did not elect the minimus rate 10% for determining indirect cost amount.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL AWARD PROGRAMS AND STATE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2017
MARION COUNTY, FLORIDA**

PART A - SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on the basic financial statements of Marion County, Florida, as of and for the year ended September 30, 2017.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the report on internal control over financial reporting and on compliance and other matters based on an audit of the basic financial statements of Marion County, Florida.
3. No instances of noncompliance material to the basic financial statements of Marion County, Florida were disclosed during the audit (same report as No. 2 above).
4. No significant deficiencies or material weaknesses relating to the audit of the major federal programs and state projects are reported in the independent auditors' report on compliance for each major federal program and state project and on internal control over compliance in accordance with Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*.
5. The auditors' report on compliance for the major federal programs and state projects for Marion County, Florida expresses an unmodified opinion (same report as No. 4 above).
6. The audit disclosed no findings required to be reported in accordance with Section 516(a) of the Uniform Guidance or Chapter 10.557, *Rules of the Auditor General*, relative to the major federal programs and state projects for Marion County, Florida.
7. The programs/projects tested as major programs/projects included the following:
 - **Federal Programs**
 - U.S. Department of Housing and Urban Development
 - ▶ Community Development Block Grants/Entitlement Grants, CFDA No. 14.218
 - ▶ Home Investment Partnerships Program, CFDA No. 14.239
 - **State Projects**
 - Florida Housing Finance Corporation
 - ▶ State Housing Initiatives Partnership (SHIP) Program, CSFA No. 40.901
 - Florida Department of Transportation
 - ▶ County Incentive Grant Program (CIGP), CFSA No. 55.008
 - ▶ Transportation Regional Incentive Program (TRIP), CSFA No. 55.026
8. The threshold for distinguishing Type A and Type B programs/projects was \$750,000 for major federal award programs and \$300,000 major state financial assistance projects.
9. Marion County, Florida did qualify as a low-risk auditee pursuant to the Uniform Guidance.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL AWARD PROGRAMS AND STATE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2017
MARION COUNTY, FLORIDA
(Concluded)**

PART B - FINDINGS - FINANCIAL STATEMENTS

1. No matters were reported.

PART C - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS

1. No matters were reported.

PART D - FINDINGS AND QUESTIONED COST - MAJOR STATE FINANCIAL ASSISTANCE PROJECTS

1. No matters were reported.

PART E - OTHER ISSUES

1. No summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to federal programs or state projects.
2. No Corrective Action Plan is required because there were no findings required to be reported under the Uniform Guidance or Florida *Single Audit Acts*.

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

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

We have examined Marion County, Florida (the County)'s compliance with the requirements of Section 218.415, Florida Statutes, as of and for the year ended September 30, 2017, as required by Section 10.556(10)(a), *Rules of the Auditor General*. 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 the 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 of the County's compliance with specified requirements.

In our opinion, the County complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2017.

This report 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 Council members, and applicable management, and is not intended to be and should not be used by anyone other than those specified parties.

Purvis, Gray and Company, LLP

March 15, 2018
Ocala, Florida

Certified Public Accountants

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MEMBERS OF AMERICAN AND FLORIDA INSTITUTES OF CERTIFIED PUBLIC ACCOUNTANTS
MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

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

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

We have examined Marion County, Florida (the County's) compliance with the requirements of Section 365.172(10), Florida Statutes, *Authorized Expenditures of E911 Fee*, and Section 365.173(2)(d), Florida Statutes, *Distribution and Use of (E911) Funds*, during the year ended September 30, 2017. 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 year ended September 30, 2017.

This report 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 Commission members, and applicable management, and is not intended to be, and should not be, used by anyone other than these specified parties.

Purvis, Gray and Company, LLP

March 15, 2018
Ocala, Florida

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MANAGEMENT LETTER

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

Report of the Financial Statements

We have audited the basic financial statements of Marion County, Florida (the County), as of and for the fiscal year ended September 30, 2017, and have issued our report thereon dated March 15, 2018.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (Uniform Guidance); and Chapter 10.550, *Rules of the Auditor General*.

Other Reports and Schedule

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountants' Reports on examination conducted in accordance with AICPA *Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosure in those reports and schedule, which are dated March 15, 2018, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., *Rules of the Auditor General*, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no audit recommendations made in the preceding 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 for the County and its component units is reported in Note 1 to the basic financial statements.

Certified Public Accountants

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MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

The Honorable Board of the County Commissioners
Marion County, Florida
Ocala, Florida

MANAGEMENT LETTER
(Concluded)

Financial Condition

Sections 10.554(1)(i)5.a. and 10.556(7), *Rules of the Auditor General*, require that we apply appropriate procedures and 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 described in Section 218.503(1), Florida Statutes.

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 the financial information provided by same.

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

Annual Financial Report

Sections 10.554(1)(i)5.b. and 10.556(7), *Rules of the Auditor General*, require us to apply appropriate procedures and communicate the results of our determination as to whether the annual financial report for the County for the fiscal year ended September 30, 2017, 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, 2017. In connection with our audit, we determined that these two reports were in agreement.

Special District Component Units

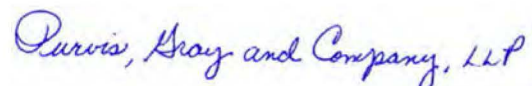
Section 10.554(1)(i)5.d., *Rules of the Auditor General*, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with 218.39(b), Florida Statutes.

Additional Matters

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

Purpose of this Letter

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




March 15, 2018
Ocala, Florida



CLERK OF THE CIRCUIT COURT AND COMPTROLLER
David R. Ellspermann

MARION COUNTY
IMPACT FEE AFFIDAVIT

As the Chief Financial Officer, I certify that the County of Marion County Florida has complied with Florida Statute 163.31801.



David R. Ellspermann

2/5/2018

Date

Sworn to and subscribed before me this
5th of February, 2018.



Notary

