LEVY COUNTY, FLORIDA

FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2020

LEVY COUNTY, FLORIDA
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James Moore
Certified Public Accountants and Consultants

INDEPENDENT AUDITORS' REPORT

The Honorable Board of County Commissioners,
Levy County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Levy County, Florida (the County), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

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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, each major fund, and the aggregate remaining fund information of Levy County, Florida, as of September 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining general fund and nonmajor fund financial statements, fiduciary fund schedule, and schedule of expenditures of federal awards and state financial assistance, as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and Section 215.97, Florida Statutes, *Florida Single Audit Act*; and Chapter 10.550, Rules of the State of Florida, Office of the Auditor General, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining general fund and nonmajor fund financial statements, fiduciary fund schedule, and schedule of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 26, 2021, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

MANAGEMENT’S DISCUSSION AND ANALYSIS

Management Discussion and Analysis provides an objective and easily readable analysis of the County’s financial activities for fiscal year ended September 30, 2020. The analysis provides summary financial information for the County and should be read in conjunction with the County’s financial statements.

FINANCIAL HIGHLIGHTS

- Levy County's assets and deferred outflows exceeded total liabilities and deferred inflows by $63,589,537 (net position). Of this amount, ($8,547,999) is unrestricted net position while $63,361,234 represents net investment in capital assets. The remaining $8,776,302 is restricted net position.

- Net position of business-type activities increased by $184,620 over the previous year. Net position of governmental activities increased $3,713,830. Accordingly, net position of both business-type and governmental activities increased a total of $3,898,450.

- At September 30, 2020, the Capital Project Funds balances, including the Road Improvement and Restoration Fund, increased by $2,728,112, primarily due to transfers into these funds that invests in the future of the County.

- At September 30, 2020, the County’s governmental funds reported a combined fund balance of $32,217,959, representing an increase of $4.39 million over the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of 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 that may be of interest to the reader.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the County's finances in a manner similar to a private-sector business. The two government-wide financial statements are the Statement of Net Position and the Statement of Activities.

The Statement of Net Position presents information on all assets, deferred outflows, liabilities and deferred inflows of the County, with assets plus deferred outflows minus liabilities minus deferred inflows reported as *net position*. Changes in net position over time may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. The Statement of Activities presents information on all revenues and expenses of the County and the change in net position for the fiscal year. All changes in net position are reported as soon as the underlying event occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and accounts payable).

Both 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*). Governmental activities of the County include general government services, public safety, physical environment, transportation, economic environment, human services, culture and recreation, and court costs. Business-type activities include garbage disposal and recycling.

Fund Financial Statements

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

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

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

The County maintains numerous individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Road and Bridge Fund, EMS Fund, and Sales Tax Revenue Bond Debt Service Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds **-** *Internal services funds* are an accounting device used to accumulate and allocate costs internally among the various County functions. The County has no internal service fund. *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 the Landfill/Recycling Fund.

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

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements, and accompanying notes, this report also presents certain required supplementary information including budget to actual comparisons for the General Fund and major special revenue funds, the Schedules of Proportionate Shares of Net Pension Liabilities and Pension Employer Contributions, and the Schedules of Changes in the Total OPEB Liability and Related Ratios. Following the required supplementary information can be found combining balance sheets and combining statements of revenues, expenditures, and changes in fund balances for the non-major governmental funds, and schedules of expenditures of federal and state awards.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Levy County, assets and deferred outflows exceeded liabilities and deferred inflows by $63,589,537 at the close of the fiscal year ended September 30, 2020. The County had an unrestricted deficit of $(8,547,999) at September 30, 2020.

Net Position

	Governmental Activities		Business-type Activities		Total	
	2020	2019	**2020**	2019	**2020**	2019
Current and other assets	**$ 41,941,119**	$ 31,367,624	**$ 4,951,481**	$ 4,247,765	**$ 46,892,600**	$ 35,615,389
Capital assets	**61,569,769**	61,684,637	**3,970,460**	3,933,316	**65,540,229**	65,617,953
Total assets	**103,510,888**	93,052,261	**8,921,941**	8,181,081	**112,432,829**	101,233,342
Deferred outflows	**13,559,596**	12,280,829	**511,847**	400,920	**14,071,443**	12,681,749
Current and other liabilities	**6,799,583**	4,576,636	**782,965**	686,531	**7,582,548**	5,263,167
Long-term liabilities	**46,299,073**	39,719,115	**6,957,988**	6,386,729	**53,257,061**	46,105,844
Total liabilities	**53,098,656**	44,295,751	**7,740,953**	7,073,260	**60,839,609**	51,369,011
Deferred inflows	**1,984,021**	2,763,362	**91,105**	91,631	**2,075,126**	2,854,993
Net position:						
Net investment in capital assets	**59,390,774**	58,833,022	**3,970,460**	3,933,316	**63,361,234**	62,766,338
Restricted	**8,776,302**	7,562,092	**-**	-	**8,776,302**	7,562,092
Unrestricted	**(6,179,269)**	(8,121,137)	**(2,368,730)**	(2,516,206)	**(8,547,999)**	(10,637,343)
Total net position	**$ 61,987,807**	$ 58,273,977	**$ 1,601,730**	$ 1,417,110	**$ 63,589,537**	$ 59,691,087

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

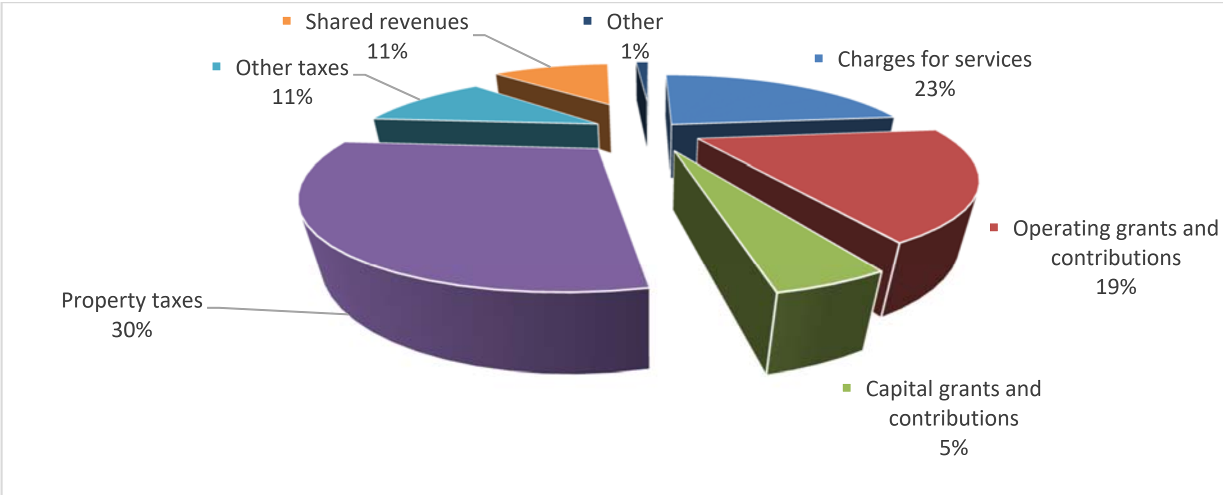
Changes in Net Position

The following schedule provides a summary of the changes in net position.

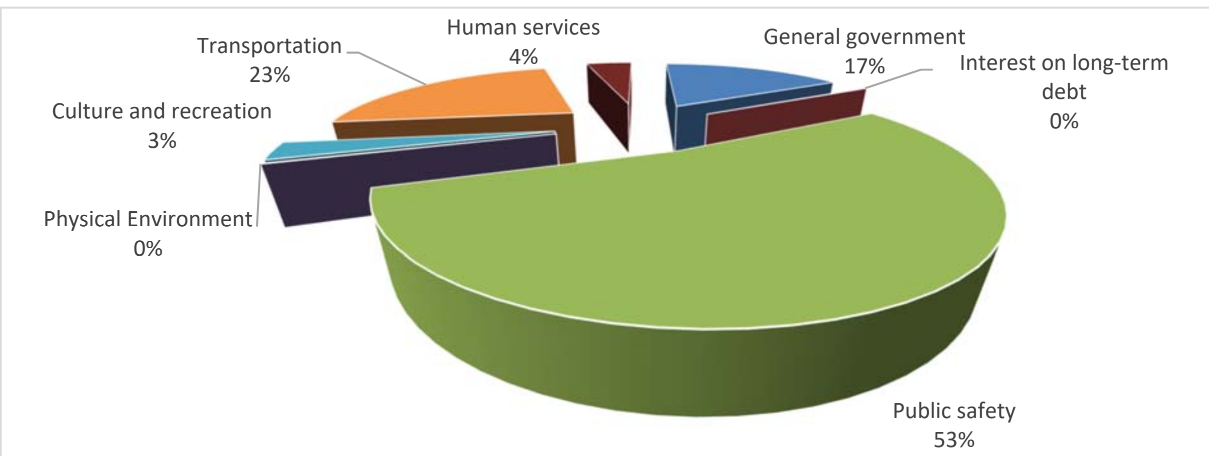
	Governmental Activities		Business-type Activities		Total	
	2020	2019	**2020**	2019	**2020**	2019
Revenues						
Program revenues:						
Charges for services	**$ 13,545,085**	$ 13,339,488	**$ 3,215,084**	$ 3,003,598	**$ 16,760,169**	$ 16,343,086
Operating grants and contributions	**11,144,516**	4,266,753	**127,720**	54,098	**11,272,236**	4,320,851
Capital grants and contributions	**2,659,321**	2,830,625	**-**	-	**2,659,321**	2,830,625
General revenues:						
Property taxes	**17,180,340**	16,444,493	**-**	-	**17,180,340**	16,444,493
Other taxes	**6,632,001**	6,652,725	**-**	-	**6,632,001**	6,652,725
Shared revenues	**6,500,488**	6,412,018	**-**	-	**6,500,488**	6,412,018
Other	**712,001**	660,500	**49,769**	403,214	**761,770**	1,063,714
Total Revenues	**58,373,752**	50,562,235	**3,392,573**	3,460,910	**61,766,325**	54,023,145
Expenses						
General government	**8,690,073**	9,166,432	**-**	-	**8,690,973**	9,166,432
Public safety	**27,164,957**	26,275,700	**-**	-	**27,164,957**	26,275,700
Physical environment	**50,957**	862,980	**3,207,953**	2,450,121	**3,258,910**	3,313,190
Transportation	**11,721,978**	10,655,382	**-**	-	**11,721,978**	10,655,382
Economic environment	**871,191**	991,017	**-**	-	**871,191**	991,017
Human services	**2,301,015**	1,995,380	**-**	-	**2,301,015**	1,995,380
Culture and recreation	**1,569,746**	863,015	**-**	-	**1,567,746**	863,015
Court related	**2,224,272**	2,083,069	**-**	-	**2,224,272**	2,083,069
Interest on long-term debt	**64,723**	128,277	**-**	-	**64,723**	128,277
Total Expenses	**54,659,922**	53,021,252	**3,207,953**	2,450,121	**57,867,875**	55,471,373
Change in net position before transfers	**3,713,830**	(2,459,017)	**184,620**	1,010,789	**3,898,450**	(1,448,228)
Transfers	**-**	-	**-**	-	**-**	-
Change in net position	**3,713,830**	(2,459,017)	**184,620**	1,010,789	**3,898,450**	(1,448,228)
Net position - beg of year, as previously reported		59,989,753	**1,417,110**	406,321	**59,691,087**	60,396,074
Restatement	-	743,241	**-**	-	**-**	743,241
Net position - beginning of year, as restated	**58,273,977**	60,732,994	**1,417,110**	406,321	**59,691,0877**	61,139,315
Net position - end of year	**$ 61,987,807**	$ 58,273,977	**$ 1,601,730**	$ 1,417,110	**$ 63,589,537**	$ 59,691,087

Fiscal Year Ended September 2020

Revenues – Governmental Activities



Expenses – Governmental Activities



The most significant change in revenues was seen in operating grants and contributions, which increased \$6.9 million, primarily related to a CARES Act Grant. The grant was used to support public safety for the additional incremental activities required due to the COVID-9 outbreak. Levy County government, while receiving various CARES and covid-19 related funds, of which some were pass-thrus for the community, managed to resiliently continue to serve the community with all prior normal operating demands and the new administrative demands required from external governmental agencies. The County did this while substantially maintaining a level staff and resource base.

Governmental activities revenues exceeded expenses and net transfers by approximately \$3.7 million, while business–type activities revenue were more than expenses and net transfers by \$0.2 million. Total expenses increased approximately 4.3% (\$3.4 million) from the previous year.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental Funds

As previously discussed, governmental funds measure current assets and liabilities and current or spendable resources. A fund's fund balance may provide a useful measure of the fund's net resources available for spending at the end of the fiscal year.

During Fiscal Year 2020, the County has six major governmental funds. They are: 1) General Fund; 2) Road & Bridge Fund; 3) Emergency Medical Services Fund; 4) Grants Fund; 5) CARES Relief Act Fund; 6) and the Capital Projects Fund.

The General Fund is the chief operating fund of the County. The General Fund includes the General Fund of the Board of County Commissioners and the General Funds of each Constitutional Officer. The General Fund had an increase in fund balance of $1,685,419. The total fund balance was $13,739,653, of which $2,366,021 is assigned for subsequent years' expenditures.

The Road and Bridge Fund accounts for the maintenance of roads, bridges, right-of-ways, and drainage systems and is primarily funded by gas taxes. The fund had a total fund balance of $1,709,010 at year- end. This was a decrease of $187,706 from the prior year.

The Emergency Medical Services Fund accounts for emergency transport and medical services. The fund had a total fund balance of $1,043,357. This was a decrease of $721,955 from the prior year.

The Grants Fund had a fund balance of $(509,246). This was due to a project for which the County was waiting for reimbursement for $650,000.

The CARES Act relief fund had a fund balance of $0, but had a cash amount of $1,200,373. The funds were waiting to be utilized and $1,197,204 represent revenues that had not been earned because the money had not yet been assigned to an activity.

The Capital Projects Fund accounts for larger capital projects and purchases for the County. This project had a fund balance of $5,155,657.

Proprietary Funds

The County's enterprise fund provides the same type of information found in the government-wide financial statements, but in greater detail. The Landfill Fund accounts for the operations and maintenance of the County's landfill and recycling activities. Operating revenues for the Landfill Fund totaled $3,215,084 in the current year. This amount consists of $945,294 generated by tipping and recycling fees and $2,269,790 from landfill assessments. As of September 30, 2020, total net position was $1,601,730, an increase of $184,620 from the prior year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Budget and actual comparison schedules are provided in the Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual for the General Fund and all major special revenue funds with annually appropriated budgets. These schedules show the original budget, final budget, actual amounts, and the variances between actual and final budgeted amounts. Budget amendments are approved throughout the year. Budgets are revised for a variety of reasons, such as new grant awards, unanticipated revenue sources, unforeseen expenditures, etc.

Actual revenues of the General Fund were more than the final budget by approximately $2,360,000. Budgeted expenditures exceeded actual by approximately $168,000 primarily due to $335,000 of unexpended general government appropriations.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The following schedule provides a summary of the County's capital assets net of depreciation.

	Governmental Activities		Business-type Activities		Total	
	2020	2019	**2020**	2019	**2020**	2019
Land	**$ 5,403,986**	$ 5,403,986	**$ 239,648**	$ 239,648	**$ 5,643,634**	$ 5,643,634
Buildings/Improvements	**13,041,249**	12,396,179	**3,030,351**	3,103,376	**16,071,600**	15,499,555
Equipment	**6,395,625**	4,975,003	**700,461**	590,292	**7,096,086**	5,565,295
Infrastructure	**36,532,847**	38,668,880	**-**	-	**36,532,847**	38,668,880
Construction in progress	**196,062**	240,589	**-**	-	**196,062**	240,589
Capital assets, net	**$ 61,569,769**	$ 61,684.637	**$ 3,970,460**	$ 3,933,316	**$ 65.540,229**	$ 65,617,953

The County's total investment in capital assets for both its governmental and business type activities as of September 30, 2020, was $65,540,229(net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, and a large portion of infrastructure. The county's financial statements reflect the cost of all roads, bridges, and drainage structures acquired or built over the last 25 years.

See Note 5 to the financial statements for more information about the County's capital assets.

Long-term Liabilities

On September 30, 2020, the County's governmental outstanding long-term liabilities were $47,919,178 and the business-type long-term liabilities were $7,600,982. Approximately $1.7 million of the governmental liabilities represents bonds secured by specific revenue sources as a method of repayment. The majority of the remaining balance, $46.2 million, represents the County's proportionate share of pension and other post-employment benefits (OPEB) liabilities. For the business-type liabilities, the largest component is the estimated future closure cost of the currently operating landfills and for the maintenance and monitoring functions for the twenty to thirty years after closure.

See Notes 6, 7, 8 and 9 to the financial statements for more information about the County's long-term liabilities.

NEXT YEAR'S BUDGET AND SIGNIFICANT FINANCIAL CONDITIONS

Levy County has relied on property taxes, intergovernmental resources, and accumulated reserves to fund its operations. The County is addressing the reliance upon reserves for operational cost going forward. The County has utilized grants, road, EMS, and park impact fees to help fund the infrastructure needs.

The Board of County Commissioners adopted a General Fund millage rate of 9.000 mills for fiscal year 2021, equal to the millage rate adopted for fiscal year 2020.

REQUESTS FOR INFORMATION

This report was designed to provide an overview of the County's finances. If you have questions concerning this report, contact Jared Blanton, Finance Officer, Levy County Clerk of Court, Board Finance, 355 South Court Street, Bronson, Florida 32621.

LEVY COUNTY, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2020

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and equivalents	$ 14,269,744	$ 1,253,976	$ 15,523,720
Investments	17,284,547	3,532,488	20,817,035
Accounts receivable, net	698,442	167,661	866,103
Due from other governments	9,380,535	560	9,381,095
Internal balances	3,204	(3,204)	-
Due from fiduciary funds	293,827	-	293,827
Prepaid expenses	10,820	-	10,820
Capital assets:			
Non-depreciable	5,600,048	239,648	5,839,696
Depreciable, net	55,969,721	3,730,812	59,700,533
Total assets	$ 103,510,888	$ 8,921,941	$ 112,432,829
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on bond refunding	$ 73,020	$ -	$ 73,020
Deferred outflows related to pensions	12,767,690	453,001	13,220,691
Deferred outflows related to OPEB	718,886	58,846	777,732
Total deferred outflows	$ 13,559,596	$ 511,847	$ 14,071,443
LIABILITIES			
Accounts payable and accrued liabilities	$ 3,132,209	$ 139,971	$ 3,272,180
Deposits	37,701	-	37,701
Due to other governments	532,288	-	532,288
Accrued interest payable	8,891	-	8,891
Unearned revenue	1,468,389	-	1,468,389
Noncurrent liabilities:			
Due within one year	1,620,105	642,994	2,263,099
Due in more than one year	2,199,968	5,326,389	7,526,357
Total OPEB liability	2,140,117	142,883	2,283,000
Net pension liability	41,958,988	1,488,716	43,447,704
Total liabilities	$ 53,098,656	$ 7,740,953	$ 60,839,609
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	$ 1,390,011	$ 49,318	$ 1,439,329
Deferred inflows related to OPEB	594,010	41,787	635,797
Total deferred inflows	$ 1,984,021	$ 91,105	$ 2,075,126
NET POSITION			
Net investment in capital assets	$ 59,390,774	$ 3,970,460	$ 63,361,234
Restricted for:			
Law enforcement	757,381	-	757,381
Fire and EMS	989,587	-	989,587
Roads and transportation	3,107,529	-	3,107,529
Economic environment	944,656	-	944,656
Mosquito control	37,804	-	37,804
Parks and recreation	62,360	-	62,360
Building department	276,986	-	276,986
Court costs	2,599,999	-	2,599,999
Unrestricted	(6,179,269)	(2,368,730)	(8,547,999)
Total net position	$ 61,987,807	$ 1,601,730	$ 63,589,537

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

LEVY COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Governmental activities:							
General government	$ 8,690,073	$ 2,076,369	$ 370,178	$ -	$ (6,243,526)	$ -	$ (6,243,526)
Public safety	27,164,957	10,035,366	6,604,106	18,217	(10,507,268)	-	(10,507,268)
Physical environment	50,967	37,135	20,311	-	6,479	-	6,479
Transportation	11,721,978	292,329	2,858,570	2,600,097	(5,970,982)	-	(5,970,982)
Economic environment	872,191	-	1,124,484	-	252,293	-	252,293
Human services	2,301,015	-	45,094	-	(2,255,921)	-	(2,255,921)
Culture and recreation	1,569,746	89,248	112,251	41,007	(1,327,240)	-	(1,327,240)
Court related	2,224,272	1,014,638	9,522	-	(1,200,112)	-	(1,200,112)
Interest on long-term debt	64,723	-	-	-	(64,723)	-	(64,723)
Total	54,659,922	13,545,085	11,144,516	2,659,321	(27,311,000)	-	(27,311,000)
Business-type activities:							
Landfill	3,207,953	3,215,084	127,720	-	-	134,851	134,851
Total primary government	$ 57,867,875	$ 16,760,169	$ 11,272,236	$ 2,659,321	(27,311,000)	134,851	(27,176,149)
General revenues:							
Property taxes					17,180,340	-	17,180,340
Sales taxes					3,965,479	-	3,965,479
Gas taxes					1,943,993	-	1,943,993
Tourist development tax					448,494	-	448,494
Communications service tax					142,522	-	142,522
Intergovernmental					6,632,001	-	6,632,001
Investment income					327,416	-	327,416
Miscellaneous					384,585	49,769	434,354
Total general revenues					31,024,830	49,769	31,074,599
Change in net position					3,713,830	184,620	3,898,450
Net position - beginning of year					58,273,977	1,417,110	59,691,087
Net position - end of year					$ 61,987,807	$ 1,601,730	$ 63,589,537

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

LEVY COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

	General Fund	Road and Bridge	Emergency Medical Services	Grants	CARES Act Relief	Capital Projects	Nonmajor Governmental Funds	Total
ASSETS								
Cash and cash equivalents	$ 2,894,554	$ 635,144	$ 643,115	$ -	$ 1,200,373	$ 347,880	$ 8,548,678	$ 14,269,744
Investments	8,755,970	265,239	260,980	-	-	4,879,140	3,123,218	17,284,547
Accounts receivable	1,657	5,954	672,184	-	-	-	18,647	698,442
Due from other governments	6,430,791	1,024,908	-	1,421,628	-	-	503,208	9,380,535
Prepaid items	320	-	10,500	-	-	-	-	10,820
Due from other funds	766,603	66,137	36,025	1,221	-	-	69,876	939,862
Total assets	$ 18,849,895	$ 1,997,382	$ 1,622,804	$ 1,422,849	$ 1,200,373	$ 5,227,020	$ 12,263,627	$ 42,583,950
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES								
Liabilities								
Accounts payable and accrued expenses	$ 1,265,070	$ 288,372	$ 264,337	$ 854,936	$ 3,169	$ 71,363	$ 384,962	$ 3,132,209
Deposits	-	-	-	-	-	-	37,701	37,701
Due to other governments	92,505	-	-	-	-	-	439,783	532,288
Unearned revenue	18,017	-	-	12,400	1,197,204	-	240,768	1,468,389
Due to other funds	137,908	-	9,279	414,759	-	-	80,885	642,831
Total liabilities	1,513,500	288,372	273,616	1,282,095	1,200,373	71,363	1,184,099	5,813,418
Deferred inflows								
Unavailable revenues	3,596,742	-	305,831	650,000	-	-	-	4,552,573
Total deferred inflows	3,596,742	-	305,831	650,000	-	-	-	4,552,573
Fund balances								
Nonspendable:								
Prepaids	320	-	10,500	-	-	-	-	10,820
Restricted for:								
Law enforcement	-	-	-	-	-	-	757,381	757,381
Fire and EMS	-	-				-	989,587	989,587
Roads and transportation	-	182,260	-	-	-	-	2,925,269	3,107,529
Economic environment	-	-	-	-	-	-	944,656	944,656
Mosquito control	-	-	-	-	-	-	37,804	37,804
Parks and recreation	-	-	-	-	-	-	62,360	62,360
Building department	-	-	-	-	-	-	276,986	276,986
Court costs						-	2,599,999	2,599,999
Assigned to:								
Law enforcement	-	-	-	-	-	-	30,361	30,361
Fire and EMS	-	-	1,032,857	-	-	-	772,637	1,805,494
Utility system	-	-	-	-	-	-	81,089	81,089
Roads and transportation	-	1,526,750	-	-	-	-	219,042	1,745,792
Debt service	-	-	-	-	-	-	377,790	377,790
Capital improvements	-	-	-	-	-	5,155,657	1,004,567	6,160,224
Court costs	66,021	-	-	-	-	-	-	66,021
Subsequent year's budget	2,300,000	-	-	-	-	-	-	2,300,000
Unassigned	11,373,312	-	-	(509,246)	-	-	-	10,864,066
Total fund balances	13,739,653	1,709,010	1,043,357	(509,246)	-	5,155,657	11,079,528	32,217,959
Total Liabilities, Deferred Inflows, and Fund Balances	$ 18,849,895	$ 1,997,382	$ 1,622,804	$ 1,422,849	$ 1,200,373	$ 5,227,020	$ 12,263,627	$ 42,583,950

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

LEVY COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2020

Total fund balances - Governmental Funds		$ 32,217,959
Amounts reported for governmental activities in the statement of activities are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		
Total governmental capital assets - nondepreciable	265,122,759	
Less: accumulated depreciation	(203,552,990)	61,569,769
On the governmental fund statements, a net pension liability is not recorded until an amount is due and payable and the pension plan's fiduciary net position is not sufficient for payment of those benefits (no such liability exists at the end of the current fiscal year). On the statement of net position, the net pension liability of the defined benefit pension plans is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to pensions are also reported.		
Net pension liability	(41,958,988)	
Deferred outflows related to pensions	12,767,690	
Deferred inflows related to pensions	(1,390,011)	(30,581,309)
On the governmental fund statements, total OPEB liability is not recorded unless an amount is due and payable (no such liability exists at the end of the current fiscal year). On the Statement of Net Position, the County's total OPEB liability is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to OPEB are also reported.		
Total OPEB liability	(2,140,117)	
Deferred outflows related to OPEB	718,886	
Deferred inflows related to OPEB	(594,010)	(2,015,241)
Because some property taxes and other revenues will not be collected for several months after the close of the County's fiscal year end, they are not considered as "available" revenues in the governmental funds, and therefore, reported as deferred inflows of unavailable revenues. In the statement of net position, which is presented on an accrual basis, no deferral is reported since the revenue is fully recognized in the statement of activities.		4,552,573
Long-term liabilities, including bonds payable and notes payable, are not due and payable in the current period and, therefore, are not reported in the funds. These liabilities, deferred outflows, and other debt-related deferred charges consist of the following:		
Deferred loss on debt refunding	73,020	
Notes payable	(1,718,352)	
Capital leases	(533,663)	
Accrued interest	(8,891)	
Compensated absences	(1,568,058)	(3,755,944)
Net position of governmental activities		$ 61,987,807

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

LEVY COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General Fund	Road and Bridge	Emergency Medical Services	Grants	CARES Act Relief	Capital Projects	Nonmajor Governmental Funds	Total
Revenues								
Taxes	$ 20,979,649	$ 2,147,397	$ -	$ -	$ -	$ -	$ 448,494	$ 23,575,540
Permit, fees, and special assessments	-	15,637	2,927,645	15,164	-	-	3,617,946	6,576,392
Intergovernmental	7,864,303	2,963,151	112,892	1,193,093	740,401	-	2,746,434	15,620,274
Charges for services	3,992,585	-	2,254,860	3,957	-	-	1,225,641	7,477,043
Fines and forfeitures	3,959	-	-	-	-	-	350,327	354,286
Miscellaneous revenues	836,538	672,547	8,550	-	-	216,030	129,540	1,863,205
Total revenues	33,677,034	5,798,732	5,303,947	1,212,214	740,401	216,030	8,518,382	55,466,740
Expenditures								
Current:								
General government	9,214,257	-	-	-	730,314	320,410	2,501	10,267,482
Public safety	14,252,304	-	5,314,783	453,383	-	111,431	2,726,138	22,858,039
Physical environment	525,438	-	-	-	-	-	144,861	670,299
Economic environment	231,109	-	-	-	-	-	614,701	845,810
Transportation	-	5,001,636	-	65,516	-	-	1,527,169	6,594,321
Human services	1,869,584	-	-	18,959	-	23,238	23,943	1,935,724
Culture and recreation	526,390	-	-	744,724	-	-	-	1,271,114
Court related	533,959	-	-	-	-	-	1,415,451	1,949,410
Capital outlay	812,646	1,084,802	711,119	690,784	10,087	354,571	461,646	4,125,655
Debt service:								
Principal	281,814	-	-	-	-	171,208	530,000	983,022
Interest	-	-	-	-	-	14,029	56,946	70,975
Total expenditures	28,247,501	6,086,438	6,025,902	1,973,366	740,401	994,887	7,503,356	51,571,851
Excess (deficiency) of revenues over expenditures	5,429,533	(287,706)	(721,955)	(761,152)	-	(778,857)	1,015,026	3,894,889
Other financing sources (uses)								
Transfers in	186,011	600,000	-	-	-	3,425,902	1,114,922	5,326,835
Transfers out	(4,475,735)	(500,000)	-	-	-	-	(351,100)	(5,326,835)
Other external reversion	(2,694)	-	-	-	-	-	(51,999)	(54,693)
Issuance of debt and capital leases	548,304	-	-	-	-	-	-	548,304
Total other financing sources (uses)	(3,744,114)	100,000	-	-	-	3,425,902	711,823	493,611
Net change in fund balances	1,685,419	(187,706)	(721,955)	(761,152)	-	2,647,045	1,726,849	4,388,500
Fund balance, beginning of year	12,054,234	1,896,716	1,765,312	251,906	-	2,508,612	9,352,679	27,829,459
Fund balance, end of year	$ 13,739,653	$ 1,709,010	$ 1,043,357	$ (509,246)	$ -	$ 5,155,657	$ 11,079,528	$ 32,217,959

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

LEVY 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, 2020

Net change in fund balances-total governmental funds	$ 4,388,500
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period.	
Capital outlay	5,660,325
Donated capital assets	159,051
Gain/(loss) on disposal of capital assets	(111,026)
Depreciation expense	(5,823,218)
The issuance of long-term debt provides current financial resources to governmental funds, while repayment of the principal of long-term debt consumes the current financial resources of governmental funds.	
Repayment of principal of long-term debt	983,022
Issuance of long-term debt	(548,304)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.	
Net change in deferred inflows for unavailable revenues	4,262,836
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. Changes in:	
Compensated absences	(3,062)
Accrued interest payable	3,779
Net amortization of premiums (discounts) on long-term debt	(11,556)
Total OPEB liability and related items	(171,671)
Net pension liability and related items	(5,074,846)
Change in net position of governmental activities	$ 3,713,830

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

LEVY COUNTY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUND
SEPTEMBER 30, 2020

	Landfill Fund
ASSETS	
Cash and cash equivalents	$ 232,873
Investments	1,885,278
Accounts receivable, net	167,661
Due from other governments	560
Due from other funds	15,670
Restricted current assets	
Cash and cash equivalents	604,437
Total current assets	2,906,479
Noncurrent assets:	
Restricted investments	1,647,210
Restricted cash and cash equivalents	416,666
Capital assets:	
Land	239,648
Building and improvements	4,102,119
Machinery and equipment	2,993,440
Accumulated depreciation	(3,364,747)
Total capital assets, net	3,970,460
Total noncurrent assets	6,034,336
Total assets	$ 8,940,815
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions	$ 453,001
Deferred outflows related to OPEB	58,846
Total deferred outflows of resources	$ 511,847
LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities	$ 139,971
Due to other funds	18,874
Compensated absences	38,557
Landfill closure and long-term care liability	604,437
Total current liabilities	801,839
Noncurrent liabilities:	
Compensated absences	55,820
Total OPEB liability	142,883
Net pension liability	1,488,716
Landfill closure and long-term care liability	5,270,569
Total noncurrent liabilities	6,957,988
Total liabilities	$ 7,759,827
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions	$ 49,318
Deferred inflows related to OPEB	41,787
Total deferred inflows of resources	$ 91,105
NET POSITION	
Net investment in capital assets	$ 3,970,460
Unrestricted	(2,368,730)
Total net position	$ 1,601,730

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

LEVY COUNTY, FLORIDA
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Landfill Fund
Operating revenues	
Charges for services	$ 945,294
Landfill assessments	2,269,790
Total operating revenues	3,215,084
Operating expenses	
Personal services	1,316,311
Operating expenses	1,355,610
Closure and long-term costs	290,152
Depreciation	245,880
Total operating expenses	3,207,953
Operating income (loss)	7,131
Nonoperating revenues (expenses)	
Interest earnings	31,173
Intergovernmental grants	127,720
Miscellaneous income	18,596
Total nonoperating revenues (expenses)	177,489
Change in net position	184,620
Net position, beginning of year	1,417,110
Net position, end of year	$ 1,601,730

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

LEVY COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Landfill Fund
Cash flows from operating activities	
Cash received from customers	$ 3,199,163
Cash paid to employees	(998,545)
Cash paid to suppliers	(1,407,625)
Other receipts	18,596
Net cash provided by (used in) operating activities	811,589
Cash flows from noncapital financing activities	
Intergovernmental grant proceeds	127,720
Interfund loans	(41,752)
Net cash provided by (used in) noncapital financing activities	85,968
Cash flows from capital and related financing activities	
Acquisition and construction of capital assets	(283,024)
Cash flows from investing activities	
Interest received	16,952
Purchases of investments	(965,034)
Net cash provided by (used in) investing activities	(948,082)
Net change in cash and cash equivalents	(333,549)
Cash and cash equivalents, beginning of year	1,587,525
Cash and cash equivalents, end of year	$ 1,253,976
Cash and cash equivalents classified as:	
Unrestricted	$ 232,873
Restricted	1,021,103
Total cash and cash equivalents	$ 1,253,976
Reconciliation of operating income to net cash provided by operating activities:	
Operating income (loss)	$ 7,131
Adjustments to reconcile net operating income (loss) to net cash provided by (used in) operating activities:	
Depreciation	245,880
Nonoperating revenues (expenses)	18,596
Changes in assets and liabilities:	
Accounts receivable	(70,405)
Due from other governments	54,147
Accounts payable and accrued liabilities	(52,015)
Unearned revenue	337
Compensated absences	11,689
Net pension liability	286,495
Landfill closure and long-term care liability	290,152
Total OPEB liability	19,582
Net cash provided by (used in) operating activities	$ 811,589

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

LEVY COUNTY, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2020

	Agency Funds
ASSETS	
Cash and equivalents	$ 2,854,623
Receivables	1,810
Due from other funds	319
Total assets	$ 2,856,752
LIABILITIES	
Assets held for others	$ 2,562,606
Due to other funds	294,146
Total liabilities	$ 2,856,752
NET POSITION	$ -

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

(1) Summary of Significant Accounting Policies:

The financial statements of Levy County, Florida (the County), have been prepared in accordance with accounting principles generally accepted in the United States of America as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted body for promulgating governmental accounting and financial reporting principles. The following is a summary of the County's significant accounting policies:

(a) **Reporting entity**—The Board of County Commissioners (the Board) is the legislative and governing body of the County. It operates under a non-charter form of government pursuant to the authority provided in the Constitution of the State of Florida and consists of five elected officials. The County was established by the Laws of Florida in 1845. The Clerk of the Circuit Court serves as Clerk to the Board pursuant to Section 125.17, Florida Statutes.

The Board of County Commissioners and the offices of the Clerk of the Circuit Court, Sheriff, Tax Collector, Property Appraiser, and Supervisor of Elections are operated as separate County agencies in accordance with applicable provisions of Florida Statutes. The offices of the Sheriff, Property Appraiser, and Supervisor of Elections operate on a budget system, whereby County-appropriated funds are received from the Board of County Commissioners, and any unexpended appropriations are required to be returned to the Board of County Commissioners at the end of the fiscal year. The Clerk's duties as Clerk to the Board, Clerk of the County Court, and Chief Financial Officer for the County are budgeted functions, funded by the Board. The Clerk's duties as Clerk of the Circuit Court are funded by fees collected by that office. The Tax Collector's salary and benefits are funded by the Board; all other expenditures are funded by fees collected by that office. Excess fees of the Tax Collector are returned to the Board at the end of the fiscal year.

(b) **Related and jointly-governed organizations**—The Nature Coast Business Development Council, Inc. (the Council) is a not-for-profit corporation organized for the purposes of furthering the economic development of the County and its environs, and promoting and assisting the growth and development of business concerns in the County, and is exempt from federal income tax under Section 501(c)(6) of the Internal Revenue Code. The Executive Board of the Council is comprised of eleven members, and five are appointed by the Board of County Commissioners with the remaining members appointed by the Board appointees. There is no financial benefit or burden to the County and the County cannot impose its will on the Council. Consequently, the Council is considered a related organization of the County. During the year, the County appropriated $66,400 to the Council from the General Fund.

The governments of Putnam, Alachua, and Levy Counties established the Putnam, Alachua, Levy Library Cooperative through an interlocal agreement in 2010. The Cooperative's purpose is to provide for the coordination of library service throughout the region, to provide for equal access to free public library service to all residents of the region, and to formulate and implement consistent plans, programs, policies, and procedures in the operation, maintenance, and development of library services throughout the region. The Cooperative is governed by a Board consisting of eight members, two of which are appointed by each participating county, with the remaining appointed by the Alachua County Library District. A copy of the Cooperative's separate financial statements may be obtained from its website.

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

(c) **Government-wide and fund financial statements**—The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) concentrate on the County as a whole. In addition, they report information on all of the non-fiduciary activities of the County. For the most part, the effect of inter-fund activity has been removed from these statements.

The Statement of Activities demonstrates the degree to which the direct expenses, of a given function or segment, are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements 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 and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. The nonmajor funds are combined in one column in the fund financial statements.

(d) **Measurement focus and basis of accounting**—The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The accounting and financial reporting treatment is determined by the applicable measurement focus and the basis of accounting. The basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. Measurement focus indicates the type of resources being measured such as current financial resources (current assets less current liabilities) or economic resources (all assets and liabilities).

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary 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.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 90 days of the end of the current fiscal period, except for property taxes which is 60 days.

Property taxes, special assessments, intergovernmental revenues, charges for services, 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. All other revenue items are considered to be measurable and available only when cash is received by the County.

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

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, certain expenditures relating to future periods, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The County reports the following major governmental funds:

General Fund - The General fund is the general operating fund of the County. It is used to account for all financial resources, except those required to be accounted for in another fund. Additionally, the general fund also accounts for activities related to the general fund of each constitutional officer.

Emergency Medical Services - The Emergency Medical Services fund (a special revenue fund) is used to account for ambulance and emergency medical assistance to County residents.

Road and Bridge Fund - The Road and Bridge fund (a special revenue fund) is used to account for the operations of the road and bridge department. Funding is provided primarily by gasoline taxes that are imposed locally and those that are levied by the State and shared with the County.

Grants - The Grants fund (a special revenue fund) is used to account for financial resources from various grants.

CARES Act Relief - The CARES Act Relief fund (a special revenue fund) is used to account for financial resources utilized in response to the COVID-19 public health emergency.

Capital Projects - The Capital Projects fund is used to account for the financial resources used to acquire and/or construct capital assets.

The County reports the following major enterprise funds:

Landfill Fund - The Landfill fund is used to account for operations of the County's landfill and recycling activities.

The County reports the following other fund type:

Agency Funds - Agency funds are used to account for assets held by the County in a custodial or trustee capacity (assets equal liabilities). Agency funds do not involve the measurement of results of operations.

(e) **Cash and investments**—The institutions in which the County's monies are deposited are certified as a "Qualified Public Depository," as required under the Florida Public Deposits Act. This law requires every qualified public depository to deposit with the State Treasurer eligible collateral equal to or in excess of an amount to be determined by the State Treasurer and requires the State Treasurer to ensure that funds are entirely collateralized throughout the fiscal year. Therefore, the County's total deposits are insured by the Federal Depository Insurance Corporation and the Bureau of Collateral Securities, Division of Treasury, State Department of Insurance.

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

(f) **Receivables**—Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds" and are eliminated in the government-wide financial statements. All trade and property tax receivables are reported net of an allowance for uncollectible accounts, which is based upon management's analysis of historical trends.

(g) **Prepaid items**—Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide and fund financial statements. Prepaid items are recognized as expenses when the related expenses are incurred.

(h) **Capital assets**—Capital assets include property, plant, equipment and infrastructure assets. The terms general capital assets and general infrastructure assets relate only to the assets associated with governmental activities, whereas the terms capital assets and infrastructure assets relate to all such assets belonging to the County. Capital assets are defined by the County as assets with an initial individual cost of $5,000 or more and an estimated useful life of more than one-year. The threshold for capitalizing infrastructure is $25,000. Such assets are recorded at historical cost, if purchased or constructed. Donated assets are recorded at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are only capitalized if they meet the dollar threshold above for capitalization. Maintenance and repairs of capital assets are charged to operating expenses.

Depreciation is reported for the primary government using the straight-line method calculated on a service-life basis to amortize the cost of the asset over their estimated economic useful lives, which are as follows:

Assets	Years
Buildings	30 – 50 years
Improvements	10 – 50 years
Infrastructure	10 – 50 years
Equipment	5 – 15 years

(i) **Compensated absences**—The various County agencies maintain policies that permit employees to accumulate earned but unused vacation and sick pay benefits that will be paid to employees upon separation of service if certain criteria are met. These benefits, plus their related tax costs, are classified as compensated absences. The policies of the various County agencies vary as to the amount and the vesting of employee vacation leave time and in some instances sick time. The amount of vacation time is determined by the period of employment. The compensated absences liability is primarily liquidated by the general fund.

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

(j) **Long-term obligations**—In the government-wide financial statements, long-term debt obligations are reported as liabilities on the statement of net position. The compensated absences and net pension liabilities have been liquidated in the past by the reporting units of the underlying employees, including primarily the general fund, with some smaller amounts paid by other governmental funds.

(k) **Deferred outflows/inflows of resources**—In addition to assets, the statement of financial position will, if required, report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the only items in this category consist of a deferred loss on bond refunding, and deferred amounts related to pensions and OPEB, as discussed further in Notes (8) and (9), respectively.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of financial position or fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Currently, the only items in this category consist of deferred amounts related to pensions and OPEB, as discussed further in Notes (8) and (9), respectively.

(l) **Fund equity**—Fund balance for governmental funds report classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the funds may be spent. The following classifications describe the relative strength of applicable spending constraints:

Nonspendable – amounts not available to be spent or not in spendable form, such as inventory and prepaid items.

Restricted – amounts constrained to specific purposes by their providers (such as grantors and higher levels of government), through constitutional provisions or by enabling legislation.

Committed – amounts the County intends to use for a specific purpose as expressed at the highest level of decision making authority by the Board of County Commissioners.

Assigned – amounts the County intends to use for a specific purpose. Intent can be expressed by Board of County Commissioners or by an official or body which the Board delegates authority.

Unassigned – amounts that are available for any purpose. Positive amounts are reported only in the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted resources are available; the County considers restricted funds to have been spent first. When expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds and finally, unassigned funds, as needed.

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

(m) **Property taxes**— Property tax revenues are recognized when levied, to the extent that they result in current receivables. Details of the property tax calendar are presented below:

Lien date	January 1
Levy date	October 1
Discount periods	November – February
No discount period	March
Delinquent date	April 1

(n) **Budgets and budgetary accounting**—Annual budgets are legally adopted by the Board of County Commissioners, on a basis consistent with generally accepted principles for the General Fund and special revenue funds. Formal budgetary integration is employed as a management control device during the year for all governmental funds.

The annual budget is prepared at the fund, department, and division level. The department directors submit requests for appropriations to the Clerk of Courts. The Clerk submits a recommended budget to the Board of County Commissioners. Public hearings on the proposed budget are held in September. On or before October 1, the budget is adopted by the Board of County Commissioners. Transfers between funds and additional appropriations require Board approval. Appropriations in all funds lapse at the close of the fiscal year to the extent that it has not been re-budgeted in the following fiscal year. The fund is the legal level of budgetary control.

(o) **Use of estimates**—Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates assumed in preparing the financial statements.

(2) **Reconciliation of Government-Wide and Fund Financial Statements:**

(a) **Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position**—Following the governmental fund balance sheet is a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. A detailed explanation of these differences is provided in this reconciliation.

(b) **Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities**—Following the governmental fund statement of revenues, expenditures, and changes in fund balances, there is a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. A detailed explanation of these differences is provided in this reconciliation.

(3) **Deposits and Investments:**

Florida Statutes authorize the County to invest in bonds, notes or other obligations of the U.S. Government, certificates of deposits, repurchase agreements, certain bonds of any State or local government unit and the State Treasurer's Investment Pool. As of September 30, 2020, all County deposits were covered by private bank acquired insurance, Securities Investor Protection Corporation (SIPC) insurance, private broker/dealer acquired insurance, Federal Depository Insurance Corporation (FDIC) insurance, and/or the State of Florida collateral pool established under the Florida Security for Public Deposits Act (the Act). The Act established guidelines for qualification and participation by banks and savings associations, procedures for administration of the collateral requirements and characteristics of eligible collateral. Under the Act, the qualified depository must pledge at least 50% of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance. Additional collateral, up to 125% may be required if deemed necessary.

The Florida Local Government Investment Trust (FLGIT) is a local government investment pool created by the Florida Association of Court Clerks and the Florida Association of Counties for the purpose of providing public entities with an investment program that focuses on longer term securities with the highest credit ratings. The effective maturity of the underlying investment is five years or less. At year end, the FLGIT was invested in money markets, treasury notes, asset-backed securities and Federal agency obligations. The investment type is subject to some market risk due to fluctuating prices and liquidity risk due to advance redemption notification requirements. However, it has a professional investment advisor and an investment advisory board. The FLGIT maintains a credit rating of AAAm by Fitch Ratings' and the weighted average maturity of the funds was 27 days. A copy of FLGIT's most recent financial statements can be found at http://floridatrustonline.com. At September 30, 2020, the County had $10,451,227 invested with FLGIT.

The State Board of Administration PRIME pool (Florida PRIME) is an external investment pool that meets all of the necessary criteria to elect to measure all of the investments in Florida PRIME at amortized cost. Therefore, the County's investment in Florida PRIME is reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares. As of September 30, 2020, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100% of their account value. The weighted average maturity of the fund was 48 days. At September 30, 2020, the County had $8,873 invested with Florida PRIME.

As of September 30, 2020, the County held $10,356,935 of investments in certificates of deposit. Such investments are recorded at cost plus accrued interest, which approximates fair value.

Interest Rate Risk. The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration of Credit Risk. The County places no limit on the amount that may be invested in any one issuer.

(4) Interfund Balances and Transfers:

The County makes routine transfers between it funds in the course of the fiscal year. The principle purposes of these transfers are to allocate resources for debt service, construction or other capital projects, and to provide operating subsidies. These transfers are consistent with the activities of the funds involved. Transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as transfers and are reported as other financing sources (uses) in the Governmental Funds and as transfers in (out) in the Proprietary Funds.

As of September 30, 2020, interfund balances consisted of:

	Due from Other Funds							
Due to Other Funds	General Fund	Road and Bridge	Emergency Medical Services	Grants	Nonmajor Governmental	Landfill	Fiduciary Funds	Total
Governmental Funds								
General Fund	$ -	$ 14,797	$ 36,025	$ 1,221	$ 69,876	$ 15,670	$ 319	$ 137,908
Emergency Medical Services		9,279	-	-	-	-	-	9,279
Grants	413,654	1,105	-	-	-	-	-	414,759
Nonmajor Governmental	58,803	22,082	-	-	-	-	-	80,885
Proprietary Funds							-	
Landfill	-	18,874	-	-	-	-	-	18,874
Fiduciary Funds	294,146	-	-	-	-	-	-	294,146
Total	$ 766,603	$ 66,137	$ 36,025	$ 1,221	$ 69,876	$ 15,670	$ 319	$ 955,851

Transfers from/to other funds for the year ended September 30, 2020, were as follows:

	Transfers In				
Transfers Out	General Fund	Road and Bridge	Capital Projects	Nonmajor Governmental	Total
Governmental Funds					
General Fund	$ -	$ 600,000	$ 3,425,902	$ 449,833	$ 4,475,735
Road and Bridge	-	-	-	500,000	500,000
Nonmajor Governmental	186,011	-	-	165,089	351,100
Total	$ 186,011	$ 600,000	$ 3,425,902	$ 1,114,922	$ 5,326,835

The transfers from the General Fund to other funds were primarily to support operations of other funds and/or to allocate funds for future capital projects. The transfer from the road and bridge fund was to allocate monies for capital projects.

(5) Capital Assets:

Capital asset activity for the fiscal year ended September 30, 2020, was as follows:

Governmental activities:	Balance 09/30/19	Increases	Decreases	Balance 09/30/20
Capital assets not being depreciated:				
Land	$ 5,403,986	$ -	$ -	$ 5,403,986
Construction in progress	240,589	(44,527)	-	196,062
Total assets not being depreciated	5,644,575	(44,527)	-	5,600,048
Capital assets being depreciated:				
Buildings and Improvements	22,398,859	1,140,070	(83,808)	23,455,121
Infrastructure	209,450,992	1,652,828	-	211,103,820
Machinery and Equipment	23,636,952	3,071,005	(1,744,187)	24,963,770
Total assets being depreciated	255,486,803	5,863,903	(1,827,995)	259,522,711
Less accumulated depreciation for:				
Buildings and Improvements	(10,002,680)	(481,348)	70,156	(10,413,872)
Infrastructure	(170,782,112)	(3,788,861)	-	(174,570,973)
Machinery and Equipment	(18,661,949)	(1,553,009)	1,646,813	(18,568,145)
Less: accumulated depreciation	(199,446,741)	(5,823,218)	1,716,969	(203,552,990)
Total capital assets being depreciated, net	56,040,062	40,685	(111,026)	55,969,721
Governmental activities capital assets, net	$ 61,684,637	$ (3,842)	$ (111,026)	$ 61,569,769

Business-type activities:	Balance 09/30/19	Increases	Decreases	Balance 09/30/20
Capital assets not being depreciated:				
Land	$ 239,648	$ -	$ -	$ 239,648
Total assets not being depreciated	239,648	-	-	239,648
Capital assets being depreciated:				
Buildings and Improvements	4,098,487	3,632	-	4,102,119
Machinery and Equipment	2,858,824	279,392	(144,776)	2,993,440
Total assets being depreciated	6,957,311	283,024	(144,776)	7,095,559
Less accumulated depreciation for:				
Buildings and Improvements	(995,111)	(76,657)	-	(1,071,768)
Machinery and Equipment	(2,268,532)	(169,223)	144,776	(2,292,979)
Less: accumulated depreciation	(3,263,643)	(245,880)	144,776	(3,364,747)
Total capital assets being depreciated, net	3,693,668	37,144	-	3,730,812
Business-type activities capital assets, net	$ 3,933,316	$ 37,144	$ -	$ 3,970,460

(5) **Capital Assets:** (Continued)

Depreciation expense was charged to programs for the County as follows:

Governmental activities		
General Government	$	681,322
Public Safety		860,244
Physical Environment		13,419
Transportation		4,206,529
Human Services		44,862
Culture and Recreation		16,842
Total depreciation expense-governmental activities	$	5,823,218
Business-type activities		
Landfill	$	245,880
Total depreciation expense-business-type activities	$	245,880

(6) **Long-Term Liabilities:**

The following is a summary of changes in long-term debt activity of the County for the year ended September 30, 2020:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable	$ 2,210,000	$ -	$ 530,000	$ 1,680,000	$ 545,000
Less deferred amount:					
Bond premium	51,136	-	12,784	38,352	-
Total bonds payable	2,261,136	-	542,784	1,718,352	545,000
Capital leases	438,381	548,304	453,022	533,663	443,177
Compensated absences	1,564,996	1,842,120	1,839,058	1,568,058	631,928
Governmental activities - Total Long-Term Liabilities	$ 4,264,513	$ 2,390,424	$ 2,834,864	$ 3,820,073	$ 1,620,105

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Accrued landfill closure and long-term care costs	$ 5,584,854	$ 290,152	$ -	$ 5,875,006	$ 604,437
Compensated absences	82,688	83,576	71,887	94,377	38,557
Business-type activities - Total Long-Term Liabilities	$ 5,667,542	$ 373,728	$ 71,887	$ 5,969,383	$ 642,994

(6) **Long-Term Liabilities:** (Continued)

Bond Payable

Levy County public improvement revenue refunding bonds, series 2012, dated November 14, 2012, were issued in the amount of $5,655,000 to advance refund the County's outstanding public improvement revenue bonds, series 2003. The refunded bonds were called on September 1, 2013. Interest is payable semiannually on March 1 and September 1 at rates ranging from 2% to 3%. Principal is payable on September 1. Debt service is paid from the proceeds of the local government half-cent sales tax distributed by the State from the Local Government Half-Cent Sales Tax Clearing Fund. The approximate amount of the pledge is equal to the remaining principal and interest of $1,758,684. During 2020, $1,753,571 of half-cent sales tax revenue was recognized and $586,946 was paid for debt service.

The following schedule provides future debt service requirements of the bonds payable:

Year Ending September 30,	Principal	Interest	Total
2021	$ 545,000	$ 41,048	$ 586,048
2022	560,000	24,697	584,697
2023	575,000	12,937	587,937
Total	$ 1,680,000	$ 78,682	$ 1,758,682

Capital Leases

The County leases heavy equipment under agreements that are classified as capital leases. The agreements bear interest rates ranging from 3.20% to 5.75%. The future minimum lease payments required and the present value of the net minimum lease payments at September 30, 2020, are as follows:

Year Ending September 30,	Payment
2021	$ 467,050
2022	93,379
Total Minimum Lease Payments	560,429
Less: Amount Representing Interest	26,766
Present Value of Minimum Lease Payments	$ 533,663

Amortization of leased equipment under capital assets is included with depreciation expense.

(6) **Long-Term Liabilities:** (Continued)

Accrued Landfill Closure and Long-Term Care Costs

The County is required to recognize a liability equal to the estimated total current cost of closure and post-closure care for its landfill. The County accrues a portion of the estimated future closure cost of the currently operating landfills each year even though actual payouts will not occur until the landfills are closed. The amount recognized each year is based on the landfill capacity used as of the balance sheet date. At September 30, 2020, the County has accrued $604,437 for such estimated costs for the Class III Landfill Trench 2. These closure costs have been accrued based on 36% of the landfill capacity used to date. The County has conducted studies to determine the costs of providing long-term care for its landfill. The results of these studies are reviewed by the Florida Department of Environmental Protection (FDEP).

The County's cost estimate is approximately $5,875,006 to provide long-term care for a period of 10 years. These cost estimates may change due to inflation or deflation, or changes in applicable laws or regulations.

The County is required by the State of Florida to make an annual contribution, if necessary, to escrow to finance closure costs. The County is in compliance with these requirements, and, as of September 30, 2020, cash and investments of approximately $2,668,313 are held in escrow for these purposes. These are reported as restricted assets on the statement of net position.

(7) **Commitments and Contingencies:**

Various suits and claims arising in the ordinary course of the County's operations, some of which involve substantial amounts, are pending against the County.

The ultimate effect of such litigation cannot be ascertained at this time. However, in the opinion of counsel for the County, the liabilities which may arise from such action would not result in losses which would materially affect the financial position of the County or the results of its operations, nor is it anticipated that any material amount will be paid for claims and judgments in the next fiscal year.

During and through the end of the fiscal year ended September 30, 2020, local, U.S., and world governments have encouraged self-isolation to curtail the spread of the global pandemic, coronavirus disease (COVID-19), by mandating temporary work stoppage in many sectors and imposing limitations on travel and size and duration of group meetings. Most industries are experiencing disruption to business operations and the impact of reduced consumer spending and investment markets have been substantially impacted. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. Accordingly, while management cannot quantify the financial and other future impact to the County as of March 26, 2021, management believes that a material impact on County's financial position and results of future operations is reasonably possible.

(8) Employees' Retirement Plans:

Florida Retirement System

Plan Description and Administration

The County participates in the Florida Retirement System (FRS), a multiple-employer, cost sharing defined public employee retirement system which covers all of the County's full-time employees. The System is administered by the State of Florida, Department of Administration, Division of Retirement to provide retirement and survivor benefits to participating public employees. 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 FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. The FRS is a single retirement system administered by the Department of Management Services, Division of Retirement, and consists of two cost-sharing, multiple-employer retirement plans and other nonintegrated programs.

These include a defined-benefit pension plan (Plan), with a Deferred Retirement Option Program (DROP), and a defined-contribution plan, referred to as the FRS Investment Plan (Investment Plan).

In addition, all regular employees of the entity are eligible to enroll as members of the Retiree Health Insurance Subsidy (HIS) Program. The HIS is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees 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.

Benefits Provided and Employees Covered

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service. Members of both Plans may include up to four years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments. Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement plan and/or class to which the member belonged when the service credit was earned.

(8) **Employees' Retirement Plans:** (Continued)

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest.

Employees may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. The Investment Plan is funded by employer and employee contributions that are based on salary and membership class (Regular, DROP, etc.). Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Employees in the Investment Plan vest at one year of service.

Financial Statements

Financial statements and other supplementary information of the FRS are included in the State's Comprehensive Annual Financial Report, which is available from the Florida Department of Financial Services, Bureau of Financial Reporting Statewide Financial Reporting Section by mail at 200 E. Gaines Street, Tallahassee, Florida 32399-0364; by telephone at (850) 413-5511; or at the Department's Web site (www.myfloridacfo.com). An annual report on the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from:

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

Contributions

The County participates in certain classes of FRS membership. Each class had descriptions and contribution rates in effect during the year ended September 30, 2020, as follows (contribution rates are in agreement with the actuarially determined rates):

FRS Membership Plan & Class	Through June 30, 2020	After June 30, 2020
Regular Class	8.47%	10.00%
Senior Management	25.41%	27.29%
Special Risk	25.48%	24.45%
Elected Official	48.82%	49.18%
DROP	14.60%	16.98%

Current-year employer HIS contributions were made at a rate of 1.66% of covered payroll, which are included in the above rates.

(8) **Employees' Retirement Plans:** (Continued)

For the plan year ended June 30, 2020, actual contributions made for employees participating in FRS and HIS were as follows:

Entity Contributions – FRS	$ 2,822,608
Entity Contributions – HIS	312,807
Employee Contributions – FRS	565,315

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

At September 30, 2020, the entity reported a liability related to FRS and HIS as follows:

Plan	Net Pension Liability
FRS	$ 36,819,838
HIS	6,627,866
Total	$ 43,447,704

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on a projection of the long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental entities, as actuarially determined. At June 30, 2020 and June 30, 2019, the County's proportionate share of the FRS and HIS net pension liabilities were as follows:

Plan	2020	2019
FRS	0.084952899%	0.085883231%
HIS	0.054282997%	0.054930918%

For the year ended June 30, 2020, pension expense was recognized related to the FRS and HIS plans as follows:

FRS	$ 7,918,283
HIS	600,739
Total	$ 8,519,022

Deferred outflows/inflows related to pensions:

At September 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	FRS		HIS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 1,409,170	$ -	271,120	$ (5,113)
Changes of assumptions	6,665,562	-	712,684	(385,385)
Net different between projected and actual investment earnings	2,192,289	-	5,292	-
Change in proportionate share	901,999	(840,571)	274,467	(208,260)
Contributions subsequent to measurement date	709,138	-	78,970	-
	$ 11,878,158	$ (840,571)	$ 1,342,533	$ (598,758)

(8) **Employees' Retirement Plans:** (Continued)

The above amounts for deferred outflows of resources for contributions related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2021.

Other amounts reported as deferred outflows and deferred inflows of resources related to pensions being amortized for a period of greater than one year will be recognized in pension expense in succeeding years as follows:

2021	$ 2,444,562
2022	3,441,651
2023	2,806,891
2024	1,748,082
2025	468,775
Thereafter	83,293
Total	$ 10,993,254

Actuarial assumptions:

The actuarial assumptions for both defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS has a valuation performed annually. The HIS Program 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 2019 for the period July 1, 2013, through June 30, 2018. Because HIS is funded on a pay-as-you-go basis, no experience study has been completed.

The total pension liability for each of the defined benefit plans was determined by an actuarial valuation, using the entry age normal actuarial cost method. Inflation increases for both plans is assumed at 2.40%. Payroll growth, including inflation, for both plans is assumed at 3.25%. Both the discount rate and the long-term expected rate of return used for FRS investments is 6.80%. This rate decreased from the prior year rate, which was 6.90%. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Because HIS Program uses a pay-as-you-go funding structure, a municipal bond rate of 2.21% was used to determine the total pension for the program. This rate decreased from the prior year rate, which was 3.50%. Mortality assumptions for both plans were based on the PUB-2010 base table varies by member category and sex, projected generationally with Scale MP-2018 details.

Long-term expected rate of return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in October 2020, the FRS Actuarial Assumptions conference reviewed long-term assumptions developed by both Milliman's capital market assumptions team and by a capital market assumptions team from Aon Hewitt Investment Consulting, which consults to the Florida State Board of Administration. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the long-term target asset allocation. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

(8) **Employees' Retirement Plans:** (Continued)

Asset Class	Target Allocation	Annual Arithmetic Expected Rate of Return
Cash	1.0%	2.2%
Fixed income	19.0%	3.0%
Global equities	54.2%	8.0%
Real estate	10.3%	6.4%
Private equity	11.1%	10.8%
Strategic investments	4.4%	5.5%
Total	100.0%	

Sensitivity of the net pension liability to changes in the discount rate:

The following presents the proportionate shares of the FRS and HIS net pension liability of the entity calculated using the current discount rates, as well as what the entity's net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate:

Plan	Current Discount Rate	NPL with 1% Decrease	NPL at Current Discount Rate	NPL with 1% Increase
FRS	6.80%	$ 58,795,094	$ 36,819,838	$ 18,466,009
HIS	2.21%	7,661,517	6,627,866	5,781,825

(9) **Other Post-Employment Benefits (OPEB):**

Board of County Commissioners' OPEB Plan

Plan Description and Benefits Provided—The Board of County Commissioners' Other Post-Employment 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 actually have a higher cost which means the County is actually subsidizing the cost of the retiree coverage because it pays all or a significant portion of the premium on behalf of the active employee. GASB No. 75 calls this the "implicit rate subsidy." This conforms to the minimum required of Florida governmental employers per Chapter 112.08, Florida Statutes. The Other Post-Employment Benefit Plan does not issue a stand-alone report.

Plan Membership—At September 30, 2020, the date of the latest actuarial valuation, plan participation consisted of the following:

Active Employees	255
Inactive Employees	0
	255

(9) **Other Post-Employment Benefits (OPEB):** (Continued)

Total OPEB Liability—The County's total OPEB liability of $1,750,000 was measured as of September 30, 2020, and was determined by an actuarial valuation at September 30, 2020.

Actuarial Assumptions and Other Inputs—The total OPEB liability at the September 30, 2020 measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Inflation	3.00%
Salary increases	3.50%
Discount rate	2.66%
Healthcare cost trend rate	6.0% reduced 0.5% each year until reaching ultimate trend rate of 4.5%
Retirees' share of benefit-related costs	100.00%

The County does not a have a dedicated Trust to pay retiree healthcare benefits. The discount rate was based on the Bond Buyer 20-Bond GO index as of September 30, 2020.

Mortality rates were based on the Pub-2010 mortality table with generational scale using MP-2019.

Changes in the OPEB liability for the fiscal year ended September 30, 2020, were as follows:

	Total OPEB Liability
Balance at September 30, 2019	$ 1,703,000
Changes for a year:	
Service cost	83,758
Interest	47,521
Differences between expected and actual experience	(431,941)
Changes of assumptions	348,962
Benefit payments – implicit rate subsidy	(1,300)
Net changes	47,000
Balance at September 30, 2020	$ 1,750,000

Sensitivity of the total OPEB liability to changes in the discount rate:

The following presents the total OPEB liability of the County calculated using the discount rate of 2.21%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.21%) or 1% higher (3.21%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	$ 2,211,000	$ 1,750,000	$ 1,402,000

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate:

The following presents the total OPEB liability of the County as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower (3.50%) or 1% higher (5.50%) than the current healthcare cost trend rates (4.50%):

	1% Decrease	Current Trend Rates	1% Increase
Total OPEB Liability	$ 1,334,000	$ 1,750,000	$ 2,330,000

(9) **Other Post-Employment Benefits (OPEB):** (Continued)

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

For the year ended September 30, 2020, the County recognized OPEB expense of $146,000. At September 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	$ 720,732	$ 109,514
Differences between expected and actual experience	-	402,283
Total	$ 720,732	$ 511,797

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

Year ended September 30:	Amortization
2021	$ 15,043
2022	15,043
2023	15,043
2024	15,043
2025	15,043
Thereafter	133,720

Sheriff's Office Plan

Plan Description and Benefits Provided—The Other Post-Employment 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 actually have a higher cost which means the County is actually subsidizing the cost of the retiree coverage because it pays all or a significant portion of the premium on behalf of the active employee. GASB No. 75 calls this the "implicit rate subsidy." This conforms to the minimum required of Florida governmental employers per Chapter 112.08, Florida Statutes. The Other Post-Employment Benefit Plan does not issue a stand-alone report.

Retirees and their dependents are permitted to remain covered under the County's respective health care plans as long as they pay a full premium applicable to the coverage elected. This conforms to the minimum required of Florida governmental employers per Chapter 112.08, Florida Statutes. The Other Post-Employment Benefit Plan does not issue a stand-alone report.

Plan Membership—At October 1, 2019, the date of the latest actuarial valuation, plan participation consisted of the following:

Active Employees	164
Inactive Employees	6
	170

Total OPEB Liability—The Office's total OPEB liability of $533,000 was measured as of September 30, 2020, and was determined by an actuarial valuation at October 1, 2019.

(9) **Other Post-Employment Benefits (OPEB):** (Continued)

Actuarial Assumptions and Other Inputs—The total OPEB liability at the September 30, 2020 measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Inflation	3.00%
Salary increases	2.50%
Discount rate	2.75%
Healthcare cost trend rate	7.00%
Retirees' share of benefit-related costs	100.00%

The County does not a have a dedicated Trust to pay retiree healthcare benefits. The discount rate was based on the Municipal GO AA 20-year yield curve as of September 30, 2020.

Mortality rates were based on the RP-2014 Combined Mortality Table, fully generational with base year 2006, projected using two-dimensional mortality improvement scale MP-2019.

Changes in the OPEB liability for the fiscal year ended September 30, 2020, were as follows:

	Total OPEB Liability
Balance at September 30, 2019	$ 558,000
Changes for a year:	
Service cost	36,000
Interest	23,000
Differences between expected and actual experience	(126,000)
Contributions - employer	(3,000)
Changes of assumptions	45,000
Net changes	(25,000)
Balance at September 30, 2020	$ 533,000

Sensitivity of the total OPEB liability to changes in the discount rate:

The following presents the total OPEB liability of the County calculated using the discount rate of 2.75%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.75%) or 1% higher (3.75%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	$ 579,000	$ 533,000	$ 491,000

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate:

The following presents the total OPEB liability of the County as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower (4.00%) or 1% higher (6.00%) than the current healthcare cost trend rates (5.00%):

	1% Decrease	Current Trend Rates	1% Increase
Total OPEB Liability	$ 473,000	$ 533,000	$ 605,000

(9) **Other Post-Employment Benefits (OPEB):** (Continued)

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

For the year ended September 30, 2020, the County recognized OPEB expense of $6,000. At September 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 17,000	$ 111,000
Changes of assumptions	40,000	13,000
Total	$ 57,000	$ 124,000

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

Year ended September 30:	Amortization
2021	$ (10,000)
2022	(10,000)
2023	(10,000)
2024	(10,000)
2025	(10,000)
Thereafter	(17,000)

(10) **Recent Accounting Pronouncements:**

The Governmental Accounting Standards Board (GASB) has issued several pronouncements that have effective dates that may impact future financial statements. Listed below are pronouncements with required implementation dates effective for subsequent fiscal years that have not yet been implemented. Management has not currently determined what, if any, impact implementation of the following will have on the County's financial statements:

(a) GASB issued Statement No. 84, *Fiduciary Activities*, in January 2017. GASB 84 improves guidance regarding the identification and reporting of fiduciary activities. The provisions in GASB 84 are effective for periods beginning after December 15, 2019.

(b) GASB issued Statement No. 87, *Leases*, in June 2017. GASB 87 increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The provisions in GASB 87 are effective for periods beginning after June 15, 2021.

(c) GASB issued Statement No. 90, *Majority Equity Interests-an amendment of GASB Statements No. 14 and No. 61*, in August 2018. GASB 90 improves the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and improves the relevance of financial statement information for certain component units. The provisions in GASB 90 are effective for periods beginning after December 15, 2019.

(10) **Recent Accounting Pronouncements:** (Continued)

(d) GASB issued Statement No. 91, *Conduit Debt Obligations*, in May 2019. GASB 91 provides a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The provisions in GASB 91 are effective for periods beginning after December 15, 2021.

(e) GASB issued Statement No. 92, *Omnibus* in January 2020. GASB 92 provides for comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB statements. The provisions in GASB 92 are effective for periods beginning after June 15, 2021.

REQUIRED SUPPLEMENTARY INFORMATION

LEVY COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 21,342,227	$ 21,358,227	$ 20,979,649	$ (378,578)
Intergovernmental	6,138,235	6,435,983	7,864,303	1,428,320
Charges for services	2,756,817	2,800,817	3,992,585	1,191,768
Fines and forfeitures	5,300	5,300	3,959	(1,341)
Miscellaneous revenues	369,458	718,858	836,538	117,680
Total revenues	30,612,037	31,319,185	33,677,034	2,357,849
Expenditures				
Current:				
General government	9,519,478	9,549,069	9,214,257	334,812
Public safety	13,955,718	14,119,548	14,252,304	(132,756)
Physical environment	647,630	537,930	525,438	12,492
Economic environment	282,125	245,125	231,109	14,016
Human services	1,927,942	1,959,942	1,869,584	90,358
Culture and recreation	612,460	534,660	526,390	8,270
Court related	551,924	552,524	533,959	18,565
Capital outlay	534,710	634,882	812,646	(177,764)
Debt service:				
Principal	281,814	281,814	281,814	-
Total expenditures	28,313,801	28,415,494	28,247,501	167,993
Excess (deficiency) of revenues over expenditures	2,298,236	2,903,691	5,429,533	2,525,842
Other financing sources (uses)				
Transfers in	-	-	186,011	186,011
Transfers out	(3,769,193)	(4,469,193)	(4,475,735)	(6,542)
Other external reversion	-	-	(2,694)	(2,694)
Issuance of debt and capital leases	-	-	548,304	548,304
Total other financing sources (uses)	(3,769,193)	(4,469,193)	(3,744,114)	725,079
Net change in fund balance	(1,470,957)	(1,565,502)	1,685,419	3,250,921
Fund balance, beginning of year	12,054,234	12,054,234	12,054,234	-
Fund balance, end of year	$ 10,583,277	$ 10,488,732	$ 13,739,653	$ 3,250,921

The accompanying notes to required supplementary information are an integral part of this schedule.

LEVY COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ROAD AND BRIDGE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Taxes	$ 2,167,000	$ 2,167,000	$ 2,147,397	$ (19,603)
Permit, fees, and special assessments	11,000	11,000	15,637	4,637
Intergovernmental	3,953,344	4,404,164	2,963,151	(1,441,013)
Miscellaneous revenues	814,000	814,000	672,547	(141,453)
Total revenues	6,945,344	7,396,164	5,798,732	(1,597,432)
Expenditures				
Current:				
Transportation	5,296,078	5,347,499	5,001,636	345,863
Capital outlay	1,748,719	2,314,118	1,084,802	1,229,316
Total expenditures	7,044,797	7,661,617	6,086,438	1,575,179
Excess (deficiency) of revenues over expenditures	(99,453)	(265,453)	(287,706)	(22,253)
Other financing sources (uses)				
Transfers in	600,000	600,000	600,000	-
Transfers out	(500,000)	(500,000)	(500,000)	-
Total other financing sources (uses)	100,000	100,000	100,000	-
Net change in fund balance	547	(165,453)	(187,706)	(22,253)
Fund balance, beginning of year	1,896,716	1,896,716	1,896,716	-
Fund balance, end of year	$ 1,897,263	$ 1,731,263	$ 1,709,010	$ (22,253)

The accompanying notes to required supplementary information are an integral part of this schedule.

LEVY COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - EMERGENCY MEDICAL SERVICES FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Licenses and permits	$ 2,906,418	$ 2,906,418	$ 2,927,645	$ 21,227
Intergovernmental	-	35,564	112,892	77,328
Charges for services	2,310,000	2,310,000	2,254,860	(55,140)
Miscellaneous revenues	22,200	22,200	8,550	(13,650)
Total revenues	5,238,618	5,274,182	5,303,947	29,765
Expenditures				
Current:				
Public safety	5,627,703	5,621,267	5,314,783	306,484
Capital outlay	752,000	794,000	711,119	82,881
Total expenditures	6,379,703	6,415,267	6,025,902	389,365
Net change in fund balance	(1,141,085)	(1,141,085)	(721,955)	419,130
Fund balance, beginning of year	1,765,312	1,765,312	1,765,312	-
Fund balance, end of year	$ 624,227	$ 624,227	$ 1,043,357	$ 419,130

The accompanying notes to required supplementary information are an integral part of this schedule.

LEVY COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GRANTS
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Licenses and permits	$ 20,000	$ 20,000	$ 15,164	$ (4,836)
Intergovernmental	1,299,157	2,172,493	1,193,093	(979,400)
Charges for services	-	19,009	3,957	(15,052)
Total revenues	1,319,157	2,211,502	1,212,214	(999,288)
Expenditures				
Current:				
Public safety	272,857	525,075	453,383	71,692
Transportation	302,200	120,000	65,516	54,484
Human services	-	34,009	18,959	15,050
Culture and recreation	795,900	837,777	744,724	93,053
Capital outlay	181,200	927,641	690,784	236,857
Total expenditures	1,552,157	2,444,502	1,973,366	471,136
Net change in fund balance	(233,000)	(233,000)	(761,152)	(528,152)
Fund balance, beginning of year	251,906	251,906	251,906	-
Fund balance, end of year	$ 18,906	$ 18,906	$ (509,246)	$ (528,152)

The accompanying notes to required supplementary information are an integral part of this schedule.

LEVY COUNTY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CARES ACT RELIEF
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(UNAUDITED)

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Intergovernmental	$ -	$ 1,937,605	$ 740,401	$ (1,197,204)
Total revenues	-	1,937,605	740,401	(1,197,204)
Expenditures				
Current:				
General government	-	1,927,518	730,314	1,197,204
Capital outlay	-	10,087	10,087	-
Total expenditures	-	1,937,605	740,401	1,197,204
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -

The accompanying notes to required supplementary information are an integral part of this schedule.

LEVY COUNTY, FLORIDA
NOTE TO SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SEPTEMBER 30, 2020
(UNAUDITED)

Note to Budgetary Comparison Schedules:

The preparation, adoption and amendment of the budgets are governed by Florida Statutes. The fund is the legal level of control. Budgets are prepared on a basis that does not differ materially from generally accepted accounting principles (GAAP). Appropriations lapse at year-end. Budgeted excess expenditures over revenues are funded through transfers in and use of fund balance reserves.

LEVY COUNTY, FLORIDA
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS
(UNAUDITED)

	2020	2019	2018
County and All Officers (Except Sheriff) Plan			
Total OPEB Liability			
Service cost	$ 83,758	$ 51,797	$ 49,719
Interest	47,521	50,601	52,895
Difference between expected and actual experience	(432,172)	-	(136,131)
Changes of assumptions	348,962	455,245	-
Benefit payments - implicit rate subsidy	(1,300)	(25,979)	(20,947)
Net change in total OPEB liability	46,769	531,664	(54,464)
Total OPEB liability - beginning of year	1,703,413	1,171,749	1,226,213
Total OPEB liability - end of year	$ 1,750,182	$ 1,703,413	$ 1,171,749
Covered payroll	$ 10,858,403	$ 9,942,000	$ 9,652,280
Total OPEB liability as a percentage of covered payroll	16.12%	17.13%	12.14%
Sheriff Plan			
Total OPEB Liability			
Service cost	$ 36,000	$ 35,000	$ 33,000
Interest	23,000	19,000	18,000
Difference between expected and actual experience	(126,000)	21,000	-
Changes of assumptions	45,000	-	-
Benefit payments - implicit rate subsidy	(3,000)	(6,000)	(30,000)
Other changes	-	(17,000)	-
Net change in total OPEB liability	(25,000)	52,000	21,000
Total OPEB liability - beginning of year	558,000	506,000	485,000
Total OPEB liability - end of year	$ 533,000	$ 558,000	$ 506,000
Covered payroll	$ 7,251,000	$ 5,653,000	$ 5,653,000
Total OPEB liability as a percentage of covered payroll	7.35%	9.87%	8.95%

Notes to Schedule:

County and All Officers (Except Sheriff) Plan

Changes of assumptions. Changes of assumptions and other changes reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

Discount rate	2.21%	2.66%	3.63%

Sheriff Plan

Changes of assumptions. Changes of assumptions and other changes reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

Discount rate	2.75%	3.83%	3.50%

*10 years of data will be presented as it becomes available.

LEVY COUNTY, FLORIDA
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
LAST 10 FISCAL YEARS
(UNAUDITED)

	As of the Plan Year Ended June 30,					
	2020	2019	2018	2017	2016	2015
Florida Retirement System (FRS)						
Proportion of the net pension liability	0.084952899%	0.085883231%	0.084683157%	0.085023408%	0.086861752%	0.080476893%
Proportionate share of the net pension liability	$ 36,819,838	$ 29,576,989	$ 25,507,006	$ 25,157,986	$ 21,932,661	$ 10,394,670
Covered payroll	18,843,824	18,375,064	17,767,105	17,122,760	15,988,347	14,944,195
Proportionate share of the net pension liability as a percentage of covered payroll	195.39%	160.96%	143.56%	146.93%	137.18%	69.56%
Plan fiduciary net position as a percentage of the total pension liability	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%
Health Insurance Subsidy Program (HIS)						
Proportion of the net pension liability	0.054282997%	0.054930918%	0.054060612%	0.054061523%	0.054435820%	0.052796169%
Proportionate share of the net pension liability	$ 6,627,866	$ 6,146,220	$ 5,721,836	$ 5,780,508	$ 6,344,269	$ 5,384,379
Covered payroll	18,843,824	18,375,064	17,767,105	17,122,760	15,988,347	14,944,195
Proportionate share of the net pension liability as a percentage of covered payroll	35.17%	33.45%	32.20%	33.76%	39.68%	36.03%
Plan fiduciary net position as a percentage of the total pension liability	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%

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

LEVY COUNTY, FLORIDA
SCHEDULE OF CONTRIBUTIONS
LAST 10 FISCAL YEARS
(UNAUDITED)

	As of the Plan Year Ended June 30,					
	2020	2019	2018	2017	2016	2015
Florida Retirement System (FRS)						
Contractually required contribution	$ 2,822,608	$ 2,663,000	$ 2,207,043	$ 2,250,503	$ 2,198,265	$ 1,942,425
Contributions in relation to the contractually required contribution	(2,822,608)	(2,663,000)	(2,207,043)	(2,250,503)	(2,198,265)	(1,942,425)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 18,843,824	$ 18,375,064	$ 17,767,105	$ 17,122,760	$ 15,988,347	$ 14,944,195
Contributions as a percentage of covered payroll	14.98%	14.49%	12.42%	13.14%	13.75%	13.00%
Health Insurance Subsidy Program (HIS)						
Contractually required contribution	$ 312,807	$ 305,026	$ 294,934	$ 284,238	$ 265,407	$ 188,297
Contributions in relation to the contractually required contribution	(312,807)	(305,026)	(294,934)	(284,238)	(265,407)	(188,297)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 18,843,824	$ 18,375,064	$ 17,767,105	$ 17,122,760	$ 15,988,347	$ 14,944,195
Contributions as a percentage of covered payroll	1.66%	1.66%	1.66%	1.66%	1.66%	1.26%

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

SUPPLEMENTAL INFORMATION

LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
BOARD AND OFFICER GENERAL FUNDS
SEPTEMBER 30, 2020

	Board of County Commissioners	Clerk of Circuit Court	Sheriff	Tax Collector	Property Appraiser	Supervisor of Elections	Subtotals	Interfund Eliminations	Totals
ASSETS									
Cash and cash equivalents	$ 1,654,448	$ 133,692	$ 857,866	$ 180,773	$ 61,661	$ 6,114	$ 2,894,554	$ -	$ 2,894,554
Investments	8,755,970	-	-	-	-	-	8,755,970	-	8,755,970
Accounts receivable	1,657	-	-	-	-	-	1,657	-	1,657
Due from other governments	6,401,830	12,310	10,002	665	-	5,984	6,430,791	-	6,430,791
Prepaid items	320	-	-	-	-	-	320	-	320
Due from constitutional officers	798,058	28,200	-	-	-	-	826,258	(826,258)	-
Due from other funds	413,654	20,362	12,604	74,521	-	-	521,141	245,462	766,603
Total assets	$ 18,025,937	$ 194,564	$ 880,472	$ 255,959	$ 61,661	$ 12,098	$ 19,430,691	$ (580,796)	$ 18,849,895
LIABILITIES AND FUND BALANCES									
Liabilities									
Accounts payable and accrued expenses	$ 651,955	$ 47,653	$ 557,227	$ 4,745	$ 455	$ 3,035	$ 1,265,070	$ -	$ 1,265,070
Deposits	-	-	-	-	-	-	-	-	-
Due to other governments	87,467	-	-	2,694	1,254	1,090	92,505	-	92,505
Due to Board of County Commissioners	-	80,890	323,245	232,419	59,952	7,973	704,479	(704,479)	-
Unearned revenue	1,916	-	-	16,101	-	-	18,017	-	18,017
Due to other funds	14,225	-	-	-	-	-	14,225	123,683	137,908
Total liabilities	755,563	128,543	880,472	255,959	61,661	12,098	2,094,296	(580,796)	1,513,500
Deferred inflows of resources									
Unavailable revenues	3,596,742	-	-	-	-	-	3,596,742	-	3,596,742
Total deferred inflows	3,596,742	-	-	-	-	-	3,596,742	-	3,596,742
Fund Balances									
Nonspendable:									
Prepaids	320	-	-	-	-	-	320	-	320
Assigned to:									
Court costs	-	66,021	-	-	-	-	66,021	-	66,021
Subsequent year's budget	2,300,000	-	-	-	-	-	2,300,000	-	2,300,000
Unassigned	11,373,312	-	-	-	-	-	11,373,312	-	11,373,312
Total fund balances	13,673,632	66,021	-	-	-	-	13,739,653	-	13,739,653
Total Liabilities and Fund Balances	$ 14,429,195	$ 194,564	$ 880,472	$ 255,959	$ 61,661	$ 12,098	$ 15,833,949	$ (580,796)	$ 15,253,153

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BOARD AND OFFICER GENERAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Board of County Commissioners	Clerk of Circuit Court	Sheriff	Tax Collector	Property Appraiser	Supervisor of Elections	Subtotals	Interfund Eliminations	Totals
Revenues									
Taxes	$ 20,979,649	$ -	$ -	$ -	$ -	$ -	$ 20,979,649	$ -	$ 20,979,649
Intergovernmental	7,640,683	75,436	34,526	-	-	113,658	7,864,303	-	7,864,303
Charges for services	1,526,889	230,338	727,076	1,480,563	27,719	-	3,992,585	-	3,992,585
Fines and forfeitures	3,959	-	-	-	-	-	3,959	-	3,959
Miscellaneous revenues	689,628	1,038	141,720	280	70	3,802	836,538	-	836,538
Total revenues	30,840,808	306,812	903,322	1,480,843	27,789	117,460	33,677,034	-	33,677,034
Expenditures									
Current:									
General government	5,209,686	1,042,414	-	1,264,241	1,033,087	664,829	9,214,257	-	9,214,257
Public safety	806,817	-	13,445,487	-	-	-	14,252,304	-	14,252,304
Physical environment	525,438	-	-	-	-	-	525,438	-	525,438
Economic environment	231,109	-	-	-	-	-	231,109	-	231,109
Human services	1,869,584	-	-	-	-	-	1,869,584	-	1,869,584
Culture and recreation	526,390	-	-	-	-	-	526,390	-	526,390
Court related	138,831	65,110	330,018	-	-	-	533,959	-	533,959
Capital outlay	48,080	-	675,156	-	8,610	80,800	812,646	-	812,646
Debt service:									
Principal	-	-	281,814	-	-	-	281,814	-	281,814
Total expenditures	9,355,935	1,107,524	14,732,475	1,264,241	1,041,697	745,629	28,247,501	-	28,247,501
Excess (deficiency) of revenues over expenditures	21,484,873	(800,712)	(13,829,153)	216,602	(1,013,908)	(628,169)	5,429,533	-	5,429,533
Other financing sources (uses)									
Transfers in	-	-	-	-	-	-	-	186,011	186,011
Transfers out	(4,469,193)	-	-	-	-	-	(4,469,193)	(6,542)	(4,475,735)
Appropriations to constitutional officers	(15,882,041)	870,000	13,500,701	-	1,061,351	636,000	186,011	(186,011)	-
Other external reversion	-	-	-	(2,694)	-	-	(2,694)	-	(2,694)
Reversions from constitutional officers	563,270	(80,778)	(219,852)	(213,908)	(47,443)	(7,831)	(6,542)	6,542	-
Issuance of debt	-	-	548,304	-	-	-	548,304	-	548,304
Total other financing sources (uses)	(19,787,964)	789,222	13,829,153	(216,602)	1,013,908	628,169	(3,744,114)	-	(3,744,114)
Net change in fund balances	1,696,909	(11,490)	-	-	-	-	1,685,419	-	1,685,419
Fund balances, beginning of year	11,976,723	77,511	-	-	-	-	12,054,234	-	12,054,234
Fund balances, end of year	$ 13,673,632	$ 66,021	$ -	$ -	$ -	$ -	$ 13,739,653	$ -	$ 13,739,653

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020
(CONTINUED)

	SHIP	Mosquito Control	Technology and Crime Prevention	Public Transit	E911	Court Facilities	Fire Control	Judicial Grant	Tourist Development	Utilities
ASSETS										
Cash and cash equivalents	$ 511,729	$ 39,670	$ 96,680	$ 214,976	$ 87,882	$ 256,209	$ 110,681	$ 1,334,946	$ 136,557	$ 88,321
Investments	-	-	-	-	-	414,336	1,820,474	-	279,014	-
Accounts receivable	-	-	-	4,066	-	-	-	-	-	7,452
Due from other governments	-	-	-	318,498	28,558	2,315	600	-	85,965	-
Due from other funds	-	-	7,124	-	6,542	9,655	29,856	-	-	-
Total assets	$ 511,729	$ 39,670	$ 103,804	$ 537,540	$ 122,982	$ 682,515	$ 1,961,611	$ 1,334,946	$ 501,536	$ 95,773
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES										
Liabilities										
Accounts payable and accrued expenses	$ 58,562	$ 321	$ -	$ 23,536	$ -	$ 5,786	$ 44,181	$ -	$ 9,925	$ 4,624
Deposits	-	-	-	-	-	-	-	-	-	9,380
Due to other governments	-	-	12,325	1,193	-	-	217,388	-	122	-
Unearned revenue	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	1,545	-	12,305	-	28,200	5,236	-	-	680
Total liabilities	58,562	1,866	12,325	37,034	-	33,986	266,805	-	10,047	14,684
Fund balances										
Restricted for:										
Law enforcement	-	-	91,479	-	122,982	-	-	-	-	-
Fire and EMS	-	-	-	-	-	-	922,169	-	-	-
Roads and transportation	-	-	-	281,464	-	-	-	-	-	-
Economic environment	453,167	-	-	-	-	-	-	-	491,489	-
Mosquito control	-	37,804	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-	-	-
Building department										
Court costs	-	-	-	-	-	648,529	-	1,334,946	-	-
Assigned to:										
Law enforcement	-	-	-	-	-	-	-	-	-	-
Fire and EMS	-	-	-	-	-	-	772,637	-	-	-
Utility system	-	-	-	-	-	-	-	-	-	81,089
Roads and transportation	-	-	-	219,042	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-	-	-	-
Total fund balances	453,167	37,804	91,479	500,506	122,982	648,529	1,694,806	1,334,946	491,489	81,089
Total Liabilities and Fund Balances	$ 511,729	$ 39,670	$ 103,804	$ 537,540	$ 122,982	$ 682,515	$ 1,961,611	$ 1,334,946	$ 501,536	$ 95,773

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020
(CONTINUED)

	Special Revenue										
	Law Enforcement Trust	**Intergovernmental Communications**	**Additional Court Costs**	**Building Inspections and Safety**	**EMS Impact Fees**	**Parks Impact Fees**	**Road Impact Fees**	**Restore Act Deepwater Horizon Fund**	**Federal Forfeiture**	**CARES Act Housing**	**MTSU**
ASSETS											
Cash and cash equivalents	$ 134,574	$ 27,333	$ 84,267	$ 305,925	$ 67,418	$ 214,106	$ 1,981,709	$ 2	$ 165,089	$ 240,768	$ 660,576
Investments	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-	-	-
Due from other funds	1,262	3,028	1,293	-	-	-	-	-	7	-	1,518
Total assets	$ 135,836	$ 30,361	$ 85,560	$ 305,925	$ 67,418	$ 214,106	$ 1,981,709	$ 2	$ 165,096	$ 240,768	$ 662,094
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES											
Liabilities											
Accounts payable and accrued expenses	$ -	$ -	$ 1,874	$ 20,351	$ -	$ 151,746	$ -	$ -	$ -	$ -	$ -
Deposits	-	-	-	-	-	-	-	-	-	-	-
Due to other governments	-	-	2,439	6,272	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-	240,768	-
Due to other funds	-	-	-	2,316	-	-	-	-	-	-	-
Total liabilities	-	-	4,313	28,939	-	151,746	-	-	-	240,768	-
Fund balances											
Restricted for:											
Law enforcement	135,836	-	-	-	-	-	-	-	165,096	-	-
Fire and EMS	-	-	-	-	67,418	-	-	-	-	-	-
Roads and transportation	-	-	-	-	-	-	1,981,709	2	-	-	662,094
Economic environment	-	-	-	-	-	-	-	-	-	-	-
Mosquito control	-	-	-	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	62,360	-	-	-	-	-
Building department				276,986							
Court costs	-	-	81,247	-	-	-	-	-	-	-	-
Assigned to:											
Law enforcement	-	30,361	-	-	-	-	-	-	-	-	-
Fire and EMS	-	-	-	-	-	-	-	-	-	-	-
Utility system	-	-	-	-	-	-	-	-	-	-	-
Roads and transportation	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	135,836	30,361	81,247	276,986	67,418	62,360	1,981,709	2	165,096	-	662,094
Total Liabilities and Fund Balances	$ 135,836	$ 30,361	$ 85,560	$ 305,925	$ 67,418	$ 214,106	$ 1,981,709	$ 2	$ 165,096	$ 240,768	$ 662,094

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020
(CONTINUED)

						Debt Service	Capital Projects	
	Clerk Records Modernization	Clerk Fines and Forfeitures	Sheriff Federal Forfeiture	Sheriff Inmate Welfare	Sheriff Donations Fund	Debt Service	Road Improvement & Restoration	Total
ASSETS								
Cash and cash equivalents	$ 520,109	$ 274,752	$ 7	$ 237,855	$ 9,608	$ 380,290	$ 366,639	$ 8,548,678
Investments	5,641	-	-	-	-	-	603,753	3,123,218
Accounts receivable	-	-	-	7,129	-	-	-	18,647
Due from other governments	-	3,772	-	-	-	-	63,500	503,208
Due from other funds	9,171	420	-	-	-	-	-	69,876
Total assets	$ 534,921	$ 278,944	$ 7	$ 244,984	$ 9,608	$ 380,290	$ 1,033,892	$ 12,263,627
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES								
Liabilities								
Accounts payable and accrued expenses	$ -	$ 32,231	$ -	$ -	$ -	$ 2,500	$ 29,325	$ 384,962
Deposits	-	28,321	-	-	-	-	-	37,701
Due to other governments	-	200,044	-	-	-	-	-	439,783
Unearned revenue	-	-	-	-	-	-	-	240,768
Due to other funds	-	17,992	7	12,604	-	-	-	80,885
Total liabilities	-	278,588	7	12,604	-	2,500	29,325	1,184,099
Fund balances								
Restricted for:								
Law enforcement	-	-	-	232,380	9,608	-	-	757,381
Fire and EMS	-	-	-	-	-	-	-	989,587
Roads and transportation	-	-	-	-	-	-	-	2,925,269
Economic environment	-	-	-	-	-	-	-	944,656
Mosquito control	-	-	-	-	-	-	-	37,804
Parks and recreation	-	-	-	-	-	-	-	62,360
Building department								276,986
Court costs	534,921	356	-	-	-	-	-	2,599,999
Assigned to:								
Law enforcement	-	-	-	-	-	-	-	30,361
Fire and EMS	-	-	-	-	-	-	-	772,637
Utility system	-	-	-	-	-	-	-	81,089
Roads and transportation	-	-	-	-	-	-	-	219,042
Debt service	-	-	-	-	-	377,790	-	377,790
Capital improvements	-	-	-	-	-	-	1,004,567	1,004,567
Total fund balances	534,921	356	-	232,380	9,608	377,790	1,004,567	11,079,528
Total Liabilities and Fund Balances	$ 534,921	$ 278,944	$ 7	$ 244,984	$ 9,608	$ 380,290	$ 1,033,892	$ 12,263,627

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020
(CONTINUED)

	SHIP	Mosquito Control	Technology and Crime Prevention	Public Transit	E911	Court Facilities	Fire Control	Judicial Grant	Tourist Development	Utilities	Law Enforcement Trust
Revenues											
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 448,494	$ -	$ -
Permit, fees, and special assessments	-	-	-	-	-	-	2,474,429	-	-	-	-
Intergovernmental	350,000	34,497	-	836,930	204,104	9,522	2,167	-	-	-	-
Charges for services	-	-	73,628	119,320	-	106,597	-	-	-	69,767	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	17,854
Miscellaneous revenues	76,575	16	49	241	38	6,589	13,454	830	1,459	107	61
Total revenues	426,575	34,513	73,677	956,491	204,142	122,708	2,490,050	830	449,953	69,874	17,915
Expenditures											
Current:											
General government	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	2,107,184	-	-	-	-
Physical environment	-	-	-	-	-	-	-	-	-	144,861	-
Economic environment	412,444	-	-	-	-	-	-	-	202,257	-	-
Transportation	-	-	-	751,720	-	-	-	-	-	-	-
Human services	-	23,943	-	-	-	-	-	-	-	-	-
Court related	-	-	43,167	-	-	208,961	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-	-
Debt service:											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	412,444	23,943	43,167	751,720	-	208,961	2,107,184	-	202,257	144,861	-
Excess (deficiency) of revenues over expenditures	14,131	10,570	30,510	204,771	204,142	(86,253)	382,866	830	247,696	(74,987)	17,915
Other financing sources (uses)											
Transfers in	-	-	-	-	6,542	-	209,291	-	-	80,000	-
Transfers out	-	-	-	-	(186,011)	-	-	-	-	-	-
Other external reversion	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(179,469)	-	209,291	-	-	80,000	-
Net change in fund balance	14,131	10,570	30,510	204,771	24,673	(86,253)	592,157	830	247,696	5,013	17,915
Fund balance, beginning of year	439,036	27,234	60,969	295,735	98,309	734,782	1,102,649	1,334,116	243,793	76,076	117,921
Fund balance, end of year	$ 453,167	$ 37,804	$ 91,479	$ 500,506	$ 122,982	$ 648,529	$ 1,694,806	$ 1,334,946	$ 491,489	$ 81,089	$ 135,836

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020
(CONTINUED)

	Special Revenue										
	ntergovernmental Communications	Additional Court Costs	Building Inspections and Safety	EMS Impact Fees	Parks Impact Fees	Road Impact Fees	Restore Act Deepwater Horizon Fund	Federal Forfeiture	MTSU	Clerk Records Modernization	Clerk Fines and Forfeitures
Revenues											
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Permit, fees, and special assessments	-	-	597,641	18,217	41,007	399,047	-	-	87,605	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-	299,985
Charges for services	-	27,276	375	-	-	-	-	-	-	94,594	597,341
Fines and forfeitures	31,826	-	-	-	-	-	-	-	-	-	115,600
Miscellaneous revenues	9	50	2,420	35	119	1,099	-	7	-	459	15,558
Total revenues	31,835	27,326	600,436	18,252	41,126	400,146	-	7	87,605	95,053	1,028,484
Expenditures											
Current:											
General government	-	-	-	-	-	-	-	-	-	-	-
Public safety	40,835	-	459,450	-	-	-	-	-	-	-	-
Physical environment	-	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	193,335	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-
Court related	-	19,298	-	-	-	-	-	-	-	167,362	976,663
Capital outlay	-	-	-	-	151,746	49,283	-	-	-	10,816	-
Debt service:											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	40,835	19,298	459,450	-	151,746	49,283	-	-	193,335	178,178	976,663
Excess (deficiency) of revenues over expenditures	(9,000)	8,028	140,986	18,252	(110,620)	350,863	-	7	(105,730)	(83,125)	51,821
Other financing sources (uses)											
Transfers in	18,000	-	136,000	-	-	-	-	165,089	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
Other external reversion	-	-	-	-	-	-	-	-	-	-	(51,999)
Total other financing sources (uses)	18,000	-	136,000	-	-	-	-	165,089	-	-	(51,999)
Net change in fund balance	9,000	8,028	276,986	18,252	(110,620)	350,863	-	165,096	(105,730)	(83,125)	(178)
Fund balance, beginning of year	21,361	73,219	-	49,166	172,980	1,630,846	2	-	767,824	618,046	534
Fund balance, end of year	$ 30,361	$ 81,247	$ 276,986	$ 67,418	$ 62,360	$ 1,981,709	$ 2	$ 165,096	$ 662,094	$ 534,921	$ 356

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020
(CONTINUED)

				Debt Service	Capital Projects	
	Sheriff Federal Forfeiture	Sheriff Inmate Welfare	Sheriff Donations Fund	Debt Service	Road Improvement & Restoration	Total
Revenues						
Taxes	$ -	$ -	$ -	$ -	$ -	$ 448,494
Permit, fees, and special assessments	-	-	-	-	-	3,617,946
Intergovernmental	-	-	-	600,000	409,229	2,746,434
Charges for services	-	136,743	-	-	-	1,225,641
Fines and forfeitures	185,047	-	-	-	-	350,327
Miscellaneous revenues	3,299	1,375	1,600	338	3,753	129,540
Total revenues	188,346	138,118	1,600	600,338	412,982	8,518,382
Expenditures						
Current:						
General government	-	-	-	2,501	-	2,501
Public safety	47,648	71,021	-	-	-	2,726,138
Physical environment	-	-	-	-	-	144,861
Economic environment	-	-	-	-	-	614,701
Transportation	-	-	-	-	582,114	1,527,169
Human services	-	-	-	-	-	23,943
Court related	-	-	-	-	-	1,415,451
Capital outlay	-	-	-	-	249,801	461,646
Debt service:						
Principal	-	-	-	530,000	-	530,000
Interest	-	-	-	56,946	-	56,946
Total expenditures	47,648	71,021	-	589,447	831,915	7,503,356
Excess (deficiency) of revenues over expenditures	140,698	67,097	1,600	10,891	(418,933)	1,015,026
Other financing sources (uses)						
Transfers in	-	-	-	-	500,000	1,114,922
Transfers out	(165,089)	-	-	-	-	(351,100)
Other external reversion	-	-	-	-	-	(51,999)
Total other financing sources (uses)	(165,089)	-	-	-	500,000	711,823
Net change in fund balance	(24,391)	67,097	1,600	10,891	81,067	1,726,849
Fund balance, beginning of year	24,391	165,283	8,008	366,899	923,500	9,352,679
Fund balance, end of year	$ -	$ 232,380	$ 9,608	$ 377,790	$ 1,004,567	$ 11,079,528

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
COMBINING SCHEDULE OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2020

	Clerk of Circuit Court	Sheriff	Tax Collector	Total Agency Funds
ASSETS				
Cash and equivalents	$ 1,104,576	$ 23,228	$ 1,726,819	$ 2,854,623
Receivables	-	-	1,810	1,810
Due from other funds	-	-	319	319
Total assets	$ 1,104,576	$ 23,228	$ 1,728,948	$ 2,856,752
LIABILITIES				
Assets held for others	$ 1,068,079	$ 18,866	$ 1,475,661	$ 2,562,606
Due to other funds	36,497	4,362	253,287	294,146
Total liabilities	$ 1,104,576	$ 23,228	$ 1,728,948	$ 2,856,752
NET POSITION	$ -	$ -	$ -	$ -

See accompanying notes to financial statements.

LEVY COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Federal/State Grantor/Pass Through Grantor/Program Title	CFDA/ CSFA Number	Contract Number	Expenditures
FEDERAL AGENCY			
Department of the Interior			
Direct:			
Payments in Lieu of Taxes	15.226	N/A	$ 142,847
Total Department of the Interior			142,847
Department of Justice			
Passed through the Florida Attorney General:			
Crime Victim Assistance	16.575	VOCA-2019-LCSO-00444	30,513
Total Department of Justice			30,513
Department of Transportation			
Passed through the Florida Department of Transportation:			
Highway Planning & Construction	20.205	G1775	241,229
Total Highway Planning and Construction Cluster			241,229
Direct:			
(Section 5311) - Formula Grants for Other than Urbanized Areas	20.509	G1M33	290,947
(Section 5311) - Formula Grants for Other than Urbanized Areas	20.509	G1930	116,485
			407,432
Direct:			
(Section 5339) Bus and Bus Facilities Program	20.526	439255-2-94-15	78,597
(Section 5339) Bus and Bus Facilities Program	20.526	439255-2-94-16	80,454
Total Federal Transit Program Cluster			159,051
Total Department of Transportation			807,712
Election Assistance Commission			
Passed through Division of Elections:			
Helping America Vote Act Requirements Payments	90.401	MOA #2018-2019-0003-LEV	8,620
Helping America Vote Act Elections Security Grant	90.401	MOA #2019-2020-001-LEV	49,778
Total Election Assistance Commission			58,398
Department of Health and Human Services			
Passed through Florida Department of Revenue			
Child Support Enforcement	93.563	COC38	78,768
Total Department of Health and Human Services			78,768
Department of Homeland Security			
Passed through Department of Economic Opportunity			
Emergency Management Performance Grant	97.042	G0025	40,547
Emergency Management Performance Grant	97.042	G0112	22,392
Total Department of Homeland Security			62,939
Department of the Treasury			
Passed through Florida Division of Emergency Management:			
COVID-19 - Coronavirus Relief Fund	21.019	Y2293	2,367,815
Total Department of the Treasury			2,367,815
TOTAL EXPENDITURES OF FEDERAL AWARDS			$ 3,548,992

See accompanying notes to schedule of expenditures of federal awards and state financial assistance.

LEVY COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(CONTINUED)

Federal/State Grantor/Pass Through Grantor/Program Title	CFDA/ CSFA Number	Contract Number	Expenditures
STATE AGENCY			
Executive Office of the Governor			
Direct:			
Emergency Management Projects	31.067	T0035	$ 1,407
Emergency Management Projects	31.067	A0027	71,255
Emergency Management Projects	31.067	A0129	36,125
Total Executive Office of the Governor			108,787
Florida Department of Environmental Protection			
Direct:			
Small County Landfill Grant	37.012	SC821	36,811
Small County Consolidated Grants	37.012	SC021	90,909
Total Florida Department of Environmental Protection			127,720
Florida Department of Agriculture and Consumer Services			
Direct:			
Mosquito Control State Aid	42.003	LEVY	23,944
Total Florida Department of Agriculture and Consumer Services			23,944
Department of State, Secretary of State			
Direct:			
State Aid to Libraries	45.030	20-ST-52	13,524
State Aid to Libraries	45.030	19-ST-52	109,071
State Aid to Libraries	45.030	18-ST-53	34,416
Total State Aid to Libraries			157,011
Library Services and Technology Act Grant	45.310	19-LSTA-B-07	5,600
Total Department of State			162,611
Florida Department of Transportation			
Direct:			
Trip/Equipment Grant	55.001	G1A43	279,746
Trip/Equipment Grant	55.001	G1008	87,245
Total			366,991
Aviation Grant Program	55.004	G0Z75	679,058
Small County Outreach Program	55.009	GOA22	83,786
Small County Outreach Program	55.009	GOU30	171,000
Total Small County Outreach Program			254,786
Small County Road Assistance Program	55.016	G0A23	377,611
Small County Road Assistance Program	55.016	G0J74	511,153
Small County Road Assistance Program	55.016	G0V62	3,631
Total Small County Road Assistance Program			892,395
Total Florida Department of Transportation			2,193,230
Florida Department of Health			
Direct:			
Emergency Medical Services County Grant	64.005	C8038	2,955
Emergency Medical Services Matching Grant	64.003	M8033	31,500
Total Florida Department of Health			34,455
Florida Housing Finance Corporation			
Direct:			
State Housing Initiatives Partnership Program	40.901	2017-2018	118,643
State Housing Initiatives Partnership Program	40.901	2018-2019	192,117
State Housing Initiatives Partnership Program	40.901	2019-2020	101,685
Total Florida Housing Finance Corporation			412,445
Florida Department of Management Services			
Direct:			
E911 State Grant Program	72.002	S14-19-12-07	31,531
E911 State Grant Program	72.002	S14-19-12-08	133,569
			165,100
Prepaid Next Generation 911 (NG911) State Grant Program	72.003	S12-19-02-15	88,625
Wireless 911 Emergency System Rural County Grant Program	72.001	19-04-22	29,341
Total Department of Management Services			283,066
Florida Fish & Wildlife Commission			
Direct:			
Florida Boating Improvement Program	77.037	17332	595,527
Total Florida Fish & Wildlife Commission			595,527
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			$ 3,941,785

See accompanying notes to schedule of expenditures of federal awards and state financial assistance.

LEVY COUNTY, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2020

(1) **Basis of Presentation:**

The accompanying schedule of expenditures of federal awards and state financial assistance includes the state grant activity of Levy County, Florida (the County), and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Section 215.97, Florida Statutes, *Florida Single Audit Act*. Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

(2) **Summary of Significant Accounting Policies:**

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Section 215, Florida Statutes, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) **De Minimis Indirect Cost Rate Election:**

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

(4) **Subrecipients:**

During the year ended September 30, 2020, the County provided no federal or state awards to subrecipients.

(5) **Contingency:**

Project expenditures are subject to audit and adjustment. If any expenditures were to be disallowed by the grantor agency as a result of such an audit, any claim for reimbursement to the grantor agency would become a liability of the County. In the opinion of management, all project expenditures included on the accompanying schedule are in compliance with the terms of the project agreements and applicable federal and state laws and regulations.

OTHER REPORTS AND SCHEDULE

LEVY COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

A. **Summary of Auditors' Results:**

Financial Statements:

Type of audit report issued on the financial statements:	*Unmodified*
Internal control over financial reporting:	
Material weakness(es) identified?	_____ yes __X__ no
Significant deficiency(ies) identified?	__X__ yes _____ none reported
Noncompliance material to financial statements noted?	_____ yes __X__ no

Federal Awards:

Internal control over major Federal programs:	
Material weakness(es) identified?	_____ yes __X__ no
Significant deficiency(ies) identified?	_____ yes __X__ none reported
Type of auditor's report issued on compliance for major Federal programs:	*Unmodified*
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____ yes __X__ none reported
Auditee qualified as a low-risk auditee?	_____ yes __X__ no
Dollar threshold used to distinguish between type A and type B programs:	$750,000

Identification of major Federal programs:

CFDA Number	Program Name
21.019	Coronavirus Relief Fund

State Financial Assistance:

Internal control over major State projects:	
Material weakness(es) identified?	_____ yes __X__ no
Significant deficiency(ies) identified?	_____ yes __X__ none reported
Type of auditor's report issued on compliance for major State projects:	*Unmodified*

Any audit findings disclosed that are required to be reported for state financial assistance projects in accordance with Chapter 10.550? _____ yes __X__ none reported

Dollar threshold used to distinguish between type A and type B programs: $750,000

Identification of major State programs:

CSFA Number	Program Name
55.004	Aviation Development
55.009	Small County Outreach Program (SCOP)
55.016	Small County Road Assistance Program (SCRAP)
77.037	Florida Boating Improvement Program

B. **Financial Statement Findings:**

2020-001 – Segregation of Duties

Criteria: The internal control environment should include appropriate segregation of duties along with review policies and procedures over all financial activities to prevent and detect errors to the accounting records and a means to correct them in a timely manner.

Condition and Context: There were insufficient internal controls over the billing and receipting processes and decentralized collection systems in various departments, generally with one individual performing all aspects of certain transactions. There were insufficient controls over the receipting and posting processes to record revenue to the general ledger, and multiple occasions of one individual performing the process from start to finish with no review.

Cause: The County has a limited number of personnel in the decentralized cash receipting and billing areas as well as in the Finance Department.

Effect: Risk of misappropriation of assets or misstatement of financial information is elevated.

Recommendation: We recommend that whenever possible, duties should be segregated so that collections and billings performed by one individual are reviewed by another individual separate from that function, with that review being documented. Cash collections and billing processes should be documented with formal procedures and those procedures should be followed consistently. The systems used for decentralized billing and collections should be assessed for security and consistency, and revenue and other data from such subsystems should be reviewed on a regular basis.

C. **Federal Award Findings and Questioned Costs:** None.

D. **State Project Findings and Questioned Costs:** None.

E. **Summary Schedule of Prior Audit Findings:** See schedule of prior audit findings as referenced in the table of contents.

F. **Corrective Action Plan:** See management's response to current year findings as referenced in the table of contents.

James Moore
Certified Public Accountants and Consultants

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

To the Honorable Board of County Commissioners,
Levy County, Florida:

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

We have audited Levy County, Florida (the County)'s compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement and *Florida Department of Financial Services State Projects Compliance Supplement* that could have a direct and material effect on each of the County's major federal program and major state projects for the year ended September 30, 2020. The County's major federal program and major state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

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

Opinion on Each Major Federal Program and Major State Project

In our opinion, Levy County, Florida complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and major state projects for the year ended September 30, 2020.

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Report on Internal Control over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and 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.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

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 County Commissioners,
Levy County, Florida:

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Levy County, Florida (the County) as of and for the year ended September 30, 2020, 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 26, 2021.

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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2020-001, that we consider to be a significant deficiency.

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Compliance and Other Matters

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

Management's Response to Findings

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

Purpose of this Report

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA OFFICE OF THE AUDITOR GENERAL

To the Honorable Board of County Commissioners,
Levy County, Florida:

Report on the Financial Statements

We have audited the financial statements of Levy County, Florida (the County), as of and for the fiscal year ended September 30, 2020, and have issued our report thereon dated March 26, 2021.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards;* Independent Auditors' Report on Compliance for Each Major State Project and Report on Internal Control over Compliance in Accordance with Chapter 10.550 Rules of the Florida Auditor General; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated March 26, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report, except for the following: prior year comment 2019-001 has been repeated as current year comment 2020-001, and remains uncorrected from the second preceding year.

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. See Note 1 to the financial statements for the relevant disclosure.

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Financial Condition and Management

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

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

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

Additional Matters

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

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and State grant agencies, the Board of County Commissioners, management, and others within the County and is not intended to be and should not be used by anyone other than these specified parties.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

To the Honorable Board of County Commissioners,
Levy County, Florida

We have examined the compliance of Levy County, Florida (the County) with Section 365.172, Florida Statutes, *Emergency Communications Number "E911",* Section 365.173, Florida Statutes, *Communications Number E911 System Fund,* and Section 218.415, Florida Statutes, *Local Government Investment Policies,* for the year ended September 30, 2020. Management is responsible for the County's compliance with those requirements. Our responsibility is to express an opinion on the County's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the County complied with the aforementioned statutes, for the year ended September 30, 2020, in all material respects. An examination involves performing procedures to obtain evidence about the County's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance with those requirements, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the County complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2020.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

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BEFORE ME, the undersigned authority, personally appeared Jared Blanton, who being duly sworn, deposes and says on oath that:

1. I am the Chief Financial Officer of Levy County, which is a local governmental entity of the State of Florida;

2. Levy County adopted Chapter 47 codifying Ordinance No. 2005-08, which was adopted November 17, 2005, implementing the "Levy County Comprehensive Impact Fee Ordinance"; and

3. Levy County has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Jared Blanton
Finance Officer
Levy County Clerk & Comptroller

STATE OF FLORIDA
COUNTY OF LEVY

SWORN TO AND SUBSCRIBED before me this 23rd day of March, 2021.

NOTARY PUBLIC
Print Name ____________

Personally known X or produced identification ______

Type of identification produced: ____________

My Commission Expires:

MELINDA BASS
MY COMMISSION # GG 341309
EXPIRES: June 5, 2023
Bonded Thru Notary Public Underwriters

LEVY COUNTY, FLORIDA
SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Summary Schedule of Prior Audit Findings

2019-001 – Segregation of Duties: Corrective action not fully taken. See repeat comment 2020-001.

2019-002 – Business-type Activities: Unrestricted Net Position: Corrective action taken.

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Danny J. Shipp
Clerk Of Court, Levy County

March 26, 2021

Honorable Sherrill F. Norman, CPA
State of Florida
Office of the Auditor General
Tallahassee, FL 32201

Dear Ms. Norman:

In accordance with the Laws of Florida, I respectfully submit the following response to the audit finding for the Levy County Board of County Commissioners for fiscal year 2019-2020, as prepared by our independent auditors James Moore & Co.

2020-001 Properly segregating duties with limited funding and staff is usually a concern for any fiscally-constrained government. As stated in the prior year, our office continuously works with County staff on an ongoing basis to assist in designing and implementing whatever procedural changes are possible to assist in mitigation of risk of error or misappropriation. This includes leveraging technological solutions to create centralized controls, but must also allocate resources on a cost/benefit approach. Better centralization of oversight and access to these satellite locations is possible via use of web-based software platforms that integrate directly with our accounting system, and we continue to coordinate with County management toward that end. Our office has installed one module of an integrated utility billing system for one of our departments and another module that integrates with our accounting system for the building department. This aids in consistency of application, oversight, and accountability, particularly in locations where available resources dictate that a single staff person is charged with many incompatible duties. Where direct integration is not possible, we have access to the satellite offices' systems from our central office to be able to oversee and review their systems' transactions. I will note that the auditors, in expanded tests, found no actual material errors at this time.

Discussion with our independent auditors indicates we have overcome some of the challenges, have improved our oversight, and with a change in staffing structure that subsequently occurred, it is expected this comment can be removed in the future.

Sincerely,

Jared Blanton
Finance Officer

LEVY COUNTY SHERIFF

SPECIAL-PURPOSE FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

LEVY COUNTY SHERIFF

SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

Certified Public Accountants and Consultants

INDEPENDENT AUDITORS' REPORT

The Honorable Robert B. McCallum, Sheriff,
Levy County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Levy County Sheriff (the Office), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Office's financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information for the Office as of September 30, 2020, and the respective changes in financial position thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each major fund, only for that portion of the major funds, of Levy County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Levy County, Florida as of September 30, 2020, the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Office's basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report on our consideration of the Office's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Office's internal control over financial reporting and compliance.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

LEVY COUNTY SHERIFF
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

	General Fund	Special Revenue: Federal Forfeiture Fund	Special Revenue: Inmate Welfare Fund	Special Revenue: Donations Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 857,866	$ 7	$ 237,855	$ 9,608	$ 1,105,336
Accounts receivable	-	-	7,129	-	7,129
Due from other governments	10,002	-	-	-	10,002
Due from other funds	12,604	-	-	-	12,604
Total assets	$ 880,472	$ 7	$ 244,984	$ 9,608	$ 1,135,071
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable and accrued expenditures	$ 557,227	$ -	$ -	$ -	$ 557,227
Due to other funds	-	-	12,604	-	12,604
Due to Board of County Commissioners	323,245	7	-	-	323,252
Total Liabilities	880,472	7	12,604	-	893,083
Fund Balances					
Restricted for:					
Law enforcement	-	-	232,380	9,608	241,988
Unassigned	-	-	-	-	-
Total Fund Balances	-	-	232,380	9,608	241,988
Total Liabilities and Fund Balances	$ 880,472	$ 7	$ 244,984	$ 9,608	$ 1,135,071

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

LEVY COUNTY SHERIFF
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General Fund	Special Revenue: Federal Forfeiture Fund	Special Revenue: Inmate Welfare Fund	Special Revenue: Donations Fund	Total Governmental Funds
Revenues					
Intergovernmental	$ 34,526	$ -	$ -	$ -	$ 34,526
Charges for services	727,076	-	136,743	-	863,819
Fines and forfeitures	-	185,047	-	-	185,047
Miscellaneous revenue	141,720	3,299	1,375	1,600	147,994
Total revenues	903,322	188,346	138,118	1,600	1,231,386
Expenditures					
Current:					
Public safety	13,445,487	47,648	71,021	-	13,564,156
Court-related	330,018	-	-	-	330,018
Capital outlay	675,156	-	-	-	675,156
Debt service					
Principal	281,814	-	-	-	281,814
Total expenditures	14,732,475	47,648	71,021	-	14,851,144
Excess (deficiency) of revenues over (under) expenditures	(13,829,153)	140,698	67,097	1,600	(13,619,758)
Other financing sources (uses)					
Appropriations from board of county commissioners	13,500,701	-	-	-	13,500,701
Capital leases	548,304	-	-	-	548,304
Transfers out to board of county commissioners	-	(165,089)	-	-	(165,089)
Reversion to board of county commissioners	(219,852)	-	-	-	(219,852)
Total other financing sources (uses)	13,829,153	(165,089)	-	-	13,664,064
Net change in fund balance	-	(24,391)	67,097	1,600	44,306
Fund balances, beginning of year	-	24,391	165,283	8,008	197,682
Fund balances, end of year	$ -	$ -	$ 232,380	$ 9,608	$ 241,988

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

LEVY COUNTY SHERIFF
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2020

	Agency Funds
ASSETS	
Cash and equivalents	$ 23,228
LIABILITIES	
Assets held for others	$ 18,866
Due to Board of County Commissioners	4,362
Total liabilities	$ 23,228

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

(1) **Summary of Significant Accounting Policies:**

The accounting policies of the Levy County Sheriff (the Office) conform to generally accepted accounting principles as applicable to governments in the Governmental Accounting Standards Board (GASB) Codification. The following is a summary of the more significant policies.

(a) **Reporting entity**— The Sheriff is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. The Office is an integral part of Levy County, Florida (the County), the reporting entity for financial reporting purposes. The Office's General Fund is combined with the Board of County Commissioners in the County's financial statements to properly reflect the county-wide General Fund.

(b) **Basis of presentation**—The Office's financial statements are special-purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the Rules). In conformity with the Rules, the Office has not presented the government-wide financial statements, the reconciliations to the government-wide statements or management's discussion and analysis.

(c) **Fund accounting**—Accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, as appropriate for each fund type. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The focus of fund financial statements is on major funds, each displayed in a separate column.

The Office reports the following major governmental funds:

General Fund – The principal operating fund of the office. It is used to account for all financial resources, except those required to be accounted for in another fund.

Special Revenue Funds – The Inmate Welfare Special Revenue Fund is used to account for the funds that are generated by phone commissions. The profits can only be spent for the benefit of the inmates. The Federal Forfeiture Fund is used to account for the receipt and expenditures of federal forfeitures received. The Donations Fund is used to track all donation revenues.

Additionally, the Sheriff reports the following fiduciary fund type:

Agency Fund – Agency Funds are used to account for assets held by the Office in a trustee capacity, or as an agent for individuals, private organizations, and other governments.

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

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

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. The Office considers revenues to be available if they are collected within 90 days of the end of the current fiscal period.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on general long-term debt are recognized when due.

(e) **Cash**—The Office's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

(f) **Capital assets and long-term liabilities**—Capital assets used by the Office are capitalized (recorded and accounted for) by the Levy County Board of County Commissioners.

Depreciation is reported for the primary government using the straight-line method calculated on a service-life basis to amortize the cost of the asset over their estimated economic useful lives, which are as follows:

Assets	Years
Vehicles	4 – 6 years
Building and improvements	20 years
Computer software	3 – 10 years
Machinery and equipment	3 – 20 years

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

(g) **Accounts payable**—Accounts payable balances in the general fund are primarily payable to third-party vendors for goods provided and services rendered.

(h) **Compensated absences**—The Office follows generally accepted accounting principles in accounting for accrued compensated absences. The Office allows limited vesting of unused employee leave time. Since the annual and sick leave liability is considered long-term, it is recorded in the government-wide financial statements of the County. Compensated absences are expected to be paid out of the General Fund of the Office and this practice is expected to continue in the future. The Office maintained compensated absence records for the hours earned, used and available.

(i) **Fund balance**—Fund balance for governmental funds report classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the funds may be spent. In as much as the Sheriff is a county constitutional officer, any funds remaining at the end of the fiscal year are returned to the Board of County Commissioners. Unassigned fund balance represents funds available for spending at the government's discretion.

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

The Office does not have a formal written policy regarding whether restricted or unrestricted amounts are considered to be spent when an expenditure for purposes for which both restricted and unrestricted fund balances are available. However, it has been the Office's general practice when expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available; the Office considers restricted funds to have been spent first. When expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Office considers amounts to have been spent first out of committed funds, then assigned funds, and lastly unassigned funds, as needed.

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

(2) **Budgets and Budgetary Accounting:**

Governmental fund revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget was adopted for the General Fund. All budget amounts presented in the accompanying special-purpose financial statements have been adjusted for legally authorized amendments of the annual budget for the year. The annual budget is monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total budget appropriations at the individual fund level. All appropriations lapse at year-end

(3) **Investments:**

Florida Statutes authorize the Office to invest in bonds, notes or other obligations of the U.S. Government, certificates of deposits, repurchase agreements, certain bonds of any State or local government unit and the State Treasurer's Investment Pool.

Interest Rate Risk. The Office does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration of Credit Risk. The Office places no limit on the amount the Office may invest in any one issuer. The Office maintained 100-percent of excess deposits in a checking account with a local financial institution subject to Federal Depository Insurance Corporation (FDIC) insurance, and/or the State of Florida collateral pool established under the Florida Security for Public Deposits Act (the Act).

(4) **Risk Management:**

The County purchased commercial insurance to limit the exposure of the following risks of loss: theft of, damage to, and destruction of assets; natural disasters and injuries to employees. Commercial insurance has been purchased by the Office to cover the risks of loss due to employee errors or omissions and health insurance. Settled claims resulting from all risks have not exceeded insurance coverage in any of the past three years.

(5) **Capital Assets:**

Capital asset activity of the Office is incorporated in the County-wide financial statements. All applicable depreciation expense is recorded under the public safety function.

(6) Long-term Liabilities:

A summary of changes in long-term liabilities of the Office for the fiscal year ended September 30, 2020, follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 670,943	$ 729,671	$ (760,159)	$ 640,455	$ 199,786

(7) Pension Plan:

The Office participates in the Florida Retirement System (FRS), a multiple-employer, cost sharing defined public employee retirement system which covers all of the Office's full-time employees. The System is administered by the State of Florida, Department of Administration, Division of Retirement to provide retirement and survivor benefits to participating public employees. 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 FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. The FRS is a single retirement system administered by the Department of Management Services, Division of Retirement, and consists of two cost-sharing, multiple-employer retirement plans and other nonintegrated programs. These include a defined-benefit pension plan (Plan), with a Deferred Retirement Option Program (DROP), and a defined-contribution plan, referred to as the FRS Investment Plan (Investment Plan).

In addition, all regular employees of the entity are eligible to enroll as members of the Retiree Health Insurance Subsidy (HIS) Program. The HIS is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. For the fiscal year ended September 30, 2020, eligible retirees and beneficiaries received 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.

For financial reporting purposes, the Office is deemed to be part of the primary government of the County. A liability related to the Office's proportionate share of FRS retirement benefits, along with a detailed plan description, is reported in the financial statements of the County for the fiscal year ended September 30, 2020.

REQUIRED SUPPLEMENTARY INFORMATION

LEVY COUNTY SHERIFF
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	**Final**	**Actual**	
Revenues				
Intergovernmental	$ -	$ -	$ 34,526	$ 34,526
Charges for services	-	-	727,076	727,076
Miscellaneous revenue	-	-	141,720	141,720
Total revenues	-	-	903,322	903,322
Expenditures				
Current:				
Public safety	13,190,445	13,190,445	13,445,487	(255,042)
Court-related	330,018	330,018	330,018	-
Capital outlay	455,500	455,500	675,156	(219,656)
Debt service				
Principal	281,814	281,814	281,814	-
Total expenditures	14,257,777	14,257,777	14,732,475	(474,698)
Excess (deficiency) of revenues over expenditures	(14,257,777)	(14,257,777)	(13,829,153)	428,624
Other financing sources (uses)				
Appropriations from board of county commissioners	14,257,777	14,257,777	13,500,701	(757,076)
Capital leases	-	-	548,304	548,304
Reversion to board of county commissioners	-	-	(219,852)	(219,852)
Total other financing sources (uses)	14,257,777	14,257,777	13,829,153	(428,624)
Net change in fund balance	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	$ -	$ -	$ -	$ -

The accompanying note to schedule of revenues, expenditures, and changes in fund balance - budget to actual - governmental funds is an integral part of this schedule.

LEVY COUNTY SHERIFF
NOTE TO SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

(1) Budgetary Information:

An annual budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America for the general fund. All annual appropriations lapse at fiscal year-end. A formal budget is not adopted for the federal forfeiture, inmate welfare, or donations funds, and therefore budgetary comparison schedules are not presented for these funds.

The Sheriff follows these procedures in establishing the budgetary data reflected in the financial statements:

a) The preparation, adoption and amendment of the budgets are governed by Florida Statutes. Public hearings are conducted to obtain taxpayer comments.

b) Budget excess expenditures over revenues are funded through appropriations from the Board of County Commissioners.

c) Formal budgetary integration is employed as a management control device during the year. The legal level of budgetary control is the fund level.

d) The budgets for the funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

SUPPLEMENTARY INFORMATION

LEVY COUNTY SHERIFF
COMBINING SCHEDULE OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2020

	Inmate Trust Fund	Civil and Suspense Fund	Total
ASSETS			
Cash and equivalents	$ 5,038	$ 18,190	$ 23,228
LIABILITIES			
Assets held for others	$ 676	$ 18,190	$ 18,866
Due to Board of County Commissioners	4,362	-	4,362
Total liabilities	$ 5,038	$ 18,190	$ 23,228

See accompanying notes to financial statements.

ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL

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

The Honorable Robert B. McCallum, Sheriff,
Levy County, Florida:

We have audited, 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, the financial statements of each major fund and the aggregate remaining fund information of the Levy County Sheriff (the Office) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Office's special-purpose financial statements, and have issued our report thereon dated March 26, 2021, which was modified to refer to a basis of accounting required for compliance with state filing requirements.

Internal Control over Financial Reportings

In planning and performing our audit of the special-purpose financial statements, we considered the Office's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control. Accordingly, we do not express an opinion on the effectiveness of the Office's internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. We did identify a certain deficiency in internal control, described in the following paragraph as item 2020-001, that we consider to be a significant deficiency.

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2020-001 – Financial Close and Reporting

During the course of the audit, we identified several areas that required material adjusting journal entries including a correction to the accrued payroll of approximately $132,000 and the recording of capital leases of approximately $548,000. We recommend the Office review the financial reporting and closing process and sufficiency of staffing in the finance function.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Office's special-purpose financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance, described in the following paragraph as item 2020-002, that are required to be reported under *Government Auditing Standards*.

2020-002 – Budget Noncompliance

Expenditures of the General Fund exceeded the final approved budget by approximately $475,000 due to certain line items exceeding the final approved budget. As a result, the Office was not in budgetary compliance. We recommend that the Office analyze budget vs. actual results subsequent to year-end as the fiscal year is being closed out and determine the need for additional budget amendments to ensure budgetary compliance, as amendments may be approved by the Office up to 60 days after fiscal year-end.

Office's Response to Findings

The Office's response to the findings identified in our audit are described starting on page 22. The Office's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA, OFFICE OF THE AUDITOR GENERAL

The Honorable Robert B. McCallum, Sheriff,
Levy County, Florida:

We have audited the financial statements of the Levy County Sheriff (the Office), as of and for the fiscal year ended September 30, 2020, and have issued our report thereon dated March 26, 2021.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Special-Purpose Financial Statements Performed in Accordance with *Government Auditing Standards*, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated March 26, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address all findings and recommendations made in the preceding financial audit report, if applicable.

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 Office is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. Levy County, including the Office of the Sheriff, was established by Chapter 8516, Laws of Florida in 1921. There are no component units of the Office to be disclosed as required by accounting principles generally accepted in the United States of America.

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Financial Management

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

Additional Matters

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

Purpose of this Letter

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

The Honorable Robert B. McCallum, Sheriff,
Levy County, Florida:

We have examined the Levy County Sheriff's (the Office) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies,* for the year ended September 30, 2020. Management is responsible for the Office's compliance with those requirements. Our responsibility is to express an opinion on the Office's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied with Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2020, in all material respects. An examination involves performing procedures to obtain evidence about the Office's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance with those requirements, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the Office complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2020.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

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Robert (Bobby) B. McCallum, Jr.
Sheriff of Levy County

PHONE: (352) 486-5111
FAX: (352) 486-5116
JAIL: (352) 486-5121
CIVIL DIV.: (352) 486-5206

MEMBER, FLORIDA SHERIFF'S ASSOCIATION
9150 NE 80th AVENUE
P.O. DRAWER 1719
BRONSON, FLORIDA 32621-1719

March 26, 2021

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

Dear Ms. Norman:

In accordance with the laws of Florida I respectfully submit the following response to the audit findings for the Levy County Sheriff's Office for the fiscal year 2019-2020 as prepared by auditors for James Moore & Co.

2020-001
The process put in place for financial close out and reporting has been reviewed and necessary procedural changes have been decided upon for future year end processing. This finding was a result of estimated accruals not converted to actuals prior to the reversion remitted to the BOCC. The new procedures will also include assets recorded properly in the financials as this was a learning process that had not been required by previous auditors. My Finance Division has made the necessary corrections for this audit finding.

2020-002
Budgetary controls have been implemented for compliance with Florida Statutes for this Office to operate within its approved budget regarding certain revenues and related expenditures. This finding was due to lack of budget amendments utilized for miscellaneous revenue acquired during the fiscal year. My Finance Division has made the necessary corrections for this audit finding.

Sincerely,

Robert B. McCallum, Jr.,
Sheriff

cc: Anthony C. Walsh, CPA
James Moore & Co.

LEVY COUNTY PROPERTY APPRAISER

SPECIAL-PURPOSE FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

LEVY COUNTY PROPERTY APPRAISER

SPECIAL-PURPOSE FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

INDEPENDENT AUDITORS' REPORT

The Honorable Osborn "Oz" Barker, Property Appraiser,
Levy County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of the general fund of the Levy County Property Appraiser (the Office), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Levy County Property Appraiser's financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the general fund for the Levy County Property Appraiser as of September 30, 2020, and the respective changes in financial position thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each major fund, only for that portion of the major funds, of Levy County, Florida, that is attributable to the Levy County Property Appraiser. They do not purport to, and do not, present fairly the financial position of Levy County, Florida as of September 30, 2020, the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report on our consideration of the Office's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Office's internal control over financial reporting and compliance.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

LEVY COUNTY PROPERTY APPRAISER
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2020

		General Fund
ASSETS		
Cash and equivalents	$	61,661
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable and accrued expenditures	$	455
Due to other governments		1,254
Due to Board of County Commissioners		59,952
Total Liabilities		61,661
Fund Balance:		
Unassigned		-
Total Liabilities and Fund Balance	$	61,661

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

LEVY COUNTY PROPERTY APPRAISER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General Fund
Revenues	
Charges for services	$ 27,719
Miscellaneous revenue	70
Total revenues	27,789
Expenditures	
Current:	
General government	1,033,087
Capital outlay	8,610
Total expenditures	1,041,697
Excess (deficiency) of revenues over expenditures	(1,013,908)
Other financing sources (uses)	
Appropriations from board of county commissioners	1,061,351
Reversion to board of county commissioners	(47,443)
Total other financing sources (uses)	1,013,908
Net change in fund balance	-
Fund balance, beginning of year	-
Fund balance, end of year	$ -

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

(1) **Summary of Significant Accounting Policies:**

The accounting policies of the Levy County Property Appraiser (the "Office") conform to generally accepted accounting principles as applicable to governments in the Governmental Accounting Standards Board (GASB) Codification. The following is a summary of the more significant policies.

(a) **Reporting entity**—The Property Appraiser is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. The Office is an integral part of Levy County, Florida (the County), the reporting entity for financial reporting purposes. The Office's General Fund is combined with the Board of County Commissioners in the County's financial statements to properly reflect the county-wide General Fund.

(b) **Basis of presentation**—The Office's financial statements are special-purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the Rules). In conformity with the Rules, the Office has not presented the government-wide financial statements, the reconciliations to the government-wide statements or management's discussion and analysis.

(c) **Fund accounting**—Accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, as appropriate for each fund type. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The focus of fund financial statements is on major funds, each displayed in a separate column.

The Office reports the following major governmental fund; there are no non-major governmental funds:

General Fund – The principal operating fund of the Office. It is used to account for all financial resources.

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

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. The Office considers revenues to be available if they are collected within 90 days of the end of the current fiscal period.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on general long-term debt are recognized when due.

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

(e) **Cash**—The Office's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

(f) **Capital assets and long-term liabilities**—Capital assets used by the Office are capitalized (recorded and accounted for) by the Levy County Board of County Commissioners.

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

(g) **Accounts payable**—Accounts payable balances in the general fund are primarily payable to third-party vendors for goods provided and services rendered.

(h) **Compensated absences**—The Office follows generally accepted accounting principles in accounting for accrued compensated absences. The Office allows limited vesting of unused employee leave time. Since the annual and sick leave liability is considered long-term, it is recorded in the government-wide financial statements of the County. Compensated absences are expected to be paid out of the General Fund of the Office and this practice is expected to continue in the future. The Office kept compensated absence records for the hours earned, used and available.

(i) **Fund balance**—Fund balance for governmental funds report classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the funds may be spent. In as much as the Property Appraiser is a county constitutional officer, any funds remaining at the end of the fiscal year are returned to the Board of County Commissioners. Unassigned fund balance represents funds available for spending at the government's discretion.

The Office does not have a formal written policy regarding whether restricted or unrestricted amounts are considered to be spent when an expenditure for purposes for which both restricted and unrestricted fund balances are available. However, it has been the Office's general practice when expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available; the Office considers restricted funds to have been spent first. When expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Office considers amounts to have been spent first out of committed funds, then assigned funds, and lastly unassigned funds, as needed.

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

(2) **Budgets and Budgetary Accounting:**

Governmental fund revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget was adopted for the General Fund. All budget amounts presented in the accompanying special-purpose financial statements have been adjusted for legally authorized amendments of the annual budget for the year. The annual budget is monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total budget appropriations at the individual fund level. All appropriations lapse at year-end

(3) **Investments:**

Florida Statutes authorize the Office to invest in bonds, notes or other obligations of the U.S. Government, certificates of deposits, repurchase agreements, certain bonds of any State or local government unit and the State Treasurer's Investment Pool.

Interest Rate Risk. The Office does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration of Credit Risk. The Office places no limit on the amount the Office may invest in any one issuer. The Office maintained 100-percent of excess deposits in a checking account with a local financial institution subject to Federal Depository Insurance Corporation (FDIC) insurance, and/or the State of Florida collateral pool established under the Florida Security for Public Deposits Act (the Act).

(4) **Risk Management:**

The County purchased commercial insurance to limit the exposure of the following risks of loss: theft of, damage to, and destruction of assets; natural disasters and injuries to employees. Commercial insurance has been purchased by the Office to cover the risks of loss due to employee errors or omissions and health insurance. Settled claims resulting from all risks have not exceeded insurance coverage in any of the past three years.

(5) **Long-term Liabilities:**

A summary of changes in long-term liabilities for the fiscal year ended September 30, 2020, follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 92,252	$ 56,590	$ (68,850)	$ 79,992	$ 11,999

(6) **Pension Plan:**

The Office participates in the Florida Retirement System (FRS), a multiple-employer, cost sharing defined public employee retirement system which covers all of the Office's full-time employees. The System is administered by the State of Florida, Department of Administration, Division of Retirement to provide retirement and survivor benefits to participating public employees. 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 FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. The FRS is a single retirement system administered by the Department of Management Services, Division of Retirement, and consists of two cost-sharing, multiple-employer retirement plans and other nonintegrated programs. These include a defined-benefit pension plan (Plan), with a Deferred Retirement Option Program (DROP), and a defined-contribution plan, referred to as the FRS Investment Plan (Investment Plan).

In addition, all regular employees of the entity are eligible to enroll as members of the Retiree Health Insurance Subsidy (HIS) Program. The HIS is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. For the fiscal year ended September 30, 2020, eligible retirees and beneficiaries received 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.

For financial reporting purposes, the Office is deemed to be part of the primary government of the County. A liability related to the Office's proportionate share of FRS retirement benefits, along with a detailed plan description, is reported in the financial statements of the County for the fiscal year ended September 30, 2020.

REQUIRED SUPPLEMENTARY INFORMATION

LEVY COUNTY PROPERTY APPRAISER
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for services	$ 28,071	$ 28,071	$ 27,719	$ (352)
Miscellaneous revenue	-	-	70	70
Total revenues	28,071	28,071	27,789	(282)
Expenditures				
Current:				
General government	1,080,422	1,080,422	1,033,087	47,335
Capital outlay	9,000	9,000	8,610	390
Total expenditures	1,089,422	1,089,422	1,041,697	47,725
Excess (deficiency) of revenues over expenditures	(1,061,351)	(1,061,351)	(1,013,908)	47,443
Other financing sources (uses)				
Appropriations from board of county commissioners	1,061,351	1,061,351	1,061,351	-
Reversion to board of county commissioners	-	-	(47,443)	(47,443)
Total other financing sources (uses)	1,061,351	1,061,351	1,013,908	(47,443)
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -

The accompanying note to schedule of revenues, expenditures, and changes in fund balance - budget to actual - general fund is an integral part of this schedule.

LEVY COUNTY PROPERTY APPRAISER
NOTE TO SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

(1) **Budgetary Information:**

An annual budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America for the general fund. All annual appropriations lapse at fiscal year-end.

The Property Appraiser follows these procedures in establishing the budgetary data reflected in the financial statements:

a) The preparation, adoption and amendment of the budgets are governed by Florida Statutes. Public hearings are conducted to obtain taxpayer comments.

b) Budget excess expenditures over revenues are funded through appropriations from the Board of County Commissioners.

c) Formal budgetary integration is employed as a management control device during the year for the General Fund. The legal level of budgetary control is the fund level.

d) The budgets for the funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL

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

The Honorable Osborn “Oz” Barker, Property Appraiser,
Levy County, Florida:

We have audited, 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, the financial statements of the general fund of the Levy County Property Appraiser (the Office) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Office’s special-purpose financial statements, and have issued our report thereon dated March 26, 2021, which was modified to refer to a basis of accounting required for compliance with state filing requirements, and for other reasons.

Internal Control over Financial Reporting

In planning and performing our audit of the special-purpose financial statements, we considered the Office’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Office’s internal control.

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

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

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Compliance and Other Matters

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

Purpose of this Report

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA, OFFICE OF THE AUDITOR GENERAL

The Honorable Osborn "Oz" Barker, Property Appraiser,
Levy County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Levy County Property Appraiser (the Office), as of and for the fiscal year ended September 30, 2020, and have issued our report thereon dated March 26, 2021.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Special-Purpose Financial Statements Performed in Accordance with *Government Auditing Standards*, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated March 26, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address all findings and recommendations made in the preceding financial audit report, if applicable.

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 Levy County Property Appraiser is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. There are no component units of the Levy County Property Appraiser to be disclosed as required by accounting principles generally accepted in the United States of America.

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Financial Management

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

Additional Matters

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

Purpose of this Letter

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

James Moore
Certified Public Accountants and Consultants

INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

The Honorable Osborn "Oz" Barker, Property Appraiser,
Levy County, Florida:

We have examined the Levy County Property Appraiser's (the Office) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies,* for the year ended September 30, 2020. Management is responsible for the Office's compliance with those requirements. Our responsibility is to express an opinion on the Office's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied with Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2020, in all material respects. An examination involves performing procedures to obtain evidence about the Office's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance with those requirements, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the Levy County Property Appraiser complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2020.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

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LEVY COUNTY SUPERVISOR OF ELECTIONS

SPECIAL-PURPOSE FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

LEVY COUNTY SUPERVISOR OF ELECTIONS

SPECIAL-PURPOSE FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

INDEPENDENT AUDITORS' REPORT

The Honorable Tammy Jones, Supervisor of Elections,
Levy County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of the general fund of the Levy County Supervisor of Elections (the Office), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Office's financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the general fund for the Office as of September 30, 2020, and the respective changes in financial position thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each major fund, only for that portion of the major funds, of Levy County, Florida, that is attributable to the Office. They do not purport to, and do not, present fairly the financial position of Levy County, Florida as of September 30, 2020, the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report on our consideration of the Office's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Office's internal control over financial reporting and compliance.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

LEVY COUNTY SUPERVISOR OF ELECTIONS
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2020

		General Fund
ASSETS		
Cash and equivalents	$	6,114
Due from other governments		4,894
	$	11,008
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable and accrued expenditures	$	3,035
Due to Board of County Commissioners		7,973
Total Liabilities		11,008
Fund Balance		
Unassigned		-
Total Liabilities and Fund Balance	$	11,008

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

LEVY COUNTY SUPERVISOR OF ELECTIONS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General Fund
Revenues	
Intergovernmental	$ 113,658
Miscellaneous	3,802
Total revenues	117,460
Expenditures	
Current:	
General government	664,829
Capital outlay	80,800
Total expenditures	745,629
Excess (deficiency) of revenues over expenditures	(628,169)
Other financing sources (uses)	
Appropriations from Board of County Commissioners	636,000
Reversion to Board of County Commissioners	(7,831)
Total other financing sources (uses)	628,169
Net change in fund balance	-
Fund balance, beginning of year	-
Fund balance, end of year	$ -

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

(1) **Summary of Significant Accounting Policies:**

The accounting policies of the Levy County Supervisor of Elections (the "Office") conform to generally accepted accounting principles as applicable to governments in the Governmental Accounting Standards Board (GASB) Codification. The following is a summary of the more significant policies.

(a) **Reporting entity**—The Office is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. The Office is an integral part of Levy County, Florida (the County), the reporting entity for financial reporting purposes. The Office's General Fund is combined with the Board of County Commissioners in the County's financial statements to properly reflect the county-wide General Fund.

(b) **Basis of presentation**—The Office's financial statements are special-purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the Rules). In conformity with the Rules, the Office has not presented the government-wide financial statements, the reconciliations to the government-wide statements or management's discussion and analysis.

(c) **Fund accounting**—Accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, as appropriate for each fund type. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The focus of fund financial statements is on major funds, each displayed in a separate column.

The Office reports the following major governmental fund; there are no non-major governmental funds:

General Fund – The principal operating fund of the Office. It is used to account for all financial resources.

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

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. The Office considers revenues to be available if they are collected within 90 days of the end of the current fiscal period.

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

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on general long-term debt are recognized when due.

(e) **Cash**—The Office's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

(f) **Capital assets and long-term liabilities**—Capital assets used by the Office are capitalized (recorded and accounted for) by the Levy County Board of County Commissioners.

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

(g) **Accounts payable**—Accounts payable balances in the general fund are primarily payable to third-party vendors for goods provided and services rendered.

(h) **Compensated absences**—The Office follows generally accepted accounting principles in accounting for accrued compensated absences. The Office allows limited vesting of unused employee leave time. Since the annual and sick leave liability is considered long-term, it is recorded in the government-wide financial statements of the County. Compensated absences are expected to be paid out of the General Fund of the Office and this practice is expected to continue in the future. The Office maintained compensated absence records for the hours earned, used and available.

(i) **Fund balance**—Fund balance for governmental funds report classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the funds may be spent. In as much as the Supervisor of Elections is a county constitutional officer, any funds remaining at the end of the fiscal year are returned to the Board of County Commissioners. Unassigned fund balance represents funds available for spending at the government's discretion.

The Office does not have a formal written policy regarding whether restricted or unrestricted amounts are considered to be spent when an expenditure for purposes for which both restricted and unrestricted fund balances are available. However, it has been the Office's general practice when expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available; the Office considers restricted funds to have been spent first. When expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Office considers amounts to have been spent first out of committed funds, then assigned funds, and lastly unassigned funds, as needed.

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

(2) Budgets and Budgetary Accounting:

Governmental fund revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget was adopted for the General Fund. All budget amounts presented in the accompanying special-purpose financial statements have been adjusted for legally authorized amendments of the annual budget for the year. The annual budget is monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total budget appropriations at the individual fund level. All appropriations lapse at year-end

(3) Investments:

Florida Statutes authorize the Office to invest in bonds, notes or other obligations of the U.S. Government, certificates of deposits, repurchase agreements, certain bonds of any State or local government unit and the State Treasurer's Investment Pool.

Interest Rate Risk. The Office does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration of Credit Risk. The Office places no limit on the amount the Office may invest in any one issuer. The Office maintained 100-percent of excess deposits in a checking account with a local financial institution subject to Federal Depository Insurance Corporation (FDIC) insurance, and/or the State of Florida collateral pool established under the Florida Security for Public Deposits Act (the Act).

(4) Risk Management:

The County purchased commercial insurance to limit the exposure of the following risks of loss: theft of, damage to, and destruction of assets; natural disasters and injuries to employees. Commercial insurance has been purchased by the Office to cover the risks of loss due to employee errors or omissions and health insurance. Settled claims resulting from all risks have not exceeded insurance coverage in any of the past three years.

(5) Long-term Liabilities:

A summary of changes in long-term liabilities for the fiscal year ended September 30, 2020, follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 20,418	$ 7,054	$ (7,107)	$ 20,365	$ 3,055

(6) **Pension Plan:**

The Office participates in the Florida Retirement System (FRS), a multiple-employer, cost sharing defined public employee retirement system which covers all of the Office's full-time employees. The System is administered by the State of Florida, Department of Administration, Division of Retirement to provide retirement and survivor benefits to participating public employees. 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 FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. The FRS is a single retirement system administered by the Department of Management Services, Division of Retirement, and consists of two cost-sharing, multiple-employer retirement plans and other nonintegrated programs. These include a defined-benefit pension plan (Plan), with a Deferred Retirement Option Program (DROP), and a defined-contribution plan, referred to as the FRS Investment Plan (Investment Plan).

In addition, all regular employees of the entity are eligible to enroll as members of the Retiree Health Insurance Subsidy (HIS) Program. The HIS is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. For the fiscal year ended September 30, 2020, eligible retirees and beneficiaries received 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.

For financial reporting purposes, the Office is deemed to be part of the primary government of the County. A liability related to the Office's proportionate share of FRS retirement benefits, along with a detailed plan description, is reported in the financial statements of the County for the fiscal year ended September 30, 2020.

REQUIRED SUPPLEMENTARY INFORMATION

LEVY COUNTY SUPERVISOR OF ELECTIONS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	**Final**	**Actual**	**(Negative)**
Revenues				
Intergovernmental	$ -	$ 114,748	$ 113,658	$ (1,090)
Miscellaneous	-	-	3,802	3,802
Total revenues	-	114,748	117,460	2,712
Expenditures				
Current:				
General government	616,000	665,276	664,829	447
Capital outlay	20,000	85,472	80,800	4,672
Total expenditures	636,000	750,748	745,629	5,119
Excess (deficiency) of revenues over expenditures	(636,000)	(636,000)	(628,169)	7,831
Other financing sources (uses)				
Appropriations from Board of County Commissioners	636,000	636,000	636,000	-
Reversion to Board of County Commissioners	-	-	(7,831)	(7,831)
Total other financing sources (uses)	636,000	636,000	628,169	(7,831)
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -

The accompanying note to schedule of revenues, expenditures, and changes in fund balance - budget to actual - general fund is an integral part of this schedule.

LEVY COUNTY SUPERVISOR OF ELECTIONS
NOTE TO SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

(1) **Budgetary Information:**

An annual budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America for the general fund. All annual appropriations lapse at fiscal year-end.

The Supervisor of Elections follows these procedures in establishing the budgetary data reflected in the financial statements:

a) The preparation, adoption and amendment of the budgets are governed by Florida Statutes. Public hearings are conducted to obtain taxpayer comments.

b) Budget excess expenditures over revenues are funded through appropriations from the Board of County Commissioners.

c) Formal budgetary integration is employed as a management control device during the year for the General Fund. The legal level of budgetary control is the fund level.

d) The budgets for the funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL

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

The Honorable Tammy Jones, Supervisor of Elections,
Levy County, Florida:

We have audited, 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, the financial statements of the general fund of the Levy County Supervisor of Elections (the Office) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Office' special-purpose financial statements, and have issued our report thereon dated March 26, 2021, which was modified to refer to a basis of accounting required for compliance with state filing requirements, and for other reasons.

Internal Control over Financial Reporting

In planning and performing our audit of the special-purpose financial statements, we considered the Office's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control. Accordingly, we do not express an opinion on the effectiveness of the Offices' internal control.

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

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

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Compliance and Other Matters

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

Purpose of this Report

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA, OFFICE OF THE AUDITOR GENERAL

The Honorable Tammy Jones, Supervisor of Elections,
Levy County, Florida:

Report on the Financial Statements

We have audited the financial statements of the Levy County Supervisor of Elections (the Office), as of and for the fiscal year ended September 30, 2020, and have issued our report thereon dated March 26, 2021.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Special-Purpose Financial Statements Performed in Accordance with *Government Auditing Standards*, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated March 26, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address all findings and recommendations made in the preceding financial audit report, if applicable.

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 Office is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. There are no component units of the Office to be disclosed as required by accounting principles generally accepted in the United States of America.

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Financial Management

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

Additional Matters

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

Purpose of this Letter

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

The Honorable Tammy Jones, Supervisor of Elections,
Levy County, Florida:

We have examined the Levy County Supervisor of Elections' (the Office) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies,* for the year ended September 30, 2020. Management is responsible for the Office's compliance with those requirements. Our responsibility is to express an opinion on the Office's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied with Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2020, in all material respects. An examination involves performing procedures to obtain evidence about the Office's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance with those requirements, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the Office complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2020.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

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LEVY COUNTY TAX COLLECTOR

SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

LEVY COUNTY TAX COLLECTOR

SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

INDEPENDENT AUDITORS' REPORT

The Honorable Michele Langford, Levy County Tax Collector,
Levy County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Levy County Tax Collector (the Office), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Levy County Tax Collector's financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information for the Levy County Tax Collector as of September 30, 2020, and the respective changes in financial position thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each major fund, only for that portion of the major funds, of Levy County, Florida, that is attributable to the Levy County Tax Collector. They do not purport to, and do not, present fairly the financial position of Levy County, Florida as of September 30, 2020, the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Office’s basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report on our consideration of the Levy County Tax Collector's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Levy County Tax Collector's internal control over financial reporting and compliance.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

LEVY COUNTY TAX COLLECTOR
BALANCE SHEET
GOVERNMENTAL FUND
SEPTEMBER 30, 2020

	General Fund
Assets	
Cash and equivalents	$ 180,773
Due from other governments	665
Due from fiduciary funds	74,521
Total assets	$ 255,959
Liabilities and Fund Balance	
Liabilities	
Accounts payable and accrued expenses	$ 7,439
Unearned revenue	16,101
Due to Board of County Commissioners	232,419
	255,959
Fund balance	
Unassigned	-
Total Liabilities and Fund Balance	$ 255,959

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

LEVY COUNTY TAX COLLECTOR
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General Fund
Revenues	
Charges for services	$ 1,480,563
Miscellaneous revenue	280
Total revenues	1,480,843
Expenditures	
Current:	
General government	1,264,241
Total expenditures	1,264,241
Excess (deficiency) of revenues over expenditures	216,602
Other financing sources (uses)	
Reversion to Board of County Commissioners	(213,908)
Reversion to other taxing authorities	(2,694)
Total other financing sources (uses)	(216,602)
Net change in fund balance	-
Fund balance, beginning of year	-
Fund balance, end of year	$ -

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

LEVY COUNTY TAX COLLECTOR
STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
SEPTEMBER 30, 2020

	Agency Funds
Assets	
Cash and equivalents	$ 1,726,819
Accounts receivable	1,810
Due from other funds	189
Due from other county agencies	130
Total assets	$ 1,728,948
Liabilities	
Due to other funds	$ 74,710
Due to other county agencies	178,577
Assets held for others	1,475,661
Total liabilities	$ 1,728,948
Net Position	$ -

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

(1) Summary of Significant Accounting Policies:

The accounting policies of the Levy County Tax Collector (the "Office") conform to generally accepted accounting principles as applicable to governments in the Governmental Accounting Standards Board (GASB) Codification. The following is a summary of the more significant policies.

(a) **Reporting entity**— The Tax Collector is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. The Office is an integral part of Levy County, Florida (the County), the reporting entity for financial reporting purposes. The Office's General Fund is combined with the Board of County Commissioners in the County's financial statements to properly reflect the county-wide General Fund.

(b) **Basis of presentation**—The Office's financial statements are special-purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the Rules). In conformity with the Rules, the Office has not presented the government-wide financial statements, the reconciliations to the government-wide statements or management's discussion and analysis.

(c) **Fund accounting**—Accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, as appropriate for each fund type. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The focus of fund financial statements is on major funds, each displayed in a separate column.

The Office reports the following major governmental fund; there are no non-major governmental funds:

General Fund - The principal operating fund of the office. It is used to account for all financial resources, except those required to be accounted for in another fund.

Additionally, the Tax Collector reports the following fiduciary fund type:

Agency Fund - Used to account for assets held by the Office as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Tax Collector's Agency Fund is used to account for the collection and distribution of property taxes, sales tax, vehicle tags and titles, boat registrations and titles, fishing licenses, and driver's licenses.

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

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. The Office considers revenues to be available if they are collected within 90 days of the end of the current fiscal period.

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

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on general long-term debt are recognized when due.

(e) **Cash**—The Office's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

(f) **Capital assets and long-term liabilities**—Capital assets used by the Office are capitalized (recorded and accounted for) by the Levy County Board of County Commissioners.

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

(g) **Accounts payable**—Accounts payable balances in the general fund are primarily payable to third-party vendors for goods provided and services rendered.

(h) **Compensated absences**—The Office follows generally accepted accounting principles in accounting for accrued compensated absences. The Office allows limited vesting of unused employee leave time. Since the annual and sick leave liability is considered long-term, it is recorded in the government-wide financial statements of the County. Compensated absences are expected to be paid out of the General Fund of the Office and this practice is expected to continue in the future. The Office maintained compensated absence records for the hours earned, used and available.

(i) **Fund balance**—Fund balance for governmental funds report classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the funds may be spent. In as much as the Tax Collector is a county constitutional officer, any funds remaining at the end of the fiscal year are returned to the Board of County Commissioners. Unassigned fund balance represents funds available for spending at the government's discretion.

The Office does not have a formal written policy regarding whether restricted or unrestricted amounts are considered to be spent when an expenditure for purposes for which both restricted and unrestricted fund balances are available. However, it has been the Office's general practice when expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available; the Office considers restricted funds to have been spent first. When expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Office considers amounts to have been spent first out of committed funds, then assigned funds, and lastly unassigned funds, as needed.

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

(2) Budgets and Budgetary Accounting:

Governmental fund revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget was adopted for the General Fund. All budget amounts presented in the accompanying special-purpose financial statements have been adjusted for legally authorized amendments of the annual budget for the year. The annual budget is monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total budget appropriations at the individual fund level. All appropriations lapse at year-end.

(3) Investments:

Florida Statutes authorize the Office to invest in bonds, notes or other obligations of the U.S. Government, certificates of deposits, repurchase agreements, certain bonds of any State or local government unit and the State Treasurer's Investment Pool.

Interest Rate Risk. The Office does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration of Credit Risk. The Office places no limit on the amount the Office may invest in any one issuer. The Office maintained 100-percent of excess deposits in a checking account with a local financial institution subject to Federal Depository Insurance Corporation (FDIC) insurance, and/or the State of Florida collateral pool established under the Florida Security for Public Deposits Act (the Act).

(4) Risk Management:

The County purchased commercial insurance to limit the exposure of the following risks of loss: theft of, damage to, and destruction of assets; natural disasters and injuries to employees. Commercial insurance has been purchased by the Office to cover the risks of loss due to employee errors or omissions and health insurance. Settled claims resulting from all risks have not exceeded insurance coverage in any of the past three years.

(5) Long-term Liabilities:

A summary of changes in long-term liabilities for the fiscal year ended September 30, 2020, follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 54,477	$ 68,556	$ (89,317)	$ 33,716	$ 4,881

(6) **Pension Plan:**

The Office participates in the Florida Retirement System (FRS), a multiple-employer, cost sharing defined public employee retirement system which covers all of the Office's full-time employees. The System is administered by the State of Florida, Department of Administration, Division of Retirement to provide retirement and survivor benefits to participating public employees. 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 FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. The FRS is a single retirement system administered by the Department of Management Services, Division of Retirement, and consists of two cost-sharing, multiple-employer retirement plans and other nonintegrated programs. These include a defined-benefit pension plan (Plan), with a Deferred Retirement Option Program (DROP), and a defined-contribution plan, referred to as the FRS Investment Plan (Investment Plan).

In addition, all regular employees of the entity are eligible to enroll as members of the Retiree Health Insurance Subsidy (HIS) Program. The HIS is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. For the fiscal year ended September 30, 2020, eligible retirees and beneficiaries received 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.

For financial reporting purposes, the Office is deemed to be part of the primary government of the County. A liability related to the Office's proportionate share of FRS retirement benefits, along with a detailed plan description, is reported in the financial statements of the County for the fiscal year ended September 30, 2020.

REQUIRED SUPPLEMENTARY INFORMATION

LEVY COUNTY TAX COLLECTOR
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for services	$ 1,305,865	$ 1,305,865	$ 1,480,563	$ 174,698
Miscellaneous revenue	-	-	280	280
Total revenues	1,305,865	1,305,865	1,480,843	174,978
Expenditures				
Current:				
General government	1,305,865	1,305,865	1,264,241	41,624
Total expenditures	1,305,865	1,305,865	1,264,241	41,624
Excess (deficiency) of revenues over expenditures	-	-	216,602	216,602
Other financing sources (uses)				
Reversion to Board of County Commissioners	-	-	(213,908)	(213,908)
Reversion to other taxing authorities	-	-	(2,694)	(2,694)
Total other financing sources (uses)	-	-	(216,602)	(216,602)
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -

The accompanying note to schedule of revenues, expenditures, and changes in fund balance - budget to actual - general fund is an integral part of this schedule.

LEVY COUNTY TAX COLLECTOR
NOTE TO SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

(1) **Budgetary Information:**

An annual budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America for the general fund. All annual appropriations lapse at fiscal year-end.

The Tax Collector follows these procedures in establishing the budgetary data reflected in the financial statements:

a) The preparation, adoption and amendment of the budgets are governed by Florida Statutes. Public hearings are conducted to obtain taxpayer comments.

b) Budget excess expenditures over revenues are funded through appropriations from the Board of County Commissioners.

c) Formal budgetary integration is employed as a management control device during the year for the General Fund. The legal level of budgetary control is the fund level.

d) The budgets for the funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

SUPPLEMENTARY INFORMATION

LEVY COUNTY TAX COLLECTOR
COMBINING SCHEDULE OF FIDUCIARY NET POSITION
AGENCY FUNDS
SEPTEMBER 30, 2020

	Tax Fund	Tag Fund	Game and Wildlife Fund	Total Agency Funds
Assets				
Cash and equivalents	$ 1,491,576	$ 227,976	$ 7,267	$ 1,726,819
Accounts receivable	1,631	179	-	1,810
Due from other funds	189	-	-	189
Due from other county agencies	-	130	-	130
Total assets	$ 1,493,396	$ 228,285	$ 7,267	$ 1,728,948
Liabilities				
Due to other funds	$ 39,620	$ 29,898	$ 5,192	$ 74,710
Due to other county agencies	177,356	1,221	-	178,577
Assets held for others	1,276,420	197,166	2,075	1,475,661
Total liabilities	$ 1,493,396	$ 228,285	$ 7,267	$ 1,728,948
Net Position	$ -	$ -	$ -	$ -

See accompanying notes to the financial statements.

ADDITIONAL ELEMENTS REQUIRED BY THE RULES OF THE AUDITOR GENERAL

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

The Honorable Michele Langford, Tax Collector,
Levy County, Florida:

We have audited, 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, the financial statements of the general fund of the Levy County Tax Collector (the Office) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Office's special-purpose financial statements, and have issued our report thereon dated March 26, 2021, which was modified to refer to a basis of accounting required for compliance with state filing requirements, and for other reasons.

Internal Control over Financial Reporting

In planning and performing our audit of the special-purpose financial statements, we considered the Office's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control. Accordingly, we do not express an opinion on the effectiveness of the Office's internal control.

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

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

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Compliance and Other Matters

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

Purpose of this Report

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

James Moore
Certified Public Accountants and Consultants

INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA, OFFICE OF THE AUDITOR GENERAL

The Honorable Michele Langford, Tax Collector,
Levy County, Florida:

We have audited the financial statements of the Levy County Tax Collector (the Office), as of and for the fiscal year ended September 30, 2020, and have issued our report thereon dated March 26, 2021.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Special-Purpose Financial Statements Performed in Accordance with *Government Auditing Standards*, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated March 26, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address all findings and recommendations made in the preceding financial audit report, if applicable.

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 Levy County Tax Collector is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. Levy County, including the Office of the Tax Collector, was established by Chapter 8516, Laws of Florida in 1921. There are no component units of the Levy County Tax Collector to be disclosed as required by accounting principles generally accepted in the United States of America.

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Financial Management

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

Additional Matters

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

Purpose of this Letter

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

The Honorable Michele Langford, Tax Collector,
Levy County, Florida:

We have examined the Levy County Tax Collector's (the Office) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies,* for the year ended September 30, 2020. Management is responsible for the Office's compliance with those requirements. Our responsibility is to express an opinion on the Office's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied with Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2020, in all material respects. An examination involves performing procedures to obtain evidence about the Office's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance with those requirements, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the Levy County Tax Collector complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2020.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

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LEVY COUNTY CLERK OF THE CIRCUIT COURT

SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

LEVY COUNTY CLERK OF THE CIRCUIT COURT

SPECIAL-PURPOSE FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2020

James Moore
Certified Public Accountants and Consultants

INDEPENDENT AUDITORS' REPORT

The Honorable Danny J. Shipp, Clerk of the Circuit Court,
Levy County, Florida:

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Levy County Clerk of the Circuit Court (the Office), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Levy County Clerk of the Circuit Court's financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information for the Levy County Clerk of the Circuit Court as of September 30, 2020, and the respective changes in financial position thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements referred to above were prepared solely for the purpose of complying with the Rules of the Auditor General of the State of Florida. In conformity with the Rules, the accompanying financial statements are intended to present the financial position and changes in financial position of each major fund, only for that portion of the major funds, of Levy County, Florida, that is attributable to the Levy County Clerk of the Circuit Court. They do not purport to, and do not, present fairly the financial position of Levy County, Florida as of September 30, 2020, the changes in its financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Office's basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report on our consideration of the Levy County Clerk of the Circuit Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Levy County Clerk of the Circuit Court's internal control over financial reporting and compliance.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

LEVY COUNTY CLERK OF THE CIRCUIT COURT
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

	General Fund	Fine and Forfeiture Fund	Records Modernization Trust Fund	Total Governmental Funds
Assets				
Cash and cash equivalents	$ 133,692	$ 274,752	$ 525,750	$ 934,194
Due from other governments	12,310	3,772	-	16,082
Due from other funds	20,362	420	9,171	29,953
Due from Board of County Commissioners	28,200	-	-	28,200
Total Assets	$ 194,564	$ 278,944	$ 534,921	$ 1,008,429
Liabilities and Fund Balances				
Liabilities				
Accounts payable and accrued expenses	$ 47,653	$ 32,231	$ -	$ 79,884
Deposits	-	28,321	-	28,321
Due to other governments	-	200,044	-	200,044
Due to other funds	-	578	-	578
Due to Board of County Commissioners	80,890	17,414	-	98,304
Total liabilities	128,543	278,588	-	407,131
Fund Balances				
Restricted for:				
Court operations	-	356	-	356
Records modernization	-	-	534,921	534,921
Assigned to:				
Court costs	66,021	-	-	66,021
Total fund balances	66,021	356	534,921	601,298
Total Liabilities and Fund Balances	$ 194,564	$ 278,944	$ 534,921	$ 1,008,429

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

LEVY COUNTY CLERK OF THE CIRCUIT COURT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General Fund	Fine and Forfeiture Fund	Records Modernization Trust Fund	Total Governmental Funds
Revenues				
Intergovernmental	$ 75,436	$ 299,985	$ -	$ 375,421
Charges for services	230,338	597,341	94,594	922,273
Fines and forfeitures	-	115,600	-	115,600
Miscellaneous	1,038	15,558	459	17,055
Total revenues	306,812	1,028,484	95,053	1,430,349
Expenditures				
Current:				
General government	1,042,414	-	-	1,042,414
Court related	65,110	976,663	167,362	1,209,135
Capital outlay	-	-	10,816	10,816
Total expenditures	1,107,524	976,663	178,178	2,262,365
Excess (deficiency) of revenues over expenditures	(800,712)	51,821	(83,125)	(832,016)
Other financing sources (uses)				
Appropriations from Board of County Commissioners	870,000	-	-	870,000
Reversion to Board of County Commissioners	(80,778)	-	-	(80,778)
Article V Reversion	-	(51,999)	-	(51,999)
Total other financing sources (uses)	789,222	(51,999)	-	737,223
Net change in fund balance	(11,490)	(178)	(83,125)	(94,793)
Fund balance, beginning of year	77,511	534	618,046	696,091
Fund balance, end of year	$ 66,021	$ 356	$ 534,921	$ 601,298

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

LEVY COUNTY CLERK OF THE CIRCUIT COURT
STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Agency Funds
Assets	
Cash and cash equivalents	$ 1,104,576
Liabilities	
Assets held for others	$ 1,068,079
Due to other funds	29,375
Due to other County agencies	7,122
Total Liabilities	$ 1,104,576
Net Position	$ -

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

(1) **Summary of Significant Accounting Policies:**

The accounting policies of the Levy County Clerk of the Circuit Court (the "Office") conform to generally accepted accounting principles as applicable to governments in the Governmental Accounting Standards Board (GASB) Codification. The following is a summary of the more significant policies.

(a) **Reporting entity**— The Clerk is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. The Office is an integral part of Levy County, Florida (the County), the reporting entity for financial reporting purposes. The Office's General Fund is combined with the Board of County Commissioners in the County's financial statements to properly reflect the county-wide General Fund.

(b) **Basis of presentation**—The Office's financial statements are special-purpose financial statements that have been prepared for the purpose of complying with the Rules of the Auditor General of the State of Florida (the Rules). In conformity with the Rules, the Office has not presented the government-wide financial statements, the reconciliations to the government-wide statements or management's discussion and analysis.

(c) **Fund accounting**—Accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, as appropriate for each fund type. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The focus of fund financial statements is on major funds, each displayed in a separate column.

The Office reports the following major governmental fund; there are no non-major governmental funds:

General Fund – The principal operating fund of the office. It is used to account for all financial resources, except those required to be accounted for in another fund.

The Office reports the following Special Revenue funds:

Fine and Forfeiture Fund- Used to account for fines, court costs, filing fees, and service charges as mandated by Florida Statutes for court-related expenditures.

Records Modernization Trust Fund- Used to account for additional recording fees, which are collected by the Clerk's office and are earmarked for the modernization of recording service operations.

Additionally, the Office reports the following fiduciary fund type:

Agency Fund - Used to account for assets held by the Office as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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

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

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. The Office considers revenues to be available if they are collected within 90 days of the end of the current fiscal period.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on general long-term debt are recognized when due.

(e) **Cash**—The Office's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

(f) **Capital assets and long-term liabilities**—Capital assets used by the Office are capitalized (recorded and accounted for) by the Levy County Board of County Commissioners.

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

(g) **Accounts payable**—Accounts payable balances in the general fund are primarily payable to third-party vendors for goods provided and services rendered.

(h) **Compensated absences**—The Office follows generally accepted accounting principles in accounting for accrued compensated absences. The Office allows limited vesting of unused employee leave time. Since the annual and sick leave liability is considered long-term, it is recorded in the government-wide financial statements of the County. Compensated absences are expected to be paid out of the General Fund of the Office and this practice is expected to continue in the future. The Office maintained compensated absence records for the hours earned, used and available.

(i) **Fund balance**—Fund balance for governmental funds report classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the funds may be spent. In as much as the Clerk is a county constitutional officer, any funds remaining at the end of the fiscal year are returned to the Board of County Commissioners. Assigned amounts represent residual external funding to be used by the Office. Unassigned fund balance represents funds available for spending at the government's discretion.

The Office does not have a formal written policy regarding whether restricted or unrestricted amounts are considered to be spent when an expenditure for purposes for which both restricted and unrestricted fund balances are available. However, it has been the Office's general practice when expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available; the Office considers restricted funds to have been spent first. When expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Office considers amounts to have been spent first out of committed funds, then assigned funds, and lastly unassigned funds, as needed.

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

(2) **Budgets and Budgetary Accounting:**

Governmental fund revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with the Florida Statutes. An annual budget was adopted for the General Fund. All budget amounts presented in the accompanying special-purpose financial statements have been adjusted for legally authorized amendments of the annual budget for the year. The annual budget is monitored at varying levels of classification detail. However, for purposes of budgetary control, expenditures cannot legally exceed the total budget appropriations at the individual fund level. All appropriations lapse at year-end

(3) **Investments:**

Florida Statutes authorize the Office to invest in bonds, notes or other obligations of the U.S. Government, certificates of deposits, repurchase agreements, certain bonds of any State or local government unit and the State Treasurer's Investment Pool.

Interest Rate Risk. The Office does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration of Credit Risk. The Office places no limit on the amount the Office may invest in any one issuer. The Office maintained 100-percent of excess deposits in a checking account with a local financial institution subject to Federal Depository Insurance Corporation (FDIC) insurance, and/or the State of Florida collateral pool established under the Florida Security for Public Deposits Act (the Act).

(4) **Risk Management:**

The County purchased commercial insurance to limit the exposure of the following risks of loss: theft of, damage to, and destruction of assets; natural disasters and injuries to employees. Commercial insurance has been purchased by the Office to cover the risks of loss due to employee errors or omissions and health insurance. Settled claims resulting from all risks have not exceeded insurance coverage in any of the past three years.

(5) **Long-term Liabilities:**

A summary of changes in long-term liabilities of the Office for the fiscal year ended September 30, 2020, follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 112,155	$ 144,863	$ (114,748)	$ 142,270	$ 86,958

(6) **Pension Plan:**

The Office participates in the Florida Retirement System (FRS), a multiple-employer, cost sharing defined public employee retirement system which covers all of the Office's full-time employees. The System is administered by the State of Florida, Department of Administration, Division of Retirement to provide retirement and survivor benefits to participating public employees. 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 FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. The FRS is a single retirement system administered by the Department of Management Services, Division of Retirement, and consists of two cost-sharing, multiple-employer retirement plans and other nonintegrated programs. These include a defined-benefit pension plan (Plan), with a Deferred Retirement Option Program (DROP), and a defined-contribution plan, referred to as the FRS Investment Plan (Investment Plan).

In addition, all regular employees of the entity are eligible to enroll as members of the Retiree Health Insurance Subsidy (HIS) Program. The HIS is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. For the fiscal year ended September 30, 2020, eligible retirees and beneficiaries received 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.

For financial reporting purposes, the Office is deemed to be part of the primary government of the County. A liability related to the Office's proportionate share of FRS retirement benefits, along with a detailed plan description, is reported in the financial statements of the County for the fiscal year ended September 30, 2020.

REQUIRED SUPPLEMENTARY INFORMATION

LEVY COUNTY CLERK OF THE CIRCUIT COURT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	$ 57,000	$ 57,000	$ 75,436	$ 18,436
Charges for services	208,220	208,220	230,338	22,118
Miscellaneous	600	600	1,038	438
Total revenues	265,820	265,820	306,812	40,992
Expenditures				
Current:				
General government	1,104,338	1,104,338	1,042,414	61,924
Court related	62,200	62,200	65,110	(2,910)
Total expenditures	1,200,538	1,200,538	1,107,524	93,014
Excess (deficiency) of revenues over expenditures	(934,718)	(934,718)	(800,712)	134,006
Other financing sources (uses)				
Appropriations from Board of County Commissioners	870,000	870,000	870,000	-
Reversion to Board of County Commissioners	-	-	(80,778)	(80,778)
Total other financing sources (uses)	870,000	870,000	789,222	(80,778)
Net change in fund balance	(64,718)	(64,718)	(11,490)	53,228
Fund balance, beginning of year	77,511	77,511	77,511	-
Fund balance, end of year	$ 12,793	$ 12,793	$ 66,021	$ 53,228

The accompanying notes to required supplementary information are an integral part of this statement.

LEVY COUNTY CLERK OF THE CIRCUIT COURT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FINE AND FORFEITURE FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	**Final**	**Actual**	**(Negative)**
Revenues				
Intergovernmental	$ 514,957	$ 514,957	$ 299,985	$ (214,972)
Charges for services	437,650	437,650	597,341	159,691
Fines and forfeitures	139,020	139,020	115,600	(23,420)
Miscellaneous	5,500	5,500	15,558	10,058
Total revenues	1,097,127	1,097,127	1,028,484	(68,643)
Expenditures				
Current:				
Court related	1,097,127	1,097,127	976,663	120,464
Excess (deficiency) of revenues over expenditures	-	-	51,821	51,821
Other financing sources (uses)				
Article V Reversion	-	-	(51,999)	(51,999)
Total other financing sources (uses)	-	-	(51,999)	(51,999)
Net change in fund balance	-	-	(178)	(178)
Fund balance, beginning of year	534	534	534	-
Fund balance, end of year	$ 534	$ 534	$ 356	$ (178)

The accompanying notes to required supplementary information are an integral part of this statement.

LEVY COUNTY CLERK OF THE CIRCUIT COURT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
RECORDS MODERNIZATION TRUST FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues				
Charges for services	$ 75,000	$ 75,000	$ 94,594	$ 19,594
Miscellaneous	400	400	459	59
Total revenues	75,400	75,400	95,053	19,653
Expenditures				
Current:				
General government	70,000	70,000	-	70,000
Court related	442,400	442,400	167,362	275,038
Capital outlay	150,000	150,000	10,816	139,184
Total expenditures	662,400	662,400	178,178	484,222
Net change in fund balance	(587,000)	(587,000)	(83,125)	503,875
Fund balance, beginning of year	618,046	618,046	618,046	-
Fund balance, end of year	$ 31,046	$ 31,046	$ 534,921	$ 503,875

The accompanying notes to required supplementary information are an integral part of this statement.

LEVY COUNTY CLERK OF THE CIRCUIT COURT
NOTE TO SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

(1) **Budgetary Information:**

An annual budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America for the general fund, the fine and forfeiture fund, and the records modernization trust fund. All annual appropriations lapse at fiscal year-end.

The Clerk follows these procedures in establishing the budgetary data reflected in the financial statements:

a) The preparation, adoption and amendment of the budgets are governed by Florida Statutes. Public hearings are conducted to obtain taxpayer comments.

b) Budget excess expenditures over revenues are funded through appropriations from the Board of County Commissioners.

c) Formal budgetary integration is employed as a management control device during the year. The legal level of budgetary control is the fund level.

d) The budgets for the funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

SUPPLEMENTARY INFORMATION

LEVY COUNTY CLERK OF THE CIRCUIT COURT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
SEPTEMBER 30, 2020

	Domestic Relations Fund	Registry of Court Fund	General Trust Fund	Jury and Witness Fund	Cash Bond Fund	Total Agency Funds
Assets						
Cash and cash equivalents	$ 790	$ 824,948	$ 252,287	$ 6,939	$ 19,612	$ 1,104,576
Liabilities						
Assets held for others	$ 370	$ 824,948	$ 216,210	$ 6,939	$ 19,612	$ 1,068,079
Due to other funds	420	-	28,955	-	-	29,375
Due to other County agencies	-	-	7,122	-	-	7,122
Total liabilities	$ 790	$ 824,948	$ 252,287	$ 6,939	$ 19,612	$ 1,104,576
Net Position	$ -	$ -	$ -	$ -	$ -	$ -

See accompanying notes to financial statements.

SUPPLEMENTARY INFORMATION

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

The Honorable Danny J. Shipp, Clerk of the Circuit Court,
Levy County, Florida:

We have audited, 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, the financial statements of the general fund of the Levy County Clerk of the Circuit Court (the Office) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Levy County Clerk of the Circuit Court's special-purpose financial statements, and have issued our report thereon dated March 26, 2021, which was modified to refer to a basis of accounting required for compliance with state filing requirements, and for other reasons.

Internal Control over Financial Reporting

In planning and performing our audit of the special-purpose financial statements, we considered the Office's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Office's internal control. Accordingly, we do not express an opinion on the effectiveness of the Levy County Clerk of the Circuit Court's internal control.

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

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

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Compliance and Other Matters

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

Purpose of this Report

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA, OFFICE OF THE AUDITOR GENERAL

The Honorable Danny J. Shipp, Clerk of the Circuit Court,
Levy County, Florida:

We have audited the financial statements of the Levy County Clerk of the Circuit Court (the Office), as of and for the fiscal year ended September 30, 2020, and have issued our report thereon dated March 26, 2021.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Special-Purpose Financial Statements Performed in Accordance with *Government Auditing Standards*, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated March 26, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address all findings and recommendations made in the preceding financial audit report, if applicable.

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 Levy County Clerk of the Circuit Court is an elected constitutional officer, whose office is established by Article VIII of the Constitution of the State of Florida and is governed by various provisions of state law. Levy County, including the Office of the Clerk, was established by Chapter 8516, Laws of Florida in 1921. There are no component units of the Levy County Clerk of the Circuit Court to be disclosed as required by accounting principles generally accepted in the United States of America.

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Financial Management

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

Additional Matters

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

Purpose of this Letter

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

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

James Moore
Certified Public Accountants and Consultants

INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

The Honorable Danny J. Shipp, Clerk of the Circuit Court,
Levy County, Florida:

We have examined the Levy County Clerk of the Circuit Court's (the Office) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies,* Section 28.35, Florida Statutes, *Florida Clerks of Court Operations Corporation*, Section 28.36, Florida Statutes, *Budget Procedure*, and Section 61.181, Florida Statutes, *Depository for Alimony Transactions, Support, Maintenance, and Support Payments; Fees* (collectively, "the Statutes"), for the year ended September 30, 2020. Management is responsible for the Office's compliance with those requirements. Our responsibility is to express an opinion on the Office's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Office complied with the Statutes for the year ended September 30, 2020, in all material respects. An examination involves performing procedures to obtain evidence about the Office's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance with those requirements, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the Levy County Clerk of the Circuit Court complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2020.

James Moore & Co., P.L.

Gainesville, Florida
March 26, 2021

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